

City of Hamilton

Fiscal Year 2021-2022 Budget

Cover Page

THIS BUDGET WILL RAISE MORE TOTAL PROPERTY TAXES THAN LAST YEAR'S BUDGET BY \$41,583 OR 4.43%. AND OF THAT AMOUNT \$4339 IS TAX REVENUE TO BE RAISED FROM NEW PROPERTY ADDED TO THE TAX ROLL THIS YEAR THE PROPOSED TAX RATE WILL EFFECTIVELY BE RAISED BY 3.4 PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$19.00.

MAYOR: RODNEY CRADDICK

AND VOTED FOR BY:

MAYOR PRO-TEM: TODD JORDAN

COUNCILMEMBER: GEORGE BEARD

COUNCILMEMBER: CODY MORRIS

COUNCILMEMBER: DOUG BAKER

COUNCILMEMBER: VACANT

PROPERTY TAX RATE COMPARISON:

	2021-2022	2020-2021
Adopted Property Tax Rate:	.5653	.6024
No-New-Rev Maintenance & Operations Tax Rate:	.5462	.582
Voter-Approval Tax Rate:	.5653	.6024
No-New-Revenue Tax Rate:	.5442	.5813
Debt Tax Rate:	0	0

Total debt obligation for the City of Hamilton secured by property taxes: \$0

2021-22 ANNUAL CITY BUDGET
FOR THE FISCAL YEAR
BEGINNING October 1, 2021

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July 26, 2021

To: The Honorable Mayor and Members of the Hamilton City Council

Mayor Craddick and Council Members:

As Chief Administrative Officer, a primary duty of the City Administrator is to prepare and propose to the City Council a financial business plan for the City. The budget submittal requirements contained in the City of Hamilton Municipal Code and Texas State Law provide both guidance and the framework for this duty.

The budget is a Plan used to establish priorities of service and balance the needs of the community with the sum of the taxes. You will find that this budget document includes a short community profile, an explanation of budgeting terms and some graphs which will aid in providing a better understanding of municipal finances. As always, the budget document includes an overview of the budget and summary pages which include tax levy information, budgeted revenues and expenditures, fund balance projections, and much more to assist the City Council in your review of the planning aspects of the budgetary process.

INTRODUCTION

Presented to the Citizens of Hamilton is the budget for the City of Hamilton for the Fiscal Year beginning October 1, 2021 and ending September 30, 2022. The budget is a financial plan and policy statement, which expresses in dollars the terms, scope, type, cost, and level of city services to be provided during the fiscal year. The budget includes the General Fund, the Enterprise Fund and Airport Fund. Also included are the Debt Service Requirements.

The total payroll for the General Fund is based upon 22 full-time employees, 7 seasonal and five part-time employees. Also, the EDC Director and Historic Main Street Manager salary are included in the budget, but are reimbursed from the Hamilton Economic Development Corporation less the \$30,000.00 contribution from the City. The Police Department has ten positions, Chief of Police, Lieutenant, Sergeant and four patrol officers. Animal Control is managed within the Police Department where the Animal Control Officer is an additional uniformed police officer. Also, a Municipal Dispatch Clerk provides administrative assistance to the Police Department. Finally, by contract with

the Hamilton General Hospital, two (2) additional officers have been retained for security services.

There is a merit pay increase in the proposed budget. The total payroll for the General Fund, including benefits is proposed at \$1,263,417. The Utility Fund has 6 full-time employees. The total payroll for the Utility Fund including benefits is \$386,388.

The budget for the city is based upon the 2021 adjusted taxable value of \$165,885,201.00. The budget is based upon a tax rate of \$0.5653 and reflects the voter-approval tax rate which will lower the taxes for this year while raising revenue over the no new revenue tax rate. The Council desires that an increase in property tax revenue, would result in an increase to the Street Department general fund.

The average taxable value of a residence homestead in 2021 is \$93,563.00. The tax rate of \$0.5653 will cost the average resident homesteader in the amount of \$529.00.

GENERAL FUND

The General Fund provides for government functions, which include law enforcement, streets, municipal court, cemetery, administration, parks/pool, fire department, animal control and code enforcement. The projected 2021-2022 revenue is \$3,035,979, balanced against the same projected expense. The revenue estimates are based primarily upon historical collection of fees and taxes which are adjusted for known changes. Transfers from reserve funds are included in this budget. The fiscal year 2020-2021 General Fund Budget was \$2,819,620.00.

ENTERPRISE FUND

The Enterprise Fund generates revenue from water and wastewater fees. The proposed budget is \$2,880,420.00, an increase of \$244,547.00 from 2020-2021 Enterprise Fund budget of \$ 2,635,873.00. The difference is due to reserve funds from previous years being set aside which will show as revenue in the upcoming budget as well as an increase in water rates.

The 2021-2022 water rate reflects a continuation of efforts to maintain a superior level of services while improving the quality of the infrastructure with loan assistance from the Texas Water Development Board. The Water Department does include capital improvements for overhead water storage maintenance in the amount of \$37,000.00 for next year. Improvements for 17,332 linear feet of water distribution system piping and utility software are included in this budget. This increased funding shows a commitment to improve infrastructure while keeping citizens more informed of their usage and billing history, reducing loss of water and controlling costs. The new AMR water meter installation project completed in April of 2018, further increases efficiencies in the Department/Fund.

In addition, the City Council has approved the refunding of bonds to take advantage of lower interest rates and save the city about \$20,400.00 per year over the next 8 years as well as accelerating, by 14 years, the payoff of the City's bond for wastewater plant improvements. The resulting savings after the payoff of both bonds will be over \$664,300.00 due to the shortened term of the wastewater bond.

