

**CITY OF BRYAN, TEXAS**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**



**FOR THE FISCAL YEAR ENDED**  
**SEPTEMBER 30, 2025**

**Prepared by**

**City of Bryan Fiscal Services Department**

**CITY OF BRYAN, TEXAS**  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
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**CITY OF BRYAN**

*The Good Life, Texas Style.™*

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March 24, 2026

Honorable Mayor, Members of the City Council, and Citizens of the City of Bryan, Texas

We are pleased to submit the Annual Comprehensive Financial Report for the City of Bryan (the "City") for the fiscal year ended September 30, 2025. The Annual Comprehensive Financial Report is purposed towards providing City Council, management, staff members, the public, and other interested parties with detailed information reflecting the City's financial condition. The Texas Local Government Code (§103.001) and the Bryan City Charter (Sec. 5(j)(5)) require an annual audit of the City's financial statements. The City has complied with these requirements and the auditor's report is included.

The City of Bryan's independent auditor, Weaver and Tidwell, L.L.P., issued an unmodified or "clean" opinion of the City's financial statements for the year ended September 30, 2025. The independent auditor's report is located at the beginning of the financial section of this report and outlines roles and responsibilities for the parties involved in the audit, opinions of the auditors, information deemed to be of note from the auditor's perspective, and other miscellaneous information of note to stakeholders and readers.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, which is based upon a comprehensive framework of internal controls established for this purpose. Internal controls are designed in a manner in which costs should not exceed anticipated benefits, with the ultimate objective being to provide reasonable, rather than absolute, assurance the financial statements are free of material misstatements.

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. The MD&A complements this letter of transmittal and should be read in conjunction with it.

### **PROFILE OF THE GOVERNMENT**

The City of Bryan, incorporated in 1871 and located in east central Texas in an area referred to as the Brazos Valley, approximately 100 miles northwest of Houston and approximately 90 miles east of Austin. Bryan serves as the county seat for Brazos County. Sharing common borders, the cities of Bryan and College Station are home to the Texas A&M University System. The City of Bryan has an estimated population of 95,793 and total land area of 56.5 square miles.

The City of Bryan is a home rule city operating under the council-manager form of government. The Bryan City Council, comprised of the mayor, five members representing individual districts, and one at-large councilmember, is entrusted with policy making and legislative authority. The City Manager is appointed by the City Council and is responsible for the daily management of all City operations.

The Bryan City Council annually adopts a budget through passage of an appropriation ordinance prior to the start of each fiscal year. The budget serves as the foundation for the City's financial planning and control, and is utilized as a policy-making tool to guide operations of the City each fiscal year. Annual budgets are prepared for most governmental funds including the General Fund, Debt Service Fund, and Special Revenue Funds. Annual budgets also are prepared for each enterprise fund, including BTU City, BTU Rural, Water, Wastewater, Solid Waste, Bryan Commerce and Development, Inc., and the Coulter Field Airport.

## CITY OF BRYAN TEXAS

The City of Bryan provides the full range of municipal services established by City charter and State law. These services include police, fire and emergency medical services, parks and recreational facilities and programs, library services, street maintenance and construction, public improvements, general administrative services, and electrical, water, wastewater, and solid waste systems. Certain internal services, which are accounted for on a cost reimbursement basis, such as general warehouse operations, risk management services, and employee health and disability insurance programs are provided to both the City's individual departments and employees therein. These internal services are purposed towards eliminating the need to access the private marketplace for services considered cost prohibitive or inefficient otherwise.

The City of Bryan is also financially accountable for Bryan Commerce and Development, Inc. ("BCD"), a local government corporation and the economic development arm of the City, and Destination Bryan, a marketing firm responsible for attracting both tourism and permanent residency to Bryan.

### FACTORS AFFECTING FINANCIAL CONDITION

Similar to the neighboring City of College Station, and other Texas towns of similar size, Bryan is continuing to manage fluctuations in the national and international economies that can be felt at the local level. Due to elevated inflation and unprecedented economic growth during FY 2025 and preceding fiscal years, local sales tax revenues have exceeded historic levels. Sectors experiencing increases include: food services, retail, and general services. FY 2025 property tax revenues, which are based on January 2024 property values, increased compared to FY 2024 by 5.7% due to new construction and growth in the commercial and residential sectors as well as growth in existing values.

Bryan and College Station are the economic centers of the Brazos Valley region, which is comprised of Brazos County and the surrounding seven counties. Texas A&M University, with a student enrollment of more than 81,000, ranks among the nation's largest university campuses and dominates the financial landscape of the Bryan-College Station area. Additionally, Blinn College, a two-year academic institution, has a campus in Bryan with a student enrollment of over 10,000. With the continued development of the Texas A&M RELLIS campus, the student population of the area is expected to continue to climb over the next several years, encouraging property development as well as spurring continued local economic growth and activity.

Historically, the Bryan-College Station area's unemployment rate has been among the lowest in the state, supported by a slate of stable employment sectors including education, government, and health care, comprising six of the area's ten largest employers. The unemployment rate for the Bryan and College Station area was 3.7%, compared to 4.1% state-wide and 4.4% nationwide, as of September 2025. This low rate is an indication the Bryan-College Station area finds itself uniquely positioned to handle major economic pressure that may be felt more severely at the state and national levels. These factors make the Bryan-College Station metropolitan statistical area a beacon for new businesses and continued economic development and investment.

### MAJOR INITIATIVES

During FY 2019, the Bryan City Council approved a major parks initiative for construction of a regional park and athletic complex, named the Travis Bryan Midtown Park. This regional park is located at the former Travis B. Bryan Municipal Golf Course and includes the existing Williamson Park and Astin Recreational Area. During FY 2020, the City of Bryan signed a ground lease agreement to bring TopGolf (formerly BigShots Aggieldand) to the Travis Bryan Midtown Park, with construction beginning in FY 2021 and the park opening in January 2022. The park also includes improved baseball fields ("Travis Park Fields") adjacent to the recently redesignated "Travis Park Major Field" which will be used by an

## CITY OF BRYAN TEXAS

independent summer league baseball team. In the near future, plans include the completion of a shared-use path around the perimeter of the park, opening the new boardwalk, and construction of a one-of-a-kind playground that utilizes natural elements of the Midtown Park physical landscape to complement components of the playground.

