

RULE 15c2-12 FILING COVER SHEET

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

Issuer Name: City of Kirby, Texas

Issue(s):

\$ 2,970,000 Combination Tax and Revenue Certificates of Obligation, Series 2009

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

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

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

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

* * *

Financial & Operating Data Disclosure Information

X Annual Financial Report or CAFR

X Financial Information & Operating Data

___ Other (describe) _____

X Fiscal Period Covered: FYE 2017

___ Monthly ___ Quarterly X Annual ___ Other: _____

* * *

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

Signature: 

Name: Monique Vernon Title: City Manager

Employer: City of Kirby, Texas

Voice Telephone Number: 210-661-3198

Email Address: mvernon@cityofkirby.org

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Combination Tax and Revenue Certificates of Obligation, Series 2009

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
03/01/19	\$ 345,000	497314ES9
	<u>\$ 345,000</u>	

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

CITY OF KIRBY, TEXAS

GENERAL OBLIGATION DEBT



HTS Continuing Disclosure Services
A Division of Hilltop Securities.

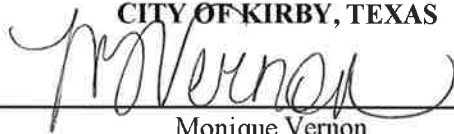
FINANCIAL STATEMENTS

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

SIGNATURE OF ISSUER

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

CITY OF KIRBY, TEXAS



Monique Vernon
City Manager

Approved for Submission:

3/29/18

Date

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

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

NRMSIR

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

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

Signed by:

/s/ Mario Hernandez

CITY OF KIRBY, TEXAS
2018 GENERAL OBLIGATION DEBT REPORT

TABLE 1 - VALUATION, EXEMPTIONS AND AD VALOREM TAX DEBT

2017/2018 Market Valuation Established by Bexar County Appraisal District (excluding totally exempt property)		\$ 297,621,505
Less Exemptions/Reductions at 100% Market Value:		
Homestead Cap Adjustment	\$20,011,355	
Disabled Veterans	8,609,438	
Over 65	10,425,720	
Productivity Loss	274,770	<u>39,321,283</u>
2017/2018 Net Taxable Assessed Valuation		<u>\$ 258,300,222</u> ⁽¹⁾
General Obligation Debt Payable from Ad Valorem Taxes as of January 31, 2018		\$ 680,000
Net General Obligation Debt Payable from Ad Valorem Taxes		<u>\$ 680,000</u>
General Obligation Interest and Sinking Fund as of January 31, 2018		\$ 150,552
Ratio Net General Obligation Tax Debt to Taxable Assessed Valuation		0.26%

2018 Estimated Population - 8,640
Per Capita Taxable Assessed Valuation - \$29,896
Per Capita General Obligation Debt Payable from Ad Valorem Taxes - \$79

⁽¹⁾ This figure reflects the 2017 Certified Net Taxable Assessed Valuation provided by the Bexar County Appraisal District. Subsequent to this report, the net taxable assessed valuation of the City of Kirby has increased as a result of an annexation of property from the City of San Antonio.

TABLE 2 – TAXABLE ASSESSED VALUATION BY CATEGORY

Category	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2018		2017		2016	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 246,610,972	82.86%	\$ 204,472,484	79.51%	\$ 188,953,081	81.34%
Real, Residential, Multi-Family	7,356,180	2.47%	11,083,580	4.31%	6,899,980	2.97%
Real, Vacant Lots/Tracts	2,025,083	0.68%	1,994,484	0.78%	1,909,580	0.82%
Real, Acreage (Land Only)	276,872	0.09%	282,772	0.11%	274,082	0.12%
Real, Farm and Ranch Improvements	580,542	0.20%	611,684	0.24%	437,932	0.19%
Real, Commercial and Industrial	25,882,671	8.70%	24,409,341	9.49%	20,721,125	8.92%
Real and Tangible Personal, Utilities	1,637,537	0.55%	1,614,686	0.63%	1,556,863	0.67%
Tangible Personal, Business	7,150,863	2.40%	7,316,303	2.84%	6,929,843	2.98%
Tangible Personal, Industrial	609,155	0.20%	525,026	0.20%	510,237	0.22%
Tangible Personal, Mobile Homes	4,960,420	1.67%	4,377,700	1.70%	3,661,580	1.58%
Special Inventory	531,210	0.18%	486,030	0.19%	457,290	0.20%
Total Appraised Value Before Exemptions	\$ 297,621,505	100.00%	\$ 257,174,090	100.00%	\$ 232,311,593	100.00%
Less: Total Exemptions/Reductions	39,321,283		23,968,976		20,266,470	
Adjustments	-		(5,279,344)		(1,885,298)	
Taxable Assessed Value	\$ 258,300,222 ⁽¹⁾		\$ 227,925,770		\$ 210,159,825	