AIRPORT FUND

The Airport Fund is a separate designated fund to maintain compliance with state and federal funding. All revenue generated from the airport must be used for airport purposes. The 2021-2022 Airport revenue budget is set at \$135,630.00 as balanced against the same projected expense. The estimated budget is based upon projections of hangar rentals, fuel sales and TxDOT Ramp Grant match occurring during the fiscal year. The estimated revenue should be sufficient enough to pay debt service on fuel tanks, operations/maintenance and a capital improvement campaign at the Airport. The next project for 2021-2022 is the planning for future hangar and taxiway expansion. A 1.5 million dollar hangar expansion project should take place in 2023. The city sponsor share for the hangar project will be about 500,000.00.

CONCLUSION

The fiscal year 2021-2022 budget, meets all obligations toward debt service and all state and federal compliance requirements. It also provides an improved quality service level for the citizens of Hamilton, Texas.

The following 5 Goals were adhered to during the composition of this Budget:

Goal 1: Sustain and Improve - Financial Stability

The state of our city is good because of the many difficult decisions and investments all of us have made in our community over the years. Improving our position will require that we remain diligent with the care of our city and continued investment in ourselves. Preliminary forecasts reflect the sustainability of current operations, with inflationary and growth-related adjustments, with the exception of the Street Fund. Work is underway to overcome an estimated \$4 million in deferred street maintenance projects.

One of the key issues that provides financial stability to our City is the underlying valuation of real estate in Hamilton. The budget estimates that assessed values and the related property tax revenue have increased since last year. Our collective efforts to sustain and improve our quality of life on all fronts will help to maintain and enhance the value of all real estate in Hamilton.

Superior financial stability will be maintained through abiding by good investment principals and having superb oversight of operating funds. By adhering

to the City Investment Policy, our city maintains sound financial backing, our taxpayer monies are invested in the order of and with an emphasis on Safety, Liquidity and Yield.

Goal 2: Sustain and Improve Communications and Trust

It is critical to our success that we communicate what we are doing and our reasons for doing it. Communication is a continual process, whereby trust is earned by receiving input and feedback to issues before decisions are made. Consistent with the goal to increase communication and trust, the Council has engaged in the budget process. Furthermore, we involved the Council with preliminary information to inform discussions and receive input for the budget in advance of its preparation. We have fully attempted to prepare the budget consistent with the information we have presented previously and inclusive of the feedback we have received. Moving forward we will endeavor to engage the Hamilton citizens as we implement economic development initiatives and construct capital projects.

To improve public access to our activities, the budget includes funding so that we can continue to invest staff time to update our website and make information easier for citizens to retrieve. We invite you to “Like” us on Facebook, “Be Informed” through our Website. During this budget year communications with utility billing will be dramatically enhanced with a new software platform that will allow the citizens to access their own utility billing data through the web.

Goal 3: Sustain and Improve - Capital Plan: (Infrastructure)

We have engaged interested citizens and the Council through our yearly citizen survey in order to make decisions in a timely manner for the enclosed budget resulting in goals set to improve pipelines and streets.

An investment of over \$200,000.00 in Capital Projects are included in the budget. These projects are aimed at keeping our City in motion by providing a continued reinvestment in our infrastructure systems. Most of the investments budgeted for this fiscal year are visible projects such as, new restored street pavement through the Asphalt Zipper process, improved curbs, sidewalks, water tower maintenance, vehicles and equipment.

Goal 4: Sustain and Improve Public Safety

We have proposed a police and fire department budget that will maintain an outstanding level of service. The City continues to make considerable progress with Emergency Management Coordination by working closely with our

public agency partners. We recognize that emergency management involves all City operations. It is our goal as a City to be prepared and trained to provide the governance structure necessary during a disaster.

Goal 5: Sustain and Improve Community and Economic Development

Small towns are best served by a holistic approach to economic development. Industrial development may be an appropriate strategy, especially if done in partnership with regional **neighbors**. We need to identify our unique assets, continue cultivating a strategic plan, and establish strategic partnerships among community stakeholders and with other communities.

If Hamilton can aggressively pursue these strategies, we have excellent potential for **success**. Many city-dwellers long for what people in small towns already have, and often take for granted: a slower pace of life, friendly people who know their neighbors, attractive open spaces and beautiful scenery, quaint shops, historic homes and buildings, parades, festivals, and streets that are safe and free of traffic **congestion**. Hamilton still possesses a sense of authenticity, charm and soft tourism that cannot be replicated in bigger cities.