In 2016, the Texas A&M System established the RELLIS campus on the west side of Bryan. The RELLIS campus initiative was established to create new research and development opportunities to help companies transfer ideas from the laboratory to the marketplace, while simultaneously offering a new path toward a college degree. The campus, located on approximately 2,000 acres, maintains state-of-the-art research and testing environments to encourage the private sector development of secure facilities adjacent to the System's site. The focus includes robotics, driverless and connected vehicles, advanced manufacturing, large-scale testing, as well as smart power grids and water systems. More recently, RELLIS has engaged partners in projects related to the space, defense, and semiconductor industries as well as the development of nuclear reactors with the intention of utilizing those reactors to help in expanding the existing Texas power grid. The RELLIS campus and the surrounding area were annexed by the City of Bryan during FY 2019. Construction on several buildings was completed during FY 2018 and FY 2019, and additional construction projects are underway. During FY 2019, Texas A&M announced a partnership with the US Army Futures Command that includes a total investment of \$195 million by the State of Texas, Texas A&M University, and the US Army Futures Command. The focal point of this investment is the Bush Combat Development Complex on the RELLIS campus. The complex and associated programs will improve the pipeline of introducing emerging technology into the marketplace, effectively closing the gap between concept and combat.

During the last several years, the City of Bryan has experienced significant growth on its west side as a result of major investments in economic development partnerships and infrastructure improvements. The established Traditions development and growing BioCorridor development have seen growth centered on hospitality and wellness. The City's partnership with Traditions Acquisition Partnership led to the completion of Traditions Club facilities, and now the establishment of the ATLAS Master Planned Development and Lake Walk Town Center, anchored by the Stella Hotel, a four-star boutique hotel and conference center that opened in March 2017. The construction of the Texas A&M Health Science Center in 2010 and the 2011 adoption of the Research Valley BioCorridor Interlocal Agreement between the cities of Bryan and College Station ultimately turned the international spotlight on Bryan and enhanced the value of real estate holdings and property values in the City. The Tax Increment Reinvestment Zone #10 ended on December 31, 2025, marking the closure of a major economic development achievement on the City's west side that saw taxable values increase from \$638,000 at inception in 2000 to \$564 million as of January 2025.

Today, the Traditions, BioCorridor, and Lake Walk developments, including Lake Walk Town Center, are evolving rapidly with expanding club facilities, new phases of single family and high-density residential, hospitality, dining, shopping, wellness, and corporate offices. A few of these developments include the Stella Hotel, Parc at Traditions senior living community, the iBio plant-based therapy and vaccine production facility, and Kanji Sushi, a modern Japanese restaurant. In October 2025, Bryan Commerce and Development (BCD), entered into an agreement to facilitate the development of a major Class A office building in the Traditions, named The Lumin, that will include 100,000 square feet of office space and a 200-space parking garage to support the anticipated workforce growth in that area.

In FY 2025, several major businesses continued progress on development in the Texas Triangle Park area, including Amazon, who announced the selection of Bryan for a new last-mile delivery station in the Texas Triangle Park, as well as CertainTeed Roofing and Master Brick. Subsequent to the September 30, 2025 year-end date, the City of Bryan has engaged in a number of notable economic development agreements including the annexation of land on the City's west side to support the growth of both commercial and business development, especially in the technology sector. Additionally, the City entered into an agreement with a major supplier of industrial gas to construct a facility that will

## CITY OF BRYAN TEXAS

expand property valuations, while creating jobs to continue to propagate local economic activity and growth. These newest projects were engaged in the anticipation of the developments encouraging further investment in Bryan.

### LONG-TERM FINANCIAL PLANNING

Annual preparation of a five-year financial forecasts is made to ensure current revenue and expense levels are sustainable. The City began FY 2025 with 149 days of operating cash in the General Fund. Through strategic planning, the City Council is helping to ensure the sustained long-term financial health of the City. The City Council and management are confident its operating flexibility, combined with an FY 2025 ending fund balance of 139 days of operating cash, will enable the City to maintain sound financial metrics and continued commitment to high quality service provision.

In FY 2025, staff continued progress on the City Council approved five-year Capital Improvement Plan (“CIP”). This five-year CIP is for long-term and short-term capital needs. Debt payments are structured so capital assets funded by debt have a longer life than the debt associated with those assets. The City employs an objective, analytical approach to determine whether new debt can be assumed each year. The City Council adopts the CIP every other year. As such, an updated CIP will be adopted at the end of FY 2027.

In January 2025, the City of Bryan issued revenue bonds dated January 14, 2025 (“Waterworks and Sewer System Revenue Bonds, Series 2025”) totaling \$36,330,000 for the Water and Wastewater System. The proceeds from the sale of these bonds will be used to construct, improve, repair, and extend the existing water and wastewater system infrastructure.

In FY 2025, the City retired a total of \$29,995,000 in debt principal.

### RELEVANT FINANCIAL POLICIES

Fund balance/operating reserve policies play a pivotal role in financial planning decisions for the City of Bryan. The City Council formally adopted the City of Bryan Financial Management Policy Statements, which outline the specific reserve policies for all major funds based on fund risks. The policies state the City will maintain an operating cash balance equal to a minimum of 60 days of operating budget for the General Fund and most other funds, and a minimum of 225 days of reserves in the City Electric Fund to be used for unanticipated events. A copy of these policies can be found on the City’s website at [www.bryantx.gov/fiscal-services](http://www.bryantx.gov/fiscal-services). The City Council also set a target operating cash balance of 100 days for the General Fund. The funds available through these policies will assist the City in avoiding cash flow interruptions, generate investment income, reduce the need for short term borrowing, and assist in maintaining an investment-grade debt rating.