Category	Taxable Appraised Value for Fiscal Year Ended September 30,			
	2015		2014	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 173,951,122	81.20%	\$ 166,011,438	81.05%
Real, Residential, Multi-Family	5,401,770	2.52%	5,099,480	2.49%
Real, Vacant Lots/Tracts	1,590,317	0.74%	2,126,660	1.04%
Real, Acreage (Land Only)	169,084	0.08%	503,603	0.25%
Real, Farm and Ranch Improvements	415,476	0.19%	-	0.00%
Real, Commercial & Industrial	20,204,493	9.43%	19,378,695	9.46%
Real and Tangible Personal, Utilities	1,473,433	0.69%	1,456,289	0.71%
Tangible Personal, Business	6,362,241	2.97%	5,597,878	2.73%
Tangible Personal, Industrial	747,372	0.35%	730,549	0.36%
Tangible Personal, Mobile Homes	3,447,930	1.61%	3,489,980	1.70%
Special Inventory	452,820	0.21%	420,380	0.21%
Total Appraised Value Before Exemptions	\$ 214,216,058	100.00%	\$ 204,814,952	100.00%
Less: Total Exemptions/Reductions	18,178,928		15,932,137	
Adjustments	(537,198)		(999,000)	
Taxable Assessed Value	\$ 195,499,932		\$ 187,883,815	

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

(1) This figure reflects the 2017 Certified Net Taxable Assessed Valuation provided by the Bexar County Appraisal District. Subsequent to this report, the net taxable assessed valuation of the City of Kirby has increased as a result of an annexation of property from the City of San Antonio.

TABLE 3 - VALUATION AND TAX DEBT HISTORY

Fiscal Year Ended 9/30	Estimated Population ⁽¹⁾	Taxable Assessed Valuation ⁽²⁾	Taxable Assessed Valuation Per Capita	G.O. Tax Debt Outstanding at End of Year ⁽³⁾	Ratio of G.O. Tax Debt to Taxable Assessed Valuation	G.O. Tax Debt Per Capita
2014	8,222	\$ 187,883,815	\$ 22,851	\$ 1,694,600	0.90%	\$ 206
2015	8,289	195,499,932	23,585	1,367,600	0.70%	165
2016	8,442	210,159,825	24,895	1,037,000	0.49%	123
2017	8,550	227,925,770	26,658	1,030,600	0.45%	121
2018	8,640	258,300,222	29,896	680,000	0.26%	79

(1) Source: City of Kirby, Texas

(2) As reported by the Bexar County Appraisal District on the City's Certified Roll; subject to change during the ensuing year.

TABLE 4 - TAX RATE, LEVY AND COLLECTION HISTORY

Fiscal Year Ended 9/30	Tax Rate	General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
2014	\$ 0.7294	\$ 0.6742	\$ 0.0552	\$ 1,370,843	97.80%	100.93%
2015	0.7294	0.6757	0.0537	1,429,848	97.27%	99.84%
2016	0.7294	0.6786	0.0508	1,546,606	97.03%	101.16%
2017	0.7294	0.7193	0.0101	1,665,765	97.63%	99.15%
2018	0.7294	0.6894	0.0400	2,091,701 ⁽¹⁾	In Process of Collection	

(1) This figure reflects the 2017 Certified Net Taxable Assessed Valuation provided by the Bexar County Appraisal District. Subsequent to this report, the net taxable assessed valuation of the City of Kirby has increased as a result of an annexation of property from the City of San Antonio. 50% of the increased values due to the City of Kirby's annexation will be transferred to the City of San Antonio for a period of 15 years.

TABLE 5 - TEN LARGEST TAXPAYERS

Name of Taxpayer	Nature of Property	2017/2018 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
CA Texas LLC	Personal and Real Property	\$ 5,254,520	2.03%
Yes Companies LLC	Real Estate	4,850,000	1.88%
AJC Rental Corporation	Commercial	2,742,670	1.06%
Siddons Holdings LLC	Personal and Real Property	1,829,030	0.71%
Schertz Bank & Trust	Bank	1,412,350	0.55%
Ari Inc	Commercial	1,156,040	0.45%
Yes Homesales LLC BDA Springfield Meadows	Real Estate	1,152,810	0.45%
Time Warner Cable SA LP	Utility	1,096,012	0.42%
Clark Construction of TX Inc.	Road Construction	1,073,775	0.42%
Kalinowski Marie Ann	Personal and Real Property	1,007,358	0.39%
		<u>\$ 21,574,565</u>	<u>7.96%</u>

