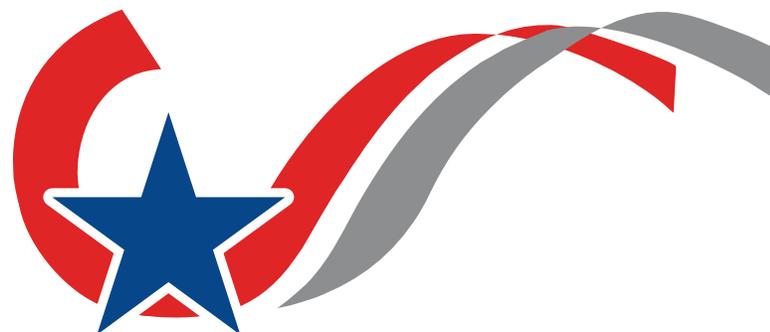


Comprehensive Annual Financial Report

City of College Station

Home of Texas A&M University®

for fiscal year ended September 30, 2009
College Station, Texas



CITY OF COLLEGE STATION
Home of Texas A&M University®

Mission Statement

On behalf of the citizens of College Station, home of Texas A&M University, we will promote and advance the community's quality of life.

www.cstx.gov

CITY OF COLLEGE STATION, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

PREPARED BY THE

CITY OF COLLEGE STATION FISCAL SERVICES DEPARTMENT

JEFF KERSTEN, CHIEF FINANCIAL OFFICER

JANET DUDDING, CPA, ASSISTANT DIRECTOR OF FISCAL SERVICES

CITY OF COLLEGE STATION, TEXAS

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FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

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CITY OF COLLEGE STATION, TEXAS

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CITY OF COLLEGE STATION, TEXAS

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CITY OF COLLEGE STATION, TEXAS

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April 19, 2010

Honorable Mayor, Members of the City Council, and
Citizens of the City of College Station
College Station, Texas

The City Manager and the Fiscal Services Department are pleased to submit the Comprehensive Annual Financial Report for the City of College Station, Texas (the "City") for the fiscal year ended September 30, 2009.

This report is published to provide to the City Council, City staff, our citizens, our bondholders and other interested parties detailed information concerning the financial condition and activities of the City government. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City.

To the best of our knowledge and belief, the data is accurate in all material aspects, and is organized in a manner designed to fairly present the financial position and results of operations of the City as measured by the financial activity of its various funds. We also believe that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

Ingram, Wallis & Co, P.C., Certified Public Accountants, has issued an unqualified ("clean") opinion on the city's financial statements for the year ended September 30, 2009. 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.

CITY PROFILE

Location

The City of College Station, incorporated in 1938, is located in Brazos County in East Central Texas, approximately 140 miles north of the Gulf of Mexico, approximately 90 miles northwest of Houston, approximately 165 miles south of Dallas and approximately 100 miles east of Austin, in

an area referred to as the Brazos Valley. The City currently has a land area of 47.2 square miles and a current estimated population of 93,149 as of September 2009. The City has the power, by state statute, to extend its corporate limits by annexation, which it has done periodically.

Structure

The City of College Station is a home rule city operating under the Council-Manager form of government. The City Council is composed of a mayor and six council members, elected at large, who enact local laws, determine policies and adopt the annual budget. The City Manager is appointed by the City Council and is responsible for the daily management of the City. The Basic Financial Statements of the City include all government activities, organizations and functions for which the City is financially responsible as defined by the Governmental Accounting Standards Board. Based on these criteria, no other governmental organizations are included in this report. For additional information on the reporting entity, refer to Note I-A in the basic financial statements.

Services Provided

The City provides its citizens those services that have proven to be necessary and meaningful and which the City can provide at the least cost. Major services provided under general government and enterprise functions are: police and fire protection, emergency ambulance service, electric services, water and wastewater services, sanitation services, parks and recreation facilities, library services, street improvements and general administrative services. Internal services of the City, accounted for on a cost reimbursement basis, are fleet services, equipment replacement, risk management, employee health and disability coverage.

Accounting System and Budgetary Control

The City's accounting records for general governmental operations are maintained on a modified accrual basis, with the revenues recorded when available and measurable, and expenditures recorded when the services or goods are received and the liabilities incurred. Accounting records for the City's utilities and other proprietary activities are maintained on a full accrual basis with revenues recorded when earned and expenses recorded as goods or services are provided to the user.

In developing and maintaining the City's accounting system, consideration is given to the adequacy of the internal control structure. Internal accounting controls are designed to 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 concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal accounting control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The City charter provides that the City Council shall adopt the annual budget prepared by City Management. This budget is reviewed by the City Council and is formally adopted by the passage of a budget ordinance. The City Manager is authorized to transfer budgeted amounts between line items and departments within any fund; however, City Council must authorize transfers between General Fund departments and all increases in total spending in any fund.

Budgetary control over spending is at the department level within the City's General Fund and at the individual fund appropriation in all other funds. The City's departments have direct access to review budgets as often as necessary. Monthly closing reports are prepared and reviewed by

management showing revenues, expenditures, and balance sheets. Summarized financial reports and budget reports are provided to the City Council on a quarterly basis.

FACTORS AFFECTING FINANCIAL CONDITION

Economic Conditions

The recent slowing in the national economy has begun to be felt in College Station. However some growth has continued to occur despite the slowdown. The concentration of stable employment sectors such as government and higher education contribute to the steady growth that College Station has experienced over the last several years. This growth provides some of the additional resources needed to maintain service levels to the citizens and visitors of College Station. Challenges remain as traditionally strong revenue streams slowed significantly.

In fiscal year 2009, the unemployment rate was approximately 6 percent, the fourth lowest in the state. Overall, the state of Texas experienced an 8 percent unemployment rate.

Sales tax collections in College Station fell for the first time in many years. This is consistent with the recent slowdown in the economy. In fiscal year 2009, sales tax revenue was down by 1.8 percent over fiscal year 2008 to \$19,438,179 from 19,822,906 in 2008. Sales tax revenues are anticipated to be down in fiscal year 2010, and then begin to bottom out and see slight increases in future years.

Despite the slowdown in the economy, College Station continued to see development. There were 536 new housing starts during 2009, essentially the same pace as last year. Total ad valorem assessed valuation increased by approximately \$478 million or approximately 10.5 percent for fiscal year 2009 over fiscal year 2008. Commercial development continued to occur with new and redevelopment construction, including a few significant new developments breaking ground.

The City of College Station's major asset is being the home of Texas A&M University (TAMU). TAMU is located on an approximately 5,200 acre campus within the City. TAMU has a significant economic impact on the City, contributing over a billion dollars annually to the local economy. TAMU has consistently ranked among the top 50 universities in the United States. Each year, TAMU's approximately 2,500 faculty members conduct an estimated \$450 million worth of sponsored research projects. Student enrollment at TAMU was 48,702 as of September 2009. TAMU employs more than 20,000 full-time and part-time staff.

2009 Major Accomplishments

Below are highlight accomplishments for 2009.

- **Adoption of the Comprehensive Plan update:** This update ensures that the City's goals and strategies are consistent with the community vision and sets the stage for ensuring that development activities and public expenditures further promote these goals.
- **Maintaining a Balanced Budget in Economic Slowdown:** The City cut expenditures significantly in order to handle the reduction in revenue in fiscal year 2009. We continue to monitor the economy locally and anticipate that the effects of the slow economy will be with us for at least another year.
- **Chimney Hill / Convention Center:** The City purchased the Chimney Hill Retail Plaza during 2009 and City staff worked with the current tenants while laying the groundwork for redevelopment of a portion of the property as the City's planned Convention Center. The City is proceeding with an update to the Convention Center feasibility study and market analysis to be conducted by a qualified firm. It is anticipated that the results of the study will be completed and presented in 2010.

- **Red Light Camera Election and Removal:** A special election was held in which the majority of voters elected to take down the City's red light camera program. Despite legal challenges from outside parties, the system was removed.
- **Automated Street Light Monitoring System:** In May, the Electric Department completed Phase 1 of the installation which included about 2,000 lights along major thoroughfares. The system provides street light outage information, system diagnostics, and controlling "on-off" times for the lights. Once installation is complete, this system will provide energy savings and efficiencies equivalent to taking almost 40 vehicles off the road per year.
- **New Equipment for the Fire Department:** The Fire Department received several new Fire and Emergency Medical emergency response vehicles. The need for some of this equipment was generated by previous annexations; and these purchases fulfill commitments made at that time. The department received through the budget process (2) new Fire Pumpers, (1) new Fire Tanker, (1) new Grass Firefighting vehicle and (2) new Advanced Life Support Ambulances.
- **Environmental Awareness** – One of the biggest achievements in this area was the award of \$791,100 through the federal stimulus program. Projects to be funded through the Department of Energy grant include an extensive amount of park retrofits, more hybrid vehicles in our fleet and the hiring of a sustainability coordinator whose primary task will be to focus the City's environmental programs. Other environmental activities accomplished this past year include:
 - **Adoption of revised Building and Energy Codes** – This update ensures that the City's codes remain current and that buildings constructed in College Station are as safe and energy efficient as possible.
 - **Green Parks and Recreation** – PARD began the effort of becoming one of the leading "Green Parks and Recreation Departments" in the state within the next three years, began design and project orientation for the use of more trees in City projects and developed a water conservation program for parks and other municipal facilities.
 - **Water Reclamation/Irrigation** – The City began design on its reclaimed water system to provide water from Carters Creek Wastewater Treatment Plant for irrigation at Veteran's Park and Athletic Complex.
 - **Water Auditor is Hired** – The City hired a water auditor whose duties include contacting residences and businesses with high water usage to evaluate and suggest possible water conservation techniques.
 - **Texas Avenue Corridor Progression Study** – Early this year after the Texas Avenue improvements were complete, TxDOT returned the operation of the traffic signals back to the City. Staff worked to implement signal operations that improve traffic progression along the corridor, and travel times were reduced an average of 24%.
 - **New Lighting Programs for Residential and Commercial Customers** – College Station Utilities Energy Services launched two new lighting programs this year. The Compact Fluorescent Lighting (CFL) program assists residents in the purchase of CFLs by rebating \$1.00 per purchase up to 4 annually. The Green Light Lighting Program rebates commercial customers for retrofitting existing lighting fixtures with efficient ballasts and lamps that can reduce lighting load by nearly one half.
- **Economic and Community Development**
 - Planning and development of Lynntech Science Park.

- Facilitating a new public-private partnership, mixed-use development on Holleman Drive.
- Developing a plan for the Medical Corridor/District study.
- Expansion of the City's New Construction Program into south College Station.

- **Capital Projects Completed in 2009** – 2009 saw the completion of many of the remaining projects from the 2003 bond issue.
 - Aggie Field of Honor/College Station Memorial Cemetery
 - College Park/Breezy Heights Neighborhood Utility and Street Rehabilitation Project
 - Expansion of William D. Fitch (Pebble Creek Parkway to Rock Prairie)
 - CSU Meeting and Training Building
 - Barron Road Phase 1 (State Highway 6 Frontage Road to Decatur)
 - Renovation of Municipal Court and Build-Out of Second Floor
 - Police Department Renovations
 - Water Well #7
 - Extension of Eagle Avenue prior to the opening of Creekview Elementary School
 - Improvements to the Patricia Street Promenade:
 - constructing a new public restroom
 - reconstructing the dumpster enclosure
 - improving the lighting and parking in the area
 - Northgate Video Surveillance Pilot Program
 - Wireless in City Facilities beginning with City Hall
 - Edelweiss Gartens Park, University Park and Woodland Hills Park
 - Adamson Lagoon Bathhouse

- **Projects in Design or under Construction in 2010** – Many projects approved with the 2008 bond election will begin the design process this coming year.
 - Holleman Drive Extension
 - South Knoll/The Glade Water/Wastewater Rehabilitation
 - Fire Station 6
 - Tauber and Stasney Street Rehabilitation
 - Barron Road Widening Phase 2
 - Highway 6/University Beautification Project

OTHER INFORMATION

Independent Audit

Section 37 of the City's Charter requires that not less than thirty (30) days prior to the end of each fiscal year, the City Council shall designate a qualified public accountant or accountants who, as of the end of the fiscal year, shall make an independent audit of accounts and other evidences of financial transactions of the city government and shall submit the report to the City Council. Such accountants shall have no personal interest, direct or indirect, in the fiscal affairs of the city government. They shall not maintain any account or record of the city business, but, within specifications approved by the City Council, shall post-audit the books and documents kept by the Department of Fiscal Services and any separate or subordinate accounts kept by any other office, department or agency of the city government.

The City of College Station has engaged Ingram, Wallis & Company, Certified Public Accountants, of Bryan, Texas to perform the audit, and their opinion has been included in this report. It should be noted that the auditors included all funds in their audit, performed their audit in accordance with U.S. generally accepted auditing standards, and concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of College Station's financial statements for the fiscal year ended September 30, 2009 are fairly

presented in conformity with U.S. generally accepted accounting principles. The independent auditors' report is presented as the first component of the financial section of this report.

Certificate of Achievement

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 College Station for its Comprehensive Annual Financial Report ("CAFR") for the Fiscal Year ended September 30, 2008. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized CAFR with contents that conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of College Station has received a Certificate of Achievement for twenty-six out of the last twenty-seven years. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Responsibility for Financial Reporting

The City's Senior Management, including the City Manager and Chief Financial Officer, accept the responsibility for the accuracy, integrity, consistency, and reliability of the financial statements. They also acknowledge their responsibility for assuring the continuous monitoring of the City's system of internal controls for compliance in order to prevent misappropriation of assets and fraudulent financial reporting. Additionally, they confirm their commitment to fostering a strong ethical climate and communicating those standards to employees through personnel rules, administrative regulations, and City law.

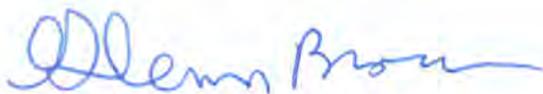
Acknowledgement

The preparation of this report could not have been accomplished without the efforts and dedicated services of the entire staff of the Fiscal Services Department. Appreciation is also expressed to City employees throughout the organization, especially those employees who were instrumental in the successful completion of this report.

Acknowledgement is also given to the representatives of Ingram, Wallis & Company for their assistance in producing the final product.

Our appreciation is also extended to the Mayor and City Council for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



Glenn Brown
City Manager



Jeff Kersten
Chief Financial Officer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of College Station
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A stylized handwritten signature in black ink.

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

City of College Station, Texas Fiscal Year 2009

Principal City Officials

Elected Officials



**Ben White
Mayor**



**David Ruesink
Mayor Pro Tem**



**John Crompton
Council - Place 1**



**James Massey
Council - Place 2**



**Dennis Maloney
Council - Place 3**



**Katy-Marie Lyles
Council - Place 4**



**Larry Stewart
Council - Place 5**

City Administration

City Manager	Glenn Brown
Assistant City Manager	Kathy Merrill
Assistant City Manager	David Neeley
Chief Financial Officer	Jeff Kersten
Director of Water Services Department	David Coleman
Director of Electric Utility.....	David Massey
Interim Chief of Police.....	Jeffrey Capps
Fire Chief	Robert B. Alley
Director of Public Works	Mark Smith
Director of Capital Projects	Charles Gilman
Director of Parks and Recreation	Marco A. Cisneros
Director of Planning and Development Services	Bob Cowell, Jr.
Director of Information Technology	Ben Roper
Director of Public Communications	Jay Socol
Director of Human Resources	Alison Pond
Director of Economic and Community Development	David Gwin
City Attorney	Harvey Cargill, Jr.
City Secretary	Connie L. Hooks
Internal Auditor.....	Ty Elliott





Ingram, Wallis & Co., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and
Members of the City Council of the
City of College Station, Texas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of College Station, Texas (the "City"), as of and for the year ended September 30, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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, each major fund, and the aggregate remaining fund information of the City as of September 30, 2009, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 19, 2010, 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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis, schedule of funding progress – Texas Municipal Retirement System and budgetary comparison information on pages 3 through 20 and 69 through 71, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, supplementary information and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information as listed in the table of contents has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Bryan, Texas
April 19, 2010

Ingram, Wallis, Caspary

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

This section of the City of College Station's (the "City") Comprehensive Annual Financial Report presents a narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

FINANCIAL HIGHLIGHTS

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$387,464,497 (net assets). Of this amount, \$98,480,776 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's total net assets increased by \$15,852,406 during the fiscal year.
- At the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$53,394,991, a decrease of \$19,512,525 when compared to the prior year.
- Approximately 15.2 percent of the combined governmental funds ending fund balance, or \$8,102,443 is available for spending at the City's discretion (unassigned fund balance).
- During fiscal year 2009, the City's total debt increased by approximately \$34,650,000. Key factors in this increase were the issuance of \$3,335,000 in General Obligation Improvement Bonds and \$31,315,000 in business-purpose and governmental Certificates of Obligation.



College Station Fire Station #3

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components:

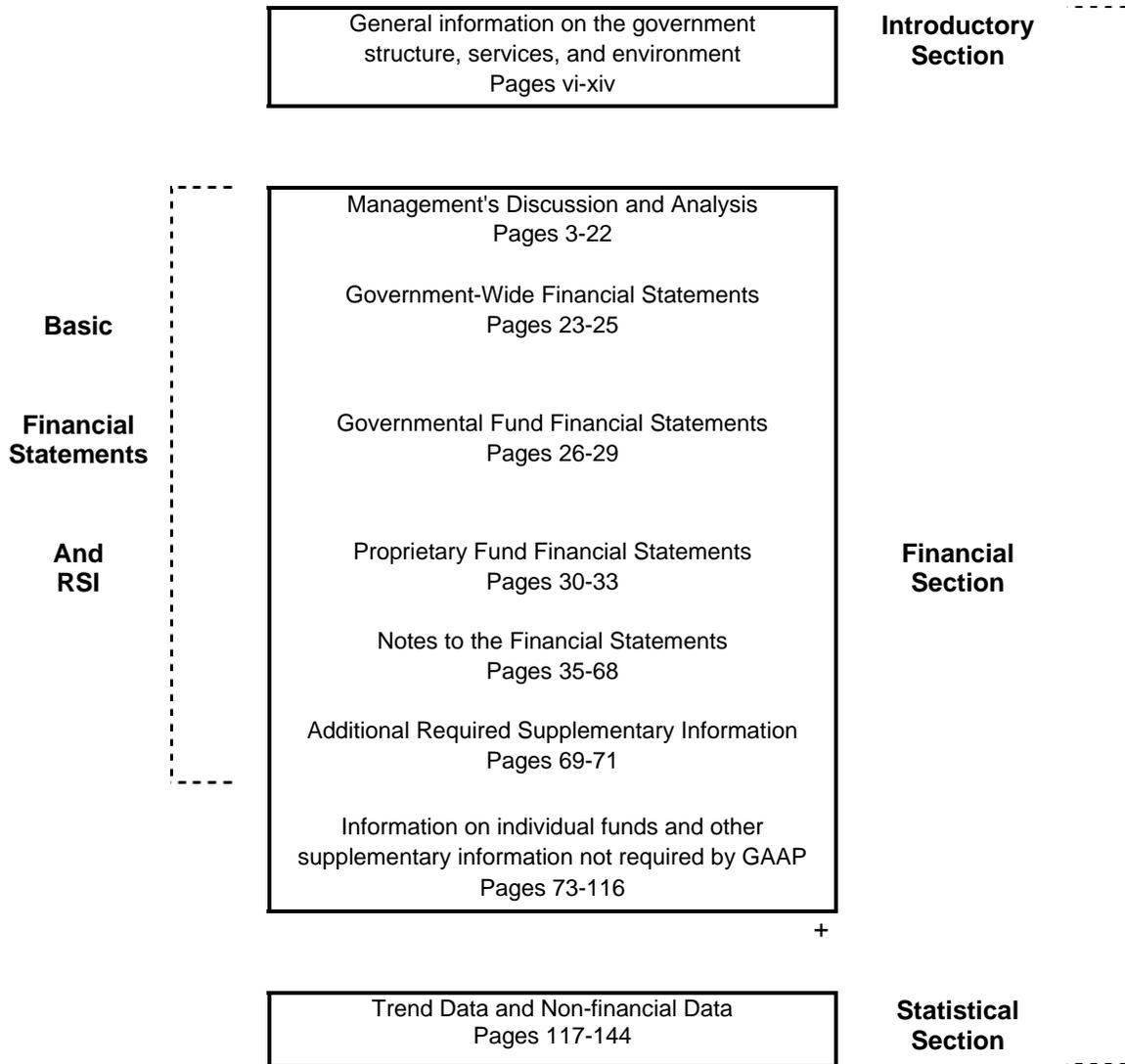
- (1) **Government-wide** financial statements
- (2) **Fund** financial statements
- (3) **Notes** to the financial statements.

This report also contains other **supplementary information** in addition to the basic financial statements themselves.

The following diagram illustrates the relationship between the different components of this report:

Management's Discussion and Analysis
 For the Fiscal Year Ended September 30, 2009
 (Unaudited)

**Relationship Between Comprehensive
 Annual Financial Report (CAFR)
 and
 Basic Financial Statements and
 Required Supplementary Information (RSI)**



Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The **statement of net assets** presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating.

The **statement of activities** presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, such as revenues pertaining to uncollected taxes and expenses pertaining to earned but unused vacation.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, fiscal services, police, information technology, planning and development, fire, municipal services, streets, drainage, traffic, parks and recreation, and citizen and neighborhood resources. The business-type activities of the City include electric, water, wastewater, sanitation, and the northgate parking garage. The government-wide financial statements can be found on pages 23-25.

Fund Financial Statements

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

Governmental Funds

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

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

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

The City maintains several individual governmental funds organized according to their type (special revenue, debt service, and capital projects). Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, and Streets Projects Fund, all of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 26-29.

The City adopts an annual appropriated budget for its General Fund, Debt Service Fund, Special Revenue Funds, and Capital Projects Funds. A budgetary comparison statement has been provided for the General Fund, Debt Service Fund, Special Revenue Funds, and Capital Projects Funds to demonstrate compliance with their budgets.

Proprietary Funds

Proprietary funds are generally used to account for services for which the City charges customers--either outside customers or internal units or departments of the City. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The City maintains the following two types of proprietary funds:

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for the operations of the electric, water, wastewater, sanitation, and parking activities of the City. The Electric, Water, and Wastewater funds are considered to be major funds of the City, while the remaining funds (Sanitation and Northgate Parking Garage) are presented in aggregate as non-major enterprise funds. Individual fund data for the non-major enterprise funds can be found in the form of combining statements elsewhere in this report.

Internal service funds are used to report activities that provide supplies and services for certain City programs and activities. The City uses internal service funds to account for communication, fleet maintenance and utility customer services. It also uses internal service funds to account for equipment replacement; employee benefits; and unemployment, workers' compensation, and property and casualty insurance. All of these services, with the exception of utility customer service, predominantly benefit governmental rather than business-type functions and have been included within governmental activities in the government-wide financial statements. The Utility Customer Service Fund has been included with the business-type activities in the government-wide financial statements. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The proprietary fund financial statements can be found on pages 30-33.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report presents on pages 69-71, certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees and the General Fund budget-to-actual comparison.

Combining Statements

The combining statements referred to earlier in connection with the non-major governmental funds, the non-major enterprise funds, and the internal service funds are presented on pages 73-116 immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve as a useful indicator of a government's financial position. For the City, assets exceeded liabilities by \$387,464,497 at the close of the most recent fiscal year.

The largest portion of the City's net assets (57 percent) reflects its investment of \$220,400,862 in capital assets (e.g., land, buildings, and equipment), less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be liquidated for these liabilities.

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Assets						
Current and Other Assets	\$ 84,010,939	\$ 92,449,808	\$ 89,680,799	\$ 71,448,999	\$ 173,691,738	\$ 163,898,807
Capital Assets	214,833,592	199,832,191	273,364,671	259,314,070	488,198,263	459,146,261
Total Assets	298,844,531	292,281,999	363,045,470	330,763,069	661,890,001	623,045,068
Liabilities						
Long-Term Liabilities						
Outstanding	87,021,728	103,022,575	146,555,278	123,854,880	233,577,006	226,877,455
Other Liabilities	22,502,540	8,262,912	18,345,958	16,292,610	40,848,498	24,555,522
Total Liabilities	109,524,268	111,285,487	164,901,236	140,147,490	274,425,504	251,432,977
Net Assets						
Invested in Capital Assets,						
Net of Related Debt	89,475,869	114,935,845	130,924,995	145,066,758	220,400,864	260,002,603
Restricted	48,296,712	6,357,013	20,286,147	1,590,977	68,582,859	7,947,990
Unrestricted	51,547,682	59,703,654	46,933,092	43,957,844	98,480,774	103,661,498
Total Net Assets	\$ 189,320,263	\$ 180,996,512	\$ 198,144,234	\$ 190,615,579	\$ 387,464,497	\$ 371,612,091

An additional portion of the City's net assets, \$68,582,859 (17.7 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$98,480,776 (25.4 percent) may be used to meet the government's ongoing obligations to citizens and creditors. At the end of the current fiscal year, the City was

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for the business-type activities. The same situation held true for the prior fiscal year. The City's net assets increased by \$15,852,406 as a result of fiscal year 2009 operations. The increase is primarily attributable to increases in ongoing revenues and relatively stable expenses.

The following table provides a summary of the City's operations for the year ended September 30, 2009 and highlights key elements of the increase in the City's net assets:

Changes in Net Assets

For the Fiscal Year Ended September 30, 2009

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program Revenues:						
Charges for Services	\$ 13,625,722	\$ 11,668,838	\$ 120,852,266	\$ 110,299,679	\$ 134,477,988	\$ 121,968,517
Operating Grants and Contributions	1,896,623	1,735,170	17,792	-	1,914,415	1,735,170
Capital Grants and Contributions	2,644,629	3,055,501	6,846,033	5,349,125	9,490,662	8,404,626
General Revenues:						
Property Taxes	22,769,699	20,670,112	-	-	22,769,699	20,670,112
Sales and Mixed Beverage Taxes	19,873,213	20,241,973	-	-	19,873,213	20,241,973
Other Taxes	5,792,267	5,676,291	-	-	5,792,267	5,676,291
Interest and Investment Income	1,413,431	3,385,844	654,882	1,330,785	2,068,313	4,716,629
Total Revenues	68,015,584	66,433,729	128,370,973	116,979,589	196,386,557	183,413,318
Expenses						
General Government	8,631,908	8,551,304	-	-	8,631,908	8,551,304
Fiscal Services	3,821,996	2,977,362	-	-	3,821,996	2,977,362
Police	13,945,079	13,395,874	-	-	13,945,079	13,395,874
Fire	11,778,585	11,359,260	-	-	11,778,585	11,359,260
Planning and Development Services	2,823,296	1,910,359	-	-	2,823,296	1,910,359
Public Works	16,804,436	9,467,081	-	-	16,804,436	9,467,081
Capital Projects	476,462	719,391	-	-	476,462	719,391
Parks and Recreation	10,136,521	10,385,095	-	-	10,136,521	10,385,095
Library	1,052,838	-	-	-	1,052,838	-
Information Technology	3,471,714	2,749,327	-	-	3,471,714	2,749,327
Interest on Long Term Debt	4,135,146	3,860,801	-	-	4,135,146	3,860,801
Unallocated Depreciation	789,074	667,890	-	-	789,074	667,890
Electric Utility	-	-	77,441,351	70,485,982	77,441,351	70,485,982
Water Utility	-	-	9,287,343	8,706,415	9,287,343	8,706,415
Wastewater Utility	-	-	9,829,813	9,159,176	9,829,813	9,159,176
Sanitation Services	-	-	5,776,002	6,244,639	5,776,002	6,244,639
Parking Operations	-	-	909,167	668,237	909,167	668,237
Total Expenses	77,867,055	66,043,744	103,243,676	95,264,449	181,110,731	161,308,193
Increase in Net Assets Before						
Transfers	(9,851,471)	389,985	25,127,297	21,715,140	15,275,826	22,105,125
Transfers Net	12,778,642	7,559,165	(12,778,642)	(10,433,954)	-	(2,874,789)
Increase in Net Assets	2,927,171	7,949,150	12,348,655	11,281,186	15,275,826	19,230,336
Net Assets at Beginning of Year	180,996,512	164,807,362	190,615,579	187,574,393	371,612,091	352,381,755
Prior Period Adjustment	5,396,580	8,240,000	(4,820,000)	(8,240,000)	576,580	-
Net Assets at End of Year	\$ 189,320,263	\$ 180,996,512	\$ 198,144,234	\$ 190,615,579	\$ 387,464,497	\$ 371,612,091

Management's Discussion and Analysis

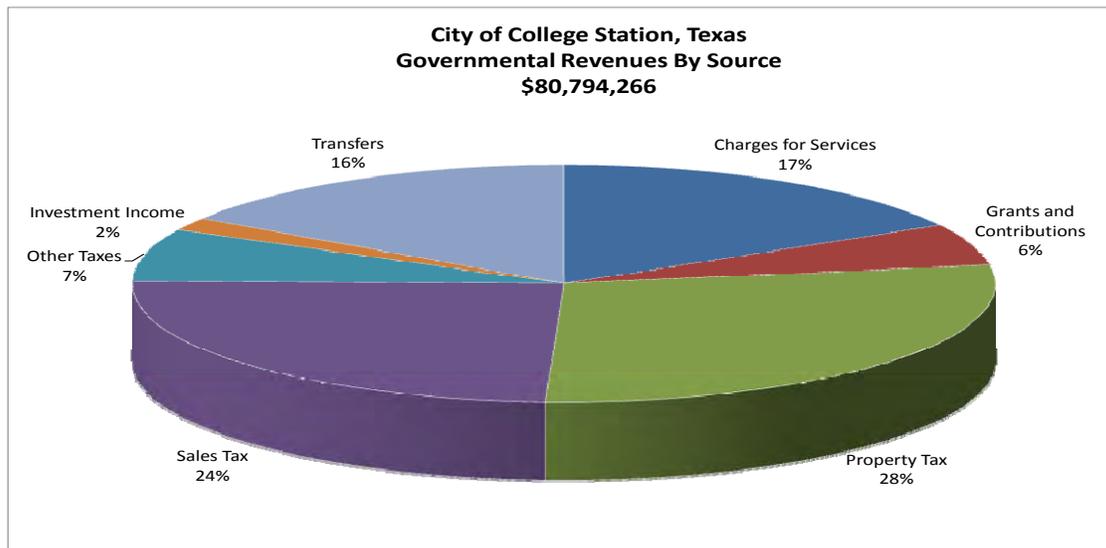
For the Fiscal Year Ended September 30, 2009

(Unaudited)

Governmental activities. Governmental activities increased the City of College Station's net assets by \$2,927,171 thereby accounting for 18.5 percent of the total growth in net assets. Key elements of this increase are as follows:

- Property taxes increased \$2,045,919 (10.4 percent) during the year. This is primarily the result of the total ad valorem assessed valuations increasing by \$478 million or 10.5 percent over fiscal year 2008.
- Sales and mixed beverage taxes decreased \$368,760 (1.8 percent) during the year. This is attributable to the slowdown in the economy seen during the year.
- Interest and investment income decreased \$1,972,413 (58.3%) due to continued low interest rates on investments.
- Charges for Services increased by \$1,956,884 (16.8 percent) during the year. This is primarily due to changes made with ambulance collection services resulting in higher unavailable deferred revenue.

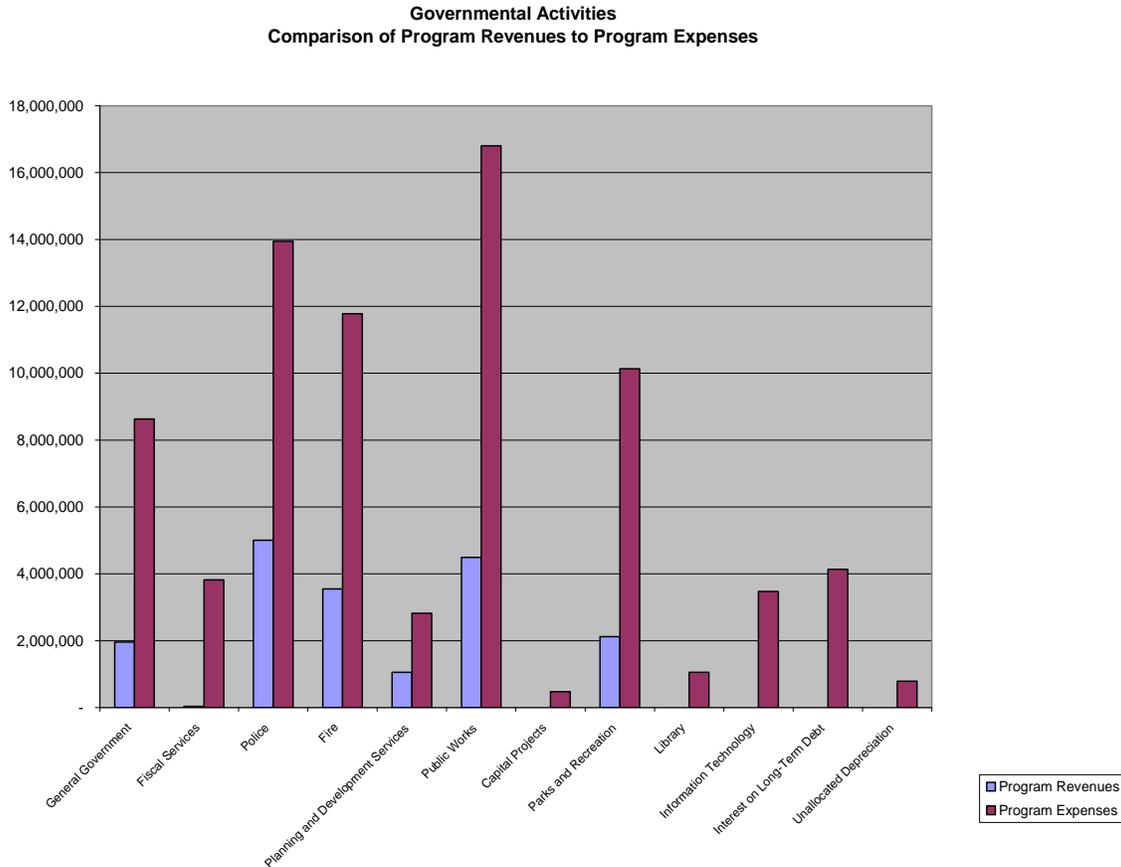
The chart below illustrates the City's governmental revenues by source. For governmental activities overall without regard to program, property tax (28 percent) and sales tax (24 percent) are the largest sources of funds followed by charges for services (17 percent), and grants and contributions (6 percent). All other governmental revenues account for 25 percent of all governmental revenues.



Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009 (Unaudited)

Another useful chart depicts governmental activity program revenues relative to program expenses. That data is presented below:



Business-type activities. Business-type activities increased the City of College Station's net assets by \$12,348,655, thereby accounting for 77.9 percent of the total growth in net assets. Key elements of this increase are as follows:

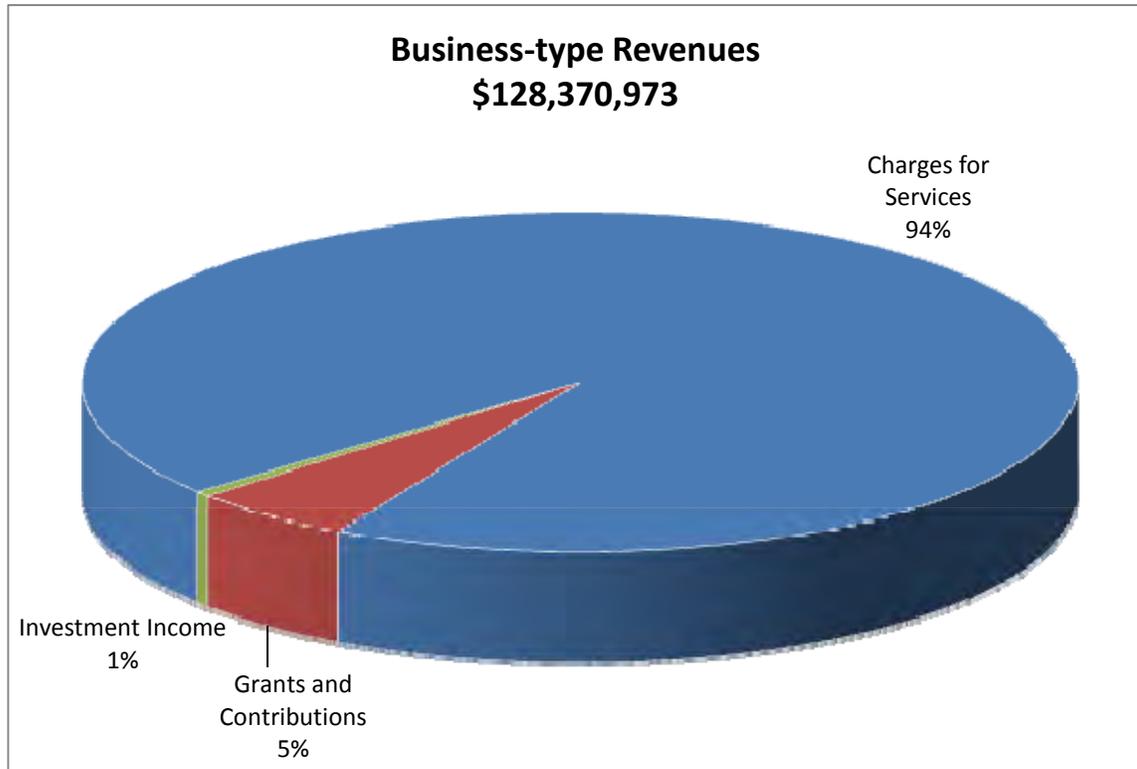
- With the continued growth in the area, capital contributions continued to be a major source of revenue for the electric, water, and wastewater funds. In fiscal year 2009 capital contributions amounted to \$6,846,033.
- Electric utility expenses saw an increase of \$6,955,369 or 9.9 percent from fiscal year 2008. This is primarily attributable to increased purchased power expenses.
- Charges for services increased by \$10,552,587 or 9.6 percent from fiscal year 2008 due to utility rate increases.