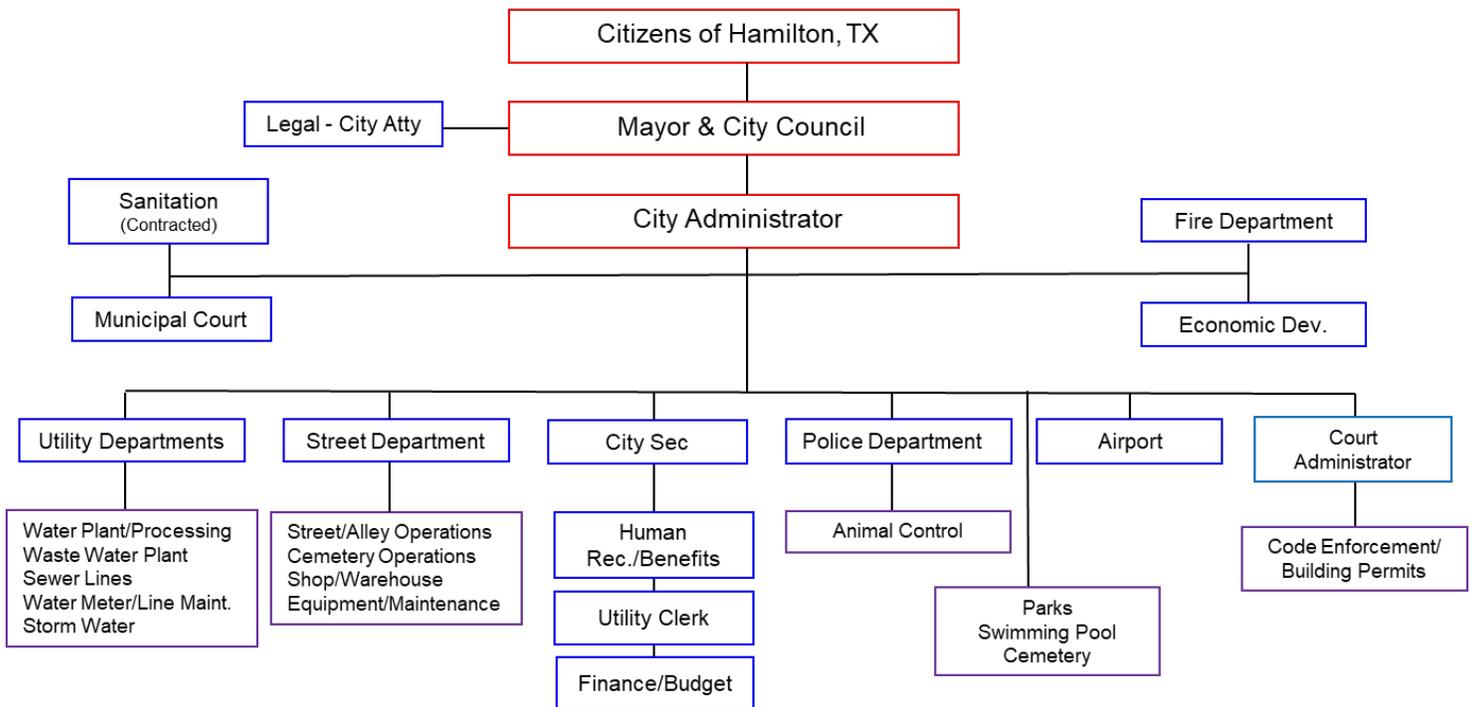
Acknowledgements

I appreciate the dedication each of you provide to the community in your volunteer leadership roles and in turn the appreciation you have shown us for our efforts. I would also like to thank the City Staff for their assistance, which was essential in the drafting of this Budget.

Respectfully submitted,

Ryan W. Polster
City Administrator

City of Hamilton Organizational/Function Chart



LIST OF OFFICIALS

CITY COUNCIL

Rodney Craddick	Mayor
Todd Jordan.....	Mayor Pro Tem
George Beard.....	Councilmember
Cody Morris.....	Councilmember
Doug Baker.....	Councilmember
Vacant.....	Councilmember

ADMINISTRATION

Ryan W. Polster..... City Administrator
Misty Boatwright..... City Secretary
Connie White City Attorney
Randy Mills..... Municipal Court Judge
Brad Boulton..... Police Chief

BUDGET AND TAX RATE TIMETABLE FISCAL YEAR 2021 – 2022

- | | |
|---|--------------------|
| 1. Council Budget Workshop | July 8, 2021 |
| 2. Council Called Workshop to Finalize Budget | July 26, 2021 |
| 3. File Proposed Budget with City Secretary | August 2, 2021 |
| 4. Council Sets Public Hearing On 2021-2022 Budget and vote on proposed tax rate. | July 26, 2021 |
| 5. Publish Notice of Public Hearing For 2021 - 2022 Fiscal Year Budget. | August 11, 2021 |
| 6. Publish Notice of Public Hearing For Proposed Property Tax Rate. | August 11, 2021 |
| 7. Regular Council Meeting | August 12, 2021 |
| 8. Hold Public Hearing of Proposed Property 2021 Tax Rate. | August 26, 2021 |
| 9. Hold Public Hearing On 2021 – 2022 Fiscal Year Budget. | August 26, 2021 |
| 10. Hold Second Public Hearing of Proposed Budget and Property Tax Rate. | September 9, 2021 |
| 11. Adoption of 2021 – 2022 Fiscal Year Budget | September 9, 2021 |
| 12. Adoption of 2021 Tax Levy Ordinance. | September 9, 2021 |
| 13. Final Budget Filed with City Secretary. | September 9, 2021 |
| 14. Final Budget Filed with County Clerk. | September 10, 2021 |

Terms and Definitions

Financial Structure

Hamilton's accounting system conforms to the requirements of Texas State Law and good financial management practices. Expenditure categories are generally classified by department or cost center, category (personnel, contractual, commodity, etc.), or line item (salaries, utilities, office supplies, etc.). The administrative budget breaks down expenditures to the line item level of detail.

Major categories include:

Personnel: Expenditures for salary and wages, overtime, employee benefits, etc.

Contractual: Expenditures for services purchased by the City, such as electricity, insurance, etc.

Commodities: Expenditures for tangible supplies purchased by the City, such as office supplies, street materials, etc.)

Transfers: Money which is transferred out of one fund and into another to cover a related expense.

Debt Service: The principal and interest payment on the City's outstanding debt.

Hamilton receives revenue from a variety of sources. A general classification of revenues is provided below:

Ad Valorem Taxes: Taxes that are levied based on the value of property. The amount of the tax depends upon the assessed value of the property and the tax rate established by the City (and other taxing entities within Hamilton, such as the school, county, etc.).