TABLE 6 - TAX ADEQUACY

2018 Principal and Interest Requirements	\$ 354,219
\$0.1399 Tax Rate at 98% Collection Produces	\$ 354,219
Average Annual Principal and Interest Requirements, 2018-2019	\$ 352,844
\$0.1394 Tax Rate at 98% Collection Produces	\$ 352,869
Maxium Annual Principal and Interest Requirements, 2018	\$ 354,219
\$0.1399 Tax Rate at 98% Collection Produces	\$ 354,219

TABLE 8 - DEBT SERVICE REQUIREMENTS

Fiscal Year Ending	Outstanding Debt Service			Less:	Total	% of
	Principal	Interest	Total	Self-Supporting Debt Service	Tax-Supported Debt Service	Principal Retired
2018	\$ 335,000	\$ 19,219	\$ 354,219	\$ -	\$ 354,219	
2019	345,000	6,469	351,469	-	351,469	100.00%
	<u>\$ 680,000</u>	<u>\$ 25,688</u>	<u>\$ 705,688</u>	<u>\$ -</u>	<u>\$ 705,688</u>	

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending 9/30/2018		\$ 354,219
Interest and Sinking Fund, 9/30/2017	\$ 5,352	
Funds Received from General Operations	252,000	
Interest and Sinking Fund Tax Levy @ 98% Collection	101,254	<u>358,606</u>
Estimated Balance, 9/30/2018		<u>\$ 4,387</u>

TABLE 10 – COMPUTATION OF SELF-SUPPORTING DEBT

Net Waterworks and Sewer System Revenue Available as of 9/30/2017	\$ 849,345
Less: Requirements for Waterworks and Sewer System Revenue Bonds	-
Balance Available for Other Purposes	<u>\$ 849,345</u>
Requirements for Waterworks and Sewer System General Obligation Debt	<u>\$ -</u>
Percentage of Waterworks and Sewer System General Obligation Debt Self-Supporting	100%

TABLE 11 – AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

The City does not have any authorized but unissued voted general obligation bonds.

TABLE 12 – OTHER OBLIGATIONS

As of September 30, 2017, the City did not have any lease/purchase or other similar obligation outstanding.

TABLE 13 – CHANGE IN NET ASSETS

	Fiscal Year Ended September 30,				
	2017	2016	2015	2014	2013
REVENUES:					
Program Revenues:					
Taxes	\$ 2,535,386	\$ 1,973,955	\$ 2,166,059	\$ 2,069,456	\$ 2,277,778
Charges for Services	1,355,271	1,235,003	1,185,240	1,193,476	1,310,159
Operating Grants and Contributions	13,108	12,982	98,901	58,914	118,184
Capital Grants and Contributions	178,457	5,225	123,413	221,168	171,325
Interest and Investment Earnings	12,698	8,488	6,212	4,491	5,237
Gain on Sale of Property and Equipment	-	-	3,685	7,540	5,665
Miscellaneous	73,625	150	3,447	18,180	32,228
Total Revenues	\$ 4,168,545	\$ 3,235,803	\$ 3,586,957	\$ 3,573,225	\$ 3,920,576
EXPENSES:					
City Council	\$ 9,102	\$ 14,640	\$ 16,584	\$ 14,998	\$ 15,371
City Administration	375,472	350,302	307,722	364,335	274,783
Police Protection	1,199,691	1,187,043	1,168,328	1,130,297	986,230
Municipal Court	66,948	78,609	77,507	85,913	68,588
Fire/EMS Protection	1,174,209	1,119,147	1,024,146	1,021,875	869,188
Animal Services	174,050	162,342	185,112	187,405	119,469
Parks and Pools	180,450	120,971	156,870	175,536	181,654
Streets and Shops	289,198	243,800	198,816	238,368	466,804
Crime Control	17,923	3,932	12,800	-	-
General City Administration	594,593	592,236	580,041	590,052	641,586
Interest on Long-Term Debt	29,867	43,593	54,755	66,215	154,771
Total Expenditures	\$ 4,111,503	\$ 3,916,615	\$ 3,782,681	\$ 3,874,994	\$ 3,778,444
Transfers (Out)	\$ 524,398	\$ 526,265	\$ 528,612	\$ 530,987	\$ 533,294
Change in Net Position	581,440	313,348	332,888	229,218	675,426
Beginning Net Position	6,540,819	6,227,471	6,717,406	6,488,188	5,812,762
Prior Period Entries	-	-	(822,823)	-	-
Ending Net Position	\$ 7,122,259	\$ 6,540,819	\$ 6,227,471	\$ 6,717,406	\$ 6,488,188