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

Revenues for the City's business-type activities are presented in the following chart. Charges for services provided the largest share of revenues (94 percent) for the City's business-type activities. It was followed by grants and contributions (5 percent) and investment income (1 percent).



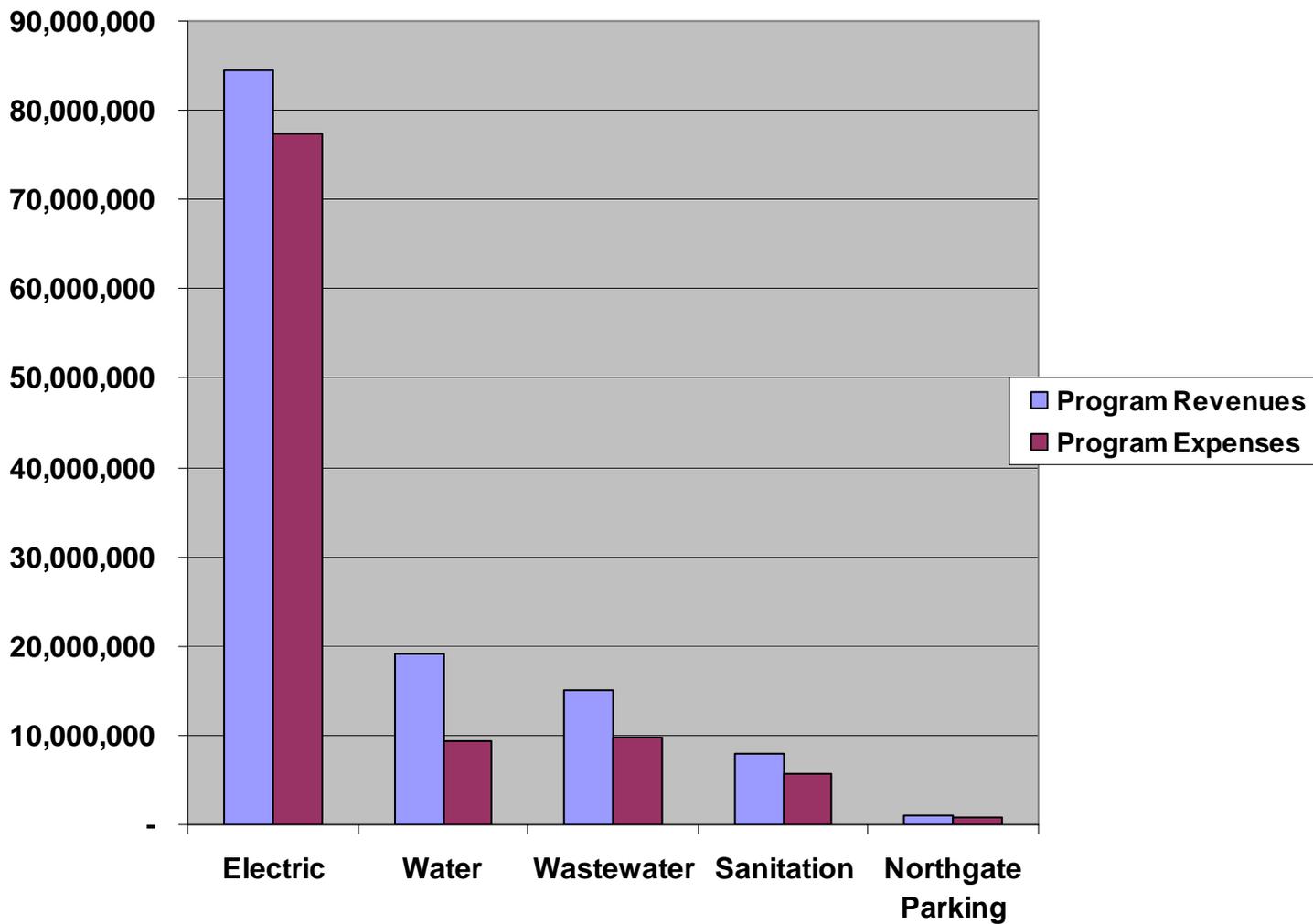
Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

Another useful chart depicts business-type activity program revenues relative to program expenses. That data is presented below:

Business-type Activities
Comparison of Program Revenues to Program Expenses



Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The types of governmental funds reported by the City include the General Fund and the Debt Service Fund. Other governmental funds of the City are reported as non-major funds.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$53,394,991. Approximately 15.2 percent (\$8,102,443) of this total amount constitutes unassigned fund balance and is available for spending at the City's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed as follows:

Nonspendable	\$922,044
Restricted	\$39,470,588
Committed	\$2,627,403
Assigned	\$2,272,513

A detailed breakdown of the fund balance reserve can be found in Note IV. H. Reservations of Fund Balances.

Overall, revenues for governmental functions totaled \$63,905,979 in the fiscal year ended September 30, 2009, an increase of 2.1 percent or \$1,325,437 from the fiscal year ended September 30, 2008. Expenditures for governmental functions totaling \$107,925,893 increased by approximately 19.3 percent (\$17,454,287) from the fiscal year ended September 30, 2008. In fiscal year 2009, expenditures for governmental functions exceeded revenues by \$44,019,914. That amount was 57.8 percent more than the previous year's amount of \$27,891,064 and due to an increase in capital outlay expenditures in fiscal year 2009 over 2008.

The General Fund is the chief operating fund of the City of College Station. At the end of the current fiscal year, the unassigned fund balance was \$7,557,419 while the total fund balance was \$9,378,429. The City's fiscal and budgetary policies require that the General Fund's fund balance be at least equal to 15 percent of budgeted expenditures, a percentage equal to 55 days of expenditures. The total fund balance is approximately 17.2 percent of fiscal year 2009 amended budgeted expenditures and exceeds the minimum requirement set by policy.

As a measure of the fund's liquidity, it is useful to compare both unassigned and total fund balance to total fund actual expenditures. Unassigned fund balance represents 13.0 percent of total general fund expenditures, while total fund balance represents 16.2 percent of total general fund expenditures. The total fund balance for the general fund continues to meet and exceed the Fiscal and Budgetary Policy of having 15 percent of expenditures available in fund balance.

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

The General Fund's fund balance decreased by \$2,606,960 during the current fiscal year. The key factors in this change follow:

- The fiscal year 2009 original budget anticipated a reduction in fund balance for the purchase of one time equipment, and the completion of one time projects.
- Sales tax revenues came in lower than anticipated in fiscal year 2009.
- Overall expenditures were up by approximately 12 percent, due to:
 - Increases in fuel, transportation costs and petroleum based products, and
 - Salary and benefit cost increases due to filling additional full time equivalent positions including police and fire personnel, and due to increases in the pay plan and in retirement costs.

The Debt Service Fund ended the fiscal year with a fund balance of \$3,901,210. This entire amount is reserved for the payment of debt service. The net increase in fund balance during the current fiscal year was \$83,516. An \$888,025 increase in debt service revenues was more than enough to cover principal retirements and interest payments.

Proprietary Funds

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

At the end of the current fiscal year, the City's proprietary funds reported combined ending net assets of \$195,379,608. 22.5 percent (\$44,632,788) of this total amount constitutes unrestricted net assets. The remainder of net assets for the proprietary funds, \$150,746,820, is reported as follows:

- (1) Invested in capital assets, net of related debt (\$130,460,673),
- (2) Restricted for Inventories (\$1,528,714)
- (3) Restricted for debt service (\$1,590,977), and
- (4) Restricted for Capital Projects (\$17,166,456).

Operating revenues for proprietary activities totaled \$116,291,459 for the fiscal year, an increase of 8.6 percent or \$9,226,723 from the previous fiscal year. Operating expenses increased \$7,468,371 or 8.3 percent for the same period causing operating income to increase \$1,758,352 or 10.2 percent from the previous year. The proprietary funds reported net non-operating expenses of \$857,774 at the end of fiscal year 2009 as compared to net non-operating expenses of \$537,409 in the previous fiscal year. Net assets increased \$12,127,078 in fiscal year 2009. This is \$552,914 more than the increase reported in fiscal year 2008.

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

Electric Fund

At the end of the fiscal year, the unrestricted net assets for the Electric Fund totaled \$12,564,355. The electric utility ended the fiscal year with working capital (current assets minus current liabilities) of \$9,522,549, a decrease of 6.3 percent from fiscal year 2008. The City's policy with regard to its enterprise funds is to maintain at least 15 percent of annual operating expenses in working capital, a percentage equal to 55 days of expenses. At September 30, 2009, Electric Fund working capital equaled approximately 12.6 percent of annual operating expenses.

Electric Fund operating revenues increased by 7.8 percent (\$5,996,871) during fiscal year 2009, while operating expenses increased 10.0 percent (\$6,868,349) during the same period. This resulted in operating income of \$6,878,123 which is an 11.2 percent decrease (\$871,478) in operating income in fiscal year 2009 over fiscal year 2008. The decrease in operating income is also attributable to an increase in operating expense due to anticipated higher purchased power costs. The above resulted in a decrease in net assets of \$1,274,048 in the Electric Fund during the fiscal year.

Water Fund

Unrestricted net assets for the Water Fund at September 30, 2009 were \$17,069,556. Working capital in the Water Fund at the end of fiscal year 2009 was \$11,388,792, an increase of approximately 91.5 percent from fiscal year 2009. Water Fund working capital was 160.2 percent of total operating expense and exceeds the minimum 15 percent requirement under the Council's adopted policy.

Water Fund operating revenues increased by 19.3 percent (\$2,289,286) during fiscal year 2009. Operating expenses of \$7,108,101 increased 5.2 percent (\$354,524) over fiscal year 2008. This resulted in operating income of \$6,993,718 which was an increase of \$1,934,762 in fiscal year 2009 over fiscal year 2008. The Water Fund's net assets increased \$7,855,009 during the fiscal year, a 75.8 percent increase over the previous year.

Wastewater Fund

The Wastewater Fund's unrestricted net assets at the end of fiscal year 2009 were \$10,351,718. The Wastewater Fund ended the fiscal year with a working capital balance of \$7,120,107, which was 4.0 percent above fiscal year 2008. Fiscal year 2009 Wastewater Fund working capital was 88.0 percent of total operating expenses and is well above the minimum requirement for the fund.

Operating revenues in the Wastewater Fund were \$11,655,528, a \$470,963 (4.2 percent) increase over the previous fiscal year. Operating expenses increased from \$7,476,022 to \$8,089,816 or 8.2 percent while operating income decreased by 3.9 percent from \$3,708,543 to \$3,565,712.

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

BUDGETARY HIGHLIGHTS

The final amended budget for fiscal year 2009 totaled \$264,803,632 for all funds. Of this amount \$203,906,308 (77.0 percent) was budgeted for operations and maintenance expenditures, and \$60,897,324 (23.0 percent) was budgeted for capital improvement projects.

In the General Fund the final amended budget showed a reduction in fund balance of \$1,313,605. The actual change in fund balance was \$1,799,504, or \$485,899 higher than the final amended budgeted change. The following are some of the key factors in the change in fund balance:

- (\$1,120,680) – Lower sales tax revenues than originally budgeted due to slowdown in the economy.
- (\$236,914) – Lower investment income than forecasted due to lower interest earnings on investments
- (\$390,619) – Lower expenditures related to economic development incentive outlays that were budgeted in fiscal year 2009.

Strategic planning is a driving force in the preparation of the City's budget. The City Council has identified the following areas of strategic priority:

- Citywide Safety and Security
- Effective Communications
- Growing Sustainable Revenue Sources Balanced with Needs
- Destination Place to Live and Work
- Exceptional Multi Modal Mobility
- Sustainable Quality City Workforce
- Exceptional Infrastructure and Core Services
- Diverse Growing Economy
- Neighborhood Integrity
- Green College Station

Budget resources were included in fiscal year 2009 to address these priorities.

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

CAPITAL ASSETS

The City of College Station's investment in capital assets for its governmental and business-type activities as of September 30, 2009 amounted to \$488,198,262 (net of accumulated depreciation). This investment in capital assets includes land, utility systems, buildings and building improvements, improvements other than buildings, machinery and equipment, infrastructure, and construction in progress.

Capital Assets at Year End Net of Accumulated Depreciation

	Governmental Activities	Business-Type Activities	Total
Land	\$ 37,308,851	\$ 690,707	\$ 37,999,558
Utility Systems	-	198,369,844	198,369,844
Buildings and Building Improvements	20,606,606	4,653,505	25,260,111
Improvements Other than Buildings	21,263,210	-	21,263,210
Machinery and Equipment	11,910,715	88,833	11,999,548
Infrastructure	101,947,081	-	101,947,081
Construction in Progress	21,797,129	69,561,781	91,358,910
	<u>\$ 214,833,592</u>	<u>\$ 273,364,670</u>	<u>\$ 488,198,262</u>

Major capital projects completed by the City during the 2009 fiscal year include the following:

- University Park
- Edelweiss Gartens Park
- Forestry Shop
- Woodland Hills Park
- Adamson Pool Bath House Replacement
- Oaks Park Improvements
- Neighborhood Park Shade Structures
- Neighborhood Park Improvements – Fencing
- Dartmouth Extension
- Eagle Avenue Extension
- Barron Road Interchange Design
- Arrington/Decatur Extension
- Church Avenue Rehabilitation
- Traffic Signal – Rio Grande/Rock Prairie
- Traffic Signal – Welsh/Holleman
- Traffic Signal – Fitch/Lakeway
- Phone System Replacment
- Police Field Reporting
- EMS Reporting
- Fire Station #3 Relocation
- Memorial Cemetery/Aggie Field of Honor
- Bee Creek Combine Drainage
- Water Well #7
- Water Parallel Transmission Line SH 21 to Villa Maria

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For the Fiscal Year Ended September 30, 2009

(Unaudited)

- Sandy Point Pump Station Fiber Optic Line
- Hondo-Southwest Parkway Wastewater Rehabilitation

Of significance is \$9,275,979 in developer capital contributions during fiscal year 2009. These contributions accounted for 1.9 percent of the \$488,198,262 million in capital assets. Additional information on the City's capital assets can be found in Note IV-C to the financial statements on pages 50-51.

DEBT ADMINISTRATION

At the end of the September 30, 2009 fiscal year, the City of College Station had total debt outstanding of \$243,760,000. Of this amount, \$150,005,000 (61.5 percent) comprised debt backed by the full faith and credit of the City. Certain Certificate of Obligations fund business-type activities in the Electric, Water, Wastewater, and Northgate Parking Garage Funds. In fiscal year 2009, a prior period adjustment was made to reflect \$4,820,000 in business-type activity 2000-A Certificates of Obligation outstanding at October 1, 2008. The remaining debt, \$93,755,000, is revenue bonds secured by specified revenue sources.

Year-End Outstanding Debt Payable

	Governmental Activities	Business-Type Activities	Total
General Obligation Bonds	\$ 59,145,000	\$ -	\$ 59,145,000
Certificates of Obligation	38,575,000	52,285,000	90,860,000
Revenue Bonds	-	93,755,000	93,755,000
	<u>\$ 97,720,000</u>	<u>\$ 146,040,000</u>	<u>\$ 243,760,000</u>

The City's total debt increased by \$19,720,000 (8.8 percent) during the current fiscal year. The change in total debt was a result of the following:

- Issuance of \$3,335,000 in general obligation improvement bonds and \$31,315,000 in certificates of obligation, which funded governmental and business-type activities; and
- Retirement of \$4,885,000 in general obligation bonds, \$4,240,000 in certificates of obligation, and the retirement of \$5,805,000 in utility revenue bonds.

The City's General Obligation and Certificates of Obligation have an underlying rating of AA by Standard & Poors ("S&P") and Aa3 by Moody's Investors Service ("Moody's"). The underlying ratings for the City's revenue bonds are A+ by S&P and A1 by Moody's.

Additional information on the City's long-term debt can be found in Note IV-G to the financial statements on pages 54-58 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City of College Station's growth slowed in fiscal year 2009 making the fiscal year 2010 budget a challenging one to prepare. The following are some key fiscal and economic indicators for College Station including:

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2009

(Unaudited)

- An estimated population increase of 75 percent for the period of 1990 through June 2009,
- An approximate \$367 million, or 7.31%, increase to the ad valorem tax base for fiscal year 2010,
- A local economy that has maintained an annual unemployment rate of less than 5 percent since 1990, but has seen higher unemployment of 6% in 2009, though still one of the lowest in the State of Texas.
- Sales and mixed drink beverage tax revenue that grew by 10 percent during the 2008 fiscal year, but has fallen by 1.8 in fiscal year 2009.

College Station has felt the effects of the national economic slowdown in fiscal year 2009. Part of the reason the City has not seen a bigger economic impact is because of the major influence of Texas A&M University on the local economy.

The key focus of the Fiscal Year 2010 budget was to provide the core services for the citizens and visitors of College Station with very limited revenue resources, in an uncertain economy. With the effects of the national economy finally being felt at the local level, this was a very challenging budget to prepare. Revenue streams that in the past saw steady and consistent growth are flat and even declining in some cases. Sales tax revenues, the largest revenue stream in the General Fund, have been declining. The ad valorem tax rate for the 2010 fiscal year is \$0.4394 per \$100 valuation (\$0.209967 for operations and maintenance and \$0.229433 for debt service). This tax rate will meet the debt service obligations of the City and provide operations and maintenance funding in the General Fund.

It will be necessary to closely monitor economic conditions this fiscal year, and if sales tax and other revenues do not perform as forecasted, then some of the proposals in the budget will be delayed, or will not occur.

Budget reductions were made in fiscal year 2009 and in the fiscal year 2010 budget. The fiscal year 2009 General Fund budget was reduced by \$954,175. The fiscal year 2010 base budget was reduced by \$1.9 million., and of this amount \$1.2 million was reduced from the General Fund. These reductions required careful consideration, and were made with as little impact on services as possible. These reductions were necessary in order to ensure expenditures will not exceed lower than anticipated revenues.

The 2010 budget includes a 9 percent increase in the Electric Fund. This rate increase is needed to continue the planned increases in purchased power costs that have been phased in over the last several years. The 2010 budget does not include a rate increase in the Water Fund, Wastewater Fund, Sanitation Fund, or Drainage Utility Fund.

The fiscal year 2010 budget for capital improvements totals \$53,210,063. The City anticipates significant expenditures for infrastructure projects throughout the city. These projects include rehabilitation of utilities, drainage ways, and streets. In November 2008, voters approved \$76,950,000 in future General Obligation Bonds authorization for streets, traffic, fire station projects, the library expansion project, and parks and recreation projects. Some of the more significant upcoming capital projects are as follows (amounts presented reflect appropriations over the life of the project):

- Holleman Drive Extension (\$2 million),
- Discovery Drive Extension (\$2 million),
- Victoria Avenue Extension (\$2.5 million)
- Penberthy Extension (\$3.4 million)

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For the Fiscal Year Ended September 30, 2009

(Unaudited)

- Street Rehabilitation in the Southside Area (\$2.5 million),
- Street Rehabilitation in the Northgate Area (\$2.3 million),
- Rock Prairie Road Widening Design and Land (\$2.9 million),
- Barron Road Widening Phase II (\$11.4 million),
- Creek View Neighborhood Park (\$515,000)
- Skate Park (\$920,000)
- Fire Station #6 (\$6.99 million)
- Library Expansion (\$8.4 million)
- Radio System Replacement (\$4.9 million),
- Parallel Wellfield Collection Line Phase I (\$5.1 million),
- Land Acquisition – Well Sites (\$6.6 million),
- Well 8 (\$5.1 million),
- Well 8 Collection Line (\$3.0 million),
- Water Reclaim/Irrigation (\$3.6 million)
- Raymond Stotzer Water Line Extension (\$3.4 million),
- SH 40 Water Line – Graham to Barron (\$2.6 million)
- FM 60 Widening Water Relocation (\$2.5 million)
- Raymond Stotzer Wastewater Extension (3.8 million),
- Nantucket Gravity Sewer (\$0.5 million)
- Lick Creek – replace trunk line (\$2.8 million),
- Southside Water Rehabilitation (\$3.2 million),
- Southside Wastewater Rehabilitation (\$3.0 million),
- Bee Creek Drainage Phase 4 and 5 (\$1.4 million).

The City plans to issue \$16,440,500 in general obligation bonds from the 2003 and 2008 bond authorization for the following: \$9,472,500 for street and transportation improvements, \$100,000 for sidewalk improvements and \$100,000 for traffic signals, \$1,586,000 for parks and recreation projects, \$250,000 for city hall facility improvements, \$4,000,000 for Fire Station #6, and \$932,000 for the library expansion project. The City also plans to issue \$425,000 in certificates of obligations for technology projects. The City also plans to issue \$28,300,000 in long term debt for the following utility projects: \$8,675,000 for electric capital projects, \$12,025,000 for water capital projects, and \$7,600,000 for wastewater capital projects. In addition, a total of \$9,700,000 in cash from the utility funds are projected to be used for capital projects in fiscal year 2010.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of College Station's financial position for all who have an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

City of College Station
Fiscal Services Department
ATTN: Chief Financial Officer
P.O. Box 9960
College Station, Texas 77842-9960

or visit our website at <http://www.cstx.gov>.





CITY OF COLLEGE STATION
Statement of Net Assets
September 30, 2009

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 54,661,179	\$ 27,904,833	\$ 82,566,012
Investments	13,466,838	7,174,897	20,641,735
Receivables (net of allowance for uncollectibles)	6,828,139	17,912,657	24,740,796
Internal balance	(2,805,712)	2,805,712	-
Inventories	5,747,940	1,528,714	7,276,654
Prepays	328,764	-	328,764
Restricted assets:			
Temporarily restricted:			
Cash and cash equivalents	792,332	15,340,021	16,132,353
Investments	146,177	3,425,219	3,571,396
Accrued interest receivable	-	120,052	120,052
Permanently restricted:			
Cash and cash equivalents	1,518,666	-	1,518,666
Investments	372,810	-	372,810
Receivables, net	32,123	-	32,123
Inventory	2,616,907	-	2,616,907
Equity in Joint Venture	-	12,551,808	12,551,808
Deferred Issuance Costs, net	304,776	916,887	1,221,663
Capital assets (net of accumulated depreciation):			
Land and Construction in Progress	59,105,980	70,252,488	129,358,468
Other capital assets net of accumulated depreciation	155,727,612	203,112,182	358,839,794
Total assets	<u>298,844,531</u>	<u>363,045,470</u>	<u>661,890,001</u>
LIABILITIES			
Accounts payable and other current liabilities	2,719,654	14,596,925	17,316,579
Retainage Payable	745,276	276,722	1,021,998
Refundable Deposits	81,578	-	81,578
Claims Payable	1,549,912	-	1,549,912
Accrued liabilities	2,807,356	782,922	3,590,278
Customer Construction Advances	511,106	99,481	610,587
Unearned Revenues	337,160	80,932	418,092
Liabilities Payable from Restricted Assets:			
Accrued interest payable	612,732	1,008,084	1,620,816
Accrued Liabilities	-	17,453	17,453
Refundable deposits	-	1,720,215	1,720,215
Noncurrent liabilities:			
Due within one year:			
Compensated Absences	171,365	25,763	197,128
Bonds and Certificates of Obligation Payable	8,050,000	7,955,000	16,005,000
Due in more than one year:			
Bonds and Certificates of Obligation Payable	89,670,000	138,085,000	227,755,000
Deferred Charge - Refunding	(355,015)	-	(355,015)
Unamortized Premium/Discount on Bonds	267,781	(236,778)	31,003
Compensated Absences	2,355,363	489,517	2,844,880
Total liabilities	<u>109,524,268</u>	<u>164,901,236</u>	<u>274,425,504</u>
NET ASSETS			
Invested in capital assets, net of related debt	89,475,869	130,924,993	220,400,862
Restricted	48,296,712	20,286,147	68,582,859
Unrestricted	51,547,682	46,933,094	98,480,776
Total net assets	<u>\$ 189,320,263</u>	<u>\$ 198,144,234</u>	<u>\$ 387,464,497</u>

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

CITY OF COLLEGE STATION, TEXAS
Statement of Activities
For the Year Ended September 30, 2009

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities:				
General Government	\$ 8,631,908	\$ 890,241	\$ 1,067,259	\$ -
Fiscal Services	3,821,996	34,517	3,860	-
Police	13,945,079	4,998,623	6,089	-
Fire	11,778,585	3,018,414	533,206	-
Planning and Development Services	2,823,296	1,051,943	-	-
Public Works	16,804,436	1,793,174	7,792	2,644,629
Capital Improvement Program	476,462	-	-	-
Parks and Recreation	10,136,521	1,838,810	278,417	-
Library	1,052,838	-	-	-
Information Technology	3,471,714	-	-	-
Interest on long-term debt	4,135,146	-	-	-
Unallocated Depreciation	789,074	-	-	-
Total governmental activities	<u>77,867,055</u>	<u>13,625,722</u>	<u>1,896,623</u>	<u>2,644,629</u>
Business-type activities:				
Electric	77,441,351	82,904,777	-	1,647,796
Water	9,287,343	17,312,431	-	1,753,231
Wastewater	9,829,813	11,655,528	-	3,445,006
Sanitation	5,776,002	7,988,795	17,792	-
Northgate Parking	909,167	990,735	-	-
Total business-type activities	<u>103,243,676</u>	<u>120,852,266</u>	<u>17,792</u>	<u>6,846,033</u>
Total primary government	<u>\$ 181,110,731</u>	<u>\$ 134,477,988</u>	<u>\$ 1,914,415</u>	<u>\$ 9,490,662</u>

General Revenue:
Property taxes
Sales and Mixed Beverage taxes
Franchise taxes
Hotel occupancy taxes
Unrestricted investment earnings
Transfers
Total general revenues and transfers
Change in net assets
Net assets - beginning
Prior Period Adjustment
Net assets - ending

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

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

Governmental Activities	Business-type Activities	Total
\$ (6,674,408)	\$ -	\$ (6,674,408)
(3,783,619)	-	(3,783,619)
(8,940,367)	-	(8,940,367)
(8,226,965)	-	(8,226,965)
(1,771,353)	-	(1,771,353)
(12,358,841)	-	(12,358,841)
(476,462)	-	(476,462)
(8,019,294)	-	(8,019,294)
(1,052,838)	-	(1,052,838)
(3,471,714)	-	(3,471,714)
(4,135,146)	-	(4,135,146)
(789,074)	-	(789,074)
<u>(59,700,081)</u>	<u>-</u>	<u>(59,700,081)</u>
-	7,111,222	7,111,222
-	9,778,319	9,778,319
-	5,270,721	5,270,721
-	2,230,585	2,230,585
-	81,568	81,568
-	<u>24,472,415</u>	<u>24,472,415</u>
<u>(59,700,081)</u>	<u>24,472,415</u>	<u>(35,227,666)</u>
22,769,699	-	22,769,699
19,873,213	-	19,873,213
2,217,618	-	2,217,618
3,574,649	-	3,574,649
1,413,431	654,882	2,068,313
<u>12,778,642</u>	<u>(12,778,642)</u>	<u>-</u>
<u>62,627,252</u>	<u>(12,123,760)</u>	<u>50,503,492</u>
2,927,171	12,348,655	15,275,826
180,996,512	190,615,579	371,612,091
5,396,580	(4,820,000)	576,580
<u>\$ 189,320,263</u>	<u>\$ 198,144,234</u>	<u>\$ 387,464,497</u>

CITY OF COLLEGE STATION, TEXAS

Balance Sheet
Governmental Funds
September 30, 2009

	<u>General</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Equity in Cash and Cash Equivalents	\$ 8,709,467	\$ 3,125,126	\$ 32,692,367	\$ 44,526,960
Equity in Investments	2,186,373	767,172	8,025,492	10,979,037
Receivables				
Accrued Interest	24,093	8,912	94,168	127,173
Grants	29,791	-	185,719	215,510
Letter of Credit	25,000	-	-	25,000
Accounts	2,719,748	-	1,014,531	3,734,279
Taxes	1,930,778	339,494	-	2,270,272
Other	3,229	-	-	3,229
Loans	-	-	539,174	539,174
Less Allowance for Uncollectible Accounts	(17,416)	-	(99,897)	(117,313)
Inventories	49,359	-	320,833	370,192
Prepaid Costs	13,031	-	315,733	328,764
Restricted Assets				
Equity in Cash and Cash Equivalents	196,868	-	595,464	792,332
Equity in investments	-	-	146,177	146,177
Total Assets	<u>\$ 15,870,321</u>	<u>\$ 4,240,704</u>	<u>\$ 43,829,761</u>	<u>\$ 63,940,786</u>
Liabilities and Fund Balances				
Accounts Payable	\$ 822,294	\$ -	\$ 1,076,527	\$ 1,898,821
Retainage Payable	7,400	-	737,876	745,276
Interfund Payables	480,000	-	-	480,000
Refundable Deposits	48,213	-	33,365	81,578
Accrued Liabilities	2,174,798	-	632,558	2,807,356
Customer Construction Advances	58,566	-	452,540	511,106
Other Deferred Revenues	2,900,621	339,494	781,543	4,021,658
Total Liabilities	<u>6,491,892</u>	<u>339,494</u>	<u>3,714,409</u>	<u>10,545,795</u>
Fund Balances				
Nonspendable	62,390	-	859,654	922,044
Restricted	95,220	3,901,210	35,474,158	39,470,588
Committed	-	-	2,627,403	2,627,403
Assigned	1,663,400	-	609,113	2,272,513
Unassigned	7,557,419	-	545,024	8,102,443
Total Fund Balances	<u>9,378,429</u>	<u>3,901,210</u>	<u>40,115,352</u>	<u>53,394,991</u>
Total Liabilities and Fund Balances	<u>\$ 15,870,321</u>	<u>\$ 4,240,704</u>	<u>\$ 43,829,761</u>	<u>\$ 63,940,786</u>

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

CITY OF COLLEGE STATION, TEXAS
 Reconciliation of Governmental Funds Balance Sheet
 to the Statement of Net Assets
 September 30, 2009

Total Fund Balance per balance sheet: \$ 53,394,991

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

Capital assets used in governmental activities are not financial
 resources and, therefore, are not reported in the
 governmental funds balance sheet. Includes capital
 assets of the Internal Service Funds. 214,833,592

Other assets are not available to pay for current-period
 expenditures and, therefore, are deferred in the funds. 3,684,498

Plot spaces in the Memorial Cemetery and Aggie Field of Honor became
 available for sale during the fiscal year. These amounts had been
 expensed in prior years in the governmental funds and held in
 construction in progress in the government wide balance sheet.

Assets held for resale, opening of cemetery	\$ 8,391,822	
Assets sold during the fiscal year	<u>(462,872)</u>	7,928,950

Interest payable on long-term debt does not require current financial
 resources and therefore is not reported in the governmental
 funds balance sheet. (612,732)

Internal Service Funds are used by management to charge the costs
 of certain activities, such as insurance, fleet maintenance, and
 equipment replacement to individual funds. The assets and liabilities
 of the internal service funds are included in the government-wide
 statements of net assets (net of the amount allocated to
 business-type activities, capital assets and long-term liabilities).
 Internal Service Fund balances not included in other reconciling items:

Current assets	\$ 14,759,524	
Current liabilities	(2,485,081)	
Net amount allocated to business-type activities	<u>(2,328,761)</u>	9,945,682

Long-term liabilities, including bonds payable, are not due and payable in
 the current period and, therefore, are not reported in the
 governmental funds balance sheet. Includes Internal Service Funds'
 non-current liabilities.

Due within one year	\$ (8,221,365)	
Due in more than one year	(92,025,363)	
Deferred charges	<u>392,010</u>	(99,854,718)

Net Assets of governmental activities: \$ 189,320,263

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

CITY OF COLLEGE STATION, TEXAS
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended September 30, 2009

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 31,662,441	\$ 12,138,737	\$ 4,634,001	\$ 48,435,179
Licenses and Permits	1,007,151	-	-	1,007,151
Intergovernmental	829,506	-	1,067,117	1,896,623
Charges for Services	2,922,495	-	620,569	3,543,064
Fines, Forfeits, and Penalties	3,589,478	-	902,482	4,491,960
Special Assessment	-	-	1,793,174	1,793,174
Investment Income	235,181	111,370	778,831	1,125,382
Rents and Royalties	292,660	-	476,490	769,150
Contributions	22,725	-	4,272	26,997
Reimbursed Expenditures	358,756	1,102	53,893	413,751
Other	153,859	-	249,689	403,548
Total Revenues	41,074,252	12,251,209	10,580,518	63,905,979
Expenditures				
Current				
General Government	4,763,622	-	671,733	5,435,355
Fiscal Services	3,161,357	-	675,429	3,836,786
Police	14,083,071	-	24,669	14,107,740
Fire	11,754,088	-	-	11,754,088
Planning and Development Services	2,803,512	-	67,829	2,871,341
Public Works	6,495,104	-	1,424,899	7,920,003
Capital Improvement Projects	476,462	-	-	476,462
Parks and Recreation	8,785,858	-	569,443	9,355,301
Information Services	3,298,479	-	626	3,299,105
Library	1,119,771	-	-	1,119,771
Contributions	790,262	-	1,699,300	2,489,562
Other	385,178	-	101,985	487,163
Capital Outlay	-	-	31,931,401	31,931,401
Intergovernmental	-	-	745,908	745,908
Debt Service				
Principal Retirement	-	7,935,000	-	7,935,000
Interest Payments	-	4,114,356	-	4,114,356
Fiscal Charges	-	13,139	33,412	46,551
Total Expenditures	57,916,764	12,062,495	37,946,634	107,925,893
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,842,512)	188,714	(27,366,116)	(44,019,914)
Other Financing Sources (Uses)				
Issuance of Debt	-	-	9,815,000	9,815,000
Sales of Capital Assets	5,606	-	500,000	505,606
Transfers In	15,047,102	180,350	7,453,470	22,680,922
Transfer Out	(9,700)	(285,548)	(8,198,891)	(8,494,139)
Total Other Financing Sources (Uses)	15,043,008	(105,198)	9,569,579	24,507,389
Net Change in Fund Balances	(1,799,504)	83,516	(17,796,537)	(19,512,525)
Fund Balances, October 1	11,177,933	3,817,694	57,335,309	72,330,936
Prior Period Adjustment	-	-	576,580	576,580
Fund Balances, September 30	\$ 9,378,429	\$ 3,901,210	\$ 40,115,352	\$ 53,394,991

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

CITY OF COLLEGE STATION, TEXAS
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities

For the Fiscal Year Ended September 30, 2009

Net change in fund balance - total governmental funds: \$ (19,512,525)

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

Governmental funds report capital outlays as expenditures. However, in the government-wide statement of activities the cost of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period. 32,308,551

The effect of various miscellaneous transactions involving capital assets (e.g., sales, trade ins, and contributions) is to increase net assets. 469,736

Depreciation expense on capital assets is reported in the government-wide statement of activities, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditure in governmental funds. (11,522,036)

Some property tax, intergovernmental and ambulance revenues will not be collected for several months after the the city's fiscal year end. These are not considered "available" revenues in the governmental funds until received. Change in amount deferred on the governmental fund statements. 1,666,796

Plot spaces in the Memorial Cemetery and Aggie Field of Honor became available for sale during the fiscal year. These amounts had been expensed in prior years in the governmental funds and held in construction in process in the government wide balance sheet. Assets held for resale sold during the fiscal year. (462,872)

The issuance of long-term debt (i.e., bonds, certificates of obligation) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bonds issued	\$	(3,335,000)	
Certificates of Obligation issued		(6,480,000)	
Bond principal retirement		4,885,000	
Certificate of Obligation principal retirement		3,050,000	
Amortization of deferred charges		(9,352)	
Amortization of bond premiums/discounts		6,228	
Amortization of bond refunding losses		(8,255)	
		(8,255)	(1,891,379)

Payment of compensated absences is reported as an expenditure in the governmental funds when actually paid. However, on the government-wide statement of changes in net assets, compensated absences are expensed as they are accrued. Change in the compensated absences liability. (170,605)

Accrued interest expense on long-term debt is reported in the government-wide statement of activities, but does not require the use of current financial resources; therefore, accrued interest expense is not reported as expenditures in the governmental funds. Change in accrued interest. (20,790)

Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, fleet maintenance, and equipment replacement to individual funds. The net revenue of the internal service funds is reported with governmental activities net of the amount allocated to business-type activities and depreciation expense.