The City of Bryan invests funds prudently and has adopted an Investment Policy that is reviewed annually by the City Council as prescribed by law. The City Council appointed an Investment Committee charged with monitoring staff adherence to the Investment Policy. The Committee reviews investments with regard to suitability, preservation of principal, liquidity, marketability, diversification, and yield. The Committee also monitors compliance with State law applicable to municipal investments. Staff provides a quarterly report of investments for the Investment Committee to review. The City’s investment practice is to buy securities and hold to maturity to avoid potential losses from a sale. During FY 2025, the City complied with all aspects of the Investment Policy.

**CITY OF BRYAN TEXAS**

The preparation of this report is made possible by the dedicated services of the Fiscal Services Department staff and our independent auditor. We express sincere appreciation to all employees who contributed to its preparation. We also appreciate the leadership and support of the Mayor and City Council, without which this report would not be possible.

Respectfully submitted,



Andrew Nelson  
City Manager



Katherine Tapscott  
Chief Financial Officer



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## CITY OFFICIALS

### Elected Officials

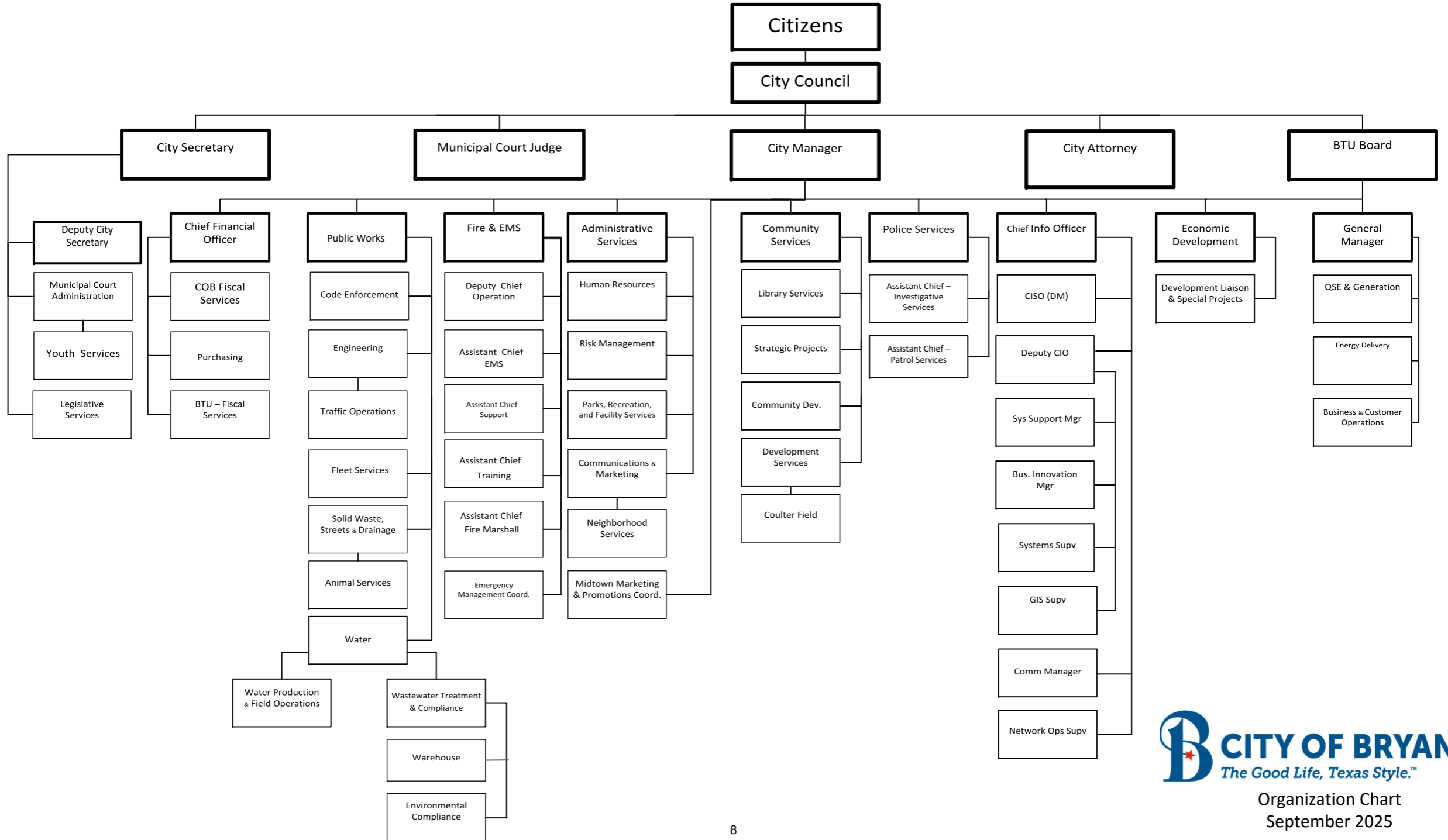
|                          |                       |              |
|--------------------------|-----------------------|--------------|
| Mayor                    | Bobby Gutierrez       | 979-209-5008 |
| Single Member District 1 | Paul Torres           | 979-209-5008 |
| Single Member District 2 | Ray Arrington         | 979-209-5008 |
| Single Member District 3 | Jared Salvato         | 979-209-5008 |
| Single Member District 4 | James Edge            | 979-209-5008 |
| Single Member District 5 | Marca Ewers-Shurtleff | 979-209-5008 |
| At-Large                 | Kevin Boriskie        | 979-209-5008 |

### Council Appointees

|                       |                 |              |
|-----------------------|-----------------|--------------|
| City Manager          | Andrew Nelson   | 979-209-5100 |
| City Secretary        | Melissa Brunner | 979-209-5002 |
| City Attorney         | Thomas Leeper   | 979-209-5152 |
| Municipal Court Judge | Tiffany Thomas  | 979-209-5400 |
| BTU Board             |                 | 979-821-5750 |