Sales and Use Taxes: Taxes levied by the City based on the value of a sale. These are often authorized by election and are collected by the State for the City.

Franchise Fees: Fees the City charges other entities for the use of city right-of-way. (i.e. Electric, Gas, Phone, etc.).

Interest on Investment: Interest revenue the City earns on money it temporarily invests.

Service Charges: Revenue collected for a service provided to another party, such as water service charges, special assessments, license fees, etc.

Municipal Court Fines: Fines levied by the judge of the municipal court for infractions of the law.

County, State and Federal Aid: Revenues received from other governments that are not specifically attributable to a particular service the City provides, although the City may be restricted as to how the money may be spent.

Unreserved Fund Balance: Unspent funds from previous years' operations. This money is often used to maintain an adequate level of cash reserves for emergencies, but portions are also

budgeted for expenditures in future years to help reduce reliance on other funding sources.

Miscellaneous Revenue: Any revenues not included in the above categories.

Fund Accounting

The use of Fund Accounting is one of the major differences between commercial and governmental accounting. This form of accounting requires separate record keeping for each individual fund. Each fund operates as a self-contained entity with its own revenue sources, expenses, assets, liabilities, and fund balance. Even though the actual cash is kept in one bank account, a separate accounting record is kept of all funds by the use of a computerized accounting system. Expenditures and revenues by fund are shown in the budget document, according to this method. The City has established the minimum number of funds necessary to ensure that all receipts are expended for authorized budget purposes only.

Financial Audit

Each year the City's financial system and activity is audited by an independent public accountant. The audit is prepared according to Generally Accepted Auditing Standards. The final audit is presented to the City Council, and other regulatory or oversight bodies as required. Certified Public Accountants, Boucher, Morgan & Young of Stephenville, Texas, are currently under contract to audit the financial statements of the City of Hamilton.

Legal Restrictions of Budgeting

The City is subject to a number of requirements imposed by Texas State Law and by local policy that restrict the activities of the City and provide the public with certain rights. Some of these extend beyond the budget process but are particularly important with regard to that process. Budget law: Per State Law, the City must establish a budget of planned expenditures for every fund, with the exception of the Capital Improvement and Reserve funds. The budget law also prohibits the City from expending funds that exceed the amounts budgeted for those funds. The City may, without violation of the budget law, transfer budget authority within the General Fund from department to department or between items of expenditure. As mentioned earlier, the fund budgets may be amended through the procedure prescribed for original adoption of the budget, although no additional taxes may be levied through such an amendment. The budget law also prescribes the procedure the City must follow in order to adopt the annual budget. The law requires that the City hold a public hearing prior to adopting the budget. This hearing must be publicized by public notice in the official city newspaper at least ten days prior to the date set for the hearing.

Open Meetings: Generally, any time a quorum of the City Council meets for the purpose of conducting or discussing City business, the meeting must be open to the public. Texas State Law provides for specific instances in which the Governing Body may go into executive session (non-public meeting), but no binding decisions may be made in such closed sessions. The City of Hamilton prepares an agenda for all meetings and tries to provide at least seventy-two hours' notice of any meeting to all news media. The public is encouraged to attend and participate in all City Council meetings pursuant to the rules of order. Special meetings, work sessions, or changes in the place or time of regular meetings will be announced in advance through regular news media channels.

Texas Open Records Act: The Texas Open Records Act provides that, unless specifically exempt by law or court ruling, all public records are open to public inspection. The basic policy is that the public has a right to public records unless that right has been limited by state or federal law. Access may be charged if substantial amounts of staff time are required to provide access. Copies of records can be provided for a nominal fee. If a record is requested and access is denied, a specific reason for denial must be given.

Glossary of Budget Terms

Appropriation: An authorization granted by the City Council to make expenditures and to incur obligations for purposes specified in the Appropriation Ordinance.

Assessed Value: A value set upon real estate or other property by the County Appraiser and the State as a basis for levying ad valorem property taxes.

Beginning Balance: The beginning balance is the residual funds brought forward from the previous fiscal year (unencumbered cash balance).

Bonds: Bonds are debt instruments that require repayment of a specified principal amount on a certain date (maturity date), together with interest at a stated rate, or according to a formula for determining the interest rate.

Budget: A budget is a plan of financial operation embodying an estimate of proposed expenditures and the means of financing them. Used without any modifier, the term usually indicates a financial plan for a single fiscal year. In practice, the term “budget” is used in two ways. Sometimes it designates the financial plan presented for adoption and sometimes it designates the plan finally approved. It is usually necessary to specify whether the budget under consideration is preliminary and tentative or whether the Governing Body has approved it.

Capital Improvement Plan (CIP): The Capital Improvement Plan is a plan for capital expenditures needed to maintain and expand the public infrastructure. It projects the infrastructure needs for a set number of years and is updated annually to reflect the latest priorities, cost estimates, or changing financial strategies. The first year of the adopted Capital Improvement Plan becomes the Annual Capital Budget.

Commodity Items: Consumable goods such as office supplies, small tools, fuel, etc. Commodities also include repair and replacement parts and non-capital materials.

Contractual Services: Services provided by firms, individuals, or other city departments.

Debt Service: Payment of interest and principal on an obligation resulting from the issuance of bonds or other such financing methods.

Enterprise Funds: Funds which are accounted for in a manner similar to a private business enterprise. Usually the governmental entity intends for enterprise funds to fully recover their costs (including depreciation and maintenance projects) through user fees.

Expenditures: Refers to current cash operating expenses.