Change in net assets	\$	(72,255)	
Net amount allocated to business activities		(221,577)	
Depreciation expense		2,356,127	2,062,295
		2,356,127	2,062,295

Change in Net Assets of governmental activities: \$ 2,927,171

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

CITY OF COLLEGE STATION, TEXAS
Statement of Net Assets
Proprietary Funds
September 30, 2009

	Business-type Activities - Enterprise Funds					Governmental Activities
	Electric	Water	Wastewater	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Current Assets						
Equity in Cash and Cash Equivalents	\$ 11,607,284	\$ 7,687,906	\$ 7,003,904	\$ 1,541,619	\$ 27,840,713	\$ 11,717,005
Equity in Investments	3,175,100	1,886,257	1,719,354	378,445	7,159,156	2,876,351
Restricted Assets						
Equity in Cash and Cash Equivalents	399,008	458,302	469,325	8,221,696	9,548,331	-
Equity in Investments	44,431	112,506	115,212	2,018,304	2,290,453	-
Accrued Interest Receivable	1,877	115,535	2,640	-	120,052	-
Receivables						
Accrued Interest	36,662	22,963	20,783	27,819	108,227	33,411
Accounts	12,061,132	4,851,498	1,551,669	1,008,692	19,472,991	76,937
Other	1,116,308	-	-	-	1,116,308	14,143
Less: Allowance for Uncollectible Accounts	(2,378,555)	(117,194)	(204,416)	(122,229)	(2,822,394)	(24,028)
Due from Other Funds	40,000	40,000	40,000	-	120,000	-
Inventories	1,149,251	330,024	32,907	16,532	1,528,714	65,705
Prepaid items	-	-	-	-	-	-
Total Current Assets	27,252,498	15,387,797	10,751,378	13,090,878	66,482,551	14,759,524
Noncurrent Assets						
Equity in Cash and Cash Equivalents	2,139,749	2,918,460	733,481	-	5,791,690	-
Equity in Investments	238,268	716,439	180,059	-	1,134,766	-
Total Restricted Assets	2,378,017	3,634,899	913,540	-	6,926,456	-
Advance to Other Funds	120,000	120,000	120,000	-	360,000	-
Equity in Joint Venture	-	-	-	12,551,808	12,551,808	-
Deferred Charges						
Bond Issuance Charges	410,073	453,300	418,163	46,963	1,328,499	-
Accumulated Amortization	(115,022)	(137,920)	(158,670)	-	(411,612)	-
Total Deferred Charges	295,051	315,380	259,493	46,963	916,887	-
Property and Equipment						
Utility Plant	133,688,080	92,167,537	92,629,406	-	318,485,023	-
Buildings	-	-	-	5,743,755	5,743,755	786,525
Machinery and Equipment	-	-	-	637,081	637,081	24,588,958
Accumulated Depreciation	(59,353,110)	(31,076,895)	(30,149,493)	(1,638,498)	(122,217,996)	(16,088,062)
Construction in Progress	9,080,335	44,502,774	15,978,672	-	69,561,781	-
Land	-	-	-	690,707	690,707	-
Total Property and Equipment	83,415,305	105,593,416	78,458,585	5,433,045	272,900,351	9,287,421
Total Noncurrent Assets	86,208,373	109,663,695	79,751,618	18,031,816	293,655,502	9,287,421
Total Assets	113,460,871	125,051,492	90,502,996	31,122,694	360,138,053	24,046,945
Liabilities						
Current Liabilities						
Accounts Payable	13,519,006	486,459	442,617	116,262	14,564,344	853,414
Retainage Payable	8,502	201,716	66,504	-	276,722	-
Accrued Liabilities	424,824	67,470	101,600	137,969	731,863	81,755
Customer Construction Advances	24,382	54,519	20,580	-	99,481	-
Other Deferred Revenues	-	-	-	80,932	80,932	-
Claims Payable	-	-	-	-	-	1,549,912
Payable from Restricted Assets						
Accounts Payable	1,671	-	-	-	1,671	-
Accrued Interest Payable	276,575	385,402	264,600	81,507	1,008,084	-
Accrued Liabilities	13,122	-	2,660	-	15,782	-
Refundable Deposits	1,424,027	283,989	-	12,199	1,720,215	-
Certificates of Obligation	610,275	430,000	239,725	665,000	1,945,000	-
Revenue Bonds	1,427,565	2,089,450	2,492,985	-	6,010,000	-
Total Current Liabilities	17,729,949	3,999,005	3,631,271	1,093,869	26,454,094	2,485,081
Noncurrent Liabilities						
Certificates of Obligation	17,003,303	13,825,000	5,356,697	14,155,000	50,340,000	-
Revenue Bonds	23,124,427	37,346,773	27,273,800	-	87,745,000	-
Unamortized Premium/Discount on Debt	(74,665)	(66,034)	(96,079)	-	(236,778)	-
Accrued Vacation	199,181	69,106	120,753	67,089	456,129	103,626
Total Noncurrent Liabilities	40,252,246	51,174,845	32,655,171	14,222,089	138,304,351	103,626
Total Liabilities	57,982,195	55,173,850	36,286,442	15,315,958	164,758,445	2,588,707
Net Assets						
Invested in Capital Assets, net of related debt	38,946,383	48,333,328	42,277,917	903,045	130,460,673	9,287,421
Restricted for:						
Inventories	1,149,251	330,024	32,907	16,532	1,528,714	65,705
Debt service	440,670	509,835	640,472	-	1,590,977	-
Capital projects	2,378,017	3,634,899	913,540	10,240,000	17,166,456	-
Unrestricted	12,564,355	17,069,556	10,351,718	4,647,159	44,632,788	12,105,112
Total Net Assets	\$ 55,478,676	\$ 69,877,642	\$ 54,216,554	\$ 15,806,736	\$ 195,379,608	\$ 21,458,238
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds:					2,764,626	
Net assets business-type activities:					\$ 198,144,234	

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

CITY OF COLLEGE STATION, TEXAS
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the Fiscal Year Ended September 30, 2009

	Business-type Activities - Enterprise Funds					Governmental Activities
	Electric	Water	Wastewater	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating Revenues						
Charges for Services	\$ 80,676,212	\$ 13,784,166	\$ 11,445,321	\$ 7,877,445	\$ 113,783,144	\$ 9,636,023
Premiums	-	-	-	-	-	8,278,766
Other	1,933,993	317,653	210,207	46,462	2,508,315	275,855
Total Operating Revenues	82,610,205	14,101,819	11,655,528	7,923,907	116,291,459	18,190,644
Operating Expenses						
Electric Operations	70,212,816	-	-	-	70,212,816	-
Salaries and Benefits	-	1,635,304	2,687,354	2,090,990	6,413,648	2,728,122
Supplies	-	566,510	566,254	316,203	1,448,967	1,030,780
Maintenance	-	100,112	211,118	542,726	853,956	169,351
Purchased Professional Services	-	183,041	245,355	645,852	1,074,248	166,023
Purchased Property Services	-	1,292,278	820,875	1,588,367	3,701,520	75,260
Other Purchased Services	-	247,202	400,199	911,387	1,558,788	789,051
Claims	-	-	-	-	-	6,600,484
Administration Fees	-	-	-	-	-	1,865,331
Premiums	-	-	-	-	-	1,013,296
Depreciation	4,529,930	2,624,931	2,926,568	170,059	10,251,488	2,356,127
Other	989,336	458,723	232,093	178,415	1,858,567	123,870
Total Operating Expenses	75,732,082	7,108,101	8,089,816	6,443,999	97,373,998	16,917,695
Operating Income	6,878,123	6,993,718	3,565,712	1,479,908	18,917,461	1,272,949
Nonoperating Revenues (Expenses)						
Investment Income	232,983	152,536	194,001	75,362	654,882	288,049
Reimbursed Expenses	294,572	3,210,612	-	-	3,505,184	40,692
Grants	-	-	-	17,792	17,792	3,363
Gain in Joint Venture	-	-	-	1,055,623	1,055,623	-
Interest Expense	(1,758,431)	(2,245,232)	(1,848,830)	(327,055)	(6,179,548)	-
Other, Net	32,014	62,489	39,145	(45,355)	88,293	(269,167)
Total Nonoperating Revenues (Expenses)	(1,198,862)	1,180,405	(1,615,684)	776,367	(857,774)	62,937
Income Before Capital Contributions and Transfers	5,679,261	8,174,123	1,950,028	2,256,275	18,059,687	1,335,886
Capital Contributions and Transfers						
Capital Contributions	1,647,796	1,753,231	3,445,006	-	6,846,033	-
Transfers In	721,544	127,880	605,314	285,548	1,740,286	-
Transfers Out	(9,322,649)	(2,200,224)	(2,021,938)	(974,117)	(14,518,928)	(1,408,141)
Total Capital Contributions and Transfers	(6,953,309)	(319,113)	2,028,382	(688,569)	(5,932,609)	(1,408,141)
Change in Net Assets	(1,274,048)	7,855,010	3,978,410	1,567,706	12,127,078	(72,255)
Beginning Net Assets	56,752,724	62,022,632	50,238,144	19,059,030		21,530,493
Prior Period Adjustment				(4,820,000)		
Ending Net Assets	\$ 55,478,676	\$ 69,877,642	\$ 54,216,554	\$ 15,806,736		\$ 21,458,238

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds:
Change in net assets of business-type activities:

221,577
\$ 12,348,655

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

CITY OF COLLEGE STATION, TEXAS
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended September 30, 2009

	Business-type Activities - Enterprise Funds					Governmental
	Electric	Water	Wastewater	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash Flows from Operating Activities:						
Cash Received from Customers	\$ 81,532,724	\$ 10,893,267	\$ 12,381,695	7,909,874	\$ 112,717,560	\$ 18,181,755
Cash Payments to Suppliers for Goods and Services	(64,234,030)	(2,960,452)	(2,179,899)	(4,091,944)	(73,466,325)	(11,248,652)
Cash Payments to Employees for Services	(4,590,042)	(1,643,896)	(2,634,203)	(2,086,163)	(10,954,304)	(2,564,567)
Customer Deposits Received	(37,422)	(14,153)	-	3,029	(48,546)	-
Cash Received for Reimbursed Expenses	294,572	3,210,612	-	-	3,505,184	40,692
Cash Received for Miscellaneous Revenues	32,014	62,489	39,145	5,320	138,968	155,389
Cash Paid for Miscellaneous Expenses	-	-	-	(50,675)	(50,675)	-
Net Cash Provided by Operating Activities	12,997,816	9,547,867	7,606,738	1,689,441	31,841,862	4,564,617
Cash Flows from Noncapital Financing Activities:						
Transfers In from Other Funds	721,544	127,880	605,314	285,548	1,740,286	-
Transfers Out to Other Funds	(9,322,649)	(2,200,224)	(2,021,938)	(974,117)	(14,518,928)	(1,408,121)
Net Cash Used by Noncapital Financing Activities	(8,601,105)	(2,072,344)	(1,416,624)	(688,569)	(12,778,642)	(1,408,121)
Cash Flows from Capital and Related Financing Activities:						
Acquisition and Construction of Capital Assets	(11,347,037)	(14,155,076)	(5,309,383)	(48,847)	(30,860,343)	(2,670,535)
Proceeds from Sale of Assets	-	-	-	-	-	66,953
Principal Paid on Revenue Bonds	(1,392,764)	(1,991,349)	(2,420,887)	-	(5,805,000)	-
Principal Paid on Certificates of Obligation	(424,862)	(235,000)	(240,138)	(290,000)	(1,190,000)	-
Interest Paid on Revenue Bonds	(1,155,067)	(1,939,000)	(1,473,412)	-	(4,567,479)	-
Interest Paid on Certificates of Obligation	(452,128)	(278,920)	(242,422)	(245,548)	(1,219,018)	-
Proceeds from Certificates of Obligation	7,010,000	7,535,000	-	10,240,000	24,785,000	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(7,761,858)	(11,064,345)	(9,686,242)	9,655,605	(18,856,840)	(2,603,582)
Cash Flows from Investing Activities:						
Purchase of Investments	(14,497,829)	(10,824,036)	(9,067,118)	(7,280,543)	(41,669,526)	(12,584,992)
Proceeds from Sale and Maturities of Investment Securities	20,954,461	18,173,108	12,799,902	5,372,741	57,300,212	14,212,128
Investment Income	261,235	161,830	206,078	50,749	679,892	310,867
Net Cash Provided (Used) by Investing Activities	6,717,867	7,510,902	3,938,862	(1,857,053)	16,310,578	1,938,003
Net Increase in Cash and Cash Equivalents	3,352,720	3,922,080	442,734	8,799,424	16,516,958	2,490,917
Cash and Cash Equivalents, Oct. 1	10,793,321	7,142,588	7,763,976	963,891	26,663,776	9,226,088
Cash and Cash Equivalents, Sept. 30	\$ 14,146,041	\$ 11,064,668	\$ 8,206,710	\$ 9,763,315	\$ 43,180,734	\$ 11,717,005

CITY OF COLLEGE STATION, TEXAS
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended September 30, 2009

	Business-type Activities - Enterprise Funds				Governmental Activities	
	Electric	Water	Wastewater	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Reconciliation of Operating Income to Net Cash						
Provided by Operating Activities:						
Operating Income	\$ 6,878,123	\$ 6,993,718	\$ 3,565,712	\$ 1,479,908	\$ 18,917,461	\$ 1,272,949
Adjustments to Reconcile Operating Income to Net						
Cash Provided by Operating Activities:						
Depreciation, Bad Debt Expense, Inventory Loss	4,529,930	2,624,931	2,926,568	170,059	10,251,488	2,356,127
Provision for Uncollectible Accounts	311,778	23,399	23,228	6,698	365,103	(783)
Miscellaneous Nonoperating Revenues	326,586	3,273,101	39,145	5,320	3,644,152	195,735
Miscellaneous Nonoperating Expenses	(114,844)	(68,306)	25,548	(50,675)	(208,277)	-
Changes in Assets and Liabilities:						
Change in Accounts Receivable	(1,063,661)	(3,208,552)	726,167	4,401	(3,541,645)	(8,889)
Change in Deferred Revenues	(13,820)	-	-	(18,434)	(32,254)	-
Change in Inventory	293,708	27,784	(65,681)	23,280	279,091	33,803
Change in Accounts Payable	1,736,402	(163,769)	272,900	45,090	1,890,623	603,041
Change in Due to Other Funds	40,000	40,000	40,000	-	120,000	-
Change in Claims Payable	-	-	-	-	-	143,957
Change in Accrued Liabilities	26,297	4,566	16,083	13,903	60,849	(14,935)
Change in Refundable Deposits	37,422	14,153	-	3,029	54,604	-
Change in Accrued Vacation	9,895	(13,158)	37,068	6,862	40,667	(16,388)
Total Adjustments	6,119,693	2,554,149	4,041,026	209,533	12,924,401	3,291,668
Net Cash Provided by Operating Activities	<u>\$ 12,997,816</u>	<u>\$ 9,547,867</u>	<u>\$ 7,606,738</u>	<u>\$ 1,689,441</u>	<u>\$ 31,841,862</u>	<u>\$ 4,564,617</u>

Noncash Operating, Financing, Capital and Investing Activities: During the Fiscal Year the Enterprise Fund added contributed capital in the amount of \$6,846,033. Adjustments at 9/30/09 to investments to record income accrual and fair value changes were as follows: Enterprise Fund \$122,957 and Internal Service Funds 34,175.

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



Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

I. Summary of Significant Accounting Policies

A. Financial Reporting Entity

The City of College Station, Texas ("City"), the financial reporting entity presented in these financial statements, was incorporated in 1938 and is a municipal corporation incorporated under the provisions of H.B. 901 of the Texas Legislature. The City operates under a Council-Manager form of government and provides such services as authorized by its charter to advance the welfare, health, comfort, safety and convenience of the City and its inhabitants.

The City of College Station entered into a joint venture in 1990 with the City of Bryan, Texas creating the Brazos Valley Solid Waste Management Agency ("BVSWMMA"). BVSWMMA was formed to combine landfill operations for the two cities. It is subject to joint control, and each City reports a 50% interest in BVSWMMA. The City's equity interest in BVSWMMA is reported in the Sanitation Fund. (See Note V-C).

The financial statements of the City have been prepared in conformity with generally accepted accounting principles ("GAAP") as applied to state and local governments. The more significant of the City's accounting policies are described below.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (e.g., the statement of net assets and the statement of activities) report information on all of the activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses for a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide financial statements and fund financial statements for proprietary funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The economic resources measurement focus means all assets and liabilities (whether current or noncurrent) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in net total assets.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under the modified accrual basis of accounting, revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to vacation, claims, and judgments, are recorded only when payment is due.

Property taxes, other local taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and, therefore, have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the City receives cash.

The City reports the following major governmental funds:

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

During the fiscal year, the City re-organized its fund structure to classify certain funds previously classified as General Fund as Special Revenue Fund. Please refer to the Supplementary Information for a reconciliation of the General Fund as previously reported to the General Fund as currently reported.

The *Debt Service Fund* accounts for the financial resources that are restricted, committed, or assigned to expenditure for the payment of principal and interest on long-term debt paid primarily from taxes levied by the City. Financial resources that are being accumulated for principal and interest in future years are also reported in the Debt Service Fund.

The City reports the following major proprietary funds:

The *Electric Fund* accounts for the activities necessary to provide electric services to the residents of the City. These activities include administration, distribution system operations and maintenance, transmission system operations and maintenance, new construction, and financing and related debt service. Billing and collection services are accounted for as an internal service fund.

The *Water Fund* accounts for the activities necessary to provide water services to the residents of the City. These activities include administrative services, water production and distribution system operations and maintenance, new construction, financing and related debt service. Billing and collection services are accounted for as an internal service fund.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

The *Wastewater Fund* accounts for the activities necessary to provide sewer collection and treatment services to the residents of the City. These activities include administrative services, wastewater system operations and maintenance, new construction, financing and related debt service. Billing and collection services are accounted for as an internal service fund.

Additionally, the City reports the following fund types:

Internal Service Funds account for activities related to the operation and maintenance of the City's radio and telephone systems; administration of health insurance provided to City employees; the City's risk management activities, including general liability, unemployment, and workers' compensation claims and associated administrative expenses on a cost reimbursement basis; utility billing and collection activities related to the City's electric, water, and wastewater utilities and residential and commercial garbage collection; activities related to the management of the City's vehicles and heavy equipment, including preventative maintenance and vehicle repair; and activities related to the purchase and replacement of vehicles and large motorized equipment, telephone and radio systems, and technological infrastructure equipment not budgeted in other funds.

In the fiscal year ended September 30, 2009, the City adopted the Governmental Accounting Standards Board Statement (GASBS) number 54, "Fund Balance Reporting and Governmental Fund Type Definitions." The following descriptions of Special Revenue, Capital Projects and Permanent Funds are based on the direction given by GASBS 54.

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. The restricted or committed proceeds of specific revenue are expected to continue to comprise a substantial portion of the inflows reported in the fund.

During the fiscal year, the City re-organized its fund structure to classify certain funds previously classified as General Fund as Special Revenue Funds. These funds (and their restricting legislation) include the Court Technology Fee Fund (Texas Code of Criminal Procedure, Article 102.0172), the Court Security Fee Fund (Texas Code of Criminal Procedure, Article 102.017), the Juvenile Case Manager Fee Fund (Texas Code of Criminal Procedure, Article 102.0174), and the Police Seizure Fund (federal law and Public Health Laws, Title 71, Article 4476-15, Section 503).

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds. During the fiscal year, the City reclassified as Special Revenue Funds certain funds previously reported as Capital Projects Funds.

Permanent Funds are used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs – that is, for the benefit of the government or its citizenry. In the fiscal year ended September 30, 2009, the City reclassified to Special Revenue Funds the Cemetery Perpetual Care Funds that they had reported in prior years as Permanent Funds.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected to not follow subsequent private sector guidance.

In general, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are payments-in-lieu of taxes, indirect costs and franchise fees, and other charges between the City's Electric, Water, and Wastewater Funds because elimination of these charges would distort the direct costs and program revenues reported in the Statement of Activities.

Amounts reported as program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the City's enterprise and internal service funds are charges for customer services including electric, water, wastewater, and sanitation fees, equipment purchase amounts, and risk management charges. Operating expenses for enterprise funds and internal service funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

D. Assets, Liabilities, and Net Assets or Equity

Cash and Cash Equivalents

Cash and cash equivalents are short term highly liquid investments that are (a) readily convertible to known amounts of cash and (b) so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Therefore, for purposes of the statement of cash flows, cash and cash equivalents (including restricted assets) include demand accounts, investment pools, money market mutual funds, and agency securities notes with original maturities of three months or less when purchased.

All cash, except for petty cash accounts, is deposited with the City's depository bank in interest bearing accounts or is invested.

The City uses a pooling method to account for cash and cash equivalents. Equity in cash and cash equivalents and interest income from the cash pool is allocated to the participating funds on a monthly basis. The amount of the allocation is determined by calculating a ratio of each fund's equity in the pool to the total pool.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

Investments

Investments are made in accordance with the City's Investment Policy which was adopted by the City Council in October 2008. This policy is applicable to all City funds and permits investment in obligations of the U.S. Government or its agencies, repurchase agreements, commercial paper, certificates of deposit, guaranteed investment contracts, public funds investment pools, and money market mutual funds. This policy states that the City Manager shall designate the City's Investment Officer with whom responsibility and authority for investment transactions reside.

The investments purchased under the provisions of the Investment Policy are managed to maintain liquidity for meeting the City's needs for cash and to limit potential market risks in periods of rising interest rates which depress the market value of securities. As a guideline, maturity of securities should not exceed five years for cash management purposes, with an optimum weighted average maturity of less than two years. Investments in securities of a longer maturity than two years are considered prudent for funds maintained for capital construction and debt service funds, if necessary to meet projected disbursement schedules.

As a general guideline, the City's cash management portfolio is designed with the objective of meeting, over the course of full market cycles, the average return on three-month U.S. Treasury Bills, or the average rate of federal funds, whichever is higher. These indices are considered benchmarks for riskless investment transactions and therefore comprise a standard for the portfolio's rate of return. The investment program seeks to augment rates of return above this level. In a diversified portfolio, measured losses are inevitable and must be considered within the context of the overall portfolio. The objective in investment of construction funds is at least to match inflation increases in construction costs.

Active portfolio management includes the practice of selling securities prior to maturity and using the proceeds to purchase other securities. Such "swaps" are performed for a variety of valid reasons: to lengthen maturities as interest rates rise, to secure market profits and shorten maturities as interest rates fall, and to take advantage of the differences in relative yield between different types of securities and varying maturities. "Swap" analysis is the responsibility of the City's Investment Officer and the decision to execute the "swap" rests with her. To protect the portfolio from imprudent trading, no security may be sold until such time as the current market value of the security plus interest earned from date of purchase is at least equal to the purchase price of that security.

State statutes authorize the City to invest in fully-insured time deposits, direct debt securities of the United States or its agencies, and fully collateralized repurchase agreements. The repurchase agreements must be purchased pursuant to a master repurchase agreement which specifies that the transaction be held in a safekeeping account subject to the control and custody of the City.

Investments in security repurchase agreements may be made only with the City's depository bank, with state or national banks domiciled in the state of Texas, or with securities dealers reporting to the Federal Reserve Bank of New York ("Primary Dealers"). All securities are purchased delivery-vs.-payment and held in the City's name in a safekeeping account at The Bank of New York.

Investments of all funds consist mainly of Agency securities, a money market mutual fund with Fidelity, and investments in Texpool's public funds investment pool. Investments are stated at fair value in accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

The City also uses a pooling method to account for investments. Equity in investments and interest income from the investment pool is allocated to the participating funds on a monthly basis and is determined by calculating a ratio of each fund's equity in the investment pool to the total pool.

GASB Statement No. 31 provides that governmental entities may report all investments at fair value or they may elect to report certain money market investments and participating interest-earning investment contracts at amortized cost. The City has elected to report all investments at fair value.

Inventories, Assets Held for Resale and Prepaid Costs

Inventories are accounted for using the consumption method and are valued at year-end based on cost, with cost determined using an average cost method.

Assets held for resale include redevelopment properties, properties purchased and constructed with the express intent of resale. These assets are reported at cost in the governmental funds. Cemetery plots are another example of assets held for resale in the governmental funds. City ordinance stipulates the percentage of the cemetery plot sale to be allocated to the operational fund. These assets held for resale in the non-major governmental Community Development and Cemetery funds are reported as inventory in the financial statements. With construction of the City's new Memorial Cemetery and Aggie Field of Honor finalizing in fiscal year 2009, the actual inventory of cemetery plots was adjusted out of construction in progress in the conversion of the fund statements to the government wide statements.

Payments made to vendors for services that will benefit periods beyond September 30, 2009, are recorded as prepaid costs with a reserve for prepaid items recognized in the governmental funds in the fund level financial statements to signify that a portion of fund balance is not available for other subsequent expenditures.

Interfund Transactions and Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Transactions between Funds

The City allocates an indirect cost percentage of administrative services paid through the General Fund along with other indirect costs deemed necessary for the operation of the proprietary funds, internal service funds and the other governmental funds. During the Year ended September 30, 2009, the City allocated \$3,842,917 as a transfer for such services.

Restricted Assets

In the Enterprise Funds, proceeds of utility revenue bonds and certificates of obligation, as well as resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. In addition, customer utility deposits are classified as restricted assets because the deposit remains the property of the

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

customer and is not available for operations. In the General Fund, restricted assets are comprised of Municipal Court cash bonds.

Investment in Joint Venture

The Proprietary Funds' investment in joint venture is recorded using the equity method of accounting. Required disclosures concerning the joint venture are presented in Note V-C.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Assets owned by the electric utility are capitalized in accordance with Federal Energy Regulatory Commission (FERC) guidelines. Furthermore, assets owned by either the water or wastewater utilities are capitalized in accordance with the National Association of Regulatory Utility Commissioners (NARUC) guidelines. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. In accordance with Financial Accounting Standards Board Statement No. 71, interest is not capitalized during construction of capital assets of business-type activities because interest is recovered currently in the City's established rate structure.

Depreciation of all assets is recorded and calculated using the straight-line method over the following estimated useful lives:

Electric System	1-50 Years
Water System	2-50 Years
Wastewater System	2-50 Years
Infrastructure	10-50 Years
Buildings and Building Improvements	5-50 Years
Land Improvements	10-45 Years
Machinery and Equipment	5-20 Years
Motor Vehicles	3-12 Years
Furniture, Fixtures and Office Equipment	5-20 Years

Compensated Absences

Employees are credited with vacation at rates of 10 to 20 days per year, depending upon length of service. Carryover of unused vacation time from one year to the next is allowed for a maximum of two years. Upon termination, the respective employees are paid for any accrued vacation not taken (up to the two-year maximum). Accumulated vacation is accrued when earned in the government-wide and proprietary fund financial statements. No liability has been recorded in the governmental fund financial statements.

Employees are credited with sick leave at the rate of one day per month. There is no maximum to the number of sick days that each employee can accumulate. Because the City does not

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

pay employees for unused accumulated sick leave, no related liability has been recorded in the financial statements.

Long-Term Obligations

In the government-wide financial statements and in the fund financial statements for the proprietary fund types, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount and deferred amounts on refundings. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Fund Equity

In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the specific purposes for which amounts in those funds can be spent. In the fiscal year ended September 30, 2009, the City adopted the Governmental Accounting Standards Board Statement (GASBS) number 54, "Fund Balance Reporting and Governmental Fund Type Definitions." GASBS 54 provides for and the City uses the following classifications:

Nonspendable Fund Balance includes amounts that cannot be spent because they are not in spendable form. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts. It also includes the long-term amount of loans receivable as well as property acquired for resale.

Restricted Fund Balance is reported when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. These committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, resolution or ordinance) it employed to previously commit these amounts.

Assigned Fund Balance includes amounts that are constrained by the government's *intent* to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by the governing body itself or a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes. Assignments may not result in a deficit in Unassigned Fund Balance.

Unassigned Fund Balance is the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. In other

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

E. Budgetary Control

The City follows these procedures in establishing the budgetary data:

1. Prior to September 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means for financing them.
2. All budget requests are compiled by the Office of Budget and Strategic Planning and then presented with comparative and supporting data to the Mayor and City Council for review.
3. Public hearings are properly advertised and conducted at City Hall for taxpayer comments.
4. Prior to September 27, the budget is legally enacted through passage of an ordinance.
5. The City Council must approve all transfers of budgeted amounts between departments within any fund and any revision that alters the total expenditures of any fund. An amount is also budgeted each year for contingencies which may arise. The Council has authorized the City Manager to make budget transfers for contingencies if the amount does not exceed \$15,000. All other transfers must be approved by City Council. City Council may transfer amounts among individual budget line items within major expenditure categories during the year, but no such transfer may increase the overall total budget. Budgeted amounts as originally adopted were not significantly changed by such transfers during the year.
6. In accordance with the City Charter, the budget may be amended after the following conditions are met: (a) The City Manager certifies that there are available revenues in excess of those estimated in the budget. (b) The City Council holds a public hearing on the supplemental appropriation. (c) The City Council approves the supplemental appropriation. Management may not amend the budget without seeking the approval of the City Council.

F. Budget Basis of Accounting

The City prepares its annual budget on a basis (budget basis) which differs from a GAAP basis. The budget and all transactions are presented in accordance with the City's method (budget basis) in the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual - General Fund to provide a meaningful comparison of actual results with the budget. The differences between budget and GAAP basis in the General Fund are that reimbursements and transfers of indirect costs are shown as Reimbursed Administration.

In the budgets for the Community Development fund, a nonmajor governmental special revenue fund, loans made to program recipients are treated as expenditures in the fund for budget purposes. Additionally, assets held for resale are treated as expenditures for budget purposes.

II. Minimum Fund Balance/Operating Reserve Policies

The unobligated (unassigned) fund balance in the General Fund should be at least 15% of the annual budgeted General Fund expenditures. This percentage is the equivalent of 55 days expenditure. An additional amount of 3.0% should be maintained for extraordinary items or

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

contingencies. Cash and investments alone should be equivalent to 30 days operating expenditure.

The working capital (current assets less current liabilities) in the enterprise funds should be maintained at 15% of total operating expenses or the equivalent of 55 days. Cash and Investments alone should be equivalent to 30 days of operations.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

III. Stewardship, Compliance, and Accountability

A. Budgetary Information

The Council approved four budget amendments during fiscal year 2009. These four budget amendments included the following appropriations:

Fire Station # 6 (2008 GOB Project)	\$	6,990,000
Convention Center Land Purchase (2009 CO Project)		2,600,000
Skate Park (2008 GOB Project)		920,000
Legal Fees		570,575
Equipment Replacement: Fire pumper, WWTP slinger truck, Sanitation		561,000
Creekview Neighborhood Park (2008 GOB Project)		515,000
Neighborhood Parks Revolving Fund (2008 GOB Project)		500,000
Hike and Bike Trail Completion (2008 GOB Project)		333,000
CDBG Substantial Amendment		299,821
Neighborhood Parks Improvements (2008 GOB Project)		290,000
Mobile Video Camera Replacement (PD)		260,000
Legal Fees for BVSWMA Landfill		182,000
Victoria Avenue (2008 GOB Project)		175,000
Federal grants received		297,282
Proposed Convention Center Site - O & M		150,000
Victoria Avenue		145,000
Transfer (close Northgate TIF Fund into Convention Center Fund)		141,641
First Street Maintenance funds		104,498
Economic Development portion of Comprehensive Plan		100,000
Red Light Camera Vendor Service Fees		95,000
General Fund BVSWMA Landfill Costs		87,464
Vehicles: Dep. Fire Marshall, Police, Construction Inspector		83,011
W. King Cole Culvert Replacement		72,800
Police Department Scheduling - CIP (CO Project)		71,300
Roadway Impact Fee Study		57,000
Water Pressure Reducing Device		50,000
Veterans Memorial contribution		50,000
Parking Garage Security Camera Upgrade		48,848
Construction Inspector Position		43,578
Parkland Zone 4 - Windwood Park		42,465
Memorial Cemetery - Aggie Field of Honor (2009 CO Project)		39,689
City Hall UPS Replacement		39,018
Neighborhood Park Improvements		30,000
Broker's Fee for Sale of Fire Station #3		25,000
Credit Card Charges for Hotel Tax Payments		20,000
Parkland Zone 10 - Southern Oaks Trail/Lights		20,000
Other		61,041
	<u>\$</u>	<u>16,071,031</u>

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

The Council approved four budget amendments during fiscal year 2009. These four budget amendments included the following budget reductions:

CIP Department	\$ (7,014)
Fire Department	(74,757)
Information Technology	(75,667)
General Government	(83,366)
Planning & Development Services	(141,711)
Fiscal Services	(168,830)
Police Department	(172,855)
Public Works Department	(351,139)
	<u>\$ (1,075,339)</u>

1. Budget appropriations are adopted at the fund level for all funds except the General Fund. In the General Fund, budget appropriations are adopted at the department level. Expenditures in excess of appropriations for each fund are prohibited by the City Charter. Appropriations that have not been expended or lawfully encumbered lapse at the end of the budget year.
2. Formal budgetary integration is legally enacted and employed as a management control device during the year for all funds.
3. Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities.

B. Excess of Expenditures Over Appropriations

The amounts of any excesses of expenditures over appropriations during fiscal year 2009, and the funds in which they occurred are as follows:

Fund	Amount
General Fund, Public Works Department	\$ 84,392
General Fund, Fire Department	19,822
General Fund, Contributions	11,324
General Fund, Other	119,680
Cemetery Perpetual Care	3,423
Business Park	20,066
General Government Projects	384,991
Streets Projects	9,703,214

The expenditures in the Business Park, General Government Projects and Streets Projects were budgeted in prior years. Overall, these projects remained within budget.

IV. Detailed Notes on All Funds

A. Cash and Investments

Cash and investments are accounted for within the pooled cash fund of the City. The City records investments at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

Cash and cash equivalents, investment balances and interest income are allocated to the City's participating funds on a monthly basis. The amount of the allocation is based on each fund's proportional equity to total pooled equity.

	<u>Fair Value</u>	<u>Weighted Average Maturity (days)</u>
Bank Demand Accounts	\$ 9,806,696	1
Money Market Account	4,785,840	1
Certificates of Deposits	2,855,721	343
U.S. Agency Securities	24,604,183	284
Texas Local Government Investment Pool	82,753,224	1
	<u>\$ 124,805,664</u>	
Portfolio Weighted Average Maturity		218

Interest rate risk. In accordance with the City's Investment Policy, interest rate risk is managed by limiting the weighted average maturity of the investment portfolio to two years (approximately 720 days) or less and by limiting the maximum maturity of any security purchased to five years or less.

Credit risk. Investments authorized by the City's policy are those approved by the revised State of Texas Public Funds Investment Act of 1997 and the Texas Public Collateral Act of 1989. These investments include the following:

- Obligations of the United States or its agencies and instrumentalities;
- Direct obligations of the State of Texas or its agencies;
- Other obligations, the principal and interest on which is unconditionally guaranteed or insured by the State of Texas or the United States or its agencies;
- Obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than "A" or its equivalent;
- Certificates of deposit issued by state and national banks domiciled in Texas that are secured by obligations qualified as acceptable collateral;
- Certificates of deposit issued by savings and loan associations domiciled in Texas that are secured obligations qualified as acceptable collateral;
- Repurchase agreements or reverse repurchase agreements;
- Commercial paper with a stated maturity of 270 days or less from the date of issuance that is rated not less than "A-1," "P-1," or its equivalent;
- Money market mutual funds that are SEC registered no-load funds with dollar-weighted average portfolio maturity of 120 days or less;
- Guaranteed investment contracts; or
- Public funds investment pools.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

As of September 30, 2009 the City's investments were rated by Standard & Poor's and Moody's as follows:

	<u>S&P</u>	<u>Moody's</u>
Texpool	AAAm	N/A*
Federal Home Loan Bank	AAA	Aaa
Federal National Mortgage Association	AAA	Aaa
Federal Farm Credit Bank	AAA	Aaa

*Texpool is only rated by S&P.

Credit concentration. With the exception of U.S. Treasury securities and authorized pools, the City's Investment Policy limits the investment in a single security type or with a single financial institution to 30%. It also limits the overall investment in Federal Agency securities to 70%. At September 30, 2009 the issuers whose securities represented more than 5% of the City's investment portfolio were as follows: the Federal Home Loan Bank (13%) and the Federal Farm Credit Bank (11%).

Custodian credit risk - deposits. In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City of College Station's City Council has approved a depository services contract which governs its depository relationship. This contract requires that deposits not covered by depository insurance be collateralized at 105%.

Custodian credit risk - investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment portfolio requires that all security transactions be conducted on a Delivery-vs.-Payment basis and that all securities be held by a third party custodian and evidenced by safekeeping receipts.