### Executive Management Team

|   |                    |              |
|---|--------------------|--------------|
| Deputy City Manager                       | Joey Dunn          | 979-209-5100 |
| Deputy City Manager                       | Hugh R. Walker     | 979-209-5100 |
| Chief Financial Officer                   | Katherine Tapscott | 979-209-5080 |
| Chief Information Officer                 | Cray Crouse        | 979-209-5470 |
| Managing Director of Economic Development | Kevin Russell      | 979-209-5016 |
| Public Works Director                     | Jayson Barfknecht  | 979-209-5929 |
| Fire Chief                                | Richard Giusti     | 979-209-5971 |
| Police Chief                              | Dean Swartzlander  | 979-209-5387 |
| BTU General Manager                       | Gary Miller        | 979-821-5750 |



Organization Chart  
September 2025

## Independent Auditor's Report

To the Honorable Mayor and  
Members of City Council of  
City of Bryan, Texas

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Bryan, Texas (the City), as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of City of Bryan, Texas and Brazos County Economic Development Foundation, Inc. (BBCEDF), a joint venture of the City, which represents 1%, 2%, and 0% respectively, of the assets, net position and revenues of the governmental activities; the financial statements of Bryan Business Council, Inc. (BBC), a discretely presented component unit of the City, which represents 100% of the assets, net position and revenues of the discretely presented component unit; and the financial statements of Brazos Valley Solid Waste Management Agency (BVSWMA), a joint venture of the City, which represent 18%, 17%, and 3%, respectively, of the assets, fund balance/net position and revenues/additions of the aggregate remaining fund information. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions, insofar as it relates to the amounts included for BBCEDF, BBC, and BVSWMA, are based solely on the reports of the other auditors.

#### Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audit contained in *Government Auditing Standards* (GAS), issued by the Comptroller general of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The financial statements of BBCEDF, BBC, BVSWMA and Destination Bryan, a blended component unit of the City, were not audited in accordance with *Government Auditing Standards*.

***Emphasis of Matter – Implementation of New Accounting Standard***

As discussed in Note 1 to the basic financial statements, during the year ended September 30, 2025, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Beginning net position has been restated as a result of the implementation of this statement. Our opinions are not modified with respect to this matter.

***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement issuance date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore, is not a guarantee that an audit conducted in accordance with GAAS and GAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and GAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Supplementary Information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

### ***Other Information Included in the Annual Comprehensive Financial Report***

Management is responsible for the other information included in the annual comprehensive financial report (ACFR). The other information comprises the introductory, statistical section and continuing financial disclosure tables, as listed in the table of contents, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

The Honorable Mayor and  
Members of City Council of  
City of Bryan, Texas

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated March 24, 2026 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*Weaver and Tidwell, L.L.P.*

WEAVER AND TIDWELL, L.L.P.

Houston, Texas  
March 24, 2026

# City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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As management of the City of Bryan, Texas (the "City"), we offer readers of the City's financial statements this narrative discussion and analysis of the financial activities of the City for the fiscal year ended September 30, 2025. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the letter of transmittal, which can be found on pages 1-5 of this report.

## Financial Highlights

### Government-Wide Financial Statements

- Assets plus deferred outflows of resources exceeded liabilities plus deferred inflows of resources by \$1,173,629,498 (net position).
- Unrestricted net position was \$271,362,116; these funds may be used to meet ongoing obligations to citizens and creditors.
- Total net position increased by \$99,992,500 due to operations during FY 2025; see discussion below in the "Government-Wide Financial Analysis" section for details on the increase in net position.
- Deferred outflows include amounts related to pensions, other post-employment benefits, unamortized loss on refunded debt, and accumulated decrease in fair value of hedging derivatives. Deferred outflows decreased by \$10,729,410, primarily due to changes in pensions (see Note 9 on page 87 of this document for more information).
- Deferred inflows include amounts related to unamortized gain on refunding debt, pensions, other post-employment benefits, deferred regulatory liability, and deferred lease receivable. Deferred inflows increased by \$3,543,302, due to changes in pensions.
- Total debt, net of premiums and discounts, increased by \$5,783,138, or 0.9% (see Note 5 on page 78 of this document for more information).
  - \$36,330,000 in revenue bonds were issued for the Waterworks and Sewer System in FY 2025. The proceeds from the sale of these bonds are restricted to the acquisition or construction of improvements, additions, or extensions of the Waterworks and Sewer System.
  - \$32,438,391 in net outstanding debt was retired during FY 2025.
  - \$29,085,000 of outstanding debt (principal) is due within one year as of September 30, 2025.

### Fund Financial Statements

- Total Governmental Funds reported combined ending fund balances of \$138,085,005.
  - Governmental fund balances decreased in FY 2025 compared to FY 2024 by \$17,731,158.
  - The General Fund fund balance decreased by \$4,808,260. See general fund highlights below on page 23.
  - The Debt Service Fund fund balance decreased by \$1,726,863 primarily due to a spend down of fund balance for current year debt.
  - Other governmental funds balances of \$65,285,147 decreased by \$11,196,035 from the prior year due to ongoing capital projects.
  - The unassigned fund balance of \$24,267,663, or 17.6%, is available for spending at the City's discretion for ongoing expenditures.

## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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- General Fund unassigned fund balance was \$24,283,019, or 20.9% of total General Fund expenditures during FY 2025. This represents 81 days of cash based on the FY 2026 budgeted expenditures. Combined with the amounts assigned for encumbrances, the General Fund fund balance available for operations is \$41,668,993 representing 139 days of cash at September 30, 2025.

### Overview of the Financial Statements

This discussion and analysis serves 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, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

**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. While these financial statements are not particularly useful for the users and stakeholders of the financials, they are required by GASB standards and are therefore included in the financials.

The Statement of Net Position presents all of the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as net position.

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position 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 reported in this statement may be for items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation and sick leave).

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 describe services provided by the City and include general government, development services, public works (streets and drainage), public safety, cultural and recreational (parks and recreation, library service and other community service activities) and interest on long-term debt. The business-type activities of the City include electric generation, distribution and transmission, water supply and distribution, wastewater collection and treatment, solid waste collection, a general purpose airport, and Bryan Commerce and Development, which encompasses the city's economic development activities.