Fund: An independent governmental accounting entity with a self-balancing group of accounts, including assets, liabilities and fund balance.

General Funds: Funds supported by taxes and fees that have unrestricted use.

Grant: A contribution usually from one government unit or funding source to another. The contribution is usually made to aid in the support of a specified function, i.e., infrastructure, drug enforcement, but it is sometimes for general purposes.

Operating Funds: Resources derived from reoccurring revenue sources used to finance ongoing operating expenditures and pay-as-you-go capital projects.

Resources: Total funds available for appropriation including estimated revenues, fund transfers, beginning balances.

Salary Savings: Savings realized while a position is vacant until a new employee is hired.

State-Shared Revenues: Money collected by the State but shared on a predetermined basis with local governments.

Tax Levy: The total amount to be raised by general property taxes for purposes specified in the Tax Levy Ordinance.

Time-Series Analysis: Often referred to as trend analysis, involves looking at trends from prior year's data. Hamilton has used a variation of which uses monthly data to estimate future annual revenue collections.

Transfers: Transfers are the authorized exchanges of cash or other resources between funds.

2021 KEY BUDGET FINANCIAL POINTS

Property Taxes:

The City property tax revenue for 2021 is estimated at approximately \$871,303.00.

General Sales Tax:

Sales tax is projected to remain steady in 2021. Sales tax receipts in 2021 have remained at or above year-to-date totals from 2020. The Sales tax is projected to yield approximately \$690,000 for 2021. Amazon has continued collecting local sales and use taxes based on the destination in which the customer receives the item since 2012. Another slight boost to our sales tax is the **South Dakota v. Wayfair decision** which was fully implemented in Texas on October 1, 2019. This decision only brings in sales taxes on remote sales (businesses with no physical presence in Texas), and even then, many remote sellers instead pay a 1.75 percent “single local use tax” instead of the actual rate in the destination to which the goods are shipped.

Future changes may be coming. In May of 2020, the comptroller gave final approval to amendments to Rule 3.334, which make several modifications to local sales and use tax rules. One of the changes is that the adopted rules relating to orders not received by sales personnel are not effective until October 1, 2021. We may see a slight change in sales tax in the FY2021-2022 budget based on legislative change.

Total Expenditures:

The *2021-22 City Budget* anticipates cash expenditures in the three major funds (General, Enterprise, and Airport) of approximately \$6,035,113.00 These budget estimates are reasonably conservative and based on a cautious approach to expenditure projections.

The following list represents a sampling of the City’s services provided by the City:

Police Protection	Street Lighting	Animal Control
Municipal Improvements	Fire Protection	Code Enforcement
Administration	Park Maintenance	Cemetery Maintenance
Municipal Airport	Street/Curb/Sign Maint.	Building Inspections
Water and WW Processing	Swimming Pool	Sanitation Pickup
Economic Development	Bulk Trash Drop off	Brush Drop off

Notable Expenditure:

In February 2021, an extraordinary winter storm event resulted in some of the highest Energy and Ancillary Service charges ever experienced by electric consumers in ERCOT. As a member of the Texas Coalition for Affordable Power ('TCAP') that is served by TCAP's Retail Electricity Provider, Gexa Energy, City of Hamilton's energy costs remained

stable throughout the winter storm. However, the storm's impact resulted in higher than anticipated Ancillary Services costs that are billed to the city under the "Ancillary Services and Nodal Basis Adjustment" specified in the Commercial Electricity Service Agreement ('CESA') between City of Hamilton and Gexa Energy, LP executed by City of Hamilton on 3/8/2016. The total additional cost of the Ancillary Services and Nodal Basis Adjustment owed by City of Hamilton ("Storm Recovery Amount") is \$31,438.02. This will be paid monthly along with 2.29% interest rate for a total payment of \$1691.96 until December of 2022.

Unplanned 2020-21 Budget items/activities/events:

• COVID-19 Related expenses	\$4,000.00+
• Greater Water Loss due to Cast Iron Pipe Wear/Tear	\$20,000.00+
• Waste Water Plant Pumps/skimmer Assemblies	\$32,000.00+
• Street Equipment	\$180,000.00+
• Water and Sewer Rate Study	\$24,000.00
• Alternate Capacity Requirement	\$7,000.00
• City Lake Survey	\$9,000.00
• City Lake Dam Maintenance & Assoc Issues	\$30,000.00+
• Ancillary Services and Nodal Basis Adjustment	\$31,438.02

Previously discussed items to consider in future budgets:

• Swimming Pool Improvements/Modifications	(\$1,500,000)
• Additional Public Works Street Employees	(\$50,000 each)
• Vacuum Trailer for Public Works	(\$120,000)

This year's Budget (2021-22) includes the following Council items:

• Upper Leon Water District Rate Increase –	TBA cents/1000gallons
• Multi-County Water –	Improve Water Quality
• Funding for Historic Mainstreet Program	\$30,000.00
• Utilities	
• Utility Software	\$110,000.00+
• Backhoe	\$130,000.00
• ¾ - 1 Ton Utility Pickup	\$42,000.00
• Public Works Equipment	
• Loader for Wastewater Plant	
• 1 New Pickup Truck	\$18,000.00
• Welder and Trailer	\$6200.00
• Police Dept.	