TABLE 13A - GENERAL FUND REVENUES AND EXPENDITURE HISTORY

	Fiscal Years Ended September 30,				
	2017	2016	2015	2014	2013
REVENUES					
Taxes	\$ 2,035,519	\$ 1,864,934	\$ 1,678,747	\$ 1,591,005	\$ 1,557,933
Franchise Fees	410,832	374,303	392,387	368,334	611,447
Licenses and Fees	336,376	163,113	120,472	151,691	245,197
Intergovernmental	10,821	9,524	9,927	9,506	289,509
Fines and Penalties	222,141	201,310	215,934	236,897	216,749
Charges for Services	798,743	836,697	848,030	832,152	792,848
Grants	180,745	8,284	212,387	270,576	-
Miscellaneous	66,260	8,595	15,892	22,654	32,225
Interest	-	-	-	-	5,186
Total Revenues	<u>\$ 4,061,437</u>	<u>\$ 3,466,760</u>	<u>\$ 3,493,776</u>	<u>\$ 3,482,815</u>	<u>\$ 3,751,094</u>
EXPENDITURES					
Current Expenditures:					
City Council	\$ 9,102	\$ 14,640	\$ 16,584	\$ 14,999	\$ 15,371
City Administration	330,228	320,787	293,582	354,310	237,634
Police Protection	1,051,141	997,070	940,556	959,275	806,440
Municipal Court	64,122	75,378	76,474	83,052	86,282
Fire/EMS Protection	985,773	897,342	864,149	859,513	727,368
Animal Services	198,509	159,783	179,575	182,249	112,343
Parks and Pool	145,416	116,663	157,439	173,049	181,713
Streets and Shops	256,891	239,064	203,779	240,973	213,560
General City Administration	353,217	348,991	349,549	365,572	641,586
Capital Projects/Outlay	675,192	697,727	818,371	503,271	455,075
Debt Service:					
Principal Retirement	102,640	100,386	44,110	-	-
Interest and Fiscal Charges	18,474	20,728	12,544	-	-
Total Expenditures	<u>\$ 4,190,705</u>	<u>\$ 3,988,559</u>	<u>\$ 3,956,712</u>	<u>\$ 3,736,263</u>	<u>\$ 3,477,372</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES					
	<u>\$ (129,268)</u>	<u>\$ (521,799)</u>	<u>\$ (462,936)</u>	<u>\$ (253,448)</u>	<u>\$ 273,722</u>
OTHER FINANCING SOURCES (USES)					
Capital Contributions	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds from Issuance of Capital Lease	-	271,837	483,768	-	-
Proceeds from Sale of Assets	33,878	2,750	3,685	7,540	480,000
Operating Transfers In	480,000	480,000	480,000	480,000	(125,000)
Operating Transfers Out	(391,754)	(282,000)	(281,500)	(270,000)	5,665
Total Other Financing Sources (Uses)	<u>\$ 122,124</u>	<u>\$ 472,587</u>	<u>\$ 685,953</u>	<u>\$ 217,540</u>	<u>\$ 360,665</u>
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES					
	<u>\$ (7,144)</u>	<u>\$ (49,212)</u>	<u>\$ 223,017</u>	<u>\$ (35,908)</u>	<u>\$ 634,387</u>
FUND BALANCES AT BEGINNING OF YEAR					
	<u>\$ 2,746,308</u>	<u>\$ 2,795,520</u>	<u>\$ 2,572,503</u>	<u>\$ 2,608,411</u>	<u>\$ 1,974,024</u>
FUND BALANCES AT END OF YEAR					
	<u>\$ 2,739,164</u>	<u>\$ 2,746,308</u>	<u>\$ 2,795,520</u>	<u>\$ 2,572,503</u>	<u>\$ 2,608,411</u>

TABLE 14 – MUNICIPAL SALES TAX HISTORY

Fiscal Year Ended 9/30	Total Collected ⁽¹⁾	% of Ad Valorem Tax Levy	Equivalent of Ad Valorem Tax Rate	Per Capita ⁽²⁾
2013	\$ 259,290	19.00%	\$ 0.1352	\$ 30.03
2014	290,461	21.19%	0.1546	35.33
2015	324,774	22.71%	0.1661	39.18
2016	373,286	24.14%	0.1776	44.22
2017	373,575	22.43%	0.1639	43.69

(1) Includes one-fourth (1/4%) sales and use tax for street maintenance and repair.

(2) Based on population estimates of the City staff.

TABLE 15 - CURRENT INVESTMENTS

As of January 31, 2018, the City's investable funds were invested in the following categories:

Description	% of Portfolio	Book Value
Schertz Bank Demand Deposits	35.51%	\$ 2,113,246
Schertz Bank CD's	22.68%	1,350,000
TexPool	41.81%	2,488,055
	<u>100.00%</u>	<u>\$ 5,951,301</u>