B. Receivables

Receivables as of year end for the City's individual major funds and nonmajor and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

Governmental Activities:	General	Debt Service	Nonmajor	Internal Service Fund Allocation	Total
Taxes:					
Property	\$ 333,179	\$ 339,494	\$ -	\$ -	\$ 672,673
Beverage	96,503	-	-	-	96,503
Sales	1,501,096	-	-	-	1,501,096
Subtotal Taxes	1,930,778	339,494	-	-	2,270,272
Accrued Interest	24,093	8,912	94,168	33,234	160,407
Grants	29,791	-	185,719	-	215,510
Accounts/Charges for Services	2,719,748	-	1,014,531	29,690	3,763,969
Loans			539,174		539,174
Miscellaneous	28,229	-	-	14	28,243
Total Gross Governmental	4,732,639	348,406	1,833,592	62,938	6,977,575
Less Allowance for					
Uncollectible Accounts	(17,416)	-	(99,897)	-	(117,313)
Net Total Receivables	\$ 4,715,223	\$ 348,406	\$ 1,733,695	\$ 62,938	\$ 6,860,262

Business-type Activities:	Electric	Water	Wastewater	Nonmajor	Internal Service Fund Allocation	Total
Accrued Interest	\$ 38,539	\$ 138,498	\$ 23,423	\$ 27,819	\$ 177	\$ 228,456
Accounts/Charges for Services	12,061,132	4,851,498	1,551,669	1,008,692	47,247	19,520,238
Miscellaneous	1,116,308	-	-	-	14,129	1,130,437
Total Gross Business-type	13,215,979	4,989,996	1,575,092	1,036,511	61,553	20,879,131
Less Allowance for						
Uncollectible Accounts	(2,378,555)	(117,194)	(204,416)	(122,229)	(24,028)	(2,846,422)
Net Total Receivables	\$ 10,837,424	\$ 4,872,802	\$ 1,370,676	\$ 914,282	\$ 37,525	\$ 18,032,709

Loans Receivable are made up of a \$500,000, 40-year loan of HOME Investment Partnership (HOME) funds for Santour Court, an affordable, single-family residential development and \$39,174 in HOME down-payment assistance loans for eligible HOME participants.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. As of fiscal year end, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	Unavailable	Unearned	Total
Property Tax	\$ 672,673	\$ -	\$ 672,673
Hotel Occupancy Tax	241,906	-	241,906
Paving Assessments	373,512	-	373,512
Intergovernmental	-	92,235	92,235
Fines and Penalties	-	196,868	196,868
Emergency Services	2,320,679	-	2,320,679
Cemetery Plot Sales	50,833	3,600	54,433
Other	24,895	44,457	69,352
	\$ 3,684,498	\$ 337,160	\$ 4,021,658

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

C. Capital Assets

Capital asset activity for the year ended September 30, 2009 was as follows:

Governmental Activities	Beginning Balance	Increases	Decreases	Adjustments	Ending Balance
Capital Assets, Not Being Depreciated					
Land	\$ 29,957,616	\$ 7,388,235	\$ (37,000)	-	\$ 37,308,851
Construction in Progress	28,745,230	31,957,932	(29,100,245)	(9,805,788)	21,797,129
Total Capital Assets, Not Being Depreciated	58,702,846	39,346,167	(29,137,245)	(9,805,788)	59,105,980
Capital Assets, Being Depreciated					
Buildings and Building Improvements	25,568,483	3,090,322	(358,011)	-	28,300,794
Improvements Other Than Buildings	24,122,568	7,903,363	-	-	32,025,931
Machinery and Equipment	33,613,703	4,594,188	(902,164)	(4,913,462)	32,392,265
Infrastructure	187,300,971	11,786,595	-	-	199,087,566
Total Capital Assets, Being Depreciated	270,605,725	27,374,468	(1,260,175)	(4,913,462)	291,806,556
Less Accumulated Depreciation for:					
Buildings and Building Improvements	7,199,225	605,350	(110,387)	-	7,694,188
Improvements Other Than Buildings	9,672,364	1,090,357	-	-	10,762,721
Machinery and Equipment	22,014,455	3,276,180	(902,164)	(3,906,921)	20,481,550
Infrastructure	90,590,336	6,550,149	-	-	97,140,485
Total Accumulated Depreciation	129,476,380	11,522,036	(1,012,551)	(3,906,921)	136,078,944
Total Capital Assets Being Depreciated, Net	141,129,345	15,852,432	(247,624)	(1,006,541)	155,727,612
Governmental Type Activities Capital Assets, Net	\$ 199,832,192	\$ 55,198,599	\$ (29,384,869)	\$ (10,812,329)	\$ 214,833,592

Business-Type Activities	Beginning Balance	Increases	Decreases	Adjustments	Ending Balance
Capital Assets, Not Being Depreciated					
Land	\$ 690,707	\$ -	\$ -	\$ -	\$ 690,707
Construction in Progress	67,837,422	16,949,721	(15,221,032)	(4,330)	69,561,781
Total Capital Assets, Not Being Depreciated	68,528,129	16,949,721	(15,221,032)	(4,330)	70,252,488
Capital Assets, Being Depreciated					
Electric System	127,000,067	6,591,958	(364,286)	1,870,424	135,098,163
Water System	85,317,354	6,341,382	(140,636)	649,437	92,167,537
Wastewater System	82,210,377	8,614,815	(107,225)	1,911,438	92,629,405
Buildings and Building Improvements	5,743,755	-	-	-	5,743,755
Machinery and Equipment	588,233	48,848	-	-	637,081
Total Capital Assets, Being Depreciated	300,859,786	21,597,003	(612,147)	4,431,299	326,275,941
Less Accumulated Depreciation for:					
Electric System	54,419,112	4,585,907	(223,293)	1,517,147	60,298,873
Water System	28,044,156	3,978,507	(1,061,185)	115,417	31,076,895
Wastewater System	26,142,138	2,926,568	-	1,080,787	30,149,493
Buildings and Building Improvements	995,437	94,813	-	-	1,090,250
Machinery and Equipment	473,002	75,246	-	-	548,248
Total Accumulated Depreciation	110,073,845	11,661,041	(1,284,478)	2,713,351	123,163,759
Total Capital Assets Being Depreciated, Net	190,785,941	9,935,962	672,331	1,717,948	203,112,182
Business Type Activities Capital Assets, Net	\$ 259,314,070	\$ 26,885,683	\$ (14,548,701)	\$ 1,713,618	\$ 273,364,670

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

During the fiscal year, capital assets previously capitalized in the Internal Service Equipment Replacement Fund were adjusted into the Utility Fund that owns the asset. Sanitation assets will similarly be adjusted in the next fiscal year. Also, the City adjusted the governmental construction in progress for value of the cemetery plots now for sale in the City's new Memorial Cemetery and Aggie Field of Honor.

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

Governmental Activities	
Planning and Development Services	\$ 5,119
Fire	168,119
Fiscal Services	33,556
General Government	170,743
Information Services	247,848
Parks and Recreation	916,798
Library	48,067
Police	89,222
Public Works	6,697,363
Non-departmental	789,074
Capital Assets Held by the City's Internal Service Funds	<u>2,356,127</u>
Total Depreciation Expense	<u>\$ 11,522,036</u>

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

D. Interfund Transactions

Transfers between funds during the year were as follows:

	Transfers In	Transfers Out	Governmental Activities, net	Business-type Activities, net
Governmental Activities:				
General Fund	\$ 15,047,102	\$ (9,700)	\$ 15,037,402	\$ -
Debt Service Fund	180,350	(285,548)	(105,198)	-
Nonmajor Governmental Funds:				
Special Revenue Funds:				
Court Technology	-	(3,747)	(3,747)	-
Police Seizure	-	(501)	(501)	-
Northgate TIF	-	(141,641)	(141,641)	-
Hotel Occupancy Tax	-	(7,000,000)	(7,000,000)	-
Community Development	-	(94,403)	(94,403)	-
Wolf Pen Creek TIF	8,515	-	8,515	-
Convention Center	7,141,641	(130,671)	7,010,970	-
Parks Escrow	-	(9,101)	(9,101)	-
Business Park	-	(250,000)	(250,000)	-
Drainage	-	(419,567)	(419,567)	-
Capital Projects Funds:				
General Government Projects	85,682	-	85,682	-
Parks and Recreation Projects	86,961	(68,026)	18,935	-
Streets Projects	130,671	(81,234)	49,437	-
Business-type Activities:				
Enterprise Funds:				
Electric	721,544	(9,322,649)	-	(8,601,105)
Water	127,880	(2,200,224)	-	(2,072,344)
Wastewater	605,314	(2,021,938)	-	(1,416,624)
Nonmajor Proprietary Funds:				
Sanitation	-	(885,147)	-	(885,147)
Northgate Parking Garage	285,548	(88,970)	-	196,578
Internal Service Funds:				
Communications	-	(313,913)	(313,913)	-
Equipment Replacement	-	(1,093,259)	(1,093,259)	-
Fleet Maintenance	-	(969)	(969)	-
	-	-	-	-
	<u>\$ 24,421,208</u>	<u>\$ (24,421,208)</u>	<u>\$ 12,778,642</u>	<u>\$ (12,778,642)</u>

Transfers are used to (1) move revenues from the funds with collection authorization to the debt service fund as debt service principal and interest payments become due, (2) move revenues from enterprise funds to the general fund to record the return on the investment, (3) move revenues from enterprise funds to the general fund for economic development activity, (4) move unrestricted general fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

The composition of due to/due from balances as of September 30, 2009 is as follows:

Business-type Activities: <u>Due To</u>	Governmental Activities: <u>Due From</u>	<u>Amount</u>
Water Fund	Economic Development	\$ 40,000
Wastewater	Economic Development	\$ 40,000
Electric Fund	Economic Development	\$ 40,000
<u>Advance From</u>	<u>Advance To</u>	<u>Amount</u>
Water Fund	Economic Development	\$ 120,000
Wastewater	Economic Development	\$ 120,000
Electric Fund	Economic Development	\$ 120,000

Internal loans (inter-fund advances) of \$200,000 each from the Water, Wastewater and Electric Funds to the Economic Development Fund were recorded during the fiscal year ended September 30, 2008. The loans partially funded the purchase of real property related to an economic development project and are repayable in even installments over five years.

E. Deferred Charges

See Note IV B.

F. Prior Period Adjustment

The outstanding portion of City's 2000A Certificates of Obligation funded business-type activities in the Northgate Parking Fund. A prior period adjustment was made to reflect \$4,820,000 in Northgate Parking Fund Certificates of Obligation and to reduce beginning net assets by those amounts. Long-term debt reflects this change as of the beginning of the fiscal year.

During the fiscal year ending September 30, 2009, the City finalized a 40-year \$500,000 loan of HOME Investment Partnership (HOME) Program funds for Santour Court, an affordable, single-family residential development. \$406,250 of this \$500,000 was disbursed in a prior period and is reflected as a prior period adjustment in the Community Development Fund, a non-major governmental fund.

As a part of its HOME Investment Partnership (HOME) Program, the City purchases land and builds homes for sale to low to moderate income program-qualified individuals and families. \$170,330 of the \$320,480 assets held for re-sale were acquired in prior periods and is reflected as a prior period adjustment in the Community Development Fund, a non-major governmental fund.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

G. Long-Term Debt

A summary of long-term debt transactions, including current portion, for the year ended September 30, 2009 is as follows:

	Beginning Balance	Incurred/ Issued	Matured/ Retired	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
General Obligation Bonds	\$ 60,695,000	\$ 3,335,000	\$ 4,885,000	\$ 59,145,000	\$ 4,100,000
Certificates of Obligation	35,145,000	6,480,000	3,050,000	38,575,000	3,950,000
Accrued Vacation	2,362,575	1,388,793	1,224,640	2,526,728	171,365
Governmental Activity Long Term Debt	\$ 98,202,575	\$ 11,203,793	\$ 9,159,640	\$ 100,246,728	\$ 8,221,365
Business Type Activities:					
Certificates of Obligation	\$ 28,640,000	\$ 24,835,000	\$ 1,190,000	\$ 52,285,000	\$ 1,945,000
Utility Revenue Bonds	99,560,000		5,805,000	93,755,000	6,010,000
Accrued Vacation:					
Electric Fund	189,287	188,748	178,853	199,182	9,958
Water Fund	82,264	44,092	57,250	69,106	3,455
Sewer Fund	83,685	113,560	76,493	120,752	6,038
Other	119,645	114,909	108,314	126,240	6,312
Business Type Activity Long Term Debt	\$ 128,674,881	\$ 25,296,309	\$ 7,415,910	\$ 146,555,280	\$ 7,980,763

Internal service funds predominantly serve the governmental funds. All internal service funds, except for the utility customer service fund, are included as part of the above totals for governmental activities. At year end \$44,475 of internal service funds' accrued vacation was included in governmental activities, and \$59,151 of accrued vacation for the utility customer service fund was included in business type activities. For the governmental activities, accrued vacation is generally liquidated by the general fund.

Long-term debt at September 30, 2009 includes the following individual issues (not including unamortized premiums or discounts):

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

	Interest Rate (%)	Issue Date	Maturity Date	Original Issue	Net Retirement	Outstanding
General Obligation Bonds:						
1998 Issue	4.65-4.85	4/1/98	2/15/11	\$ 6,200,000	\$ 5,460,000	\$ 740,000
1999 Issue	4.25-5.00	4/15/99	2/15/17	6,230,000	2,765,000	3,465,000
2000 Issue	5.00-5.20	4/1/00	2/15/11	8,460,000	7,595,000	865,000
2001 Issue	4.00-5.50	8/1/01	2/15/17	4,140,000	2,370,000	1,770,000
2002 Issue	4.25-5.125	3/1/02	2/15/21	6,445,000	2,050,000	4,395,000
2003 Issue	3.00-4.50	7/1/03	2/15/23	4,790,000	950,000	3,840,000
2004 Issue	2.875-5.00	5/1/04	2/15/24	12,940,000	3,975,000	8,965,000
2005 Issue	4.00-6.00	5/1/05	2/15/25	5,710,000	1,095,000	4,615,000
2006 Issue	4.375-6.375	7/1/06	2/15/26	7,375,000	1,220,000	6,155,000
2006 Issue - Refunding	4.00-5.00	12/1/06	2/15/18	10,255,000	80,000	10,175,000
2007 Issue	4.25-6.25	9/1/07	2/15/27	3,930,000	1,240,000	2,690,000
2008 Issue	4.0 - 5.0	9/1/08	2/15/28	9,455,000	1,320,000	8,135,000
2009 Issue	3.5 - 4.0	7/15/09	2/15/21	3,335,000	-	3,335,000
				<u>\$ 89,265,000</u>	<u>\$ 30,120,000</u>	<u>\$ 59,145,000</u>
Certificates of Obligation - Governmental Activities:						
2000 Issue	5.00-5.125	4/1/00	2/15/10	\$ 4,050,000	\$ 3,885,000	\$ 165,000
2000A Issue	4.75-5.50	8/1/00	2/15/20	1,715,000	1,715,000	-
2001 Issue	4.00-5.00	8/1/01	2/15/20	3,650,000	2,520,000	1,130,000
2002 Issue	4.25-5.125	3/1/02	2/15/20	14,480,000	6,635,000	7,845,000
2003A Issue	2.90-4.20	7/1/03	2/15/23	780,000	155,000	625,000
2004 Issue	2.875-5.00	5/1/04	2/15/24	500,000	500,000	-
2005 Issue	3.00-4.50	5/1/05	2/15/25	7,595,000	3,940,000	3,655,000
2006 Issue	4.375-6.375	7/1/06	2/15/26	8,325,000	1,510,000	6,815,000
2007 Issue	4.25-6.25	9/1/07	2/15/27	3,960,000	1,240,000	2,720,000
2008 Issue	3.25 - 5.0	9/1/08	2/15/28	10,515,000	1,375,000	9,140,000
2009 Issue	3.00-5.00	7/15/09	2/15/29	6,480,000	-	6,480,000
				<u>\$ 62,050,000</u>	<u>\$ 23,475,000</u>	<u>\$ 38,575,000</u>
Certificates of Obligation - Business-type Activities:						
2000A Issue	4.75-5.50	8/1/00	2/15/20	\$ 6,385,000	\$ 1,855,000	\$ 4,530,000
2004 Issue	2.875-5.00	5/1/04	2/15/24	8,915,000	1,380,000	7,535,000
2008 Issue	3.25 - 5.0	9/1/08	2/15/28	15,925,000	540,000	15,385,000
2009 Issue	3.00-5.00	7/15/09	2/15/29	24,835,000	-	24,835,000
				<u>\$ 56,060,000</u>	<u>\$ 3,775,000</u>	<u>\$ 52,285,000</u>
Utility Revenue Bonds:						
1998 Issue	4.65-4.80	4/1/98	2/1/10	2,700,000	2,545,000	\$ 155,000
2000 Issue	5.00-5.25	4/1/00	2/1/12	10,500,000	8,655,000	1,845,000
2001 Issue	4.50-5.50	8/1/01	2/1/21	23,500,000	6,445,000	17,055,000
2002 Issue	4.00-6.00	3/1/02	2/1/22	18,215,000	4,350,000	13,865,000
2003 Issue - Refunding	3.50-4.25	12/1/02	2/1/14	11,160,000	6,130,000	5,030,000
2003A Issue	2.50-4.25	7/1/03	2/1/23	4,850,000	975,000	3,875,000
2005 Issue	4.00-5.50	5/1/05	2/1/25	8,035,000	910,000	7,125,000
2005A Issue - Refunding	3.00-5.25	8/1/05	2/1/18	12,995,000	1,150,000	11,845,000
2006 Issue	4.375-6.375	7/1/06	2/1/26	16,950,000	1,510,000	15,440,000
2007 Issue	4.00-5.75	9/1/07	2/1/27	18,665,000	1,145,000	17,520,000
				<u>\$ 127,570,000</u>	<u>\$ 33,815,000</u>	<u>\$ 93,755,000</u>

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

The annual requirements to amortize debt outstanding as of September 30, 2009 are as follows. Due to the nature of the obligation for accrued vacation, annual requirements to amortize such obligations are not determinable and have not been included in the following summary:

Year Ended September 30,	Governmental Activities			
	General Obligation		Certificates of Obligation	
	Principal	Interest	Principal	Interest
2010	\$ 4,100,000	\$ 2,547,932	\$ 3,950,000	\$ 1,604,528
2011	4,430,000	2,211,104	1,900,000	1,483,458
2012	4,590,000	2,005,743	1,990,000	1,402,610
2013	4,525,000	1,810,095	2,100,000	1,319,685
2014	4,360,000	1,617,975	2,200,000	1,230,871
2015-2019	18,710,000	5,946,886	11,420,000	4,661,339
2020-2024	12,750,000	2,683,364	9,095,000	2,307,072
2025-2029	5,680,000	470,527	5,920,000	507,754
	<u>\$ 59,145,000</u>	<u>\$ 19,293,626</u>	<u>\$ 38,575,000</u>	<u>\$ 14,517,317</u>

Year Ended September 30,	Business-Type Activities			
	Utility Revenue		Certificates of Obligation	
	Principal	Interest	Principal	Interest
2010	\$ 6,010,000	\$ 4,283,347	\$ 1,945,000	\$ 2,172,994
2011	6,220,000	3,975,141	2,165,000	2,073,325
2012	6,450,000	3,660,301	2,280,000	1,994,688
2013	6,700,000	3,344,634	2,395,000	1,910,482
2014	6,715,000	3,026,123	2,515,000	1,821,672
2015-2019	31,170,000	10,570,746	13,770,000	7,516,406
2020-2024	23,020,000	3,988,294	14,510,000	4,499,311
2025-2029	7,470,000	430,379	12,705,000	1,396,494
	<u>\$ 93,755,000</u>	<u>\$ 33,278,965</u>	<u>\$ 52,285,000</u>	<u>\$ 23,385,372</u>

The City intends to retire all of its general long-term liabilities, plus interest, from ad valorem taxes. The proprietary fund type long-term debt will be repaid, plus interest, from the operating revenues of the Electric, Water, and Wastewater Funds.

General Obligation Bonds and Certificates

The City issues General Obligation Bonds and Certificates of Obligation to provide funds for the acquisition and construction of major capital facilities. These types of bonds have been issued by the City for both governmental activities as well as business-type activities. These bonds are reported in the proprietary funds if they are expected to be repaid from proprietary fund revenue.

General Obligation Bonds are direct obligations, for which the City has pledged the full faith and credit of the City. These bonds generally are issued as 20-year serial bonds with varying amounts of principal maturing each year.

The City is required by bond covenants to create from ad valorem tax revenues a sinking fund sufficient to pay the current interest and principal installments as they become due. In addition to the sinking fund, there are a number of limitations and restrictions contained in the various

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

general obligation bonds and certificate indentures. The City is in compliance with the significant limitations and restrictions at September 30, 2009.

On July 9, 2009, the City issued \$3.335 million in General Obligation Bonds, dated July 15, 2009, with a true interest cost of 4.1989%. The proceeds from the sale of the bonds will be used to (1) pay for costs of construction and acquisition of and improvements to City streets, sidewalks, hike and bike trails, traffic signals and control systems, parks and park facilities improvements, construction of improvements to the City's fire stations and (2) pay the costs incurred in connection with the issuance of the Bonds.

On July 9, 2009, the City issued \$31.315 million in Certificates of Obligation, dated July 15, 2009, with a true interest cost of 4.1421%. The proceeds from the sale of the Certificates will be used to (1) pay for the acquisition of land to be used for municipal purposes, including, but not limited to, a site for a convention center, design and planning for the construction of a convention center, construction of a new landfill, acquisition of technology improvements and equipment; (2) fund electric, water, and wastewater system improvements and (3) to pay costs incurred in connection with the issuance of the Certificates.

Revenue Bonds

Utility system revenue bonds are secured by the net revenues of the Electric, Water, and Wastewater Funds as defined in the respective bond indentures. The City pledges income derived from the acquired or constructed assets to pay the debt service. In addition, the City is required to maintain debt service funds and bond reserve funds for all outstanding revenue bonds. Amounts in the reserve fund are to be used to pay principal and interest on outstanding bonds at any time sufficient funds are not available in the bond interest and redemption fund. The bond indentures require that the City accumulate reserves of an amount equal to the average annual principal and interest requirements of all outstanding bonds secured by the net revenues of the system.

Arbitrage Compliance

Arbitrage provisions of the Internal Revenue Tax Act of 1986 require the City to rebate to the federal government excess arbitrage earnings from bond proceeds. As of September 30, 2009, the City did not have an arbitrage rebate liability.

Defeasance

In prior years, the City defeased certain revenue and refunding bonds totaling \$23,810,000 and certain general obligation bonds, refunding bonds and certificates of obligation totaling \$10,185,000 by placing the proceeds of the refunding bonds in an irrevocable trust to provide for all future debt service on the refunded bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements.

The advanced refunding of Series 2006 was undertaken to reduce total general obligation and certificate of obligation debt service payments over 12 years by \$651,000 and resulted in economic gain of \$506,168. The advanced refunding of Utility System Revenue Series 2005A and 2003 were undertaken to reduce total utility revenue debt service payments over the next 10 and 6 years, respectively by \$1,037,232 and \$885,000, respectively and resulting in economic gains of \$813,969 and \$720,738 respectively.

At September 30, 2009, the outstanding principal balance of the defeased revenue refunding bonds was \$4,770,000 and the outstanding principal balance of the defeased general obligation bonds and certificates of obligation was \$5,620,000.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

The tables below reflect refunded debt outstanding at September 30, 2009 and are net of any amounts to be paid or retired by the trustee on October 1, 2008:

Refunded in Year Ended September 30, 2009

\$	-
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Refunded in Prior Years

Utility System Revenue & Refunding Bonds, Series 1993	\$	2,500,000
Utility System Revenue Bonds, Series 1994		8,250,000
Utility System Revenue Bonds, Series 1995		2,700,000
Utility System Revenue Bonds, Series 1996		4,260,000
Utility System Revenue Bonds, Series 1998		1,330,000
General Obligation & Refunding Bonds, Series 1996		1,860,000
General Obligation Improvement Bonds, Series 1998		2,705,000
	\$	<u>23,605,000</u>

H. Reservations of Fund Balances and Net Assets

Fund balances for governmental funds have been reserved at September 30, 2009 as follows:

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

	General Fund	Debt Service Fund	Other	Total
Fund Balances:				
Nonspendable:				
Assets Held for Resale	\$ -	\$ -	\$ 320,480	\$ 320,480
Inventories	49,359	-	-	49,359
Long Term Loans Receivable	-	-	539,174	539,174
Prepays	13,031	-	-	13,031
Restricted for:				
American Recovery and Reinvestment Act (ARRA)	-	-	149	149
Community and Neighborhood Parks	-	-	1,489,259	1,489,259
Community Development	-	-	729,645	729,645
Convention Center Design	-	-	600,000	600,000
Court Security Fee	-	-	209,889	209,889
Court Technology Fee	-	-	320,305	320,305
Debt Service	-	3,901,210	-	3,901,210
Drainage	-	-	2,932,126	2,932,126
Educational and Governmental Access fee	95,220	-	-	95,220
General Government Capital Projects	-	-	9,118,722	9,118,722
Hotel Occupancy Tax	-	-	1,939,266	1,939,266
Juvenile Case Manager	-	-	240,331	240,331
Parks and Recreation Capital Projects	-	-	1,335,947	1,335,947
Police Seizure	-	-	52,723	52,723
Red Light Camera	-	-	170,470	170,470
Street Capital Projects	-	-	13,747,959	13,747,959
Wolf Pen Creek TIF	-	-	2,587,367	2,587,367
Committed to:				
Business Park	-	-	609,113	609,113
College Station Cemetery Perpetual Care	-	-	1,654,570	1,654,570
Convention Center Project	-	-	141,641	141,641
Memorial Cemetery	-	-	586,347	586,347
Memorial Cemetery Perpetual Care	-	-	244,845	244,845
Assigned to:				
Crime Prevention	18,413	-	-	18,413
Economic Development	1,133,823	-	-	1,133,823
Efficiency Time Payment Fee	34,519	-	-	34,519
Encumbrances	459,382	-	-	459,382
Parks Xtra Education	17,263	-	-	17,263
Unassigned:	7,557,419	-	545,024	8,102,443
	<u>\$ 9,378,429</u>	<u>\$ 3,901,210</u>	<u>\$ 40,115,352</u>	<u>\$ 53,394,991</u>

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

V. Other Information

A. Property Taxes

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

Taxes are due October 1 and are delinquent after the following January 31. Tax liens are automatic and become enforceable as of January 1 of each year. Taxes become delinquent February 1 and are subject to interest and penalty charges. The tax rate to finance general governmental services including debt service was 43.94 cents per \$100 of assessed valuation for the year ended September 30, 2009. Under current state statutes, the City's ability to increase the levy for property taxation is subject to a maximum rate of \$2.50 per \$100 valuation.

The Brazos County Appraisal District ("Appraisal District") is responsible for the recording and appraisal of property for all taxing units in Brazos County. The Appraisal District is required to assess property at 100 percent of its appraised value. Real property must be reappraised at least every three years. The City may, at its own expense, require annual reviews by the Appraisal District through various appeals and, if necessary, legal action. Under this system, if the rate, excluding tax rates for bonds and other contractual obligations adjusted for new improvements, exceeds the rate for the previous year by more than eight (8) percent, qualified voters of the City may petition for an election to determine whether to limit the tax rate to no more than eight (8) percent above the tax rate of the previous year.

Brazos County bills and collects the property taxes for the City.

B. Risk Management

A government entity, such as the City of College Station, is faced with many risks. These risks can be generally subdivided into four categories of loss: direct property loss, indirect property loss, liability loss, and personnel losses. The City employs a combination of risk management strategies to provide acceptable levels of protection regarding these potential risks.

The City is self-insured for health benefits, and the plan is administered by Blue Cross Blue Shield. This activity is accounted for in the Employee Benefits Fund, which is funded monthly by contributions from employees and from the operating funds of the City. These contributions are determined based on an analysis of prior year claims and administrative costs and a forecast of future claims and administrative costs. The City has a stop-loss insurance policy that limits its liability to \$100,000 per individual per year with an aggregate, annual liability of \$4,724,096. The liability for outstanding losses includes \$824,517 for claims incurred but not reported as of September 30, 2009.

In fiscal year 2009 the City was insured by Affiliated FM, A.M. Best rated A+XV, for all of its real and personal property and mobile equipment. Affiliated FM is funded by calculated contributions from the City's operating funds and provides all of the claims handling for these lines of coverage. The City carries a deductible between \$25,000 and \$250,000, depending on type of loss, per occurrence on its property insurance policy with Affiliated FM. Property insurance covers all direct losses and some indirect losses.

On all lines of liability coverage, the City is self-insured. The City has procured excess liability coverage through Star National Insurance Company that is A.M. Best rated A-IX. The self-

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

insured retention ("SIR") is \$250,000 per claim. The claims are handled by Risk Management staff.

The City is also self-insured on its workers' compensation coverage. The City opted for excess workers' compensation coverage with a SIR of \$250,000 per claim feature. The City's carrier is Star National Insurance Company, and Abercrombie, Simmons & Gillette, (AS&G) the TPA (third party administrator) handles all of the workers' compensation claims. In the event of a simultaneous liability and workers' compensation claim, only one SIR applies.

Liabilities in the property and casualty fund and the workers' compensation fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Based upon the most recent actuarial study, the City has recorded a potential liability of \$390,378 in the property and casualty fund and a potential liability of \$355,017 in the workers' compensation fund. The results of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors.

Lastly, the City also uses its Unemployment Fund to account for self-insurance activity involving claims filed under unemployment compensation laws. Monthly contributions based on a percentage of payroll are determined each year during the budget process and are used to fund this activity.

Settlements have not exceeded self-insured retention for each of the past three fiscal years.

The liabilities for insurance claims reported in each of the funds are based on Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and if the amount of the loss can be reasonably estimated. These liabilities include an estimate for incurred but not reported claims. Changes in the balances of claims liabilities for the self-insurance funds that are accounted for as Internal Service Funds for fiscal years 2009 and 2008 are as follows:

	2009	2008
Unpaid Claims, October 1	\$ 1,405,955	\$ 1,186,027
Incurred Claims (including IBNR's)	6,391,276	4,532,452
Claims Paid	(6,247,319)	(4,312,524)
Unpaid Claims, September 30	<u>\$ 1,549,912</u>	<u>\$ 1,405,955</u>

C. Joint Venture

The Brazos Valley Solid Waste Management Agency ("BVSWMMA") was formed under a joint solid waste management agreement between the Cities of College Station and Bryan. College Station and Bryan agreed to cooperatively operate a joint facility for the proper disposal of solid waste for the two cities and outside customers. Each city reports a 50% ownership in BVSWMMA. BVSWMMA has contracted with the City of College Station to serve as landfill operator for the facility.

BVSWMMA is governed by a Policy Advisory Board ("Board") which is charged with providing recommendations to the City Councils of College Station and Bryan regarding the joint venture.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

The Board is comprised of three voting members: the Mayors of College Station and Bryan, who alternate each year as Chair, and one City Council Member from the City that is not serving as Chair. The City Managers of each City and a representative of Grimes County designated by the Commissioners Court serve as non-voting or ex-officio members of the Board. Legal oversight of BVSWMMA is vested in the City Councils of the two cities. The annual budget is prepared and approved by the BVSWMMA Board and adopted by both City Councils. All contracts and expenditures in excess of \$50,000 and contractual change orders in excess of \$25,000 require the approval of both the Bryan and College Station City Councils.

The City's share of BVSWMMA's change in net assets for fiscal year 2009 was \$1,055,622.

State and federal laws and regulations require BVSWMMA to place a final cover on its Rock Prairie landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, BVSWMMA reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$4.4 million reported as accrued postclosure maintenance costs at September 30, 2009, represents the cumulative amount reported to date based on the use of 88 percent of the estimated capacity of the landfill. BVSWMMA will recognize the remaining estimated cost of closure and postclosure care of \$587,000 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2009. BVSWMMA expects to close the landfill in the year 2010. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

On January 12, 2010, the City of Bryan, and on January 14, 2010, the City of College Station approved an Interlocal Cooperation Agreement ("ILA") creating a local government corporation ("LGC") which will own and manage BVSWMMA. The ILA describes the process for the creation of the LGC and the development of agreements to a) create the corporation; b) transfer the assets of BVSWMMA to the Corporation; and c) reimburse debt associated with the assets of BVSWMMA; and d) finance, operate and manage BVSWMMA.

On February 9, 2010, the City of College Station, and on February 11, 2010, the City of Bryan, approved Articles of Incorporation for Brazos Valley Solid Waste Management Agency, Inc., the LCC formed under the aforementioned ILA.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

The following is a summary of information from the audited financial statements of BVSWMA as of September 30, 2009:

	<u>2009</u>	<u>2008</u>
Assets:		
Current Assets	\$ 6,958,161	\$ 13,499,536
Capital Assets		
(Net of \$5,555,112 Accumulated Depreciation at 2009 and \$4,664,182 at 2008)	21,325,194	11,221,723
Deferred Landfill Permits		
(Net of \$905,788 Accumulated Amortization at 2009 and \$828,017 at 2008)	<u>2,993,669</u>	<u>2,803,321</u>
	<u>31,277,024</u>	<u>27,524,580</u>
Liabilities:		
Current Liabilities	1,807,297	628,228
Noncurrent Liabilities:		
Accrued Post Closure Maintenance Costs	<u>4,366,110</u>	<u>3,903,979</u>
Total Liabilities	<u>6,173,407</u>	<u>4,532,207</u>
Net Assets		
Invested In Capital Assets	21,325,194	11,221,723
Unrestricted	<u>3,778,423</u>	<u>11,770,650</u>
Total Net Assets	<u>\$ 25,103,617</u>	<u>\$ 22,992,373</u>
Program Revenues	\$ 6,574,937	\$ 6,719,647
Expenses	4,704,837	4,682,205
Transfers from the City of College Station	-	2,874,789
	<u>1,870,100</u>	<u>4,912,231</u>
General Revenues	241,144	784,126
Change in Net Assets	<u>\$ 2,111,244</u>	<u>\$ 5,696,357</u>

A copy of BVSWMA's separate audited financial statements may be obtained from the City's Fiscal Services Department.

D. Retirement Plan

Plan Description

The City provides pension benefits for all of its full-time employees through a nontraditional, joint contributory, hybrid defined benefit plan in the state-wide Texas Municipal Retirement System ("TMRS"), an agent multiple-employer public employee retirement system. The plan provisions that have been adopted by the City are within the options available in the governing state statutes of TMRS.

TMRS issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information (RSI) for TMRS; the report also provides detailed explanations of the contributions, benefits and actuarial methods and assumptions used by the System. The report may be obtained by writing TMRS, Post Office Box 149153,

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

Austin, Texas 78714-9153 or by calling 800-924-8677; in addition, the report is available on TMRS' website at www.TMRS.com.

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:

	Plan Year 2008	Plan Year 2009
Employee deposit rate	7.0%	7.0%
Matching ratio (City to Employee)	2 to 1	2 to 1
Years required for vesting	5	5
Service retirement eligibility (expressed as age / years of service)	60/5, 0/20	60/5, 0/20
Updated Service Credit	100% Repeating, Transfers	100% Repeating, Transfers
Annuity Increase (to retirees)	70% of CPI Repeating	70% of CPI Repeating

Contributions

Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Projected Unit Credit actuarial cost method. This rate consists of the normal cost contribution rate and the prior service cost contribution rate, which is calculated to be a level percent of payroll from year to year. The normal cost contribution rate finances the portion of an active member's projected benefit allocated annually; the prior service contribution rate amortizes the unfunded (overfunded) actuarial liability (asset) over the applicable period for that City. Both the normal cost and the prior service contribution rates include recognition of the projected impact of annually repeated benefits, such as Updated Service Credits and Annuity Increases.

The City contributed to the TMRS Plan at an actuarially determined rate. Both the employees and the City made contributions monthly. Since the City needs to know its contribution rate in advance for budgetary purposes, there is a one-year delay between the actuarial valuation that serves as the basis for the rate and the calendar year when the rate goes into effect. The annual pension cost and net pension obligation/(asset) are as follows:

1. Annual Required Contribution (ARC)	\$ 7,672,160	\$ of ARC ¹
2. Interest on Net Pension Obligation	0	Interest ² * (7)
3. Adjustment to the ARC	(0)	(7) / amortization factor
4. Annual Pension Cost	7,672,160	(1) + (2) + (3)
5. Contributions Made	(5,313,678)	Actual Contributions
6. Increase (decrease) in net pension obligation	2,358,482	(4) + (5)
7. Net Pension Obligation/(Asset), beginning of year	0	\$ 0 ³
8. Net Pension Obligation/(Asset), end of year	\$ 2,358,482	(6) + (7)

¹The fiscal year \$ ARC is determined by the sum of the applicable \$ ARC for each month. The \$ ARC for each month is determined by multiplying the PY % ARC (Full Retirement Rate) by the applicable payroll for that month.

²Should be the interest rate used in determining the ARC for the period. This is 7% for the 2008 and 2009 ARC and 7/5% for the 2010 ARC.

³Beginning of Year Net Pension Obligation/(Asset) most likely will be \$0 for the first year. Subsequent years should begin with the ending value of the prior year.

The required contribution rates for fiscal year 2009 were determined as part of the December 31, 2006 and 2007 actuarial valuations. Additional information as of the latest actuarial valuation, December 31, 2008, also follows:

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

	12/31/2006	12/31/2007	12/31/2008
Actuarial Cost Method:	Unit Credit	Projected Unit Credit	Projected Unit Credit
Amortization Method:	Level Percent of Payroll	Level Percent of Payroll	Level Percent of Payroll
Remaining Amortization Period:	25 Years--Open Period	30 Years--Closed Period	29 Years--Closed Period
Asset Valuation Method:	Amortized Cost	Amortized Cost	Amortized Cost
Investment Rate of Return:	7.0%	7.0%	7.5%
Projected Salary Increases:	Varies by age and service	Varies by age and service	Varies by age and service
Includes Inflation at:	3.50%	3.00%	3.00%
Cost-of-Living Adjustments:	None	2.1%	2.1%

The funded status as of December 31, 2008, the most recent actuarial valuation date, is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio	Unfunded AAL (UAAL)	Covered Payroll	UAAL as a Percentage of Covered Payroll
	(1)	(2)	(3)	(4)	(5)	(6)
			(1) / (2)	(2) - (1)		
12/31/2008	\$90,243,677	\$138,576,504	65.1 %	\$48,332,827	\$40,337,456	119.8%

The schedule of funding progress, presented as Required Supplementary Information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability of benefits.