	2021-22 Debt Service/Schedule	
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GENERAL FUND	
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Southside Bank - Government Capital Corporation - Fire Truck and Related Equipment

Due Date: 11/1/2021 Amount: **\$44,935.54** \$3,500.00 per month to TXPL
 Principal pd \$42,042.60
 Interest pd \$ 2,892.94

Police Vehicles - BankcorpSouth

Due Date: 3/5/2022 Amount: **\$24,925.36** \$1,800.00 per month to TXPL

UTILITY FUND	
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Regions Bank - Pipeline USDA 1989 Water Line & Water System Improvements

Due Date: 1/1/2022 Amount: **\$206,404.15** \$18,500.00 per month to TXPL
 Principal pd \$ 191,000.00
 Interest pd \$ 15,404.15

Due Date: 7/1/2022 Amount: **\$ 13,580.10**
 interest only

FISCAL YR TOTAL	\$219,984.25
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USDA - Series 2006 Sewer Update

Due Date: 2/15/2022 Amount: **\$ 44,400.00** \$5,000.00 per month to TXPL
 Principal pd \$ 30,000.00
 Interest pd \$ 14,400.00

Due Date: 8/15/2021 Amount: **\$ 13,950.00**
 interest only

FISCAL YR TOTAL	\$ 58,350.00
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2017 New Water Meters

Due Date: 7/11/2022 Amount: **\$ 80,449.91** \$6,705.00 per month to TXPL
 Principal pd \$ 73,257.59
 Interest pd \$ 7,192.32

AIRPORT FUND	
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Schertz Bank & Trust - Government Capital Corporation - Fuel System Update

Due Date: 2/15/2022 Amount: **\$29,144.47** \$2,000.00 per month to TXPL
 Principal pd \$27,963.57
 Interest pd \$ 1,180.90

Pipeline to Proctor Series 89 & 13 or 2020A

City of Hamilton

Period Ending	Principal	Rate	Interest	Debt Service	Annual Debt Service
1/1/2021	\$ 191,000.00	\$ 1.91	\$ 12,825.44	\$ 203,825.44	
7/1/2021			\$ 15,404.15	\$ 15,404.15	\$ 219,229.59
1/1/2022	\$ 191,000.00	\$ 1.91	\$ 15,404.15	\$ 206,404.15	
7/1/2022			\$ 13,580.10	\$ 13,580.10	\$ 219,984.25
1/1/2023	\$ 191,000.00	\$ 1.91	\$ 13,580.10	\$ 204,580.10	
7/1/2023			\$ 11,756.05	\$ 11,756.05	\$ 216,336.15
1/1/2024	\$ 195,000.00	\$ 1.91	\$ 11,756.05	\$ 206,756.05	
7/1/2024			\$ 9,893.80	\$ 9,893.80	\$ 216,649.85
1/1/2025	\$ 200,000.00	\$ 1.91	\$ 9,893.80	\$ 209,893.80	
7/1/2025			\$ 7,983.80	\$ 7,983.80	\$ 217,877.60
1/1/2026	\$ 203,000.00	\$ 1.91	\$ 7,983.80	\$ 210,983.80	
7/1/2026			\$ 6,045.15	\$ 6,045.15	\$ 217,028.95
1/1/2027	\$ 206,000.00	\$ 1.91	\$ 6,045.15	\$ 212,045.15	
7/1/2027			\$ 4,077.85	\$ 4,077.85	\$ 216,123.00
1/1/2028	\$ 210,000.00	\$ 1.91	\$ 4,077.85	\$ 214,077.85	
7/1/2028			\$ 2,072.35	\$ 2,072.35	\$ 216,150.20
1/1/2029	\$ 217,000.00	\$ 1.91	\$ 2,072.35	\$ 219,072.35	\$ 219,072.35
	\$ 1,804,000.00		\$ 154,451.94	\$ 1,958,451.94	

TIC(Incl. all expenses)...2.28350462%
 TIC(Arbitrage TIC).....1.91020346%
 Bond Years8.086.49
 Average Coupon1.91000003%
 Average Life (yrs)4.48
 WAM (yrs)4.482533
 NIC = 1.910000% (with Adjstmnt of \$0.00)

Frost Bank Refund Series '06 or Series 2020B

BOND DEBT SERVICE
City of Hamilton, Texas
General Obligation Refunding Bonds

Period Ending	Principal	Interest	Debt Service	Annual Debt Service
2/15/2021	\$ 30,000.00	\$ 12,375.00	\$ 42,375.00	
8/15/2021		\$ 14,400.00	\$ 14,400.00	
9/30/2021				\$ 56,775.00
2/15/2022	\$ 30,000.00	\$ 14,400.00	\$ 44,400.00	
8/15/2022		\$ 13,950.00	\$ 13,950.00	
9/30/2022				\$ 58,350.00
2/15/2023	\$ 30,000.00	\$ 13,950.00	\$ 43,950.00	
8/15/2023		\$ 13,500.00	\$ 13,500.00	
9/30/2023				\$ 57,450.00
2/15/2024	\$ 30,000.00	\$ 13,500.00	\$ 43,500.00	
8/15/2024		\$ 13,050.00	\$ 13,050.00	
9/30/2024				\$ 56,550.00
2/15/2025	\$ 30,000.00	\$ 13,050.00	\$ 48,050.00	
8/15/2025		\$ 12,525.00	\$ 12,525.00	
9/30/2025				\$ 60,575.00
2/15/2026	\$ 30,000.00	\$ 12,525.00	\$ 47,525.00	
8/15/2026		\$ 12,000.00	\$ 12,000.00	
9/30/2026				\$ 59,525.00
2/15/2027	\$ 30,000.00	\$ 12,000.00	\$ 47,000.00	
8/15/2027		\$ 11,475.00	\$ 11,475.00	
9/30/2027				\$ 58,475.00
2/15/2028	\$ 30,000.00	\$ 11,475.00	\$ 46,475.00	
8/15/2028		\$ 10,950.00	\$ 10,950.00	
9/30/2028				\$ 57,425.00
2/15/2029	\$ 30,000.00	\$ 10,950.00	\$ 45,950.00	
8/15/2029		\$ 10,425.00	\$ 10,425.00	
9/30/2029				\$ 56,375.00
2/15/2030	\$ 30,000.00	\$ 10,425.00	\$ 235,425.00	
8/15/2030		\$ 7,050.00	\$ 7,050.00	
9/30/2030				\$ 242,475.00
2/15/2031	\$ 30,000.00	\$ 7,050.00	\$ 237,050.00	
8/15/2031		\$ 3,600.00	\$ 3,600.00	
9/30/2031				\$ 240,650.00
2/15/2032	\$ 30,000.00	\$ 3,600.00	\$ 243,600.00	
9/30/2032				\$ 243,600.00
	\$ 990,000.00	\$ 258,225.00	\$ 1,248,225.00	\$ 1,248,225.00