The government-wide financial statements include not only the City itself (known as the "primary government"), but also Bryan Business Council, Inc., a legally separate economic development corporation, for which the City is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

Bryan Texas Utilities' qualified scheduling entity (BTU QSE Services, Inc.), Destination Bryan, and Bryan Commerce and Development, Inc. are also legally separate functions, but for all practical purposes

## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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operate as departments of the City of Bryan, and therefore have been included as an integral part of the primary government. For reporting purposes, BTU QSE Services, Inc. is combined with the City Electric System. Included in Note 1 of the financial statements are the Condensed Statement of Net Position and Condensed Statement of Revenues, Expenses, and Changes in Net Position for BTU QSE Services, Inc.

The government-wide financial statements can be found on pages 32-34 of this report.

**Fund Financial Statements.** The fund financial statements are prepared on the basis of funds. A fund is a grouping of related accounts that is used to report and maintain control over resources that have been segregated for specific activities or objectives. The City of Bryan, like other state and local governments, uses fund accounting to demonstrate and ensure compliance with finance-related legal and local policy requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

*Governmental Funds.* Governmental funds are used to account for the 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 resources, as well as on balances of resources available to meet obligations at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental fund financial statements 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 City's near-term financial activities. 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.

The City currently maintains thirty-two (32) individual governmental funds. 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 and Debt Service Fund, both of which are considered to be major funds (2). Data from seventeen (17) special revenue funds, four (4) capital project funds, and nine (9) permanent funds have been combined into one single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the Supplementary section of this report.

The City of Bryan adopts an annual appropriation budget for its General Fund, Debt Service Fund and Special Revenue Funds. Individual fund budgetary comparison schedules are provided in the Required Supplementary and the Supplementary sections of this report (starting on page 123).

The basic governmental fund financial statements can be found on pages 36-39 of this report.

*Proprietary Funds.* The City maintains two (2) different types of proprietary funds, enterprise funds and internal service funds, and adopts an annual appropriation budget for each. The City's ten (10) proprietary

## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses seven (7) enterprise funds to account for its city electric, rural electric, water, wastewater, solid waste, economic development corporation and airport. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses three (3) internal service funds to account for its warehouse operations, self-insurance operations and employee benefits activities.

Proprietary funds provide the same types of information as the government-wide financial statements. The proprietary fund financial statements provide separate information in the Proprietary Fund Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, and the Statement of Cash Flows for the city electric, rural electric, water and wastewater systems, all of which are considered major funds of the City. Data from three (3) non-major enterprise funds have been combined into one single, aggregated presentation in the proprietary fund financial statements. All internal service funds are also combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the aggregated proprietary funds and the internal service funds is provided in the form of combining statements in the Supplementary section of this report (starting on page 159).

The basic proprietary fund financial statements can be found on pages 40-45 of this report.

*Fiduciary Funds.* The City maintains two (2) fiduciary funds, the other post-employment benefits trust fund ("OPEB Trust Fund") and the custodial funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on page 47-49 of this report.

**Notes to the Financial Statements.** The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 51-122 of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension and retiree health benefits to its employees. This presentation of the City's pension asset is based on the adoption of GASB 68, *Accounting and Financial Reporting for Pensions*. The City's other post-employment benefits ("OPEB") liability is based on the adoption of GASB 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions (OPEB)*. Ultimately ten (10) years of data for both the pension liability and the OPEB liability will be displayed in the Required Supplementary section of this report. Also included in the Required Supplementary section is a budgetary comparison schedule for the General Fund to demonstrate compliance with the budget. Required supplementary information can be found on pages 123-128 of this report.

The combining statements referred to earlier in connection with non-major governmental funds, non-major enterprise funds, and internal service funds are presented following the required supplementary

# City of Bryan, Texas

Management’s Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

information. Combining and individual statements and schedules can be found on pages 133-168 of this report.

## Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of the City, assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$1,173,629,498 as of September 30, 2025.

The largest portion of the City’s net position, \$823,146,192, or 70.1%, reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure, and improvements), less any 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. An additional portion of the City’s net position, \$79,121,189, or 6.7%, represents resources that are subject to external restrictions on their usage. The remaining balance of unrestricted net position, \$271,362,117, or 23.2%, may be used to meet the government’s ongoing obligations to citizens and creditors. At the end of FY 2025, the City of Bryan was able to report positive balances in all three categories of net position, for the government as a whole, as well as for its separate governmental and business-type activities.

|                          | Governmental Activities |                       | Business-Type Activities |                       | Total                   |                         |
|--------------------------|-------------------------|-----------------------|--------------------------|-----------------------|-------------------------|-------------------------|
|                          | 2025                    | 2024                  | 2025                     | 2024                  | 2025                    | 2024                    |
| Current and Other Assets | \$ 177,318,193          | \$ 195,705,772        | \$ 420,531,914           | \$ 386,687,720        | \$ 597,850,107          | \$ 582,393,492          |
| Capital Assets           | 361,385,507             | 333,692,062           | 996,667,974              | 925,509,442           | 1,358,053,481           | 1,259,201,504           |
| Total Assets             | <u>538,703,700</u>      | <u>529,397,834</u>    | <u>1,417,199,888</u>     | <u>1,312,197,162</u>  | <u>1,955,903,588</u>    | <u>1,841,594,996</u>    |
| Deferred Outflows        | 13,871,000              | 20,436,447            | 8,394,949                | 12,558,912            | 22,265,949              | 32,995,359              |
| Long-Term Liabilities    | 210,411,001             | 225,797,426           | 411,099,621              | 399,061,631           | 621,510,622             | 624,859,057             |
| Other Liabilities        | 40,845,953              | 45,768,845            | 103,744,259              | 92,848,822            | 144,590,212             | 138,617,667             |
| Total Liabilities        | <u>251,256,954</u>      | <u>271,566,271</u>    | <u>514,843,880</u>       | <u>491,910,453</u>    | <u>766,100,834</u>      | <u>763,476,724</u>      |
| Deferred Inflows         | 10,697,601              | 8,992,544             | 27,741,604               | 25,903,359            | 38,439,205              | 34,895,903              |
| Net Position:            |                         |                       |                          |                       |                         |                         |
| Net Investment in        |                         |                       |                          |                       |                         |                         |
| Capital Assets           | 219,388,858             | 194,616,700           | 603,757,334              | 540,684,620           | 823,146,192             | 735,301,320             |
| Restricted               | 32,794,364              | 29,570,348            | 46,326,825               | 39,644,884            | 79,121,189              | 69,215,232              |
| Unrestricted             | 38,436,923              | 45,088,418            | 232,925,194              | 226,612,758           | 271,362,117             | 271,701,176             |
| Total Net Position       | <u>\$ 290,620,145</u>   | <u>\$ 269,275,466</u> | <u>\$ 883,009,353</u>    | <u>\$ 806,942,262</u> | <u>\$ 1,173,629,498</u> | <u>\$ 1,076,217,728</u> |