Post Retirement/Employment Benefits

In addition to providing pension benefits, the City provides postretirement medical, dental, vision, drug and life insurance benefits for retired employees. This other post employment benefit (OPEB) plan was established by City Resolution No. 9-13-90-5.10, which was passed and approved by the City Council on September 13, 1990. The City Manager has the authority to amend the plan, and did so on September 30, 2009. Employees who retire while working for the City and their dependents are eligible to remain on the City's health and dental plan as long as the employee makes monthly premium payments. On September 30, 2009, the monthly retiree premium payment became the actual non-blended retiree rate, effective as of January 1, 2010 for new retirees and effective January 1, 2011 for existing retirees. The change in the monthly premium eliminates the OPEB liability for postretirement medical, dental, vision and drug insurance benefits.

The City also offers its retirees a \$10,000 fully insured life insurance benefit until the retiree reaches age 65. No spouse coverage is offered. During the fiscal year ended September 30, 2009, the City paid \$842 in premiums for this insurance policy for its eligible retirees. An OPEB liability does exist for this benefit, but it is considered immaterial.

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

The City determines the employer and participant contribution rates annually based on recommendations of the staff and consulting actuary. During the fiscal year ended September 30, 2009, the City subsidized the retiree medical, dental, vision and drug premium so that the retiree premium is less than the full amount of premium for a full time employee. During fiscal year 2009, twenty-nine former employees were covered under this arrangement, with claims totaling \$172,020. Prior to the passage of this resolution, employees who reached retirement while working for the City were eligible to remain on the City's self-insured health plan and have their monthly premiums paid for by the City. During fiscal year 2009, one retiree was covered under this plan; however, claims filed by this retiree were not material.

The City also provides health benefits as required by the Federal Government under the Consolidated Omnibus Budget Reconciliation Act of 1985 ("COBRA"). COBRA requires employers that sponsor group health plans to provide continuation of group coverage to employees and their dependents under certain circumstances where coverage would otherwise end. Eligible participants who qualify under COBRA pay premium costs for themselves and dependents. COBRA participants are on the same health plan and are reimbursed at the same levels as active employees. The amount of expenditures related to COBRA claims for the year ended September 30, 2009 was \$162,118. For the fiscal year ended September 30, 2009, the City had forty-six COBRA participants.

E. Deferred Compensation Plan

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

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

F. Commitments and Contingencies

Construction Commitments

The City has contractual commitments of \$2,080,797 in the Capital Projects Funds, \$3,266,454 in the Water Fund, \$1,336,197 in the Wastewater Fund and \$519,668 in the Electric Fund. These commitments are for construction of various projects and will be funded primarily from long term debt.

Contingencies

The City participates in a number of federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

Litigation

The City is a party to legal proceedings, many of which occur in the normal course of operations. It is not possible at the present time to estimate the ultimate outcome or liability, if

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2009

any, of the city with respect to the various proceedings. The City's management believes that the ultimate outcome of the various lawsuits will not have a material adverse effect on the City's financial position.

G. Bonds Available for Sale

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

	Year Authorized	Unissued Amount
Public Buildings	1984	\$ 700,000
Street Improvements	1984	500,000
Street Improvements	2003	1,520,000
Municipal Complex Improvements	2003	3,655,000
Library Expansion	2008	8,385,000
Fire Station #6	2008	6,240,000
Parks and Recreation	2008	11,255,000
Street Improvements	2008	45,390,000
Traffic Signals	2008	3,000,000
Total		<u>\$ 80,645,000</u>

H. Revenue Bond Coverage

All the net revenues of the Electric, Water, and Wastewater Funds are pledged for the payment of debt service of the revenue bonds and other indebtedness payable from those revenues. Net revenues, as defined by the revenue bond resolutions, include substantially all of the revenues and expenses of the above named funds other than certain interest income and expense, and depreciation and amortization. These bond resolutions further require that the net revenues, as defined, equal at least 1.40 times the average annual debt service on all revenue bonds and other indebtedness payable from those revenues and 1.25 times the maximum annual debt service on all revenue bonds and other indebtedness payable from those revenues. The maximum annual debt service is defined as the maximum principal and interest payments to be paid in any one year remaining in the life of the bonds, and the average annual debt service is defined as the sum of all principal and interest payments due over the remaining life of the bonds divided by the remaining life of the bonds. The City is in compliance with these requirements.

I. Subsequent Events

On September 30, 2009, the City of College Station authorized a change in its retiree health insurance coverage. The change is phased in over the next year and a half. Effective January 1, 2010, new retirees choosing to stay on the City's health plan may do so by paying the non-blended retiree-rate for health benefits. The existing retirees on the City's health plan will be able to stay on the health plan and pay the subsidized employee group rate through December 31, 2010. This change eliminates the City's Other Post Employment Benefit Cost for Health and Dental Benefits.

On November 15, 2009, the City issued \$8.095 million General Obligation Refunding Bonds, Series 2009. The advanced refunding of General Obligation Improvement Bonds, Series 1998, 1999, 2000 and Certificates of Obligation 2000A was undertaken to reduce total general obligation debt service payments over the next 10 years by \$795,539 resulting in an economic gain of \$655,532.



CITY OF COLLEGE STATION, TEXAS
Schedule of Funding Progress
Texas Municipal Retirement System
Last Ten Fiscal Years
(unaudited)

Actuarial Valuation Date*	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
12/31/1999	43,010,803	49,987,308	6,976,505	86.0%	20,803,862	33.5%
12/31/2000	47,880,750	55,811,761	7,931,011	85.8%	23,651,256	33.5%
12/31/2001	52,927,528	61,856,550	8,929,022	85.6%	25,422,558	35.1%
12/31/2002	57,742,291	68,424,249	10,681,958	84.4%	27,784,120	38.4%
12/31/2003	63,223,606	80,476,343	17,252,737	78.6%	28,537,016	60.5%
12/31/2004	70,336,601	87,906,815	17,570,214	80.0%	30,978,906	56.7%
12/31/2005	75,655,678	94,605,300	18,949,622	80.0%	31,987,028	59.2%
12/31/2006	80,758,249	102,166,047	21,407,798	79.0%	34,143,239	62.7%
12/31/2007	87,193,697	130,310,054	43,116,357	66.9%	36,703,161	117.5%
12/31/2008	90,243,677	138,576,504	48,332,827	65.1%	40,337,456	119.8%

*Assets are stated at cost as of December 31 of the preceding year.

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
General Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Taxes						
Ad valorem	\$ 9,625,926	\$ 9,625,926	\$ 9,527,767	\$ -	\$ 9,527,767	\$ (98,159)
Penalty and interest	42,450	42,450	43,843	-	43,843	1,393
Sales	20,558,859	20,558,859	19,438,179	-	19,438,179	(1,120,680)
Franchise	2,201,400	2,201,400	2,217,618	-	2,217,618	16,218
Mixed Drink	428,400	428,400	435,034	-	435,034	6,634
Licenses and Permits	1,113,500	1,113,500	1,007,151	-	1,007,151	(106,349)
Intergovernmental	266,039	458,851	829,506	-	829,506	370,655
Charges for Services	3,205,749	3,205,749	2,922,495	-	2,922,495	(283,254)
Fines, Forfeits, and Penalties	3,544,000	3,544,000	3,589,478	-	3,589,478	45,478
Investment Income	472,095	472,095	235,181	-	235,181	(236,914)
Rents and Royalties	301,000	301,000	292,660	-	292,660	(8,340)
Contributions	25,500	25,500	22,725	-	22,725	(2,775)
Reimbursed Expenditures	-	-	358,756	358,756	-	-
Other	164,500	164,500	153,859	-	153,859	(10,641)
Total Revenues	41,949,418	42,142,230	41,074,252	358,756	40,715,496	(1,426,734)
Expenditures						
Current						
General Government	5,189,818	5,283,219	4,763,622	(33,784)	4,797,406	(485,813)
Fiscal Services	3,375,611	3,230,865	3,161,357	(2,755)	3,164,112	(66,753)
Police	14,306,878	14,286,474	14,083,071	(18,282)	14,101,353	(185,121)
Fire	11,606,479	11,734,266	11,754,088	-	11,754,088	19,822
Planning and Development Services	2,938,471	3,002,644	2,803,512	(67,829)	2,871,341	(131,303)
Public Works	7,998,597	7,990,321	6,495,104	(1,579,609)	8,074,713	84,392
Capital Improvement Projects	883,807	876,438	476,462	(385,099)	861,561	(14,877)
Parks and Recreation	9,284,098	9,293,827	8,785,858	(504,152)	9,290,010	(3,817)
Information Services	3,402,779	3,357,208	3,298,479	(626)	3,299,105	(58,103)
Library	1,130,871	1,150,599	1,119,771	-	1,119,771	(30,828)
Reimbursed Administration	(6,758,926)	(6,758,926)	-	6,408,148	(6,408,148)	350,778
Contributions	778,938	778,938	790,262	-	790,262	11,324
Other	161,000	265,498	385,178	-	385,178	119,680
Total Expenditures	54,298,421	54,491,371	57,916,764	3,816,012	54,100,752	(390,619)
Deficiency of Revenues Under Expenditures	(12,349,003)	(12,349,141)	(16,842,512)	(3,457,256)	(13,385,256)	(1,036,115)
Other Financing Sources (Uses)						
Sales of Capital Assets	12,000	12,000	5,606	-	5,606	(6,394)
Transfers In	11,632,801	11,632,801	15,047,102	3,457,256	11,589,846	(42,955)
Transfer Out	(685,000)	(609,265)	(9,700)	-	(9,700)	599,565
Total Other Financing Sources	10,959,801	11,035,536	15,043,008	3,457,256	11,585,752	550,216
Net Change in Fund Balances	(1,389,202)	(1,313,605)	(1,799,504)	\$ -	(1,799,504)	\$ (485,899)
Fund Balances, October 1	11,177,933	11,177,933	11,177,933		11,177,933	
Fund Balances, September 30	<u>\$ 9,788,731</u>	<u>\$ 9,864,328</u>	<u>\$ 9,378,429</u>		<u>\$ 9,378,429</u>	

CITY OF COLLEGE STATION, TEXAS
Required Supplementary Information
Budgetary Comparison Schedule
Notes to Required Supplementary Information

September 30, 2009

Note a.

The City prepares its annual budget on a basis (budget basis) which differs from a GAAP basis. The budget and all transactions are presented in accordance with the City's method (budget basis) in the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual - General Fund to provide a meaningful comparison of actual results with the budget. The differences between budget and GAAP basis in the General Fund are that reimbursements and transfers of indirect costs are shown as Reimbursed Administration.



COMBINING FINANCIAL STATEMENTS General Fund(s)

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

The General Fund Type has historically incorporated several funds, which have been reported collectively as the General Fund in the City's Comprehensive Annual Financial Report.

During the fiscal year, the City re-organized its fund structure to classify certain funds previously classified as General Fund as Special Revenue Funds. These funds (and their restricting legislation) include the Court Technology Fee Fund (Texas Code of Criminal Procedure, Article 102.0172), the Court Security Fee Fund (Texas Code of Criminal Procedure, Article 102.017), the Juvenile Case Manager Fee Fund (Texas Code of Criminal Procedure, Article 102.0174), and the Police Seizure Fund (federal law and Public Health Laws, Title 71, Article 4476-15, Section 503).

For the fiscal year ending September 30, 2009, the General Fund includes:

General Fund

Economic Development Fund – accounts for funds used for business attraction and retention. Monies for this purpose are transferred to the Economic Development Fund from the General Fund, the Business Park Fund, and the Electric, Water, Wastewater and Sanitation Funds.

Parks Xtra Education Fund – accounts for funds used for community-based education programs jointly offered by the City of College Station and the College Station Independent School District. Registration fees primarily fund this fund.

Unclaimed Property Fund – accounts for checks issued but not cashed. After the abandonment period of 1 year for payroll checks over \$100 and 3 years for accounts payable checks over \$100, these funds are sent to the State Comptroller.

Efficiency Time Payment Fee Fund – accounts for unrestricted revenue collected by the Municipal Court pursuant to Texas Local Government Code, Section 133.103.

Funds previously reported as General Fund type include:

Court Technology Fee – to account for funds collected by municipal court to be used to finance the purchase of or to maintain technological enhancements for a municipal court.

Court Security Fee - to account for funds collected by municipal court to be used to finance security personnel for a municipal court or to finance items when used for the purpose of providing security services.

Juvenile Case Manager – to account for funds collected by municipal court to be used to finance the salary and benefits of a juvenile case manager.

Police Seizure – to account for funds obtained through forfeiture provisions under federal laws; seized money from delivery of controlled substance in accordance with Public Health Laws. These monies are to be used for training and other law enforcement activities.

CITY OF COLLEGE STATION, TEXAS

Combining Balance Sheet

General Fund(s)

September 30, 2009

	General	Economic Development	Parks Xtra Education	Unclaimed Property	Effeciency Time Payment	Total General Fund
Assets						
Equity in Cash and Cash Equivalents	\$ 7,155,891	\$ 1,437,179	\$ 15,535	\$ 73,210	\$ 27,652	\$ 8,709,467
Equity in Investments	1,804,993	352,806	3,814	17,972	6,788	2,186,373
Receivables						
Accrued Interest	19,871	4,099	44	-	79	24,093
Grants	29,791	-	-	-	-	29,791
Letter of Credit	25,000	-	-	-	-	25,000
Accounts	2,649,784	69,964	-	-	-	2,719,748
Taxes	1,930,778	-	-	-	-	1,930,778
Other	3,229	-	-	-	-	3,229
Less Allowance for Uncollectible Accounts	(17,416)	-	-	-	-	(17,416)
Inventories	49,359	-	-	-	-	49,359
Prepaid Costs	13,031	-	-	-	-	13,031
Restricted Assets						
Equity in Cash and Cash Equivalents	196,868	-	-	-	-	196,868
Total Assets	\$ 13,861,179	\$ 1,864,048	\$ 19,393	\$ 91,182	\$ 34,519	\$ 15,870,321
Liabilities and Fund Balances						
Accounts Payable	\$ 570,295	\$ 250,225	\$ 1,774	\$ -	\$ -	\$ 822,294
Retainage Payable	7,400	-	-	-	-	7,400
Interfund Payables	-	480,000	-	-	-	480,000
Refundable Deposits	48,213	-	-	-	-	48,213
Accrued Liabilities	2,083,260	-	356	91,182	-	2,174,798
Customer Construction Advances	58,566	-	-	-	-	58,566
Other Deferred Revenues	2,900,621	-	-	-	-	2,900,621
Total Liabilities	5,668,355	730,225	2,130	91,182	-	6,491,892
Fund Balances						
Nonspendable	62,390	-	-	-	-	62,390
Restricted	95,220	-	-	-	-	95,220
Assigned	477,795	1,133,823	17,263	-	34,519	1,663,400
Unassigned	7,557,419	-	-	-	-	7,557,419
Total Fund Balances	8,192,824	1,133,823	17,263	-	34,519	9,378,429
Total Liabilities and Fund Balances	\$ 13,861,179	\$ 1,864,048	\$ 19,393	\$ 91,182	\$ 34,519	\$ 15,870,321

				Special Revenue Funds	General Fund as Previously Reported
Court Technology	Court Security	Juvenile Case Manager	Police Seizure	Previously Reported as General Funds	
\$ 258,635	\$ 172,064	\$ 194,890	\$ 42,235	\$ 667,824	\$ 9,377,291
63,491	42,239	47,843	10,368	163,941	2,350,314
738	491	556	120	1,905	25,998
-	-	-	-	-	29,791
-	-	-	-	-	25,000
-	-	-	-	-	2,719,748
-	-	-	-	-	1,930,778
-	-	-	-	-	3,229
-	-	-	-	-	(17,416)
-	-	-	-	-	49,359
-	-	-	-	-	13,031
-	-	-	-	-	196,868
<u>\$ 322,864</u>	<u>\$ 214,794</u>	<u>\$ 243,289</u>	<u>\$ 52,723</u>	<u>\$ 833,670</u>	<u>\$ 16,703,991</u>
\$ 2,559	\$ 4,905	\$ 2,958	\$ -	\$ 10,422	\$ 832,716
-	-	-	-	-	7,400
-	-	-	-	-	480,000
-	-	-	-	-	48,213
-	-	-	-	-	2,174,798
-	-	-	-	-	58,566
-	-	-	-	-	2,900,621
<u>2,559</u>	<u>4,905</u>	<u>2,958</u>	<u>-</u>	<u>10,422</u>	<u>6,502,314</u>
-	-	-	-	-	62,390
320,305	209,889	240,331	52,723	823,248	918,468
-	-	-	-	-	1,663,400
-	-	-	-	-	7,557,419
<u>320,305</u>	<u>209,889</u>	<u>240,331</u>	<u>52,723</u>	<u>823,248</u>	<u>10,201,677</u>
<u>\$ 322,864</u>	<u>\$ 214,794</u>	<u>\$ 243,289</u>	<u>\$ 52,723</u>	<u>\$ 833,670</u>	<u>\$ 16,703,991</u>

CITY OF COLLEGE STATION, TEXAS
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
General Fund(s)
For the Fiscal Year Ended September 30, 2009

	General	Economic Development	Parks Xtra Education	Unclaimed Property	Efficiency Time Payment	Adjust intra- General Fund transfers	Total General Fund
Revenues							
Taxes	\$ 31,662,441	\$ -	\$ -	\$ -	\$ -		\$ 31,662,441
Licenses and Permits	1,007,151	-	-	-	-		1,007,151
Intergovernmental	829,506	-	-	-	-		829,506
Charges for Services	2,823,479	-	99,016	-	-		2,922,495
Fines, Forfeits, and Penalties	3,582,109	-	-	-	7,369		3,589,478
Investment Income	202,446	31,818	232	-	685		235,181
Rents and Royalties	292,660	-	-	-	-		292,660
Contributions	22,725	-	-	-	-		22,725
Reimbursed Expenditures	358,756	-	-	-	-		358,756
Other	83,895	69,964	-	-	-		153,859
Total Revenues	40,865,168	101,782	99,248	-	8,054		41,074,252
Expenditures							
Current							
General Government	4,374,889	388,733	-	-	-		4,763,622
Fiscal Services	3,161,357	-	-	-	-		3,161,357
Police	14,083,071	-	-	-	-		14,083,071
Fire	11,754,088	-	-	-	-		11,754,088
Planning and Development Services	2,803,512	-	-	-	-		2,803,512
Public Works	6,495,104	-	-	-	-		6,495,104
Capital Improvement Projects	476,462	-	-	-	-		476,462
Parks and Recreation	8,697,826	-	88,032	-	-		8,785,858
Information Services	3,298,479	-	-	-	-		3,298,479
Library	1,119,771	-	-	-	-		1,119,771
Contributions	790,262	-	-	-	-		790,262
Other	179,078	206,100	-	-	-		385,178
Total Expenditures	57,233,899	594,833	88,032	-	-		57,916,764
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,368,731)	(493,051)	11,216	-	8,054		(16,842,512)
Other Financing Sources (Uses)							
Sales of Capital Assets	5,606	-	-	-	-		5,606
Transfers In	14,762,383	610,000	-	-	-	(325,281)	15,047,102
Transfer Out	(435,000)	120,000	(10,281)	-	(9,700)	325,281	(9,700)
Total Other Financing Sources (Uses)	14,332,989	730,000	(10,281)	-	(9,700)	-	15,043,008
Net Change in Fund Balances	(2,035,742)	236,949	935	-	(1,646)		(1,799,504)
Fund Balances, October 1	10,228,566	896,874	16,328	-	36,165		11,177,933
Fund Balances, September 30	\$ 8,192,824	\$ 1,133,823	\$ 17,263	\$ -	\$ 34,519		\$ 9,378,429

Court Technology	Court Security	Juvenile Case Manager	Police Seizure	Special Revenue Funds Previously Reported as General Funds	General Fund as Previously Reported
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 31,662,441
-	-	-	-	-	1,007,151
-	-	-	-	-	829,506
-	-	-	-	-	2,922,495
71,375	53,532	106,551	16,692	248,150	3,837,628
5,755	4,706	4,467	889	15,817	250,998
-	-	-	-	-	292,660
-	-	-	-	-	22,725
-	-	-	-	-	358,756
-	-	-	-	-	153,859
<u>77,130</u>	<u>58,238</u>	<u>111,018</u>	<u>17,581</u>	<u>263,967</u>	<u>41,338,219</u>
-	-	-	-	-	4,763,622
20,820	139,977	80,630	-	241,427	3,402,784
-	-	-	2,500	2,500	14,085,571
-	-	-	-	-	11,754,088
-	-	-	-	-	2,803,512
-	-	-	-	-	6,495,104
-	-	-	-	-	476,462
-	-	-	-	-	8,785,858
-	-	-	-	-	3,298,479
-	-	-	-	-	1,119,771
-	-	-	-	-	790,262
-	-	-	-	-	385,178
<u>20,820</u>	<u>139,977</u>	<u>80,630</u>	<u>2,500</u>	<u>243,927</u>	<u>58,160,691</u>
<u>56,310</u>	<u>(81,739)</u>	<u>30,388</u>	<u>15,081</u>	<u>20,040</u>	<u>(16,822,472)</u>
-	-	-	-	-	5,606
-	-	-	-	-	15,047,102
(3,747)	-	-	(501)	(4,248)	(13,948)
<u>(3,747)</u>	<u>-</u>	<u>-</u>	<u>(501)</u>	<u>(4,248)</u>	<u>15,038,760</u>
52,563	(81,739)	30,388	14,580	15,792	(1,783,712)
<u>267,742</u>	<u>291,628</u>	<u>209,943</u>	<u>38,143</u>	<u>807,456</u>	<u>11,985,389</u>
<u>\$ 320,305</u>	<u>\$ 209,889</u>	<u>\$ 240,331</u>	<u>\$ 52,723</u>	<u>\$ 823,248</u>	<u>\$ 10,201,677</u>

COMBINING FINANCIAL STATEMENTS NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted or committed to expenditures for particular purposes other than debt service or capital projects.

Court Technology Fee – to account for funds collected by municipal court to be used to finance the purchase of or to maintain technological enhancements for a municipal court.

Court Security Fee - to account for funds collected by municipal court to be used to finance security personnel for a municipal court or to finance items when used for the purpose of providing security services.

Juvenile Case Manager – to account for funds collected by municipal court to be used to finance the salary and benefits of a juvenile case manager.

Police Seizure – to account for funds obtained through forfeiture provisions under federal laws; seized money from delivery of controlled substance in accordance with Public Health Laws. These monies are to be used for training and other law enforcement activities.

American Recovery and Reinvestment Act (ARRA) – to account for funds granted to the City under the ARRA.

Red Light Camera – to account for the receipt and expenditure of funds from the operation of red light cameras.

Northgate Tax Increment Financing District - to account for the receipt and expenditure of funds received by the City from the creation of a tax increment financing district for the Northgate area.

Memorial Cemetery – to account for sales of plots (and options of plots) in the planned Aggie Field of Honor & Municipal Cemetery.

Cemetery Perpetual Care - to account for principal trust amounts received and related interest income for the College Station Cemetery.

Memorial Cemetery Perpetual Care - to account for principal trust amounts received and related interest income for the College Station Memorial Cemetery

Hotel Occupancy Tax - to account for the receipt and expenditure of funds received by the City from the assessment of hotel and motel occupancy tax. Usage of funds is restricted to the construction and maintenance of convention and civic facilities and to the promotion of tourism and arts within the City.

Community Development - to account for funds granted to the City by the Federal Department of Housing and Urban Development for use on various community improvement projects.

Wolf Pen Creek Tax Increment Financing District - to account for the receipt and expenditure of funds received by the City from the creation of a tax increment financing district for the Wolf Pen Creek area.

Convention Center - to account for the receipt and expenditure of funds received by the City in the operation and maintenance of a convention center. Revenues associated with this fund are derived from the hotel and motel occupancy tax and convention center rentals.

Parks Escrow - to account for the receipt and expenditure of funds received by the City from residential land developers, who dedicate land, or money in lieu of land, for use in the development of neighborhood parks in residential areas.

Business Park - to account for the cost of street, water, and sewer improvements at the College Station Business Park.

Drainage Projects - to account for the cost of drainage maintenance and drainage improvements made with funds provided by a drainage utility fee and proceeds from the sale of general obligation bonds.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition and construction of major capital improvements other than those financed by proprietary funds and trust funds.

General Government Projects - to account for the cost of new building construction and building improvements made with funds provided by proceeds from the sale of general obligation bonds, certificates of obligation and by investing those proceeds.

Parks & Recreation Projects - to account for the costs of new parks and improvements to existing parks made with funds provided from the sale of general obligation bonds, certificates of obligation and by investing those proceeds.

Streets Projects – to account for the costs of new street construction, street improvements, and traffic signalization made with funds provided by proceeds from the sale of general obligation bonds, certificates of obligation and by investing those proceeds.

CITY OF COLLEGE STATION, TEXAS
Combining Balance Sheet
Non-Major Governmental Funds
September 30, 2009

	Special Revenue								
	Court Technology Fee	Court Security Fee	Juvenile Case Manager	Police Seizure	American Recovery and Reinvestment Act (ARRA)	Red Light Camera	Northgate Tax Increment Financing District	Memorial Cemetery	Cemetery Perpetual Care
Assets									
Equity in Cash and Cash Equivalents	\$ 258,635	\$ 172,064	\$ 194,890	\$ 42,235	\$ 74,006	\$ 674,577	\$ -	\$ 475,023	\$ 1,321,732
Equity in Investments	63,491	42,239	47,843	10,368	18,167	165,599	-	116,611	324,466
Receivables									
Accrued Interest	738	491	556	120	211	1,347	-	1,355	3,769
Grants	-	-	-	-	-	-	-	-	-
Accounts	-	-	-	-	-	500	-	27,052	9,842
Loans	-	-	-	-	-	-	-	-	-
Less Allowance for Uncollectible Accounts	-	-	-	-	-	-	-	-	(5,831)
Inventories	-	-	-	-	-	-	-	-	353
Prepaid Costs	-	-	-	-	-	-	-	-	-
Restricted Assets									
Equity in Cash and Cash Equivalents	-	-	-	-	-	-	-	-	-
Equity in investments	-	-	-	-	-	-	-	-	-
Total Assets	\$ 322,864	\$ 214,794	\$ 243,289	\$ 52,723	\$ 92,384	\$ 842,023	\$ -	\$ 620,041	\$ 1,654,331
Liabilities and Fund Balances									
Accounts Payable	\$ 2,559	\$ 4,905	\$ 2,958	\$ -	\$ -	\$ 47,856	\$ -	\$ 3,042	\$ (239)
Retainage Payable	-	-	-	-	-	-	-	-	-
Refundable Deposits	-	-	-	-	-	-	-	-	-
Accrued Liabilities	-	-	-	-	-	623,697	-	-	-
Customer Construction Advances	-	-	-	-	-	-	-	-	-
Other Deferred Revenues	-	-	-	-	92,235	-	-	30,652	-
Total Liabilities	2,559	4,905	2,958	-	92,235	671,553	-	33,694	(239)
Fund Balances									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	320,305	209,889	240,331	52,723	149	170,470	-	-	-
Committed	-	-	-	-	-	-	-	586,347	1,654,570
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	320,305	209,889	240,331	52,723	149	170,470	-	586,347	1,654,570
Total Liabilities and Fund Balances	\$ 322,864	\$ 214,794	\$ 243,289	\$ 52,723	\$ 92,384	\$ 842,023	\$ -	\$ 620,041	\$ 1,654,331

Capital Projects											Total Other Governmental Funds
Memorial Cemetery Perpetual Care	Hotel Occupancy Tax	Community Development	Wolf Pen Creek Tax Increment Financing District	Convention Center	Parks Escrow	Business Park	Drainage	General Government Projects	Parks and Recreation Projects	Street Projects	
\$ 196,934	\$ 1,554,606	\$ 559,790	\$ 2,072,639	\$ 449,198	\$ 1,287,999	\$ 487,939	\$ 2,211,914	\$ 7,615,894	\$ 1,134,785	\$ 11,907,507	\$ 32,692,367
48,344	381,633	137,420	508,802	110,272	316,185	119,782	542,992	1,869,589	278,573	2,923,116	8,025,492
562	4,509	-	5,926	3,280	3,771	1,392	6,579	21,929	3,246	34,387	94,168
-	-	185,719	-	-	-	-	-	-	-	-	185,719
23,781	299,199	-	-	43,856	-	-	236,789	-	-	373,512	1,014,531
-	-	539,174	-	-	-	-	-	-	-	-	539,174
-	(57,293)	-	-	(6,290)	-	-	(30,483)	-	-	-	(99,897)
-	-	320,480	-	-	-	-	-	-	-	-	320,833
-	-	-	-	-	-	-	-	-	-	315,733	315,733
-	-	-	-	595,464	-	-	-	-	-	-	595,464
-	-	-	-	146,177	-	-	-	-	-	-	146,177
<u>\$ 269,621</u>	<u>\$ 2,182,654</u>	<u>\$ 1,742,583</u>	<u>\$ 2,587,367</u>	<u>\$ 1,341,957</u>	<u>\$ 1,607,955</u>	<u>\$ 609,113</u>	<u>\$ 2,967,791</u>	<u>\$ 9,507,412</u>	<u>\$ 1,416,604</u>	<u>\$ 15,554,255</u>	<u>\$ 43,829,761</u>
\$ 995	\$ 1,482	\$ 138,558	\$ -	\$ 2,470	\$ 110,099	\$ -	\$ 25,665	\$ 174,500	\$ 18,577	\$ 543,100	\$ 1,076,527
-	-	5,865	-	-	8,597	-	10,000	214,190	62,080	437,144	737,876
-	-	-	-	33,365	-	-	-	-	-	-	33,365
-	-	8,861	-	-	-	-	-	-	-	-	632,558
-	-	-	-	-	-	-	-	-	-	452,540	452,540
23,781	241,906	-	-	19,457	-	-	-	-	-	373,512	781,543
<u>24,776</u>	<u>243,388</u>	<u>153,284</u>	<u>-</u>	<u>55,292</u>	<u>118,696</u>	<u>-</u>	<u>35,665</u>	<u>388,690</u>	<u>80,657</u>	<u>1,806,296</u>	<u>3,714,409</u>
-	-	859,654	-	-	-	-	-	-	-	-	859,654
-	1,939,266	729,645	2,587,367	600,000	1,489,259	-	2,932,126	9,118,722	1,335,947	13,747,959	35,474,158
244,845	-	-	-	141,641	-	-	-	-	-	-	2,627,403
-	-	-	-	-	-	609,113	-	-	-	-	609,113
-	-	-	-	545,024	-	-	-	-	-	-	545,024
<u>244,845</u>	<u>1,939,266</u>	<u>1,589,299</u>	<u>2,587,367</u>	<u>1,286,665</u>	<u>1,489,259</u>	<u>609,113</u>	<u>2,932,126</u>	<u>9,118,722</u>	<u>1,335,947</u>	<u>13,747,959</u>	<u>40,115,352</u>
<u>\$ 269,621</u>	<u>\$ 2,182,654</u>	<u>\$ 1,742,583</u>	<u>\$ 2,587,367</u>	<u>\$ 1,341,957</u>	<u>\$ 1,607,955</u>	<u>\$ 609,113</u>	<u>\$ 2,967,791</u>	<u>\$ 9,507,412</u>	<u>\$ 1,416,604</u>	<u>\$ 15,554,255</u>	<u>\$ 43,829,761</u>

CITY OF COLLEGE STATION, TEXAS
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Non-Major Governmental Funds
 For the Fiscal Year Ended September 30, 2009

	Special Revenue									
	Court Technology	Court Security	Juvenile Case Manager	Police Seizure	American Recovery and Reinvestment Act (ARRA)	Red Light Camera	Northgate Tax Increment Financing District	Memorial Cemetery	Cemetery Perpetual Care	Memorial Cemetery Perpetual Care
Revenues										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 86,340	\$ -	\$ -	\$ -
Intergovernmental Charges for Services	-	-	-	-	-	-	-	351,474	68,141	111,398
Fines, Forfeits, and Penalties	71,375	53,532	106,551	16,692	-	654,332	-	-	-	-
Special Assessment	-	-	-	-	-	-	-	-	-	-
Investment Income	5,755	4,706	4,467	889	149	10,294	785	8,787	31,306	4,001
Rents and Royalties	-	-	-	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-	-	4,272	-
Reimbursed Expenditures	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	(925)	-
Total Revenues	77,130	58,238	111,018	17,581	149	664,626	87,125	360,261	102,794	115,399
Expenditures										
Current										
General Government	-	-	-	-	-	-	-	-	-	-
Fiscal Services	20,820	139,977	80,630	-	-	342,715	-	-	-	-
Police	-	-	-	2,500	-	18,282	-	-	-	-
Planning and Development Services	-	-	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	317,000	-	-	-	-
Parks and Recreation	-	-	-	-	-	-	-	42,496	3,141	-
Information Services	-	-	-	-	-	626	-	-	-	-
Contributions	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	282	71,522
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Debt Service										
Fiscal Charges	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-	-
Total Expenditures	20,820	139,977	80,630	2,500	-	678,623	-	42,496	3,423	71,522
Excess (Deficiency) of Revenues Over (Under) Expenditures	56,310	(81,739)	30,388	15,081	149	(13,997)	87,125	317,765	99,371	43,877
Other Financing Sources (Uses)										
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Sales of Capital Assets	-	-	-	-	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-	-	-	-	-
Transfer Out	(3,747)	-	-	(501)	-	-	(141,641)	-	-	-
Total Other Financing Sources (Uses)	(3,747)	-	-	(501)	-	-	(141,641)	-	-	-
Net Change in Fund Balances	52,563	(81,739)	30,388	14,580	149	(13,997)	(54,516)	317,765	99,371	43,877
Fund Balances, October 1	267,742	291,628	209,943	38,143	-	184,467	54,516	268,582	1,555,199	200,968
Prior Period Adjustment										
Fund Balances, September 30	\$ 320,305	\$ 209,889	\$ 240,331	\$ 52,723	\$ 149	\$ 170,470	\$ -	\$ 586,347	\$ 1,654,570	\$ 244,845

							Capital Projects			Total Other Governmental Funds
Hotel Occupancy Tax	Community Development	Wolf Pen Creek Incremental Financing District	Convention Center	Parks Escrow	Business Park	Drainage	General Government Projects	Parks and Recreation Projects	Streets Projects	
\$ 3,574,649	\$ -	\$ 973,012	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,634,001
-	1,067,117	-	-	-	-	-	-	-	-	1,067,117
-	-	-	-	-	-	-	-	89,556	-	620,569
-	-	-	-	-	-	-	-	-	-	902,482
-	-	-	-	-	-	1,793,174	-	-	-	1,793,174
11,404	-	35,379	(36,127)	32,650	13,539	56,829	187,969	23,920	382,129	778,831
-	-	-	476,490	-	-	-	-	-	-	476,490
-	-	-	-	-	-	-	-	-	-	4,272
-	-	-	-	-	20,000	-	9,350	-	24,543	53,893
-	13,276	-	-	237,094	-	-	-	244	-	249,689
<u>3,586,053</u>	<u>1,080,393</u>	<u>1,008,391</u>	<u>440,363</u>	<u>269,744</u>	<u>33,539</u>	<u>1,850,003</u>	<u>197,319</u>	<u>113,720</u>	<u>406,672</u>	<u>10,580,518</u>
-	622,724	-	49,009	-	-	-	-	-	-	671,733
20,665	-	-	-	-	-	70,622	-	-	-	675,429
-	-	-	-	-	-	-	3,887	-	-	24,669
-	67,829	-	-	-	-	-	-	-	-	67,829
506,468	16,624	714	-	-	-	1,107,899	-	-	-	1,424,899
-	-	-	-	-	-	-	-	-	-	569,443
-	-	-	-	-	-	-	-	-	-	626
1,699,300	-	-	-	-	-	-	-	-	-	1,699,300
-	-	-	17,190	-	-	12,991	-	-	-	101,985
-	-	15,263	9,639,985	381,918	20,066	360,995	7,968,174	2,145,430	11,399,570	31,931,401
-	-	-	19,735	-	-	-	11,076	1,534	1,067	33,412
-	-	-	-	-	-	-	-	-	745,908	745,908
<u>2,226,433</u>	<u>707,177</u>	<u>15,977</u>	<u>9,725,919</u>	<u>381,918</u>	<u>20,066</u>	<u>1,552,507</u>	<u>7,983,137</u>	<u>2,146,964</u>	<u>12,146,545</u>	<u>37,946,634</u>
<u>1,359,620</u>	<u>373,216</u>	<u>992,414</u>	<u>(9,285,556)</u>	<u>(112,174)</u>	<u>13,473</u>	<u>297,496</u>	<u>(7,785,818)</u>	<u>(2,033,244)</u>	<u>(11,739,873)</u>	<u>(27,366,116)</u>
-	-	-	3,220,000	-	-	-	4,010,000	1,535,000	1,050,000	9,815,000
-	-	-	-	-	-	-	500,000	-	-	500,000
-	-	8,515	7,141,641	-	-	-	85,682	86,961	130,671	7,453,470
(7,000,000)	(94,403)	-	(130,671)	(9,101)	(250,000)	(419,567)	-	(68,026)	(81,234)	(8,198,891)
<u>(7,000,000)</u>	<u>(94,403)</u>	<u>8,515</u>	<u>10,230,970</u>	<u>(9,101)</u>	<u>(250,000)</u>	<u>(419,567)</u>	<u>4,595,682</u>	<u>1,553,935</u>	<u>1,099,437</u>	<u>9,569,579</u>
(5,640,380)	278,813	1,000,929	945,414	(121,275)	(236,527)	(122,071)	(3,190,136)	(479,309)	(10,640,436)	(17,796,537)
<u>7,579,646</u>	<u>733,906</u>	<u>1,586,438</u>	<u>341,251</u>	<u>1,610,534</u>	<u>845,640</u>	<u>3,054,197</u>	<u>12,308,858</u>	<u>1,815,256</u>	<u>24,388,395</u>	<u>57,335,309</u>
-	576,580	-	-	-	-	-	-	-	-	576,580
<u>\$ 1,939,266</u>	<u>\$ 1,589,299</u>	<u>\$ 2,587,367</u>	<u>\$ 1,286,665</u>	<u>\$ 1,489,259</u>	<u>\$ 609,113</u>	<u>\$ 2,932,126</u>	<u>\$ 9,118,722</u>	<u>\$ 1,335,947</u>	<u>\$ 13,747,959</u>	<u>\$ 40,115,352</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Court Technology Fee Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Fines, Forfeits, and Penalties	\$ 89,000	\$ 89,000	\$ 71,375	\$ -	\$ 71,375	\$ (17,625)
Investment Income	9,000	9,000	5,755	-	5,755	(3,245)
Total Revenues	98,000	98,000	77,130	-	77,130	(20,870)
Expenditures						
Current						
Fiscal Services	40,000	40,000	20,820	-	20,820	(19,180)
Reimbursed Administration	3,747	3,747	-	(3,747)	3,747	-
Total Expenditures	43,747	43,747	20,820	(3,747)	24,567	(19,180)
Excess (Deficiency) of Revenues Over (Under)	54,253	54,253	56,310	3,747	52,563	(1,690)
Other Financing Sources (Uses)						
Transfer Out	-	-	(3,747)	(3,747)	-	-
Total Other Financing Uses	-	-	(3,747)	(3,747)	-	-
Net Change in Fund Balances	54,253	54,253	52,563	\$ -	52,563	52,563
Fund Balances, October 1	267,742	267,742	267,742		267,742	267,742
Fund Balances, September 30	\$ 321,995	\$ 321,995	\$ 320,305		\$ 320,305	\$ 320,305