**CITY OF HAMILTON
FINANCIAL STATEMENT
2017 NEW WATER METERS**

INTEREST RATE
ORIGINAL BALANCE \$498,096.34

DUE DATE	PRINCIPAL	INTEREST	TOTAL P & I
7/11/2018	\$ 64,743.02	\$ 15,706.89	\$ 80,449.91
7/11/2019	\$ 66,708.28	\$ 13,741.63	\$ 80,449.91
7/11/2020	\$ 68,823.60	\$ 11,626.31	\$ 80,449.91
7/11/2021	\$ 71,005.99	\$ 9,443.92	\$ 80,449.91
7/11/2022	\$ 73,257.59	\$ 7,192.32	\$ 80,449.91
7/11/2023	\$ 75,580.59	\$ 4,869.32	\$ 80,449.91
7/11/2024	\$ 77,977.27	\$ 2,472.64	\$ 80,449.91
GRAND TOTALS	\$ 498,096.34	\$ 65,053.03	\$ 563,149.37

**CITY OF HAMILTON
FINANCIAL STATEMENT
2020 CHEVROLETS (PD)**

INTEREST RATE 3.49%

ORIGINAL BALANCE \$ 65,220.00

DUE DATE	PRINCIPAL	INTEREST	TOTAL P & I
11/19/2020	\$ 20,986.93	\$ 2,312.94	\$ 23,299.87
11/19/2021	\$ 21,731.20	\$ 1,568.67	\$ 23,299.87
11/19/2022	\$ 22,501.87	\$ 798.00	\$ 23,299.87
GRAND TOTALS:	\$ 65,220.00	\$ 4,679.61	\$ 69,899.61

**CITY OF HAMILTON FINANCIAL
STATEMENT
AIRPORT FUEL SYSTEM**

INTEREST RATE
ORIGINAL BALANCE \$250,000.00

DUE DATE	PRINCIPAL	INTEREST	TOTAL P & I
2/15/2013	\$ 25,460.09	\$ 4,819.22	\$ 30,279.31
2/15/2014	\$ 21,166.83	\$ 9,112.48	\$ 30,279.31
2/15/2015	\$ 22,025.84	\$ 8,253.47	\$ 30,279.31
2/15/2016	\$ 22,919.71	\$ 7,359.60	\$ 30,279.31
2/15/2017	\$ 23,849.86	\$ 6,429.45	\$ 30,279.31
2/15/2018	\$ 24,817.76	\$ 5,641.55	\$ 30,459.31
2/15/2019	\$ 25,824.94	\$ 4,454.37	\$ 30,279.31
2/15/2020	\$ 26,872.99	\$ 3,406.32	\$ 30,279.31
2/15/2021	\$ 27,963.57	\$ 2,315.74	\$ 30,279.31
2/15/2022	\$ 29,098.41	\$ 1,180.90	\$ 30,279.31
GRAND TOTALS	\$ 250,000.00	\$ 52,973.10	\$ 302,973.10

**CITY OF HAMILTON FINANCIAL
STATEMENT
FIRETRUCK**

INTEREST RATE ORIGINAL
BALANCE

DUE DATE	PRINCIPAL	INTEREST	TOTAL P & I
11/1/2013	\$ 35,116.66	\$ 8,875.34	\$ 43,992.00
11/1/2014	\$ 35,872.39	\$ 8,120.61	\$ 43,993.00
11/1/2015	\$ 36,695.04	\$ 7,297.96	\$ 43,993.00
11/1/2016	\$ 37,536.55	\$ 6,456.45	\$ 43,993.00
11/1/2017	\$ 38,397.36	\$ 5,595.64	\$ 43,993.00
11/1/2018	\$ 39,277.92	\$ 4,715.08	\$ 43,993.00
11/1/2019	\$ 40,178.66	\$ 3,814.34	\$ 43,993.00
11/1/2020	\$ 41,100.06	\$ 2,892.94	\$ 43,993.00
11/1/2021	\$ 42,042.60	\$ 1,950.40	\$ 43,993.00
11/1/2022	\$ 43,006.76	\$ 986.24	\$ 43,993.00
GRAND TOTALS	\$ 389,224.00	\$ 50,705.00	\$ 439,929.00

ASPHALT ZIPPER 2021

Compounding Period: Monthly

Nominal Annual Rate: 2.41%

Cash Flow Data - Leases and Lease Payments

Event	Date	Amount	Number	Period	End Date
1 Lease	1/4/2021	\$ 180,700.00	1		
2 Lease Pmt	1/4/2021	\$ 38,824.37	5	Annual	1/4/2026