The \$99,992,500, or 9.3%, increase to \$1,173,629,498 in total net position is due to increases in both governmental activities and business-type activities.

The net position of business-type activities increased \$76,552,802, or 9.5%, due primarily to the excess of operating revenues over expenses in the City Electric, Rural Electric, Water, Wastewater, and Solid Waste funds.

# City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

The implementation of GASB 101, Compensated Absences decreased governmental activities in the amount of \$2,095,019 and business-type in the amount of \$485,711. This is an overall decrease in net position of \$2,580,730.

Net investment in capital assets for both governmental and business-type activities increased by \$87,844,872, or 11.9%, at September 30, 2025.

Unrestricted net position for governmental activities decreased by \$6,651,495 to \$38,436,923 during FY 2025. Unrestricted net position of business-type activities increased by \$6,312,436 to \$232,925,194. These increases were primarily due to the operating revenues over expenses in multiple funds.

### City of Bryan's Changes in Net Position

|   | Governmental Activities |                       | Business-Type Activities |                       | Total                   |                         |
|---|-------------------------|-----------------------|--------------------------|-----------------------|-------------------------|-------------------------|
|   | 2025                    | 2024                  | 2025                     | 2024                  | 2025                    | 2024                    |
| <b>Revenues:</b>  |                         |                       |                          |                       |                         |                         |
| <b>Program Revenues:</b>                                      |                         |                       |                          |                       |                         |                         |
| Charges for Services  | \$ 16,843,214           | \$ 14,225,911         | \$ 336,324,974           | \$ 327,891,181        | \$ 353,168,188          | \$ 342,117,092          |
| Operating Grants and Contributions                            | 9,490,180               | 3,514,089             | -                        | -                     | 9,490,180               | 3,514,089               |
| Capital Grants and Contributions                              | 13,895,565              | 8,203,032             | 5,679,008                | 6,386,224             | 19,574,573              | 14,589,256              |
| <b>General Revenues:</b>                                      |                         |                       |                          |                       |                         |                         |
| Property Taxes  | 60,630,220              | 57,344,591            | -                        | -                     | 60,630,220              | 57,344,591              |
| Other Taxes   | 37,483,671              | 36,502,326            | -                        | -                     | 37,483,671              | 36,502,326              |
| Other   | 17,475,065              | 20,785,852            | 18,537,360               | 27,598,062            | 36,012,425              | 48,383,914              |
| <b>Total Revenues</b>   | <b>155,817,915</b>      | <b>140,575,801</b>    | <b>360,541,342</b>       | <b>361,875,467</b>    | <b>516,359,257</b>      | <b>502,451,268</b>      |
| <b>Expenses:</b>  |                         |                       |                          |                       |                         |                         |
| General Government  | 27,179,830              | 26,970,212            | -                        | -                     | 27,179,830              | 26,970,212              |
| Development Services  | 7,788,940               | 6,298,537             | -                        | -                     | 7,788,940               | 6,298,537               |
| Public Works Services   | 20,981,024              | 18,187,714            | -                        | -                     | 20,981,024              | 18,187,714              |
| Public Safety   | 62,086,689              | 57,697,310            | -                        | -                     | 62,086,689              | 57,697,310              |
| Cultural and Recreational                                     | 22,946,833              | 18,699,205            | -                        | -                     | 22,946,833              | 18,699,205              |
| Interest on Long-Term Debt                                    | 7,697,257               | 6,440,302             | -                        | -                     | 7,697,257               | 6,440,302               |
| City Electric   | -                       | -                     | 177,064,855              | 178,568,948           | 177,064,855             | 178,568,948             |
| Rural Electric  | -                       | -                     | 50,478,647               | 48,290,033            | 50,478,647              | 48,290,033              |
| Water   | -                       | -                     | 14,942,532               | 13,742,920            | 14,942,532              | 13,742,920              |
| Wastewater  | -                       | -                     | 14,537,832               | 14,126,752            | 14,537,832              | 14,126,752              |
| Other   | -                       | -                     | 10,662,318               | 11,059,851            | 10,662,318              | 11,059,851              |
| <b>Total Expenses</b>   | <b>148,680,573</b>      | <b>134,293,280</b>    | <b>267,686,184</b>       | <b>265,788,504</b>    | <b>416,366,757</b>      | <b>400,081,784</b>      |
| <b>Increase in Net Position Before Transfers</b>              | <b>7,137,342</b>        | <b>6,282,521</b>      | <b>92,855,158</b>        | <b>96,086,963</b>     | <b>99,992,500</b>       | <b>102,369,484</b>      |
| <b>Net Transfers</b>  | <b>16,302,356</b>       | <b>15,464,401</b>     | <b>(16,302,356)</b>      | <b>(15,464,401)</b>   | <b>-</b>                | <b>-</b>                |
| <b>Increase in Net Position</b>                               | <b>23,439,698</b>       | <b>21,746,922</b>     | <b>76,552,802</b>        | <b>80,622,562</b>     | <b>99,992,500</b>       | <b>102,369,484</b>      |
| Net Position - October 1                                      | 269,275,466             | 245,648,963           | 806,942,262              | 730,996,268           | 1,076,217,728           | 976,645,231             |
| Implementation of GASB 101, Compensated Absences (See note 1) | (2,095,019)             | 1,879,581             | (485,711)                | (4,676,568)           | (2,580,730)             | (2,796,987)             |
| Net Position - October 1 as restated                          | 267,180,447             | 247,528,544           | 806,456,551              | 726,319,700           | 1,073,636,998           | 973,848,244             |
| <b>Net Position - September 30</b>                            | <b>\$ 290,620,145</b>   | <b>\$ 269,275,466</b> | <b>\$ 883,009,353</b>    | <b>\$ 806,942,262</b> | <b>\$ 1,173,629,498</b> | <b>\$ 1,076,217,728</b> |