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Court Security Fee Fund
For the Fiscal Year Ended September 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
Revenues						
Fines, Forfeits, and Penalties	\$ 67,000	\$ 67,000	\$ 53,532	\$ -	\$ 53,532	\$ (13,468)
Investment Income	<u>13,000</u>	<u>13,000</u>	<u>4,706</u>	<u>-</u>	<u>4,706</u>	<u>(8,294)</u>
Total Revenues	<u>80,000</u>	<u>80,000</u>	<u>58,238</u>	<u>-</u>	<u>58,238</u>	<u>(21,762)</u>
Expenditures						
Fiscal Services	<u>154,848</u>	<u>154,848</u>	<u>139,977</u>	<u>-</u>	<u>139,977</u>	<u>(14,871)</u>
Total Expenditures	<u>154,848</u>	<u>154,848</u>	<u>139,977</u>	<u>-</u>	<u>139,977</u>	<u>(14,871)</u>
Deficiency of Revenues Under Expenditures	<u>(74,848)</u>	<u>(74,848)</u>	<u>(81,739)</u>	<u>-</u>	<u>(81,739)</u>	<u>(6,891)</u>
Net Change in Fund Balances	<u>(74,848)</u>	<u>(74,848)</u>	<u>(81,739)</u>	<u>\$ -</u>	<u>(81,739)</u>	<u>(6,891)</u>
Fund Balances, October 1	<u>291,628</u>	<u>291,628</u>	<u>291,628</u>		<u>291,628</u>	<u>291,628</u>
Fund Balances, September 30	<u>\$ 216,780</u>	<u>\$ 216,780</u>	<u>\$ 209,889</u>		<u>\$ 209,889</u>	<u>\$ 284,737</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Juvenile Case Manager Fund
For the Fiscal Year Ended September 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
Revenues						
Taxes						
Fines, Forfeits, and Penalties	\$ 115,000	\$ 115,000	\$ 106,551	\$ -	\$ 106,551	\$ (8,449)
Investment Income	8,200	8,200	4,467	-	4,467	(3,733)
Total Revenues	<u>123,200</u>	<u>123,200</u>	<u>111,018</u>	<u>-</u>	<u>111,018</u>	<u>(12,182)</u>
Expenditures						
Fiscal Services	84,346	84,346	80,630	(392)	81,022	(3,324)
Reimbursed Administration	-	-	-	392	(392)	(392)
Total Expenditures	<u>84,346</u>	<u>84,346</u>	<u>80,630</u>	<u>-</u>	<u>80,630</u>	<u>(3,716)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>38,854</u>	<u>38,854</u>	<u>30,388</u>	<u>-</u>	<u>30,388</u>	<u>(8,466)</u>
Net Change in Fund Balances	38,854	38,854	30,388	<u>\$ -</u>	30,388	(8,466)
Fund Balances, October 1	<u>209,943</u>	<u>209,943</u>	<u>209,943</u>		<u>209,943</u>	<u>209,943</u>
Fund Balances, September 30	<u>\$ 248,797</u>	<u>\$ 248,797</u>	<u>\$ 240,331</u>		<u>\$ 240,331</u>	<u>\$ 201,477</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Police Seizure Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Fines, Forfeits, and Penalties	\$ 15,000	\$ 15,000	\$ 16,692	\$ -	\$ 16,692	\$ 1,692
Investment Income	1,000	1,000	889	-	889	(111)
Total Revenues	<u>16,000</u>	<u>16,000</u>	<u>17,581</u>	<u>-</u>	<u>17,581</u>	<u>1,581</u>
Expenditures						
Police	20,000	20,000	2,500	-	2,500	(17,500)
Reimbursed Administration	501	501	-	(501)	501	-
Total Expenditures	<u>20,501</u>	<u>20,501</u>	<u>2,500</u>	<u>(501)</u>	<u>3,001</u>	<u>(17,500)</u>
Excess (Deficiency) of Revenues Over (Under)						
Expenditures	(4,501)	(4,501)	15,081	501	14,580	19,081
Other Financing Uses						
Transfer Out	-	-	(501)	(501)	-	(501)
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>(501)</u>	<u>(501)</u>	<u>-</u>	<u>(501)</u>
Net Change in Fund Balances	(4,501)	(4,501)	14,580	<u>\$ -</u>	14,580	18,580
Fund Balances, October 1	<u>38,143</u>	<u>38,143</u>	<u>38,143</u>		<u>38,143</u>	<u>38,143</u>
Fund Balances, September 30	<u>\$ 33,642</u>	<u>\$ 33,642</u>	<u>\$ 52,723</u>		<u>\$ 52,723</u>	<u>\$ 56,723</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
American Recovery and Reinvestment Act (ARRA) Fund
For the Fiscal Year Ended September 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
Revenues						
Investment Income	\$ -	\$ -	\$ 149	\$ -	\$ 149	\$ 149
Total Revenues	<u>-</u>	<u>-</u>	<u>149</u>	<u>-</u>	<u>149</u>	<u>149</u>
Expenditures						
General Government	-	299,821	-	-	-	(299,821)
Police	-	92,235	-	-	-	(92,235)
Total Expenditures	<u>-</u>	<u>392,056</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(392,056)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>(392,056)</u>	<u>149</u>	<u>-</u>	<u>149</u>	<u>392,205</u>
Net Change in Fund Balances	-	(392,056)	149	<u>\$ -</u>	149	392,205
Fund Balances, September 30	<u>\$ -</u>	<u>\$ (392,056)</u>	<u>\$ 149</u>		<u>\$ 149</u>	<u>\$ 392,205</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Red Light Camera Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Fines, Forfeits, and Penalties	\$ 1,075,000	\$ 1,075,000	\$ 654,332	\$ -	\$ 654,332	\$ (420,668)
Investment Income	-	-	10,294	-	10,294	10,294
Total Revenues	<u>1,075,000</u>	<u>1,075,000</u>	<u>664,626</u>	<u>-</u>	<u>664,626</u>	<u>(410,374)</u>
Expenditures						
Fiscal Services	612,000	707,000	342,715	2,755	339,960	(367,040)
Police	-	-	18,282	18,282	-	-
Public Works	410,090	418,401	317,000	33,761	283,239	(135,162)
Information Services	-	-	626	626	-	-
Total Expenditures	<u>1,022,090</u>	<u>1,125,401</u>	<u>678,623</u>	<u>55,424</u>	<u>623,199</u>	<u>(502,202)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>52,910</u>	<u>(50,401)</u>	<u>(13,997)</u>	<u>(55,424)</u>	<u>41,427</u>	<u>91,828</u>
Other Financing Uses						
Transfer Out	(45,000)	(45,000)	-	-	-	45,000
Total Other Financing Uses	<u>(45,000)</u>	<u>(45,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,000</u>
Net Change in Fund Balances	7,910	(95,401)	(13,997)	<u>(55,424)</u>	41,427	136,828
Fund Balances, October 1	<u>184,467</u>	<u>184,467</u>	<u>184,467</u>		<u>184,467</u>	<u>184,467</u>
Fund Balances, September 30	<u>\$ 192,377</u>	<u>\$ 89,066</u>	<u>\$ 170,470</u>		<u>\$ 225,894</u>	<u>\$ 321,295</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Northgate Tax Increment Financing District Fund
For the Fiscal Year Ended September 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
Revenues						
Taxes						
Ad valorem	\$ 170,000	\$ 170,000	\$ 86,340	\$ -	\$ 86,340	\$ (83,660)
Investment Income	1,138	1,138	785	-	785	(353)
Total Revenues	<u>171,138</u>	<u>171,138</u>	<u>87,125</u>	<u>-</u>	<u>87,125</u>	<u>(84,013)</u>
Other Financing Uses						
Transfer Out	-	-	(141,641)	-	(141,641)	(141,641)
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>(141,641)</u>	<u>-</u>	<u>(141,641)</u>	<u>(141,641)</u>
Net Change in Fund Balances	171,138	171,138	(54,516)	<u>\$ -</u>	(54,516)	(225,654)
Fund Balances, October 1	54,516	54,516	54,516		54,516	54,516
Fund Balances, September 30	<u>\$ 225,654</u>	<u>\$ 225,654</u>	<u>\$ -</u>		<u>\$ -</u>	<u>\$ (171,138)</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Memorial Cemetery Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Charges for Services	\$ 1,173,740	\$ 1,173,740	\$ 351,474	\$ -	\$ 351,474	\$ (822,266)
Investment Income	-	-	8,787	-	8,787	8,787
Total Revenues	<u>1,173,740</u>	<u>1,173,740</u>	<u>360,261</u>	<u>-</u>	<u>360,261</u>	<u>(813,479)</u>
Expenditures						
Parks and Recreation	-	51,829	42,496	-	42,496	(9,333)
Total Expenditures	<u>-</u>	<u>51,829</u>	<u>42,496</u>	<u>-</u>	<u>42,496</u>	<u>(9,333)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,173,740</u>	<u>1,121,911</u>	<u>317,765</u>	<u>-</u>	<u>317,765</u>	<u>(804,146)</u>
Other Financing Uses						
Transfer Out	(640,000)	(640,000)	-	-	-	640,000
Total Other Financing Uses	<u>(640,000)</u>	<u>(640,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>640,000</u>
Net Change in Fund Balances	533,740	481,911	317,765	<u>\$ -</u>	317,765	(164,146)
Fund Balances, October 1	<u>268,582</u>	<u>268,582</u>	<u>268,582</u>		<u>268,582</u>	<u>268,582</u>
Fund Balances, September 30	<u>\$ 802,322</u>	<u>\$ 750,493</u>	<u>\$ 586,347</u>		<u>\$ 586,347</u>	<u>\$ 104,436</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Cemetery Perpetual Care Fund
For the Fiscal Year Ended September 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
Revenues						
Charges for Services	\$ 45,000	\$ 45,000	\$ 68,141	\$ -	\$ 68,141	\$ 23,141
Investment Income	55,000	55,000	31,306	-	31,306	(23,694)
Contributions	-	-	4,272	-	4,272	4,272
Other	-	-	(925)	-	(925)	(925)
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>102,794</u>	<u>-</u>	<u>102,794</u>	<u>2,794</u>
Expenditures						
Parks and Recreation	-	-	3,141	-	3,141	3,141
Other	-	-	282	-	282	282
Total Expenditures	<u>-</u>	<u>-</u>	<u>3,423</u>	<u>-</u>	<u>3,423</u>	<u>3,423</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>100,000</u>	<u>100,000</u>	<u>99,371</u>	<u>-</u>	<u>99,371</u>	<u>(629)</u>
Net Change in Fund Balances	100,000	100,000	99,371	<u>\$ -</u>	99,371	(629)
Fund Balances, October 1	<u>1,555,199</u>	<u>1,555,199</u>	<u>1,555,199</u>		<u>1,555,199</u>	<u>1,555,199</u>
Fund Balances, September 30	<u>\$ 1,655,199</u>	<u>\$ 1,655,199</u>	<u>\$ 1,654,570</u>		<u>\$ 1,654,570</u>	<u>\$ 1,554,570</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Memorial Cemetery Perpetual Care Fund
For the Fiscal Year Ended September 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
Revenues						
Charges for Services	\$ 578,111	\$ 578,111	\$ 111,398	\$ -	\$ 111,398	\$ (466,713)
Investment Income	14,500	14,500	4,001	-	4,001	(10,499)
Total Revenues	<u>592,611</u>	<u>592,611</u>	<u>115,399</u>	<u>-</u>	<u>115,399</u>	<u>(477,212)</u>
Expenditures						
Parks and Recreation	75,000	75,000	71,522	-	71,522	(3,478)
Other	-	-	-	-	-	-
Total Expenditures	<u>75,000</u>	<u>75,000</u>	<u>71,522</u>	<u>-</u>	<u>71,522</u>	<u>(3,478)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>517,611</u>	<u>517,611</u>	<u>43,877</u>	<u>-</u>	<u>43,877</u>	<u>(473,734)</u>
Net Change in Fund Balances	517,611	517,611	43,877	<u>\$ -</u>	43,877	(473,734)
Fund Balances, October 1	<u>200,968</u>	<u>200,968</u>	<u>200,968</u>		<u>200,968</u>	<u>200,968</u>
Fund Balances, September 30	<u>\$ 718,579</u>	<u>\$ 718,579</u>	<u>\$ 244,845</u>		<u>\$ 244,845</u>	<u>\$ (272,766)</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Hotel Occupancy Tax Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Taxes						
Occupancy tax	\$ 3,360,000	\$ 3,360,000	\$ 3,574,649	\$ -	\$ 3,574,649	\$ 214,649
Investment Income	75,000	75,000	11,404	-	11,404	(63,596)
Total Revenues	<u>3,435,000</u>	<u>3,435,000</u>	<u>3,586,053</u>	<u>-</u>	<u>3,586,053</u>	<u>151,053</u>
Expenditures						
Fiscal Services	-	20,000	20,665	-	20,665	665
Parks and Recreation	24,000	24,000	506,468	484,496	21,972	(2,028)
Reimbursed Administration	505,826	505,826	-	(484,496)	484,496	(21,330)
Contributions	1,650,000	1,700,000	1,699,300	-	1,699,300	(700)
Total Expenditures	<u>2,179,826</u>	<u>2,249,826</u>	<u>2,226,433</u>	<u>-</u>	<u>2,226,433</u>	<u>(23,393)</u>
Excess of Revenues Over Expenditures	<u>1,255,174</u>	<u>1,185,174</u>	<u>1,359,620</u>	<u>-</u>	<u>1,359,620</u>	<u>174,446</u>
Other Financing Uses						
Transfer Out	(7,050,000)	(7,050,000)	(7,000,000)	-	(7,000,000)	50,000
Total Other Financing Uses	<u>(7,050,000)</u>	<u>(7,050,000)</u>	<u>(7,000,000)</u>	<u>-</u>	<u>(7,000,000)</u>	<u>50,000</u>
Net Change in Fund Balances	(5,794,826)	(5,864,826)	(5,640,380)	<u>\$ -</u>	(5,640,380)	224,446
Fund Balances, October 1	<u>7,579,646</u>	<u>7,579,646</u>	<u>7,579,646</u>	<u>-</u>	<u>7,579,646</u>	<u>7,579,646</u>
Fund Balances, September 30	<u>\$ 1,784,820</u>	<u>\$ 1,714,820</u>	<u>\$ 1,939,266</u>		<u>\$ 1,939,266</u>	<u>\$ 7,804,092</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Community Development Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Taxes						
Intergovernmental	\$ 4,024,517	\$ 4,024,517	\$ 1,067,117	\$ -	\$ 1,067,117	\$ (2,957,400)
Other	20,000	20,000	13,276	-	13,276	(6,724)
Total Revenues	4,044,517	4,044,517	1,080,393	-	1,080,393	(2,964,124)
Expenditures						
General Government	3,908,517	3,908,517	622,724	(283,074)	905,798	(3,002,719)
Planning and Development Services	-	-	67,829	67,829	-	-
Parks and Recreation	-	-	16,624	16,624	-	-
Reimbursed Administration	116,000	116,000	-	(84,453)	84,453	(31,547)
Total Expenditures	4,024,517	4,024,517	707,177	(283,074)	990,251	(3,034,266)
Excess of Revenues Over Expenditures	20,000	20,000	373,216	283,074	90,142	70,142
Other Financing Uses						
Transfer Out	-	-	(94,403)	-	(94,403)	(94,403)
Total Other Financing Uses	-	-	(94,403)	-	(94,403)	(94,403)
Net Change in Fund Balances	20,000	20,000	278,813	\$ 283,074	(4,261)	(24,261)
Fund Balances, October 1	733,906	733,906	733,906		733,906	733,906
Prior Period Adjustment			576,580			
Fund Balances, September 30	\$ 753,906	\$ 753,906	\$ 1,589,299		\$ 729,645	\$ 709,645

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Wolf Pen Creek Tax Increment Financing District Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Taxes						
Ad valorem	\$ 982,000	\$ 982,000	\$ 973,012	\$ -	\$ 973,012	\$ (8,988)
Investment Income	10,000	10,000	35,379	-	35,379	25,379
Total Revenues	<u>992,000</u>	<u>992,000</u>	<u>1,008,391</u>	<u>-</u>	<u>1,008,391</u>	<u>16,391</u>
Expenditures						
Current						
Parks and Recreation	-	-	714	-	714	714
Reimbursed Administration	-	-	-	(6,551)	6,551	6,551
Capital Outlay	1,196,115	1,196,115	15,263	15,066	197	(1,195,918)
Debt Service	-	-	-	-	-	-
Total Expenditures	<u>1,196,115</u>	<u>1,196,115</u>	<u>15,977</u>	<u>8,515</u>	<u>7,462</u>	<u>(1,188,653)</u>
Excess (Deficiency) of Revenues Over (Under)						
Expenditures	<u>(204,115)</u>	<u>(204,115)</u>	<u>992,414</u>	<u>(8,515)</u>	<u>1,000,929</u>	<u>1,205,044</u>
Other Financing Sources						
Transfer In	-	-	8,515	8,515	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>8,515</u>	<u>8,515</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(204,115)</u>	<u>(204,115)</u>	<u>1,000,929</u>	<u>\$ -</u>	<u>1,000,929</u>	<u>1,205,044</u>
Fund Balances, October 1	<u>1,586,438</u>	<u>1,586,438</u>	<u>1,586,438</u>		<u>1,586,438</u>	<u>1,586,438</u>
Fund Balances, September 30	<u>\$ 1,382,323</u>	<u>\$ 1,382,323</u>	<u>\$ 2,587,367</u>		<u>\$ 2,587,367</u>	<u>\$ 2,791,482</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Convention Center Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Investment Income	\$ 8,000	\$ 8,000	\$ (36,127)	\$ -	\$ (36,127)	\$ (44,127)
Rents and Royalties	-	-	476,490	-	476,490	476,490
Total Revenues	<u>8,000</u>	<u>8,000</u>	<u>440,363</u>	<u>-</u>	<u>440,363</u>	<u>432,363</u>
Expenditures						
General Government	-	150,000	49,009	-	49,009	(100,991)
Other	-	-	17,190	-	17,190	17,190
Capital Outlay	7,000,000	9,600,000	9,639,985	-	9,639,985	39,985
Fiscal Charges	-	-	19,735	-	19,735	19,735
Total Expenditures	<u>7,000,000</u>	<u>9,750,000</u>	<u>9,725,919</u>	<u>-</u>	<u>9,725,919</u>	<u>(24,081)</u>
Excess (Deficiency) of Revenues Over (Under)						
Expenditures	(6,992,000)	(9,742,000)	(9,285,556)	-	(9,285,556)	456,444
Other Financing Sources (Uses)						
Insurance of Debt	-	2,600,000	3,220,000	-	3,220,000	620,000
Transfers In	7,000,000	7,141,641	7,141,641	-	7,141,641	-
Transfer Out	(130,671)	(130,671)	(130,671)	-	(130,671)	-
Total Other Financing Sources	<u>6,869,329</u>	<u>9,610,970</u>	<u>10,230,970</u>	<u>-</u>	<u>10,230,970</u>	<u>620,000</u>
Net Change in Fund Balances	(122,671)	(131,030)	945,414	<u>\$ -</u>	945,414	1,076,444
Fund Balances, October 1	<u>341,251</u>	<u>341,251</u>	<u>341,251</u>		<u>341,251</u>	<u>341,251</u>
Fund Balances, September 30	<u>\$ 218,580</u>	<u>\$ 210,221</u>	<u>\$ 1,286,665</u>		<u>\$ 1,286,665</u>	<u>\$ 1,417,695</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Parks Escrow Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Investment Income	\$ 25,000	\$ 25,000	\$ 32,650	\$ -	\$ 32,650	\$ 7,650
Other	290,000	290,000	237,094	-	237,094	(52,906)
Total Revenues	<u>315,000</u>	<u>315,000</u>	<u>269,744</u>	<u>-</u>	<u>269,744</u>	<u>(45,256)</u>
Expenditures						
Reimbursed Administration	-	-	-	9,101	9,101	9,101
Other	-	-	-	1,757	1,757	1,757
Capital Outlay	944,957	1,007,422	381,918	46	381,964	(625,458)
Total Expenditures	<u>944,957</u>	<u>1,007,422</u>	<u>381,918</u>	<u>10,904</u>	<u>392,822</u>	<u>(614,600)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(629,957)</u>	<u>(692,422)</u>	<u>(112,174)</u>	<u>(10,904)</u>	<u>(123,078)</u>	<u>569,344</u>
Other Financing Uses						
Transfer Out	-	-	(9,101)	-	(9,101)	(9,101)
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>(9,101)</u>	<u>-</u>	<u>(9,101)</u>	<u>(9,101)</u>
Net Change in Fund Balances	(629,957)	(692,422)	(121,275)	<u>\$ 10,904</u>	(132,179)	560,243
Fund Balances, October 1	<u>1,610,534</u>	<u>1,610,534</u>	<u>1,610,534</u>	-	<u>1,610,534</u>	<u>1,610,534</u>
Fund Balances, September 30	<u>\$ 980,577</u>	<u>\$ 918,112</u>	<u>\$ 1,489,259</u>		<u>\$ 1,478,355</u>	<u>\$ 2,170,777</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Business Park Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Investment Income	\$ 22,000	\$ 22,000	\$ 13,539	\$ -	\$ 13,539	\$ (8,461)
Reimbursed Expenditures	-	-	20,000	-	20,000	20,000
Total Revenues	<u>22,000</u>	<u>22,000</u>	<u>33,539</u>	<u>-</u>	<u>33,539</u>	<u>11,539</u>
Expenditures						
Capital Outlay	-	-	20,066	-	20,066	20,066
Total Expenditures	<u>-</u>	<u>-</u>	<u>20,066</u>	<u>-</u>	<u>20,066</u>	<u>20,066</u>
Excess (Deficiency) of Revenues Over (Under)						
Expenditures	<u>22,000</u>	<u>22,000</u>	<u>13,473</u>	<u>-</u>	<u>13,473</u>	<u>(8,527)</u>
Other Financing Uses						
Transfer Out	<u>(250,000)</u>	<u>(250,000)</u>	<u>(250,000)</u>	<u>-</u>	<u>(250,000)</u>	<u>-</u>
Total Other Financing Uses	<u>(250,000)</u>	<u>(250,000)</u>	<u>(250,000)</u>	<u>-</u>	<u>(250,000)</u>	<u>-</u>
Net Change in Fund Balances	<u>(228,000)</u>	<u>(228,000)</u>	<u>(236,527)</u>	<u>\$ -</u>	<u>(236,527)</u>	<u>(8,527)</u>
Fund Balances, October 1	<u>845,640</u>	<u>845,640</u>	<u>845,640</u>		<u>845,640</u>	<u>845,640</u>
Fund Balances, September 30	<u>\$ 617,640</u>	<u>\$ 617,640</u>	<u>\$ 609,113</u>		<u>\$ 609,113</u>	<u>\$ 837,113</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Drainage Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Special Assessment	\$ 1,758,670	\$ 1,758,670	\$ 1,793,174	\$ -	\$ 1,793,174	\$ 34,504
Investment Income	39,000	39,000	56,829	-	56,829	17,829
Total Revenues	<u>1,797,670</u>	<u>1,797,670</u>	<u>1,850,003</u>	<u>-</u>	<u>1,850,003</u>	<u>52,333</u>
Expenditures						
Fiscal Services	-	-	70,622	-	70,622	70,622
Public Works	7,200	7,200	1,107,899	1,101,276	6,623	(577)
Reimbursed Administration	1,664,494	1,664,494	-	(1,538,978)	1,538,978	(125,516)
Other	-	-	12,991	-	12,991	12,991
Capital Outlay	392,000	392,000	360,995	18,135	342,860	(49,140)
Total Expenditures	<u>2,063,694</u>	<u>2,063,694</u>	<u>1,552,507</u>	<u>(419,567)</u>	<u>1,972,074</u>	<u>(91,620)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(266,024)</u>	<u>(266,024)</u>	<u>297,496</u>	<u>419,567</u>	<u>(122,071)</u>	<u>143,953</u>
Other Financing Uses						
Transfer Out	-	-	(419,567)	(419,567)	-	-
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>(419,567)</u>	<u>(419,567)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(266,024)</u>	<u>(266,024)</u>	<u>(122,071)</u>	<u>\$ -</u>	<u>(122,071)</u>	<u>143,953</u>
Fund Balances, October 1	<u>3,054,197</u>	<u>3,054,197</u>	<u>3,054,197</u>		<u>3,054,197</u>	<u>3,054,197</u>
Fund Balances, September 30	<u>\$ 2,788,173</u>	<u>\$ 2,788,173</u>	<u>\$ 2,932,126</u>		<u>\$ 2,932,126</u>	<u>\$ 3,198,150</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
General Government Projects Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Investment Income	\$ 172,000	\$ 172,000	\$ 187,969	\$ -	\$ 187,969	\$ 15,969
Reimbursed Expenditures	-	-	9,350	-	9,350	9,350
Total Revenues	<u>172,000</u>	<u>172,000</u>	<u>197,319</u>	<u>-</u>	<u>197,319</u>	<u>25,319</u>
Expenditures						
Police	-	-	3,887	-	3,887	3,887
Reimbursed Administration	96,427	96,427	-	(189,074)	189,074	92,647
Other	-	25,000	-	-	-	(25,000)
Capital Outlay	302,977	7,383,786	7,968,174	252,007	7,716,167	332,381
Fiscal Charges	30,000	30,000	11,076	-	11,076	(18,924)
Total Expenditures	<u>429,404</u>	<u>7,535,213</u>	<u>7,983,137</u>	<u>62,933</u>	<u>7,920,204</u>	<u>384,991</u>
Deficiency of Revenues Under Expenditures	<u>(257,404)</u>	<u>(7,363,213)</u>	<u>(7,785,818)</u>	<u>(62,933)</u>	<u>(7,722,885)</u>	<u>(359,672)</u>
Other Financing Sources (Uses)						
Issuance of Debt	3,040,000	10,030,000	4,010,000	-	4,010,000	(6,020,000)
Sales of Capital Assets	-	-	500,000	-	500,000	500,000
Transfers In	643,240	662,749	85,682	(62,933)	148,615	(514,134)
Transfer Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>3,683,240</u>	<u>10,692,749</u>	<u>4,595,682</u>	<u>(62,933)</u>	<u>4,658,615</u>	<u>(6,034,134)</u>
Net Change in Fund Balances	3,425,836	3,329,536	(3,190,136)	<u>\$ -</u>	(3,064,270)	(6,393,806)
Fund Balances, October 1	<u>12,308,858</u>	<u>12,308,858</u>	<u>12,308,858</u>		<u>12,308,858</u>	<u>12,308,858</u>
Fund Balances, September 30	<u>\$ 15,734,694</u>	<u>\$ 15,638,394</u>	<u>\$ 9,118,722</u>		<u>\$ 9,244,588</u>	<u>\$ 5,915,052</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Parks and Recreation Projects Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Charges for Services	\$ 86,700	\$ 86,700	\$ 89,556	\$ -	\$ 89,556	\$ 2,856
Investment Income	28,000	28,000	23,920	-	23,920	(4,080)
Other	-	-	244	-	244	244
Total Revenues	<u>114,700</u>	<u>114,700</u>	<u>113,720</u>	<u>-</u>	<u>113,720</u>	<u>(980)</u>
Expenditures						
Reimbursed Administration	74,211	74,211	-	(78,969)	78,969	4,758
Capital Outlay	179,100	2,436,277	2,145,430	10,943	2,134,487	(301,790)
Fiscal Charges	-	-	1,534	-	1,534	1,534
Total Expenditures	<u>253,311</u>	<u>2,510,488</u>	<u>2,146,964</u>	<u>(68,026)</u>	<u>2,214,990</u>	<u>(295,498)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(138,611)</u>	<u>(2,395,788)</u>	<u>(2,033,244)</u>	<u>68,026</u>	<u>(2,101,270)</u>	<u>294,518</u>
Other Financing Sources (Uses)						
Issuance of Debt	-	2,225,000	1,535,000	-	1,535,000	(690,000)
Transfers In	86,896	86,896	86,961	-	86,961	65
Transfer Out	-	-	(68,026)	(68,026)	-	-
Total Other Financing Sources (Uses)	<u>86,896</u>	<u>2,311,896</u>	<u>1,553,935</u>	<u>(68,026)</u>	<u>1,621,961</u>	<u>(689,935)</u>
Net Change in Fund Balances	<u>(51,715)</u>	<u>(83,892)</u>	<u>(479,309)</u>	<u>\$ -</u>	<u>(479,309)</u>	<u>(395,417)</u>
Fund Balances, October 1	<u>1,815,256</u>	<u>1,815,256</u>	<u>1,815,256</u>		<u>1,815,256</u>	<u>1,815,256</u>
Fund Balances, September 30	<u>\$ 1,763,541</u>	<u>\$ 1,731,364</u>	<u>\$ 1,335,947</u>		<u>\$ 1,335,947</u>	<u>\$ 1,419,839</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Streets Projects Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Investment Income	\$ 279,000	\$ 279,000	\$ 382,129	\$ -	\$ 382,129	\$ 103,129
Reimbursed Expenditures	-	-	24,543	-	24,543	24,543
Total Revenues	<u>279,000</u>	<u>279,000</u>	<u>406,672</u>	<u>-</u>	<u>406,672</u>	<u>127,672</u>
Expenditures						
Reimbursed Administration	424,682	424,682	-	(612,535)	612,535	187,853
Capital Outlay	1,398,882	2,088,882	11,399,570	167,469	11,232,101	9,143,219
Fiscal Charges	11,000	11,000	1,067	-	1,067	(9,933)
Intergovernmental	-	-	745,908	363,832	382,076	382,076
Total Expenditures	<u>1,834,564</u>	<u>2,524,564</u>	<u>12,146,545</u>	<u>(81,234)</u>	<u>12,227,779</u>	<u>9,703,215</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,555,564)</u>	<u>(2,245,564)</u>	<u>(11,739,873)</u>	<u>81,234</u>	<u>(11,821,107)</u>	<u>(9,575,543)</u>
Other Financing Sources (Uses)						
Issuance of Debt	1,095,000	1,603,000	1,050,000	-	1,050,000	(553,000)
Transfers In	130,671	130,671	130,671	-	130,671	-
Transfer Out	-	-	(81,234)	(81,234)	-	-
Total Other Financing Sources (Uses)	<u>1,225,671</u>	<u>1,733,671</u>	<u>1,099,437</u>	<u>(81,234)</u>	<u>1,180,671</u>	<u>(553,000)</u>
Net Change in Fund Balances	<u>(329,893)</u>	<u>(511,893)</u>	<u>(10,640,436)</u>	<u>\$ -</u>	<u>(10,640,436)</u>	<u>(10,128,543)</u>
Fund Balances, October 1	<u>24,388,395</u>	<u>24,388,395</u>	<u>24,388,395</u>		<u>24,388,395</u>	<u>24,388,395</u>
Fund Balances, September 30	<u>\$ 24,058,502</u>	<u>\$ 23,876,502</u>	<u>\$ 13,747,959</u>		<u>\$ 13,747,959</u>	<u>\$ 14,259,852</u>

CITY OF COLLEGE STATION, TEXAS
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Debt Service Fund
For the Fiscal Year Ended September 30, 2009

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
Revenues						
Taxes						
Ad valorem	\$ 12,285,432	\$ 12,285,432	\$ 12,087,412	\$ -	\$ 12,087,412	\$ (198,020)
Penalty and interest	-	-	51,325	-	51,325	51,325
Investment Income	200,000	200,000	111,370	-	111,370	(88,630)
Reimbursed Expenditures	-	-	1,102	-	1,102	1,102
Total Revenues	<u>12,485,432</u>	<u>12,485,432</u>	<u>12,251,209</u>	<u>-</u>	<u>12,251,209</u>	<u>(234,223)</u>
Expenditures						
Debt Service						
Principal Retirement	9,125,000	9,085,000	7,935,000	-	7,935,000	(1,150,000)
Interest Payments	5,319,475	5,073,927	4,114,356	-	4,114,356	(959,571)
Fiscal Charges	20,000	20,000	13,139	-	13,139	(6,861)
Total Expenditures	<u>14,464,475</u>	<u>14,178,927</u>	<u>12,062,495</u>	<u>-</u>	<u>12,062,495</u>	<u>(2,116,432)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,979,043)</u>	<u>(1,693,495)</u>	<u>188,714</u>	<u>-</u>	<u>188,714</u>	<u>1,882,209</u>
Other Financing Sources (Uses)						
Transfers In	2,414,345	2,414,345	180,350	-	180,350	(2,233,995)
Transfer Out	-	-	(285,548)	-	(285,548)	(285,548)
Total Other Financing Sources (Uses)	<u>2,414,345</u>	<u>2,414,345</u>	<u>(105,198)</u>	<u>-</u>	<u>(105,198)</u>	<u>(2,519,543)</u>
Net Change in Fund Balances	435,302	720,850	83,516	<u>\$ -</u>	83,516	(637,334)
Fund Balances, October 1	3,817,694	3,817,694	3,817,694		3,817,694	3,817,694
Fund Balances, September 30	<u>\$ 4,252,996</u>	<u>\$ 4,538,544</u>	<u>\$ 3,901,210</u>		<u>\$ 3,901,210</u>	<u>\$ 3,180,360</u>

COMBINING FINANCIAL STATEMENTS

NONMAJOR ENTERPRISE FUNDS

Sanitation - to account for all sanitation collection and disposal activities by the City for both residential and commercial customers.

Northgate Parking Garage - to account for revenues and expenses related to the operation and maintenance of the Northgate parking garage and parking lot.