Tvalue Amortization Schedule - Normal, 30E3/360

	Date	Lease Payment	Interest	Principal	Balance
Lease	1/4/2021				180700
1	1/4/2022	\$ 38,824.37	\$ 4,403.30	\$ 34,421.07	\$ 146,278.93
2	1/4/2023	\$ 38,824.37	\$ 3,564.52	\$ 35,259.85	\$ 111,019.08
3	1/4/2024	\$ 38,824.37	\$ 2,705.31	\$ 36,119.06	\$ 74,900.02
4	1/4/2025	\$ 38,824.37	\$ 1,825.16	\$ 36,999.21	\$ 37,900.81
5	1/4/2026	\$ 38,824.37	\$ 923.56	\$ 37,900.81	\$ -
Grand Totals:		\$ 194,121.85	\$ 13,421.85	\$ 180,700.00	

Last interest amount decreased by 0.01 due to rounding

City of Hamilton, Texas

Post Refunding Combined Debt Service – 2006 and 89 Series Bonds

Fiscal Year Ending	Series 2020B			Series 2020A			Total Debt Service	Fiscal Year Ending
	Principal	Interest	Debt Service	Principal	Interest	Debt Service		
9/30/2021	25,000.00	33,416.67	58,416.67	191,000.00	28,229.59	219,229.59	277,646.26	9/30/2021
9/30/2022	20,000.00	35,600.00	55,600.00	191,000.00	28,984.25	219,984.25	275,584.25	9/30/2022
9/30/2023	25,000.00	34,700.00	59,700.00	191,000.00	25,336.15	216,336.15	276,036.15	9/30/2023
9/30/2024	25,000.00	33,700.00	58,700.00	195,000.00	21,649.85	216,649.85	275,349.85	9/30/2024
9/30/2025	25,000.00	32,700.00	57,700.00	200,000.00	17,877.60	217,877.60	275,577.60	9/30/2025
9/30/2026	30,000.00	31,600.00	61,600.00	203,000.00	14,028.95	217,028.95	278,628.95	9/30/2026
9/30/2027	30,000.00	30,400.00	60,400.00	206,000.00	10,123.00	216,123.00	276,523.00	9/30/2027
9/30/2028	30,000.00	29,200.00	59,200.00	210,000.00	6,150.20	216,150.20	275,350.20	9/30/2028
9/30/2029	30,000.00	28,000.00	58,000.00	217,000.00	2,072.35	219,072.35	277,072.35	9/30/2029
9/30/2030	220,000.00	23,000.00	243,000.00	-	-	-	243,000.00	9/30/2030
9/30/2031	230,000.00	14,000.00	244,000.00	-	-	-	244,000.00	9/30/2031
9/30/2032	235,000.00	4,700.00	239,700.00	-	-	-	239,700.00	9/30/2032
	925,000.00	331,016.67	1,256,016.67	1,804,000.00	154,451.94	1,958,451.94	3,214,468.61	

City of Hamilton

Tax Rate Comparison

2021

PERCENTAGE	TAX RATE PER \$100	TAX LEVY	INCREASE
0%	0.5442	898,570*	0
0.5%	0.5469	903,063*	4,493
1%	0.5496	907,556*	8,986
1.5%	0.5524	912,049*	13,479
2%	0.5551	916,542*	17,971
2.5%	0.5578	921,034*	22,464
3%	0.5605	925,527*	26,957
3.5%	0.5632	930,020*	31,450
Voter-Approval	0.5653	937,749	35,002

These figures are based upon 2021 adjusted taxable base of \$165,885,201.00 and effective tax rate of .5442.

The average taxable value of a city residence is \$93,563.00.

*Indicates a comparison without new construction. Rate not adjusted for refund.

All above tax figures submitted by Hamilton County Appraisal District.

CAPITAL IMPROVEMENT PLAN (CIP)

PUBLIC WORKS VEHICLE & EQUIPMENT AQUISITIONS

Dept/Div.	Description	Cost	Annual Payment	Note Purchase	Payoff
Public Works	1 Bobcat Skid steer with Backhoe		\$10,274	Y	Annual
Public Works	416 Case Backhoe (2018)		\$1,274	M	2 years
Water Enterprise	AMI Water Meter System	\$498,000	\$80,449	Y	3 years
Parks Department	2005 Dodge Caravan #3480			N	
*Public Works Streets	2005 Dodge Ram 1500 #6742			N	
*Public Works Utilities	2007 Dodge Ram 3500 #8970			N	
*Public Works Streets	2008 Dodge Ram 3500 #9728			N	
Public Works Streets	1995 Chevrolet Dump Truck #0636			N	
Public Works Utilities	2009 Ford F-150 #1736			N	
Public Works Streets	2010 Ford F-150 #3461			N	
Public Works Utilities	2015 Dodge Ram 1500 #8367			N	
Public Works Utilities	2016 Ford F-250 #1524			N	
Public Works Streets	2021 Class 5 Dump Bed Truck #3718			N	
Parks Department	2013 Dodge Ram 1500 #1907			N	
Public Works Streets	Oil Storage Tank			N	
Public Works Streets	Oil Distribution Trailer			N	
Public Works Streets	Flat Roller			N	
Public Works Streets	Pneumatic Roller			N	
Public Works Streets	Asphalt Zipper #1590	\$180,700	\$38,825	Y	5 years
Public Works Streets	Street Sweeper			N	
Public Works Utilities	2015 Dodge Ram 3500			N	

****These vehicles are in need of repair and will most likely need to be replaced.***



2021 - 2022

City of Hamilton

Proposed Annual Budget

How the funds are generated

How the funds are generated

Where does the City Spend the money?

Where does the City Spend the money?