**Governmental Activities.** Total governmental activities revenues increased in FY 2025 from FY 2024 by \$15,242,114, or 10.8%, to \$155,817,915. Several factors contributed to this increase in FY 2025. Operating grants and contributions increased by \$5,976,091, or 170.1%, capital grants and contributions increased by \$5,692,533, or 69.4%, property taxes increased by \$3,285,629, or 5.7%, and charges for services increased in by \$2,617,303, or 18.4%. The increase was partially offset by a decrease in other revenues (including transportation and drainage assessments, investment earnings, and miscellaneous items) in total by \$3,310,787, or 15.9%.

The government-wide presentation of expenses consolidates all revenues and expenses on a basis similar to a private business. This presentation removes capital spending and principal payments on debt (see Note 4 for capital assets of the governmental activities and Note 5 for long term debt) and allocates

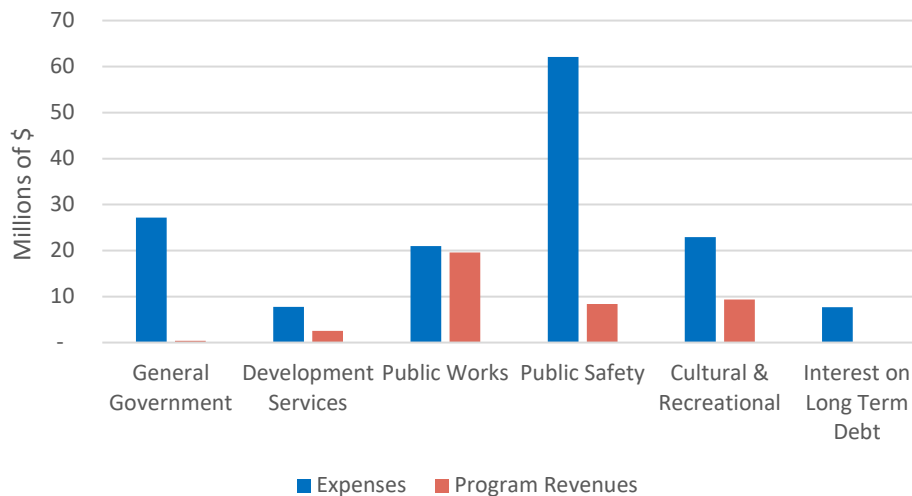
# City of Bryan, Texas

Management’s Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

expenses of internal service activities to all related parties. Governmental activities expenses increased in FY 2025 compared to FY 2024 by \$14,387,293 to \$148,680,573. The major changes in this category were:

- Public Safety expenses increased by \$4,389,379, or 7.6%, due to the increases in police and fire personnel costs.
- Cultural and Recreational expenses increased \$4,247,628, or 22.7%, in FY 2025 compared to FY 2024. This increase was primarily due to increase in operations at parks facilities.
- Public Works expenses increased \$2,793,310, or 15.4%. This increase is primarily due to the increase in street and drainage improvements.
- Development Services expenses increased by \$1,490,403, or 23.7%. This increase was primarily due to increased activity in community development and TIRZ activities.
- Interest on long-term debt increased \$1,256,955, or 19.5%, primarily due to the first interest payment on the 2024 bonds and an increase in arbitrage rebate liability.
- General Government expenses increased by \$209,618, or 0.8%. This increase was primarily due to the increase in destination marketing.
- The implementation of GASB 101, Compensated Absences (See Note 1) decreased governmental activities by \$2,095,019.