CITY OF COLLEGE STATION, TEXAS
Combining Statement of Net Assets
Nonmajor Enterprise Funds
September 30, 2009

	Sanitation	Northgate Parking Garage	Total
Current Assets			
Equity in Cash and Cash Equivalents	\$ 474,724	\$ 1,066,895	\$ 1,541,619
Equity in Investments	116,538	261,907	378,445
Restricted Assets			
Equity in Cash and Cash Equivalents	8,221,696	-	8,221,696
Equity in Investments	2,018,304	-	2,018,304
Receivables			
Accrued Interest	24,801	3,018	27,819
Accounts	960,935	47,757	1,008,692
Less: Allowance for Uncollectible Accounts	(122,012)	(217)	(122,229)
Inventories	16,532	-	16,532
Total Current Assets	11,711,518	1,379,360	13,090,878
Noncurrent Assets			
Equity in Joint Venture	12,551,808	-	12,551,808
Bond Issuance Charges	46,963	-	46,963
Total Deferred Charges	46,963	-	46,963
Property and Equipment			
Buildings	-	5,743,755	5,743,755
Machinery and Equipment	338,043	299,038	637,081
Accumulated Depreciation	(338,043)	(1,300,455)	(1,638,498)
Land	-	690,707	690,707
Total Property and Equipment	-	5,433,045	5,433,045
Total Noncurrent Assets	12,598,771	5,433,045	18,031,816
Total Assets	24,310,289	6,812,405	31,122,694
Liabilities			
Current Liabilities			
Accounts Payable	96,220	20,042	116,262
Accrued Liabilities	116,691	21,278	137,969
Other Deferred Revenues	21,200	59,732	80,932
Payable from Restricted Assets			
Accrued Interest Payable	51,684	29,823	81,507
Refundable Deposits	-	12,199	12,199
Certificates of Obligation	355,000	310,000	665,000
Total Current Liabilities	640,795	453,074	1,093,869
Noncurrent Liabilities			
Certificates of Obligation	9,935,000	4,220,000	14,155,000
Accrued Vacation	64,000	3,089	67,089
Total Noncurrent Liabilities	9,999,000	4,223,089	14,222,089
Total Liabilities	10,639,795	4,676,163	15,315,958
Net Assets			
Invested in Capital Assets, net of related debt	-	903,045	903,045
Restricted for:			
Capital Projects	10,240,000	-	10,240,000
Inventories	16,532	-	16,532
Unrestricted	3,413,962	1,233,197	4,647,159
Total Net Assets	\$ 13,670,494	\$ 2,136,242	\$ 15,806,736

CITY OF COLLEGE STATION, TEXAS
Combining Statement of Revenues, Expenses and Changes in Net Assets
Nonmajor Enterprise Funds
For the Fiscal Year Ended September 30, 2009

	Sanitation	Northgate Parking Garage	Total
Operating Revenues			
Charges for Services	\$ 6,886,710	\$ 990,735	\$ 7,877,445
Other	46,462	-	46,462
Total Operating Revenues	<u>6,933,172</u>	<u>990,735</u>	<u>7,923,907</u>
Operating Expenses			
Salaries and Benefits	1,810,198	280,792	2,090,990
Supplies	299,790	16,413	316,203
Maintenance	512,450	30,276	542,726
Purchased Professional Services	576,987	68,865	645,852
Purchased Property Services	1,536,662	51,705	1,588,367
Other Purchased Services	886,981	24,406	911,387
Depreciation	-	170,059	170,059
Other	178,395	20	178,415
Total Operating Expenses	<u>5,801,463</u>	<u>642,536</u>	<u>6,443,999</u>
Operating Income	<u>1,131,709</u>	<u>348,199</u>	<u>1,479,908</u>
Nonoperating Revenues (Expenses)			
Investment Income	52,299	23,063	75,362
Grants	17,792	-	17,792
Earnings in Joint Venture	1,055,623	-	1,055,623
Interest Expense	(51,684)	(275,371)	(327,055)
Other, Net	(50,675)	5,320	(45,355)
Total Nonoperating Revenues (Expenses)	<u>1,023,355</u>	<u>(246,988)</u>	<u>776,367</u>
Income Before Capital Contributions and Transfers	<u>2,155,064</u>	<u>101,211</u>	<u>2,256,275</u>
Transfers			
Transfers In	-	285,548	285,548
Transfers Out	(885,147)	(88,970)	(974,117)
Total Capital Contributions and Transfers	<u>(885,147)</u>	<u>196,578</u>	<u>(688,569)</u>
Change in Net Assets	1,269,917	297,789	1,567,706
Beginning Net Assets	<u>12,400,577</u>	<u>6,658,453</u>	<u>19,059,030</u>
Prior Period Adjustment	-	(4,820,000)	(4,820,000)
Ending Net Assets	<u>\$ 13,670,494</u>	<u>\$ 2,136,242</u>	<u>\$ 15,806,736</u>

CITY OF COLLEGE STATION, TEXAS
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Fiscal Year Ended September 30, 2009

	Sanitation	Northgate Parking Garage	Total
Cash Flows from Operating Activities:			
Cash Received from Customers	\$ 6,930,054	\$ 979,820	\$ 7,909,874
Cash Payments to Suppliers for Goods and Services	(3,922,319)	(169,625)	(4,091,944)
Cash Payments to Employees for Services	(1,807,232)	(278,931)	(2,086,163)
Customer Deposits Received	-	3,029	3,029
Cash Received for Reimbursed Expenses	-	-	-
Cash Received for Miscellaneous Revenues	-	5,320	5,320
Cash Paid for Miscellaneous Expenses	(50,675)	-	(50,675)
Net Cash Provided by Operating Activities	1,149,828	539,613	1,689,441
Cash Flows from Noncapital Financing Activities:			
Transfers In from Other Funds	-	285,548	285,548
Transfers Out to Other Funds	(885,147)	(88,970)	(974,117)
Net Cash Provided (Used) by Noncapital Financing Activities	(885,147)	196,578	(688,569)
Cash Flows from Capital and Related Financing Activities:			
Acquisition and Construction of Capital Assets	-	(48,847)	(48,847)
Principal Paid on Certificates of Obligation	-	(290,000)	(290,000)
Interest Paid on Certificates of Obligation	-	(245,548)	(245,548)
Proceeds from Certificates of Obligation	10,240,000	-	10,240,000
Net Cash Provided (Used) by Capital and Related Financing Activities	10,240,000	(584,395)	9,655,605
Cash Flows from Investing Activities:			
Purchase of Investments	(6,204,232)	(1,076,311)	(7,280,543)
Proceeds from Sale and Maturities of Investment Securities	4,181,481	1,191,260	5,372,741
Investment Income	28,938	21,811	50,749
Net Cash Provided (Used) by Investing Activities	(1,993,813)	136,760	(1,857,053)
Net Increase in Cash and Cash Equivalents	8,510,868	288,556	8,799,424
Cash and Cash Equivalents, Oct. 1	185,552	778,339	963,891
Cash and Cash Equivalents, Sept. 30	\$ 8,696,420	\$ 1,066,895	\$ 9,763,315
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:			
Operating Income	\$ 1,131,709	\$ 348,199	\$ 1,479,908
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation, Bad Debt Expense, Inventory Loss	-	170,059	170,059
Provision for Uncollectible Accounts	6,676	22	6,698
Miscellaneous Nonoperating Revenues	-	5,320	5,320
Miscellaneous Nonoperating Expenses	(50,675)	-	(50,675)
Changes in Assets and Liabilities:			
Change in Accounts Receivable	(6,526)	10,927	4,401
Change in Deferred Revenues	3,408	(21,842)	(18,434)
Change in Inventory	23,280	-	23,280
Change in Accounts Payable	27,351	17,739	45,090
Change in Accrued Liabilities	8,370	5,533	13,903
Change in Refundable Deposits	-	3,029	3,029
Change in Accrued Vacation	6,235	627	6,862
Total Adjustments	18,119	191,414	209,533
Net Cash Provided by Operating Activities	\$ 1,149,828	\$ 539,613	\$ 1,689,441

COMBINING FINANCIAL STATEMENTS

INTERNAL SERVICE FUNDS

Communication Services - to account for the activities related to the operation and maintenance of the City's radio and telephone systems.

Employee Benefits - to account for self-insurance activity related to administration of the City's health benefits plan.

Equipment Replacement - to account for the purchase of City equipment such as vehicles and large motorized equipment, telephone and radio systems, and replacement assets for existing technological infrastructure equipment not budgeted in other funds.

Fleet Maintenance - to account for all activities related to the management of the City's vehicles and heavy equipment, including preventive maintenance and vehicle repair activities.

Property and Casualty - to account for insurance activity relating to all claims filed for liability cases (both injury and property) and property losses incurred for City property.

Unemployment - to account for self-insurance activity on claims filed under unemployment compensation laws.

Utility Customer Service - to account for the billing and collection activities relating to the City's electric, water, and sewer utilities and residential and commercial garbage collection.

Workers' Compensation - to account for self-insurance activity relating to administration of the City's workers' compensation plan.

CITY OF COLLEGE STATION, TEXAS

Combining Statement of Net Assets

Internal Service Funds

September 30, 2009

	<u>Communication Services</u>	<u>Employee Benefits</u>	<u>Equipment Replacement</u>	<u>Fleet Maintenance</u>
Current Assets				
Equity in Cash and Cash Equivalents	\$ -	\$ 4,277,666	\$ 4,325,381	\$ 294,037
Equity in Investments	-	1,050,103	1,061,817	72,182
Receivables				
Accrued Interest	-	12,199	12,337	839
Accounts	-	4,690	-	-
Other	-	14	-	-
Less Allowance for Uncollectible Accounts	-	-	-	-
Inventories	-	-	-	65,705
Total Current Assets	<u>-</u>	<u>5,344,672</u>	<u>5,399,535</u>	<u>432,763</u>
Property and Equipment				
Buildings	-	-	-	786,525
Machinery and Equipment	-	-	22,918,991	259,884
Accumulated Depreciation	-	-	(14,615,297)	(527,002)
Total Property and Equipment	<u>-</u>	<u>-</u>	<u>8,303,694</u>	<u>519,407</u>
Total Assets	<u>\$ -</u>	<u>\$ 5,344,672</u>	<u>\$ 13,703,229</u>	<u>\$ 952,170</u>
Liabilities and Fund Equity				
Current Liabilities				
Accounts Payable	\$ -	\$ 187,392	\$ 9,115	\$ 13,535
Claims Payable	-	824,517	-	-
Accrued Liabilities	-	-	-	30,696
Total Current Liabilities	<u>-</u>	<u>1,011,909</u>	<u>9,115</u>	<u>44,231</u>
Noncurrent Liabilities				
Accrued Vacation	-	-	-	44,475
Total Noncurrent Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>44,475</u>
Total Liabilities	<u>-</u>	<u>1,011,909</u>	<u>9,115</u>	<u>88,706</u>
Fund Equity				
Invested in Capital Assets	-	-	8,303,694	519,407
Restricted for Inventories	-	-	-	65,705
Unallocated Retained Earnings (Deficits)	-	4,332,763	5,390,420	278,352
Total Fund Equity	<u>-</u>	<u>4,332,763</u>	<u>13,694,114</u>	<u>863,464</u>
Total Liabilities and Fund Equity	<u>\$ -</u>	<u>\$ 5,344,672</u>	<u>\$ 13,703,229</u>	<u>\$ 952,170</u>

Property and Casualty	Unemployment	Utility Customer Service	Workers' Compensation	Total
\$ 906,326	\$ 181,304	\$ 64,120	\$ 1,668,171	\$ 11,717,005
222,490	44,508	15,740	409,511	2,876,351
2,585	517	177	4,757	33,411
25,000	-	47,247	-	76,937
-	-	14,129	-	14,143
-	-	(24,028)	-	(24,028)
-	-	-	-	65,705
<u>1,156,401</u>	<u>226,329</u>	<u>117,385</u>	<u>2,082,439</u>	<u>14,759,524</u>
-	-	-	-	786,525
-	-	1,410,083	-	24,588,958
-	-	(945,763)	-	(16,088,062)
-	-	464,320	-	9,287,421
<u>\$ 1,156,401</u>	<u>\$ 226,329</u>	<u>\$ 581,705</u>	<u>\$ 2,082,439</u>	<u>\$ 24,046,945</u>
\$ 585,951	\$ 19,321	\$ 32,581	\$ 5,519	\$ 853,414
390,378	-	-	335,017	1,549,912
-	-	51,059	-	81,755
<u>976,329</u>	<u>19,321</u>	<u>83,640</u>	<u>340,536</u>	<u>2,485,081</u>
-	-	59,151	-	103,626
-	-	59,151	-	103,626
<u>976,329</u>	<u>19,321</u>	<u>142,791</u>	<u>340,536</u>	<u>2,588,707</u>
-	-	464,320	-	9,287,421
-	-	-	-	65,705
180,072	207,008	(25,406)	1,741,903	12,105,112
<u>180,072</u>	<u>207,008</u>	<u>438,914</u>	<u>1,741,903</u>	<u>21,458,238</u>
<u>\$ 1,156,401</u>	<u>\$ 226,329</u>	<u>\$ 581,705</u>	<u>\$ 2,082,439</u>	<u>\$ 24,046,945</u>

CITY OF COLLEGE STATION, TEXAS
Combining Statement of Revenues, Expenses and Changes in Net Assets
Internal Service Funds
For the Fiscal Year Ended September 30, 2009

	Communication Services	Employee Benefits	Equipment Replacement	Fleet Maintenance
Operating Revenues				
Charges for Services	\$ 927,731	\$ -	\$ 4,916,551	\$ 1,799,400
Premiums	-	6,443,797	-	-
Other	-	68,317	-	-
Total Operating Revenues	<u>927,731</u>	<u>6,512,114</u>	<u>4,916,551</u>	<u>1,799,400</u>
Operating Expenses				
Salaries and Benefits	400,201	70,337	-	789,009
Supplies	33,573	-	220,581	679,532
Maintenance	91,092	-	-	32,496
Purchased Professional Services	62,998	-	-	401
Purchased Property Services	21,366	-	-	17,284
Other Purchased Services	43,640	-	-	56,474
Claims	-	6,246,179	-	-
Administration Fees	-	510,386	-	-
Premiums	-	628,369	-	-
Depreciation	-	-	2,271,726	28,424
Other	106,661	64,225	-	(67,945)
Total Operating Expenses	<u>759,531</u>	<u>7,519,496</u>	<u>2,492,307</u>	<u>1,535,675</u>
Operating Income	<u>168,200</u>	<u>(1,007,382)</u>	<u>2,424,244</u>	<u>263,725</u>
Nonoperating Revenues (Expenses)				
Investment Income	4,512	109,066	105,734	6,113
Reimbursed Expenses	-	-	-	180
Grants	-	3,363	-	-
Other, Net	-	14	(421,193)	779
Total Nonoperating Revenues (Expenses)	<u>4,512</u>	<u>112,443</u>	<u>(315,459)</u>	<u>7,072</u>
Income (Loss) Before Operating Transfers	<u>172,712</u>	<u>(894,939)</u>	<u>2,108,785</u>	<u>270,797</u>
Transfers				
Transfers Out	(313,913)	-	(1,093,259)	(969)
Total Operating Transfers	<u>(313,913)</u>	<u>-</u>	<u>(1,093,259)</u>	<u>(969)</u>
Change in Net Assets	(141,201)	(894,939)	1,015,526	269,828
Beginning Net Assets	141,201	5,227,702	12,678,588	593,636
Ending Net Assets	<u>\$ -</u>	<u>\$ 4,332,763</u>	<u>\$ 13,694,114</u>	<u>\$ 863,464</u>

Property and Casualty	Unemployment	Utility Customer Service	Workers' Compensation	Total
\$ -	\$ -	\$ 1,992,341	\$ -	\$ 9,636,023
945,958	31,926	-	857,085	8,278,766
-	-	207,538	-	275,855
<u>945,958</u>	<u>31,926</u>	<u>2,199,879</u>	<u>857,085</u>	<u>18,190,644</u>
70,598	-	1,334,767	63,210	2,728,122
-	-	68,760	28,334	1,030,780
-	-	45,763	-	169,351
6,000	-	90,624	6,000	166,023
-	-	36,610	-	75,260
-	-	688,937	-	789,051
212,640	63,603	-	78,062	6,600,484
1,302,945	-	-	52,000	1,865,331
246,795	-	-	138,132	1,013,296
-	-	55,977	-	2,356,127
4,250	-	9,929	6,750	123,870
<u>1,843,228</u>	<u>63,603</u>	<u>2,331,367</u>	<u>372,488</u>	<u>16,917,695</u>
<u>(897,270)</u>	<u>(31,677)</u>	<u>(131,488)</u>	<u>484,597</u>	<u>1,272,949</u>
23,142	4,602	-	34,880	288,049
40,512	-	-	-	40,692
-	-	-	-	3,363
19,155	-	159	131,919	(269,167)
<u>82,809</u>	<u>4,602</u>	<u>159</u>	<u>166,799</u>	<u>62,937</u>
<u>(814,461)</u>	<u>(27,075)</u>	<u>(131,329)</u>	<u>651,396</u>	<u>1,335,886</u>
-	-	-	-	(1,408,141)
-	-	-	-	(1,408,141)
(814,461)	(27,075)	(131,329)	651,396	(72,255)
994,533	234,083	570,243	1,090,507	21,530,493
<u>\$ 180,072</u>	<u>\$ 207,008</u>	<u>\$ 438,914</u>	<u>\$ 1,741,903</u>	<u>\$ 21,458,238</u>

CITY OF COLLEGE STATION, TEXAS
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended September 30, 2009

	Communication Services	Employee Benefits	Equipment Replacement	Fleet Maintenance
Cash Flows from Operating Activities:				
Cash Received from Customers	\$ 927,731	\$ 6,512,100	\$ 4,916,551	\$ 1,799,400
Cash Payments to Suppliers for Goods and Services	(362,883)	(7,217,095)	(242,265)	(712,226)
Cash Payments to Employees for Services	(431,281)	-	-	(767,464)
Cash Received for Reimbursed Expenses	-	-	-	180
Cash Received for Miscellaneous Revenues	-	3,377	-	779
Net Cash Provided (Used) by Operating Activities	<u>133,567</u>	<u>(701,618)</u>	<u>4,674,286</u>	<u>320,669</u>
Cash Flows from Noncapital Financing Activities:				
Transfers Out to Other Funds	(313,913)	-	(1,093,239)	(969)
Net Cash Used by Noncapital Financing Activities	<u>(313,913)</u>	<u>-</u>	<u>(1,093,239)</u>	<u>(969)</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition and Construction of Capital Assets	-	-	(2,670,535)	-
Proceeds from Sale of Assets	-	-	66,953	-
Net Cash Used by Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>(2,603,582)</u>	<u>-</u>
Cash Flows from Investing Activities:				
Purchase of Investments	(21,098)	(4,706,001)	(4,281,792)	(217,025)
Proceeds from Sale and Maturities of Investment Securities	146,430	5,564,702	4,608,768	165,168
Investment Income	4,824	121,606	111,396	4,563
Net Cash Provided (Used) by Investing Activities	<u>130,156</u>	<u>980,307</u>	<u>438,372</u>	<u>(47,294)</u>
Net Increase in Cash and Cash Equivalents	<u>(50,190)</u>	<u>278,689</u>	<u>1,415,837</u>	<u>272,406</u>
Cash and Cash Equivalents, Oct. 1	50,190	3,998,977	2,909,544	21,631
Cash and Cash Equivalents, Sept. 30	<u>\$ -</u>	<u>\$ 4,277,666</u>	<u>\$ 4,325,381</u>	<u>\$ 294,037</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:				
Operating Income	<u>\$ 168,200</u>	<u>\$ (1,007,382)</u>	<u>\$ 2,424,244</u>	<u>\$ 263,725</u>
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation, Bad Debt Expense, Inventory Loss	-	-	2,271,726	28,424
Provision for Uncollectible Accounts	-	-	-	-
Miscellaneous Nonoperating Revenues	-	3,363	-	627
Changes in Assets and Liabilities:				
Change in Accounts Receivable	-	(14)	-	-
Change in Inventory	-	-	-	33,803
Change in Accounts Payable	(7,760)	43,087	(21,684)	(1,839)
Change in Claims Payable	-	259,328	-	-
Change in Accrued Liabilities	(15,587)	-	-	763
Change in Accrued Vacation	(11,286)	-	-	(4,834)
Total Adjustments	<u>(34,633)</u>	<u>305,764</u>	<u>2,250,042</u>	<u>56,944</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 133,567</u>	<u>\$ (701,618)</u>	<u>\$ 4,674,286</u>	<u>\$ 320,669</u>

Property and Casualty	Unemployment	Utility Customer Services	Workers' Compensation	Total
\$ 945,958	\$ 31,926	\$ 2,191,004	\$ 857,085	\$ 18,181,755
(1,269,679)	(45,543)	(899,884)	(499,077)	(11,248,652)
-	-	(1,365,822)	-	(2,564,567)
40,512	-	-	-	40,692
19,155	-	159	131,919	155,389
<u>(264,054)</u>	<u>(13,617)</u>	<u>(74,543)</u>	<u>489,927</u>	<u>4,564,617</u>
-	-	-	-	(1,408,121)
-	-	-	-	(1,408,121)
-	-	-	-	(2,670,535)
-	-	-	-	66,953
-	-	-	-	(2,603,582)
(1,029,770)	(305,245)	(360,050)	(1,664,011)	(12,584,992)
1,248,825	336,460	386,103	1,755,672	14,212,128
26,280	5,066	514	36,618	310,867
<u>245,335</u>	<u>36,281</u>	<u>26,567</u>	<u>128,279</u>	<u>1,938,003</u>
(18,719)	22,664	(47,976)	618,206	2,490,917
925,045	158,640	112,096	1,049,965	9,226,088
<u>\$ 906,326</u>	<u>\$ 181,304</u>	<u>\$ 64,120</u>	<u>\$ 1,668,171</u>	<u>\$ 11,717,005</u>
<u>\$ (897,270)</u>	<u>\$ (31,677)</u>	<u>\$ (131,488)</u>	<u>\$ 484,597</u>	<u>\$ 1,272,949</u>
-	-	55,977	-	2,356,127
-	-	(783)	-	(783)
59,667	-	159	131,919	195,735
-	-	(8,875)	-	(8,889)
-	-	-	-	33,803
557,001	18,060	10,846	5,330	603,041
16,548	-	-	(131,919)	143,957
-	-	(111)	-	(14,935)
-	-	(268)	-	(16,388)
<u>633,216</u>	<u>18,060</u>	<u>56,945</u>	<u>5,330</u>	<u>3,291,668</u>
<u>\$ (264,054)</u>	<u>\$ (13,617)</u>	<u>\$ (74,543)</u>	<u>\$ 489,927</u>	<u>\$ 4,564,617</u>



STATISTICAL SECTION - UNAUDITED

This section of the City of College Station's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial condition.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time. (Pages 119-125)

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes. (Pages 126-133)

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future. (Pages 134-138)

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments. (Pages 139-140)

Operating Information

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs. (Pages 141-144)

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year. The City implemented GASB Statement 54 in 2009; schedules presenting governmental fund balance reclassifications begin in that year.



CITY OF COLLEGE STATION, TEXAS

NET ASSETS BY COMPONENT
 LAST SIX FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year					
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Governmental activities						
Invested in capital assets, net of related debt	\$ 100,066,963	\$ 106,460,949	\$ 108,287,795	\$ 113,750,039	\$ 114,935,845	\$ 89,475,869
Restricted	4,289,623	4,289,531	4,564,184	5,089,422	6,357,013	48,296,712
Unrestricted	<u>25,962,837</u>	<u>27,897,090</u>	<u>39,602,065</u>	<u>45,967,901</u>	<u>59,703,654</u>	<u>51,547,682</u>
Total governmental activities net assets	<u>\$ 130,319,423</u>	<u>\$ 138,647,570</u>	<u>\$ 152,454,044</u>	<u>\$ 164,807,362</u>	<u>\$ 180,996,512</u>	<u>\$ 189,320,263</u>
Business-type activities						
Invested in capital assets, net of related debt	\$ 130,810,275	\$ 132,001,489	\$ 142,778,246	\$ 147,043,092	\$ 145,066,758	\$ 130,924,993
Restricted	2,651,325	2,797,735	2,920,980	3,056,356	1,590,977	20,286,147
Unrestricted	<u>29,665,429</u>	<u>30,830,640</u>	<u>32,980,043</u>	<u>37,474,945</u>	<u>43,957,844</u>	<u>46,933,094</u>
Total business-type activities net assets	<u>\$ 163,127,029</u>	<u>\$ 165,629,864</u>	<u>\$ 178,679,269</u>	<u>\$ 187,574,393</u>	<u>\$ 190,615,579</u>	<u>\$ 198,144,234</u>
Primary government						
Invested in capital assets, net of related debt	\$ 230,877,238	\$ 238,462,438	\$ 251,066,041	\$ 260,793,131	\$ 260,002,603	\$ 220,400,862
Restricted	6,940,948	7,087,266	7,485,164	8,145,778	7,947,990	68,582,859
Unrestricted	<u>55,628,266</u>	<u>58,727,730</u>	<u>72,582,108</u>	<u>83,442,846</u>	<u>103,661,498</u>	<u>98,480,776</u>
Total primary government net assets	<u>\$ 293,446,452</u>	<u>\$ 304,277,434</u>	<u>\$ 331,133,313</u>	<u>\$ 352,381,755</u>	<u>\$ 371,612,091</u>	<u>\$ 387,464,497</u>

Source: City of College Station

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003

CITY OF COLLEGE STATION, TEXAS

CHANGES IN NET ASSETS
LAST SIX FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year					
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Expenses						
Governmental activities:						
General government	\$ 7,536,427	\$ 6,457,556	\$ 7,755,725	\$ 7,654,393	\$ 8,551,304	\$ 8,631,908
Fiscal services	1,953,189	2,467,187	2,452,442	2,442,439	2,977,362	3,821,996
Police	9,654,447	10,666,318	11,214,413	12,299,698	13,395,874	13,945,079
Fire	7,189,495	7,853,876	8,280,257	9,472,331	11,359,260	11,778,585
Planning and development services	1,586,114	1,580,317	1,449,327	1,603,963	1,910,359	2,823,296
Public works	5,004,976	5,401,568	6,227,707	6,620,846	9,467,081	16,804,436
Capital projects	-	-	-	-	719,391	476,462
Parks and recreation	6,154,862	6,549,466	7,353,984	9,148,511	10,385,095	11,189,359
Information services	2,652,957	2,881,863	3,087,596	2,689,720	2,749,327	3,471,714
Interest on long-term debt	3,448,533	3,895,520	4,116,871	4,291,022	3,860,801	4,135,146
Unallocated depreciation	2,690,998	5,430,745	5,759,049	6,026,372	667,890	789,074
Total governmental activities expense	<u>47,871,998</u>	<u>53,184,416</u>	<u>57,697,371</u>	<u>62,249,295</u>	<u>66,043,744</u>	<u>77,867,055</u>
Business-type activities:						
Electric	41,120,750	47,815,339	51,250,110	60,242,408	70,485,984	77,441,351
Water	6,542,184	7,908,695	7,770,081	8,302,863	8,706,415	9,287,343
Sewer	7,214,296	7,262,208	7,973,677	8,179,813	9,159,176	9,829,813
Sanitation	4,848,591	4,931,079	5,421,624	5,916,431	6,244,639	5,776,002
Cedar Creek Condominiums	61,150	-	-	-	-	-
Northgate parking	550,544	591,944	621,593	591,980	668,237	909,167
Total business-type activities expense	<u>60,337,515</u>	<u>68,509,265</u>	<u>73,037,085</u>	<u>83,233,495</u>	<u>95,264,451</u>	<u>103,243,676</u>
Total primary government expense	<u>\$ 108,209,513</u>	<u>\$ 121,693,681</u>	<u>\$ 130,734,456</u>	<u>\$ 145,482,790</u>	<u>\$ 161,308,195</u>	<u>\$ 181,110,731</u>
Program Revenues						
Governmental activities:						
Charges for services:						
Fines, forfeits and penalties	\$ 3,563,970	\$ 4,008,637	\$ 3,798,807	\$ 3,618,236	\$ 3,798,313	\$ 4,491,960
Licenses and permits	1,215,924	1,043,672	1,091,848	1,306,690	1,154,902	1,007,151
Public works	1,784,694	1,110,686	1,290,935	1,199,565	1,255,525	1,793,174
Parks and recreation	1,346,580	1,044,134	1,244,476	1,420,284	1,911,789	1,838,810
Other activities	1,614,408	2,002,338	2,656,136	3,210,563	3,548,309	4,494,627
Operating grants and contributions	3,208,957	2,629,494	3,144,254	2,038,535	1,735,170	1,896,623
Capital grants and contributions	5,266,837	4,489,883	7,477,874	5,271,090	3,055,501	2,644,629
Total governmental activities program revenues	<u>18,001,370</u>	<u>16,328,844</u>	<u>20,704,330</u>	<u>18,064,963</u>	<u>16,459,509</u>	<u>18,166,974</u>
Business-type activities:						
Charges for services:						
Electric sales	47,431,497	51,467,169	60,217,421	67,462,075	76,787,412	82,904,777
Water sales	8,319,779	9,519,714	10,852,660	10,060,398	12,025,086	17,312,431
Sewer service	9,334,778	9,697,314	10,363,603	10,590,688	11,184,565	11,655,528
Garbage collection fees	4,829,150	5,151,204	6,419,446	7,512,194	9,628,798	7,988,795
Parking garage fees	603,465	480,627	576,892	620,124	673,818	990,735
Operating grants and contributions	-	-	-	-	-	17,792
Capital grants and contributions	5,179,221	1,937,320	4,677,465	4,041,105	5,349,125	6,846,033
Total business-type activities program revenues	<u>75,697,890</u>	<u>78,253,348</u>	<u>93,107,487</u>	<u>100,286,584</u>	<u>115,648,804</u>	<u>127,716,091</u>
Total primary government program revenues	<u>\$ 93,699,260</u>	<u>\$ 94,582,192</u>	<u>\$ 113,811,817</u>	<u>\$ 118,351,547</u>	<u>\$ 132,108,313</u>	<u>\$ 145,883,065</u>

CITY OF COLLEGE STATION, TEXAS

CHANGES IN NET ASSETS - *Continued*
 LAST SIX FISCAL YEARS
 (accrual basis of accounting)

	Fiscal Year					
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Net (Expense)/Revenue						
Governmental activities	\$ (29,870,628)	\$ (36,855,572)	\$ (36,993,041)	\$ (44,184,332)	\$ (49,584,235)	\$ (59,700,081)
Business-type activities	15,360,375	9,744,083	20,070,402	17,053,089	20,384,355	24,472,415
Total primary government net expense	<u>\$ (14,510,253)</u>	<u>\$ (27,111,489)</u>	<u>\$ (16,922,639)</u>	<u>\$ (27,131,243)</u>	<u>\$ (29,199,880)</u>	<u>\$ (35,227,666)</u>
General Revenues and Other Changes in Net Assets						
Governmental activities:						
Taxes						
Property taxes	\$ 14,668,641	\$ 15,888,475	\$ 16,646,519	\$ 18,573,309	\$ 20,670,112	\$ 22,769,699
Sales and mixed beverage taxes	15,238,995	15,705,090	17,082,936	18,449,731	20,241,973	19,873,213
Franchise taxes	1,974,587	1,718,491	2,132,341	1,931,196	2,090,779	2,217,618
Hotel taxes	2,191,429	2,306,928	2,671,417	2,980,250	3,585,512	3,574,649
Unrestricted investment earnings	1,224,546	1,487,926	3,415,849	4,512,575	3,385,844	1,413,431
Gain (Loss) on sale of capital assets	4,386	(111,916)	-	-	-	-
Adjustment to claims payable	(904,263)	-	-	-	-	-
Transfers	(904,783)	8,188,725	8,850,453	10,090,589	7,559,165	12,778,642
Total governmental activities	<u>33,493,538</u>	<u>45,183,719</u>	<u>50,799,515</u>	<u>56,537,650</u>	<u>57,533,385</u>	<u>62,627,252</u>
Business-type activities:						
Unrestricted investment earnings	662,359	947,477	1,829,456	1,932,624	1,330,785	654,882
Correction to value of capital assets	2,108,473	-	-	-	-	-
Transfers	904,783	(8,188,725)	(8,850,453)	(10,090,589)	(10,433,954)	(12,778,642)
Total business-type activities	<u>3,675,615</u>	<u>(7,241,248)</u>	<u>(7,020,997)</u>	<u>(8,157,965)</u>	<u>(9,103,169)</u>	<u>(12,123,760)</u>
Total primary government	<u>\$ 37,169,153</u>	<u>\$ 37,942,471</u>	<u>\$ 43,778,518</u>	<u>\$ 48,379,685</u>	<u>\$ 48,430,216</u>	<u>\$ 50,503,492</u>
Change in net assets						
Governmental activities	\$ 3,622,910	\$ 8,328,147	\$ 13,806,474	\$ 12,353,318	\$ 7,949,150	\$ 2,927,171
Business-type activities	19,035,990	2,502,835	13,049,405	8,895,124	11,281,186	12,348,655
Total primary government	<u>\$ 22,658,900</u>	<u>\$ 10,830,982</u>	<u>\$ 26,855,879</u>	<u>\$ 21,248,442</u>	<u>\$ 19,230,336</u>	<u>\$ 15,275,826</u>

Source: City of College Station

Notes: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

Adjustment to claims payable in fiscal year 2004 is a prior period adjustment.

CITY OF COLLEGE STATION, TEXAS

PROGRAM REVENUES BY FUNCTION/PROGRAM LAST SIX FISCAL YEARS (*accrual basis of accounting*)

	Program Revenues					
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Function/Program						
Governmental activities:						
General government	\$ 3,618,878	\$ 3,121,430	\$ 4,357,597	\$ 3,343,904	\$ 2,501,778	\$ 1,957,500
Fiscal services	333,043	508,810	547,790	409,100	684,666	38,377
Police	3,677,391	4,093,425	3,875,900	3,713,866	4,533,697	5,004,712
Fire	724,278	916,804	817,910	1,400,464	1,137,759	3,551,620
Planning and development services	1,215,924	1,043,672	1,091,848	1,306,690	1,357,037	1,051,943
Public works	7,051,531	5,600,569	8,768,809	6,470,655	4,312,571	4,445,595
Parks and recreation	1,380,325	1,044,134	1,244,476	1,420,284	1,932,001	2,117,227
Subtotal governmental activities	<u>18,001,370</u>	<u>16,328,844</u>	<u>20,704,330</u>	<u>18,064,963</u>	<u>16,459,509</u>	<u>18,166,974</u>
Business-type activities:						
Electric	48,032,185	52,780,914	62,284,935	69,033,816	77,419,441	84,552,573
Water	10,260,307	9,826,360	12,409,728	11,314,888	14,115,391	19,065,662
Sewer	11,972,783	10,014,243	11,416,486	11,805,562	13,811,356	15,100,534
Sanitation	4,829,150	5,151,204	6,419,446	7,512,194	9,628,798	8,006,587
Northgate parking	603,465	480,627	576,892	620,124	673,818	990,735
Subtotal business-type activities	<u>75,697,890</u>	<u>78,253,348</u>	<u>93,107,487</u>	<u>100,286,584</u>	<u>115,648,804</u>	<u>127,716,091</u>
Total primary government	<u>\$ 93,699,260</u>	<u>\$ 94,582,192</u>	<u>\$ 113,811,817</u>	<u>\$ 118,351,547</u>	<u>\$ 132,108,313</u>	<u>\$ 145,883,065</u>

Source: City of College Station

CITY OF COLLEGE STATION, TEXAS

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Fund										
Nonspendable										\$ 62,390
Restricted										95,220
Assigned										1,663,400
Unassigned										7,557,419
Reserved	\$ 543,396	\$ 660,488	\$ 989,028	\$ 1,728,294	\$ 1,089,510	\$ 1,132,180	\$ 1,523,619	\$ 1,108,449	\$ 2,305,476	-
Unreserved	7,884,787	8,772,212	9,122,197	9,522,041	9,613,442	9,038,345	9,448,389	11,824,140	9,679,913	-
Total general fund	\$ 8,428,183	\$ 9,432,700	\$ 10,111,225	\$ 11,250,335	\$ 10,702,952	\$ 10,170,525	\$ 10,972,008	\$ 12,932,589	\$ 11,985,389	\$ 9,378,429
All Other Governmental Funds										
Nonspendable										\$ 859,654
Restricted										39,375,368
Committed										2,627,403
Assigned										609,113
Unassigned										545,024
Reserved	\$ 28,691,651	\$ 9,395,621	\$ 10,685,338	\$ 41,119,894	\$ 42,522,379	\$ 42,999,111	\$ 49,111,974	\$ 46,372,274	\$ 48,819,538	-
Unreserved, reported in:										
Special revenue funds	7,655,383	12,749,505	12,460,155	10,851,935	6,085,255	6,244,225	7,462,140	10,148,840	11,526,009	-
Capital projects funds	-	25,443,167	33,275,222	-	-	-	-	-	-	-
Total all other governmental funds	\$ 36,347,034	\$ 47,588,293	\$ 56,420,715	\$ 51,971,829	\$ 48,607,634	\$ 49,243,336	\$ 56,574,114	\$ 56,521,114	\$ 60,345,547	\$ 44,016,562

Source: City of College Station

Note: Fiscal years 1998 through 2002 have been restated to include trust funds.

The City implemented GASB Statement 54 in 2009; schedules presenting governmental fund balance reclassifications begin in that year.

CITY OF COLLEGE STATION, TEXAS

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues										
Taxes	\$ 25,429,183	\$ 27,254,701	\$ 29,499,644	\$ 31,277,451	\$ 34,073,652	\$ 35,618,984	\$ 38,533,213	\$ 41,934,486	\$ 46,588,376	\$ 48,435,179
Licenses and permits	680,776	779,159	870,636	1,012,960	1,112,766	1,025,013	945,593	1,191,105	1,154,902	1,007,151
Intergovernmental	1,607,155	3,221,851	2,572,428	1,950,883	3,208,957	2,592,312	3,144,254	2,038,535	1,707,957	1,896,623
Charges for services	1,819,069	2,038,422	2,251,297	2,610,056	2,538,583	2,634,683	2,925,281	3,339,352	3,790,147	3,543,064
Fines, forfeits and penalties	1,393,566	1,798,870	2,225,354	2,657,643	2,966,278	3,518,940	3,285,907	3,256,488	3,798,313	4,491,960
Special assessments	911,415	944,636	982,760	1,035,023	1,062,179	1,110,686	1,290,935	1,199,565	1,255,525	1,793,174
Investment income	2,642,328	3,487,814	2,615,798	1,543,026	1,062,069	1,269,201	3,066,642	3,864,797	2,886,636	1,125,382
Rents and royalties	167,927	213,832	228,392	233,026	256,023	243,831	244,864	261,225	279,004	769,150
Loan repayments	6,879	9,979	9,626	11,322	5,418	2,541	-	-	-	-
Contributions	166,975	448,949	356,369	475,913	784,402	37,182	12,281	31,605	27,213	26,997
Reimbursed expenditures	-	531,307	32,803	7,258	28,393	-	145,749	479,675	46,038	413,751
Other revenues	546,935	551,280	437,359	335,405	679,349	631,192	447,432	738,415	1,046,431	403,548
Total revenues	35,372,208	41,280,800	42,082,466	43,149,966	47,778,069	48,684,565	54,042,151	58,335,248	62,580,542	63,905,979
Expenditures										
General government	1,775,494	2,909,436	3,801,250	3,765,079	4,187,972	4,480,075	4,216,582	4,699,159	7,319,662	5,435,355
Fiscal services	1,967,135	1,889,611	2,112,936	2,319,008	2,479,082	3,038,145	3,050,533	3,013,548	3,573,686	3,836,786
Police	7,567,620	8,273,632	8,829,060	9,143,331	9,803,577	10,829,081	11,559,669	12,556,678	13,219,117	14,107,740
Fire	5,179,104	5,702,804	6,340,775	6,989,125	7,275,289	7,964,785	8,493,228	9,622,195	11,251,400	11,754,088
Planning and development services	1,558,036	1,887,378	1,883,224	1,935,277	1,964,001	1,962,603	1,877,732	2,008,901	2,281,747	2,871,341
Public works	4,353,073	4,583,796	5,207,101	5,292,243	5,534,404	6,117,241	7,116,329	7,440,854	7,182,443	7,920,003
Capital improvement projects	-	-	-	-	-	-	-	-	715,707	476,462
Economic and community development	773,703	41,623	122,074	6,369	16,886	11,281	-	-	-	-
Parks and recreation	5,185,392	5,200,809	5,862,938	6,279,342	6,388,099	6,778,196	7,520,189	8,167,857	9,071,198	9,355,301
Information systems	1,760,191	2,229,600	2,243,844	2,320,950	2,346,534	2,500,518	2,596,591	3,070,524	3,366,764	3,299,105
Library	600,778	581,768	670,818	681,350	665,291	694,445	870,203	912,527	993,102	1,119,771
Reimbursed administrative	(2,878,132)	(3,538,877)	(3,559,556)	(3,703,529)	(3,328,431)	(3,485,807)	(3,335,264)	(3,305,040)	(3,772,362)	-
Contributions	1,829,125	1,541,173	1,348,885	1,573,651	2,504,589	1,895,742	1,995,564	1,855,961	2,151,592	2,489,562
Community development block grant	-	-	538,901	222,169	201,099	275,775	340,399	215,707	-	-
Home grant	-	-	626,848	408,779	304,580	439,243	840,211	323,811	-	-
Community development grant	480,865	763,303	-	-	-	-	-	-	-	-
Other expenditures	269,786	577,606	183,450	624,837	253,270	296,344	108,527	147,860	204,338	487,163
Capital outlay	11,778,585	9,885,474	13,702,819	11,286,448	12,775,413	15,435,376	11,610,189	14,213,574	19,538,322	31,931,401

CITY OF COLLEGE STATION, TEXAS

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS - Continued
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Debt service										
Principal	3,463,614	4,475,000	5,950,000	5,820,000	10,110,000	6,190,000	7,285,000	7,820,000	8,530,000	7,935,000
Interest	2,117,480	3,213,770	3,425,390	3,647,529	3,376,538	3,885,075	4,078,635	4,212,245	3,892,490	4,114,356
Issuance costs	107,057	77,244	115,500	118,335	352,114	118,261	-	-	-	-
Fiscal charges	8,016	8,926	8,752	12,500	15,332	13,871	152,729	527,806	70,796	46,551
Intergovernmental	405,660	-	-	223,608	221,902	97,621	743,117	342,630	881,604	745,908
Total expenditures	48,302,582	50,304,076	59,415,009	58,966,401	67,447,541	69,537,871	71,120,163	77,846,797	90,471,606	107,925,893
Deficiency of revenues under expenditures	(12,930,374)	(9,023,276)	(17,332,543)	(15,816,435)	(19,669,472)	(20,853,306)	(17,078,012)	(19,511,549)	(27,891,064)	(44,019,914)
Other Financing Sources (Uses)										
Proceeds from long-term debt	14,113,000	7,292,870	20,056,200	6,570,000	16,375,000	13,347,581	15,700,000	7,890,000	19,970,000	9,815,000
Proceeds from refunding bonds	-	-	-	-	5,980,000	-	-	10,255,000	-	-
Payment to bond escrow agent	-	-	-	-	(6,260,371)	-	-	(10,451,378)	-	-
Premium on bonds issued	-	-	-	-	280,371	-	-	373,648	-	-
Sale of capital assets	55,403	580,909	30,106	19,563	4,386	12,182	17,500	318,103	10,981	505,606
Transfers in	11,724,310	14,945,966	8,764,250	7,910,690	10,945,210	11,476,019	11,864,435	15,054,935	13,828,414	22,680,922
Transfers out	(1,887,298)	(1,550,693)	(2,007,066)	(1,993,594)	(11,566,702)	(3,879,201)	(2,371,662)	(2,021,178)	(3,041,098)	(8,494,139)
Total other financing sources	24,005,415	21,269,052	26,843,490	12,506,659	15,757,894	20,956,581	25,210,273	21,419,130	30,768,297	24,507,389
Net change in fund balances	\$ 11,075,041	\$ 12,245,776	\$ 9,510,947	\$ (3,309,776)	\$ (3,911,578)	\$ 103,275	\$ 8,132,261	\$ 1,907,581	\$ 2,877,233	\$ (19,512,525)
Debt services as a percentage of noncapital expenditures	15.6%	19.2%	20.8%	20.1%	25.3%	18.9%	19.4%	19.7%	17.6%	15.9%

Source: City of College Station

Notes:

Direct capital expenditures have been removed from departmental expenditure lines and included in the capital outlay line item.
Fiscal years 2000 through 2001 Community Development expenditures are not split between CDBG and HOME. In these years, they are stated as one line item.
Fiscal years 2000 through 2002 have been restated to include trust funds.

CITY OF COLLEGE STATION, TEXAS

TAX REVENUE BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

Fiscal Year	Property	Sales	Hotel	Franchise	Mixed Drink	Total
2000	9,294,964	12,573,564	1,796,813	1,577,815	186,027	25,429,183
2001	10,735,576	12,773,722	1,843,419	1,644,627	257,357	27,254,701
2002	12,224,416	13,400,054	1,926,009	1,714,241	234,924	29,499,644
2003	13,441,000	13,780,639	2,120,015	1,688,947	246,850	31,277,451
2004	14,668,641	14,957,697	2,191,429	1,974,587	281,298	34,073,652
2005	15,888,475	15,445,404	2,306,928	1,718,491	259,686	35,618,984
2006	16,646,519	16,752,174	2,671,417	2,132,341	330,762	38,533,213
2007	18,573,309	18,077,973	2,980,250	1,931,196	371,758	41,934,486
2008	20,670,112	19,822,906	3,585,512	2,090,778	419,067	46,588,375
2009	22,769,698	19,438,179	3,574,649	2,217,619	435,034	48,435,179
Change						
2000-2009	145.0%	54.6%	98.9%	40.6%	133.9%	90.5%

Source: City of College Station

Note: Property taxes include general fund, debt service fund, Melrose Apartment TIF (2000-2002), Northgate TIF(2008-2009) and Wolf Pen Creek TIF (1996 - Present).

CITY OF COLLEGE STATION, TEXAS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Residential Property	Commercial and Industrial Property	Personal, Inventory and Other Property	Less Exemptions and Abatements	Less TIF (1) Captured Value	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2000	\$ 1,394,367,040	\$ 532,743,286	\$ 493,708,598	\$ 308,471,247	\$ 37,318,353	\$ 2,075,029,324	\$ 0.4293	\$ 2,075,029,324	100.00%
2001	1,574,451,660	565,368,046	521,295,544	345,752,888	41,698,188	2,273,664,174	0.4293	2,273,664,174	100.00%
2002	1,721,906,078	596,567,968	552,036,938	380,950,901	39,379,860	2,450,180,223	0.4777	2,450,180,223	100.00%
2003	1,910,284,688	634,030,921	607,645,557	428,395,713	30,625,663	2,692,939,790	0.4777	2,674,807,515	100.68%
2004	2,144,406,477	723,887,327	653,978,324	493,364,734	39,971,363	2,988,936,031	0.4653	2,988,936,031	100.00%
2005	2,339,284,129	770,194,254	738,376,045	556,722,986	45,182,585	3,245,948,857	0.4640	3,250,329,407	99.87%
2006	2,530,659,165	931,255,843	798,179,118	614,609,545	45,750,172	3,599,734,409	0.4394	3,599,734,409	100.00%
2007	2,849,558,106	1,020,242,352	828,757,366	643,387,278	50,131,743	4,005,038,803	0.4394	4,005,038,803	100.00%
2008	3,200,809,497	1,141,458,255	881,095,548	677,645,852	68,644,309	4,477,073,139	0.4394	4,477,073,139	100.00%
2009	3,606,901,737	1,191,974,529	927,276,877	701,998,930	78,082,864	4,946,071,349	0.4394	4,946,071,349	100.00%

Source: Brazos County Appraisal District

Notes: Assessed value is 100% of the estimated actual value.

(1) Tax increment financing district (TIF).

CITY OF COLLEGE STATION, TEXAS

DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS

(rate per \$100 of assessed value)

Fiscal Year	City Direct Rates			Overlapping Rates	
	Basic Rate	General Obligation Debt Service	Total Direct Rate	College Station ISD	Brazos County
2000	0.1631	0.2662	0.4293	1.7500	0.4170
2001	0.1662	0.2631	0.4293	1.7500	0.4100
2002	0.1846	0.2931	0.4777	1.7900	0.4200
2003	0.1946	0.2831	0.4777	1.7900	0.4146
2004	0.1921	0.2732	0.4653	1.7700	0.4350
2005	0.1942	0.2698	0.4640	1.7700	0.4726
2006	0.1896	0.2498	0.4394	1.6750	0.4650
2007	0.1910	0.2484	0.4394	1.4800	0.4550
2008	0.1910	0.2484	0.4394	1.2411	0.4650
2009	0.1934	0.2460	0.4394	1.2211	0.4800

Source: Brazos County Appraisal District

Notes:

- (1) Tax rates are established by each taxing jurisdiction on an annual basis for revenues to be collected in the following fiscal year. The City must publish its effective and rollback tax rates before adopting an actual tax rate. If the City adopts a rate that exceeds the rollback rate, voters may petition for an election to limit the rate to the rollback rate. If the City adopts a rate that exceeds its effective rate, additional public hearings and notices are required. Rates for debt service are set based on each year's requirements.

- (2) The date that taxes are due for all jurisdictions is October 1. Taxes for all jurisdictions become delinquent on February 1. The penalty is set by state law at 6% in February, and an additional 1% per month up to 12%. The interest is accrued at 1% per month.

- (3) The upper limit of the tax rate is set at \$2.50/\$100 of assessed value for each jurisdiction by State Statute. This limit is for both operations and debt service combined.

CITY OF COLLEGE STATION, TEXAS

**PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2009			2000		
	Taxable 2008 Assessed Value	Rank	Percent of of Total City Taxable Assessed Value	Taxable 1999 Assessed Value	Rank	Percent of of Total City Taxable Assessed Value
College Station Hospital LP	\$ 61,308,070	1	1.24%	\$ 17,378,000	8	0.84%
C.B.L. & Associates (Post Oak Mall)	55,651,375	2	1.13%	50,068,184	1	2.41%
Weinberg, Israel & David Alkossier	42,388,230	3	0.86%	29,115,550	4	1.40%
Woodland of College Station LP	36,846,840	4	0.74%			
ACC OP (Callaway Villas) LP	30,736,980	5	0.62%			
Commonwealth Austin CH LP	30,628,460	6	0.62%			
Walmart/Sam's	28,803,300	7	0.58%	18,763,740	7	0.90%
University Heights - College Station LP	28,789,920	8	0.58%			
Verizon Communications, Inc.	28,277,520	9	0.57%	34,435,310	3	1.66%
SCI Gateway at CS Fund LLC Etal	27,246,180	10	0.55%			
Scott & White Hospital/Clinic				22,967,250	5	1.11%
W9/JP-M Real Estate Ltd				36,811,270	2	1.77%
Lane College Station Ltd.				13,200,000	10	0.64%
Melrose Apartments				20,596,000	6	0.99%
University Commons				17,316,075	9	0.83%
	<u>\$ 370,676,875</u>		<u>7.49%</u>	<u>\$ 260,651,379</u>		<u>12.55%</u>

Source: Brazos County Appraisal District

Notes: Verizon Communications was called GTE Southwest in fiscal year 2000
Weinberg, Israel & David Alkossier was called Alkossier, David Etal in fiscal year 2000.

CITY OF COLLEGE STATION, TEXAS

PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS

Fiscal Year Ended Sept 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2000	\$ 9,068,352	\$ 9,000,090	99.25%	\$ 61,939	\$ 9,062,029	99.93%
2001	9,939,852	9,835,960	98.95%	94,297	9,930,257	99.90%
2002	11,892,629	11,735,174	98.68%	148,869	11,884,043	99.93%
2003	13,010,508	12,740,869	97.93%	257,891	12,998,760	99.91%
2004	14,092,814	13,974,666	99.16%	104,967	14,079,633	99.91%
2005	15,270,852	15,160,102	99.27%	98,117	15,258,219	99.92%
2006	16,162,073	15,938,981	98.62%	125,967	16,064,948	99.40%
2007	17,818,419	17,697,220	99.32%	18,572	17,715,792	99.42%
2008	19,973,882	19,773,036	98.99%	60,431	19,833,467	99.30%
2009	22,076,134	21,795,748	98.73%	-	21,795,748	98.73%

Sources: City Of College Station and Brazos County Tax Office

CITY OF COLLEGE STATION, TEXAS

TAXABLE SALES BY CATEGORY
LAST TEN CALENDAR YEARS
(in thousands of dollars)

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Utilities	\$ 11,191	\$ 12,319	\$ 13,645	\$ 15,169	\$ 14,929	\$ 14,943	\$ 16,684	\$ 19,336	\$ 22,403	\$ 25,483
Construction	5,338	4,465	5,805	6,240	5,500	6,477	12,076	13,918	15,818	15,768
Manufacturing	6,306	6,602	6,656	7,950	7,921	9,323	12,926	13,066	13,200	16,391
Wholesale Trade	4,460	5,419	7,069	18,918	12,332	24,173	25,939	17,482	8,759	13,761
Retail Trade	465,847	482,261	482,859	489,059	513,638	529,284	563,662	608,940	686,271	693,673
Information	2,464	2,613	2,330	10,755	15,312	16,092	14,409	14,082	12,148	15,427
Finance and Insurance	227	65	67	60	55	119	130	216	541	752
Real Estate and Rental/Leasing	-	-	-	10,462	11,032	12,258	12,024	15,679	16,249	18,326
Professional, Scientific and Tech Services	-	-	-	7,627	7,660	8,618	8,692	9,530	11,074	26,234
Administrative, Support, Waste Mgmt, Remediation	-	-	-	12,866	14,703	14,655	15,133	16,462	15,054	18,362
Educational Services	-	-	-	98	93	22,981	26,252	29,592	32,502	27,645
Health Care and Social Assistance	-	-	-	986	1,721	1,951	2,547	2,873	4,051	2,888
Arts, Entertainment and Recreation	3,034	3,071	3,588	5,382	5,480	6,173	6,781	6,949	7,399	9,168
Accommodation and Food Services	105,493	113,010	116,051	129,054	137,440	147,277	158,267	169,900	185,723	205,967
Other Services	80,432	88,939	90,845	37,731	36,951	34,401	32,029	17,064	14,350	14,778
Total	\$ 684,792	\$ 718,764	\$ 728,915	\$ 762,357	\$ 784,767	\$ 848,725	\$ 907,551	\$ 955,089	\$ 1,045,542	\$ 1,104,623
City direct sales tax rate	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%

Source: Texas State Comptroller of Public Accounts

Notes: Taxable sales information is not available on a fiscal-year basis. The state converted from reporting SICs classification of industries to NAICS classification of industries effective with the reporting year 2002. Data reported for the years 1999 through 2001 is classified under the old SICs codes and every effort was made to compare like industries. The categories listed with no sales for 1999 through 2001 are included in Other Services for those years. This report includes data only from holders of sales tax permits. If fewer than four outlets reported in a quarter, the data is omitted as required by state disclosure laws.

CITY OF COLLEGE STATION, TEXAS

DIRECT AND OVERLAPPING SALES TAX RATES LAST TEN FISCAL YEARS

Fiscal Year	City		Brazos		State of	
	Direct Rate		County		Texas	
2000	1.50%		0.50%		6.25%	
2001	1.50%		0.50%		6.25%	
2002	1.50%		0.50%		6.25%	
2003	1.50%		0.50%		6.25%	
2004	1.50%		0.50%		6.25%	
2005	1.50%		0.50%		6.25%	
2006	1.50%		0.50%		6.25%	
2007	1.50%		0.50%		6.25%	
2008	1.50%		0.50%		6.25%	
2009	1.50%		0.50%		6.25%	

Source: Texas State Comptroller of Public Accounts

CITY OF COLLEGE STATION, TEXAS

SALES TAX REVENUE PAYERS BY INDUSTRY
CALENDAR YEARS 1999 AND 2008
(dollars are in thousands)

	Calendar Year 1999			Calendar Year 2008		
	Number of Outlets	Percentage of Total	Tax Liability	Number of Outlets	Percentage of Total	Tax Liability
Retail trade	965	60.97%	\$ 8,570	1,214	56.26%	\$ 13,495
Services	418	26.41%	801	414	19.18%	1,253
Wholesale trade	35	2.21%	468	57	2.64%	206
Utilities, transportation, communications	17	1.07%	205	21	0.97%	384
Manufacturing	36	2.27%	95	64	2.97%	246
Construction	50	3.16%	80	102	4.73%	237
Agriculture, forestry, and fishing	41	2.59%	46	32	1.48%	139
Finance, insurance, real estate	11	0.69%	3	50	2.32%	286
All other outlets	10	0.63%	1	204	9.45%	324
Total	1,583	100.00%	\$ 10,269	2,158	100.00%	\$ 16,570

Source: Texas State Comptroller of Public Accounts

Notes: Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

Tax liability information is not available on a fiscal-year basis.

The category labeled "All other outlets" is higher than normal in 2007 due to the State Comptroller's conversion from SIC classification codes to NAICS classification codes. The State reports in SIC classifications and new outlets added since the conversion began are labeled within the SIC classification of "other".

CITY OF COLLEGE STATION, TEXAS

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Certificates of Obligation	Public Property Finance Contractual Obligations	Utility Revenue Bonds	Capital Leases	Certificates of Obligation	Utility Revenue Certificates of Obligation	Utility Revenue General Obligation Bonds			
2000	\$ 38,700,000	\$ 17,955,000	\$ -	\$ 42,870,000	\$ -	\$ -	\$ -	\$ -	99,525,000		1,466
2001	39,375,000	20,595,000	-	63,185,000	-	-	-	-	123,155,000	11.96%	1,710
2002	41,665,000	33,280,000	-	78,235,000	-	-	-	-	153,180,000		2,022
2003	43,170,000	32,525,000	-	79,680,000	-	-	-	-	155,375,000		1,984
2004	47,085,000	34,705,000	-	75,655,000	-	-	-	-	157,445,000		1,963
2005	49,800,000	30,195,000	-	79,215,000	-	-	8,910,000	-	188,120,000		2,052
2006	53,835,000	34,905,000	-	91,460,000	-	-	8,580,000	-	188,780,000	15.39%	2,244
2007	55,720,000	33,500,000	-	105,215,000	-	-	8,240,000	-	202,675,000	15.49%	2,330
2008	60,695,000	39,965,000	-	99,560,000	-	-	23,820,000	-	224,040,000	12.90%	2,465
2009	59,145,000	38,575,000	-	93,755,000	-	4,530,000	47,755,000	-	243,760,000	14.34%	2,608

Sources: City of College Station (outstanding debt, per capita) and the U.S. Census Bureau, American Community Survey (personal income)

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

Personal income information for the City of College Station is only available for calendar years 2000, 2005 - 2009.

CITY OF COLLEGE STATION, TEXAS

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds		Less Debt Service Cash Funds		Net Bonded Debt	Percentage of Actual Taxable Value of Property	
	\$		\$				Per Capita
2000	\$ 38,700,000		\$ 4,202,042		\$ 34,497,958	1.66%	508
2001	39,375,000		1,722,254		37,652,746	1.66%	523
2002	41,665,000		1,287,038		40,377,962	1.65%	533
2003	43,170,000		659,180		42,510,820	1.59%	543
2004	47,085,000		585,336		46,499,664	1.56%	580
2005	49,800,000		912,353		48,887,647	1.50%	597
2006	53,835,000		1,645,563		52,189,437	1.45%	620
2007	55,720,000		2,060,709		53,659,291	1.34%	617
2008	60,695,000		2,573,421		58,121,579	1.30%	644
2009	59,145,000		3,125,126		56,019,874	1.13%	599

Source: City of College Station

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

CITY OF COLLEGE STATION, TEXAS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF SEPTEMBER 30, 2009

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable^a</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Debt repaid with property taxes			
College Station I.S.D.	\$ 103,185,000	87.57%	\$ 90,359,105
Brazos County	95,590,000	49.39%	\$ 47,211,901
Bryan I.S.D.	168,618,718	1.45%	\$ 2,444,971
Other debt			
College Station I.S.D.	543,410	87.57%	\$ 475,864
Brazos County	-	49.39%	\$ -
Bryan I.S.D. Capital Lease	-	1.45%	\$ -
Subtotal, overlapping debt			\$ 140,491,841
City direct debt			\$ 97,720,000
Total direct and overlapping debt			\$ 238,211,841

Sources: Debt outstanding data provided by each governmental unit. Assessed value data used to estimate applicable percentages provided by the Brazos County Appraisal District.

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

^a For debt repaid with property taxes, the percentage of overlapping debt is estimated using taxable assessed property values. 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 assessed value.

CITY OF COLLEGE STATION, TEXAS

LEGAL DEBT MARGIN INFORMATION

SEPTEMBER 30, 2009

The City has no general obligation legal debt limit other than a ceiling on the ad valorem tax rate as specified by the State of Texas. The prescribed maximum is \$2.50 per \$100 at 100% valuation.

CITY OF COLLEGE STATION, TEXAS

**PLEGGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS**

Fiscal Year	Utility Revenue Bonds										
	Utility Service Charges		Less: Operating Expenses		Net Available Revenue		Average Debt Service		Maximum Debt Service		
		\$		\$		\$	Total	Total	Total	Annual Coverage	
2000	52,932,584	\$	41,925,412	\$	11,007,172	\$	3,472,421	\$	5,687,161	3.17	1.94
2001	59,143,896		45,465,778		13,678,118		4,688,518		6,395,244	2.92	2.14
2002	62,141,066		46,274,555		15,866,511		5,825,064		8,048,707	2.72	1.97
2003	64,046,246		47,785,550		16,260,696		5,773,582		8,084,285	2.81	2.01
2004	64,785,122		44,719,241		20,065,881		5,651,966		7,998,465	3.55	2.51
2005	70,636,853		51,125,745		19,511,108		5,522,447		8,364,747	3.53	2.33
2006	80,787,029		54,432,847		26,354,182		6,423,582		9,163,574	4.10	2.88
2007	87,911,120		63,514,543		24,396,577		7,389,770		10,408,958	3.30	2.34
2008	99,610,432		73,195,783		26,414,649		8,620,759		12,245,949	3.06	2.16
2009	108,367,552		80,848,570		27,518,982		9,834,136		13,870,272	2.80	1.98

Source: City of College Station

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

Operating expenses do not include interest, depreciation, or amortization expense.

The coverage ratios presented in this schedule are formulas required by bond resolutions. The bond resolutions require that net revenues equal at least 1.4 times the average annual debt service on all revenue bonds and other indebtedness payable from those revenues. The bond resolutions also require that net revenues equal at least 1.25 times the maximum annual debt service on all revenue bonds and other indebtedness payable from those revenues.

CITY OF COLLEGE STATION, TEXAS

DEMOGRAPHIC AND ECONOMIC STATISTICS LAST TEN CALENDAR YEARS

Calendar Year	Population	Personal Income (<i>thousands of dollars</i>)	Per Capita Personal Income	Unemployment Rate
1999	65,797	\$ -	\$ -	1.8
2000	67,890	1,029,891	15,170	1.6
2001	72,020	-	-	1.7
2002	75,752	-	-	2.0
2003	78,309	-	-	2.4
2004	80,214	-	-	2.0
2005	81,930	1,226,974	14,976	3.7
2006	84,116	1,308,384	15,555	3.9
2007	86,982	1,736,221	19,961	3.8
2008	90,897	1,699,361	18,695	4.1

Sources: City of College Station Planning Division (population)

U. S. Census Bureau, American Community Survey (personal income)

Texas Workforce Commission (unemployment rate)

Notes: In 2005, the Bureau of Labor Statistics introduced a new methodology for calculating unemployment rates. Along with the new calculation method, Robertson and Grimes county were added to the Bryan/College Station MSA. The net result is an increase in the area's unemployment rate.

Personal income information for the City of College Station is only available for calendar years 2000, 2005-2008.

CITY OF COLLEGE STATION, TEXAS

PRINCIPAL AREA EMPLOYERS CURRENT YEAR AND NINE YEARS AGO

2009	2000
Employer	Employer
Brazos County	Brazos County
Bryan ISD	Bryan ISD
City of Bryan	City of Bryan
City of College Station	City of College Station
College Station ISD	College Station ISD
Reynolds & Reynolds ⁽¹⁾	Reliant Building Products Inc
Sanderson Farms Inc	Sanderson Farms Inc
St Joseph Hospital	St Joseph Hospital
Texas A&M University	Texas A&M University
Wal-Mart Associates Inc	Wal-Mart Associates Inc

Source: Texas Workforce Commission, Labor Market/Career Information Department, Research Valley Partnership

(1) Name change from Universal Computer Systems

Notes: Data includes principal employers in Brazos County.

Employers are listed in alphabetical order and do not reflect any ranking. The TWC ranking and number of employees data is confidential.

CITY OF COLLEGE STATION, TEXAS

**FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Full-Time-Equivalent Employees as of Sept 30									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Government	33.2	37.2	39.7	36.8	38.5	41.9	37.8	58.5	71.0	79.5
Police	132.3	139.4	140.3	143.4	146.0	144.4	155.1	163.5	168.5	176.0
Fire	91.3	98.1	103.9	105.9	108.5	111.4	110.6	119.0	125.0	121.0
Public Works	88.3	95.0	104.4	104.5	106.8	112.2	112.6	114.5	106.5	113.0
Parks and Recreation	106.8	111.3	115.4	120.1	116.2	120.0	119.8	123.5	131.0	133.0
Planning and Development Services	29.2	27.8	29.0	28.3	28.5	25.8	27.1	24.5	34.0	37.0
Information Services	41.5	39.2	39.1	40.0	40.3	37.5	36.6	28.5	33.0	32.0
Fiscal Services	53.2	54.3	53.1	61.1	59.8	64.2	70.1	71.0	72.5	70.5
Electric	48.8	57.1	57.5	56.9	53.4	56.6	56.0	56.5	58.0	65.0
Water / Sewer Services	65.4	64.6	66.2	66.0	64.0	69.1	71.8	71.0	67.5	76.5
BVSWMA	29.3	27.8	28.8	28.3	27.3	24.4	24.0	22.0	25.5	25.0
Capital Project	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	10.0	10.0
Total	719.3	751.8	777.4	791.3	789.3	807.5	821.5	852.5	902.5	938.5

Source: City of College Station

Notes: Full-time-equivalent employees include full time, part time, and seasonal/temporary employees on staff as of September 30.

Capital Projects added in FY 2008.

CITY OF COLLEGE STATION, TEXAS

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	FISCAL YEAR									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Government										
Open records requests	250	250	147	62	103	72	199	199	155	164
Economic development prospects	29	17	15	29	17	20	31	19	18	23
Code enforcement cases processed	3,503	4,209	4,525	6,280	9,341	2,848	5,984	4,838	5,148	6,248
Non-profit agencies/contracts monitored	8	8	12	11	10	9	13	7	10	9
Applicants receiving homebuyers assistance	22	12	25	14	16	2	9	6	3	4
Police										
DUI/DWI arrests	522	351	311	341	418	387	414	493	458	430
Citations processed	40,712	44,305	36,945	43,407	42,957	39,416	34,134	38,046	10,384	17,275
Uniform patrol calls handled	50,459	50,034	56,388	61,821	60,405	57,605	60,159	58,303	57,661	48,297
Average response time on high priority calls	6:10 mins	5:53 mins	6:01 mins	6:28 mins	5:58 mins	6:09 mins	6:15 mins	6:17 mins	6:06 mins	6:18 mins
Criminal investigation new cases assigned	2,041	1,810	1,970	2,292	2,259	2,300	2,368	2,256	2,635	2,590
Note: In FY08 an e-citation program was implemented thus reducing the number of paper citations processed.										
Fire										
Fire incidents (fire, rescue, and haz mat)	1,607	1,603	1,653	1,455	1,554	1,792	1,743	1,832	1,992	2,008
Business safety inspections	777	1,128	900	1,014	1,410	1,138	828	1,018	947	760
EMS incidents	2,495	2,704	2,554	2,754	2,800	3,241	3,048	3,773	4,718	5,367
EMS unit responses	4,556	4,428	4,568	4,687	4,900	4,930	5,276	5,476	5,369	5,051
Notes: FY99 fire incidents include fire, rescue, hazardous material, and EMS incidents (EMS operations were assigned a separate division in FY00).										
Public Works										
Street overlay lane miles	21	12	1	20	18	19	19	19	15	9
Potholes repaired	*	*	*	*	*	24,696	24,778	21,506	20,546	18,000
Curb miles swept	*	*	*	*	*	6,338	7,235	6,040	6,955	5,620
Sign, marking, signal work orders	3,008	2,562	2,709	3,472	3,270	2,898	2,557	2,617	2,880	2,310
Parks and Recreation										
Pavilion rentals	355	340	353	342	314	221	399	338	395	858
Adult participants in City leagues	12,574	9,480	10,642	8,529	8,307	10,774	822	611	786	786
Youth participants in City leagues	2,060	1,887	2,684	1,977	2,690	2,520	2,842	2,946	4,183	4,249
Special event participants	159,457	22,718	123,743	188,980	188,429	201,256	197,805	185,002	170,193	184,575
Instructional participants	2,912	3,148	3,546	3,447	3,581	3,579	3,075	3,432	3,538	3,077
Pool customers	114,319	119,329	130,113	142,154	145,879	132,549	146,805	128,206	142,605	138,785
Conference center customers	87,372	88,239	74,320	70,728	81,289	85,720	70,494	66,950	79,360	90,089
Lincoln center participants	49,071	67,665	68,919	72,794	81,629	82,624	98,869	100,952	93,501	82,862
Teen center participants	17,219	11,178	12,465	13,446	14,582	17,500	9,958	15,798	15,259	17,212
Notes: FY01 special event participants do not include Christmas in the Park counts. Adult participants in City leagues was changed in FY06 to adult teams participating in City leagues. FY05 pavilion rentals had the following changes: Thomas Park pavilion rentals were removed (no longer charging a fee) and W.A. Tarrow basketball pavilion was added. In FY06 Crompton Park pavilion was added to rentals. FY09 Pavilion rentals now includes athletic field rentals.										

CITY OF COLLEGE STATION, TEXAS

OPERATING INDICATORS BY FUNCTION/PROGRAM - Continued
LAST TEN FISCAL YEARS

Function/Program	FISCAL YEAR									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Planning and Development Services										
Permits processed	*	*	6,728	6,804	6,685	6,500	6,575	7,583	6,647	5,819
Building inspections performed	10,045	11,046	14,671	13,364	13,435	13,297	13,069	13,398	13,814	12,938
Parking citations issued	*	12,324	18,500	18,034	16,587	11,900	8,452	7,238	9,460	9,686
Community enhancement cases	9,224	12,077	12,550	11,637	15,086	7,016	7,384	8,631	11,885	11,622
Note: FY09 Code Enforcement moved from Fire to Planning and Development Services										
Electric										
Number of connections	26,169	27,113	33,386	35,421	35,307	36,284	37,590	38,519	37,777	37,818
Residential job orders	1,740	1,825	1,942	2,505	2,134	1,904	1,422	1,714	2,342	1,242
Customer service job orders	2,022	2,079	2,144	2,078	2,496	1,561	1,678	1,717	1,928	1,774
Average monthly consumption (KWH)	51,604,230	51,409,703	52,466,218	54,820,470	55,673,526	60,413,524	61,910,063	60,766,805	64,724,128	64,065,679
Avg number of outages per customer	1.64	1.22	1.00	1.33	0.72	0.92	0.31	0.12	0.27	0.72
Water										
Number of connections	21,017	15,524	23,210	29,358	31,038	32,266	33,491	34,763	37,075	37,344
New services completed	*	1,289	1,440	1,560	1,217	773	931	1,027	1,235	1,230
Average monthly consumption (MGW)	292,000	295,875	262,541	253,259	236,355	283,429	317,438	283,246	324,012	345,170
Water meters tested	*	893	950	1,025	768	732	1,254	1,174	732	1,600
Avg number of outages per customer	*	*	0.190	0.003	0.160	0.016	0.039	0.013	0.007	0.03
Sewer										
Number of connections	*	*	28,399	27,977	28,594	29,694	31,051	32,034	34,743	34,743
Average daily sewage treatment (thousands of gallons)	5,881	6,158	6,669	6,807	6,808	6,220	5,911	6,502	6,626	6,625
New services completed	*	1,139	1,400	1,540	890	571	646	521	781	1,140
Avg number of stoppages per customer	*	*	0.015	0.0001	0.003	0.003	0.003	0.003	0.002	0.003
Sanitation										
Number of users (units)	24,360	28,894	23,947	28,215	28,594	28,399	27,181	28,112	29,533	30,750
Residential tons collected	14,999	15,614	17,710	18,057	20,353	23,535	24,964	27,556	22,191	21,402
Residential tons recycled	1,129	978	941	826	1,082	923	983	1,060	1,199	1,064
Commercial tons collected	30,951	31,376	32,364	33,402	35,355	35,114	35,122	38,402	38,709	36,245
Parking garage										
Active contract customers	*	*	*	*	*	449	432	472	464	333
Hourly cash customers	*	*	65,612	106,935	97,904	127,608	108,893	109,028	107,584	104,342
Note: Parking garage opened to customers in February 2002.										
Utility Customer Service										
Payments processed	369,001	379,439	388,579	404,742	408,348	401,891	413,088	423,299	443,766	461,557
Incoming calls	79,741	79,747	79,514	82,018	82,536	82,234	85,728	85,842	97,121	96,876
Meters read	482,920	501,175	525,412	552,949	577,773	598,660	618,676	640,554	670,913	694,270

Source: City of College Station various departments

* Data not measured for fiscal year indicated.

CITY OF COLLEGE STATION, TEXAS

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	FISCAL YEAR									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Police										
Parol units	25	25	25	25	25	26	26	29	29	29
Jail capacity	17	17	17	17	17	17	17	17	17	17
Note: The patrol units figure includes 1 K-9 unit.										
Fire stations	4	4	4	4	4	4	4	4	4	4
Note: The Fire Department operates an additional fire station located at the airport.										
Public Works										
Streets (linear miles)	711	711	711	733	353	385	395	429	438	428
Sidewalks (miles)	91	89	89	89	89	97	100	100	100	119
Traffic signals	53	55	57	60	62	62	62	65	66	66
Storm sewers (miles)	*	*	*	*	*	*	72	72	72	80
Notes: Street measurement changed from lane miles to linear miles in FY04. Storm sewer mileage includes both underground pipes and valley gutters.										
Parks and Recreation										
Acreage	1,127	1,146	1,134	1,214	1,217	1,248	1,274	1,289	1,306	1,306
Playunits	35	35	35	35	35	35	46	48	47	54
Softball/baseball fields	16	19	19	19	19	25	32	32	35	35
Soccer fields	13	13	19	19	19	26	31	31	29	29
Jogging/walking trails	19	20	20	22	22	26	27	28	29	33
Community centers	3	3	3	3	3	3	3	3	3	3
Pools	3	3	3	3	3	3	3	3	3	3
Pavilions (rentable)	5	5	5	5	5	6	6	7	7	6
Notes: Some parks have multiple playunits. Softball/baseball fields include practice fields.										
Electric										
Maximum capacity (megawatts)	250	255	255	255	255	280	260	355	355	355
Number of substations	4	4	4	4	4	4	5	5	5	5
Distribution lines (miles)	290	333	400	414	414	450	394	411	411	432
Water										
Water mains (miles)	262	280	294	311	317	341	365	367	381	385
Fire hydrants	*	*	*	*	2,070	2,165	2,232	2,380	2,453	2,494
Number of wells	5	5	6	6	6	6	8	8	8	8
Wells storage capacity (thousands of gallons per day)	19,500	20,000	19,000	26,000	26,000	28,000	23,000	23,000	23,000	26,000
Sewer										
Sanitary sewer lines (miles)	232	243	252	262	264	271	279	285	301	305
Treatment capacity (thousands of gallons per day)	9,500	9,500	11,500	11,500	11,500	11,500	11,500	11,500	11,500	11,500
Sanitation										
Collection trucks	21	21	22	23	24	24	24	25	25	25
Residential collection containers	*	*	*	14,413	15,207	15,958	16,647	18,135	19,549	20,275
Commercial collection containers	1,205	1,230	1,383	1,407	1,511	1,545	1,569	1,594	1,619	1,644
Fleet number of vehicles	*	*	*	585	600	613	627	651	643	647

Source: City of College Station
* Data not measured for fiscal year indicated.





City of College Station

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