## Expenses and Program Revenues - Governmental Activities

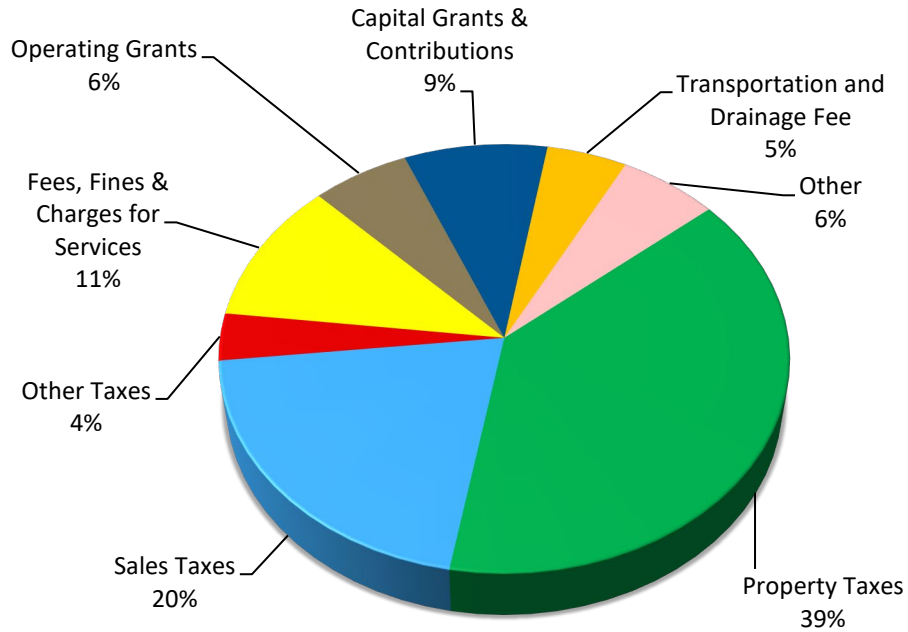


# City of Bryan, Texas

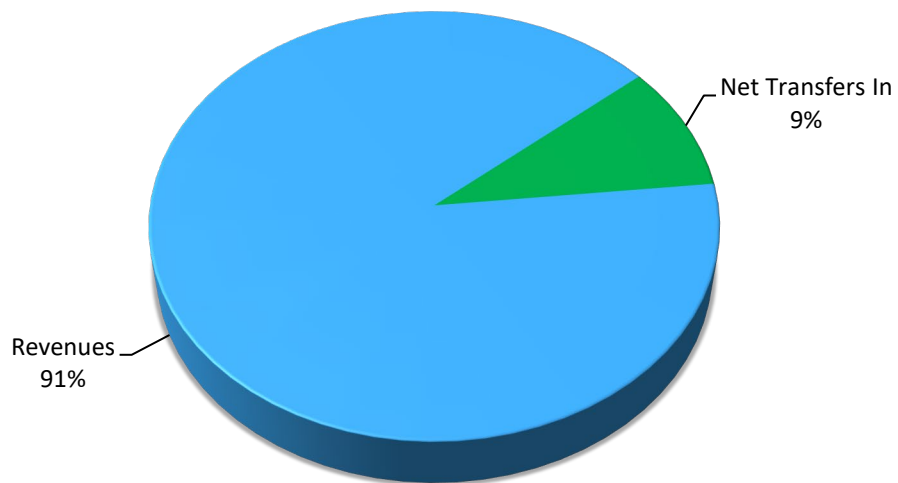
Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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## Revenues by Source - Governmental Activities



## All Governmental Resources



## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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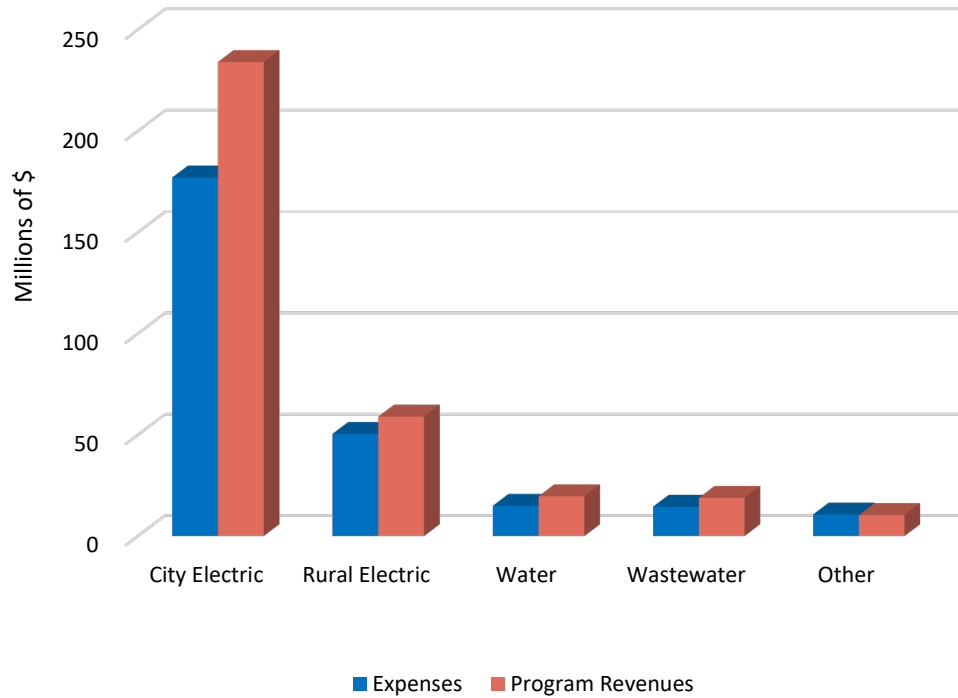
**Business-Type Activities.** Business-type activities net position increased by \$76,552,802, or 9.5%, to \$883,009,353 in FY 2025. Charges for services for business-type activities increased by \$8,433,793, or 2.6%, to \$336,324,974, and expenses increased by \$1,897,680, or 0.7%, to \$267,686,184. Key elements of the variances are as follows:

- Ending net position for the city electric system was \$464,261,887, of which \$150,286,884 was available to meet ongoing obligations. City electric system charges for services increased by \$5,390,364, or 2.4%. Expenses for the city electric system which decreased by \$1,504,093, or 0.8%, primarily due to a decrease in depreciation expense as a result of a depreciation study.
- The ending net position for the rural electric system was \$128,160,603, of which \$38,813,203 is available for ongoing obligations. Rural electric system charges for services increased by \$1,987,150, or 3.5%. Rural electric expenses increased by \$2,188,614, or 4.5% due largely to higher electric operations costs compared to FY 2024.
- Water system ending net position for FY 2025 was \$109,687,461. The unrestricted portion of this net position was \$18,830,310. Water system charges for services increased by \$517,799, or 3.2%, in FY 2025 to \$16,892,821 due to continued growth and dryer weather. Water system expenses increased by \$1,199,612, or 8.7%, in FY 2025 primarily due to increased contractual services and depreciation.
- FY 2025 ending net position for the wastewater system was \$104,392,008, of which \$9,063,805 was unrestricted. Wastewater system charges for services increased by \$303,550, or 1.9%. Expenses for FY 2025 were \$14,537,832, an increase from FY 2024 of \$411,080, or 2.9%.
- Other business-type activities, considered non-major business-type activities, include the Solid Waste Fund, a general aviation airport, and Bryan Commerce and Development, Inc. ("BCD"). Charges for services and revenues for other business-type activities increased by \$234,930, or 2.3%, to \$10,377,817 for FY 2025. Other business-type expenses were \$10,662,318 which is a decrease of \$397,533, or 3.6%. See Note 1 on page 51 for more information on BCD.
- The implementation of GASB 101, Compensated Absences (See Note 1) decreased business-type activities by \$485,711.

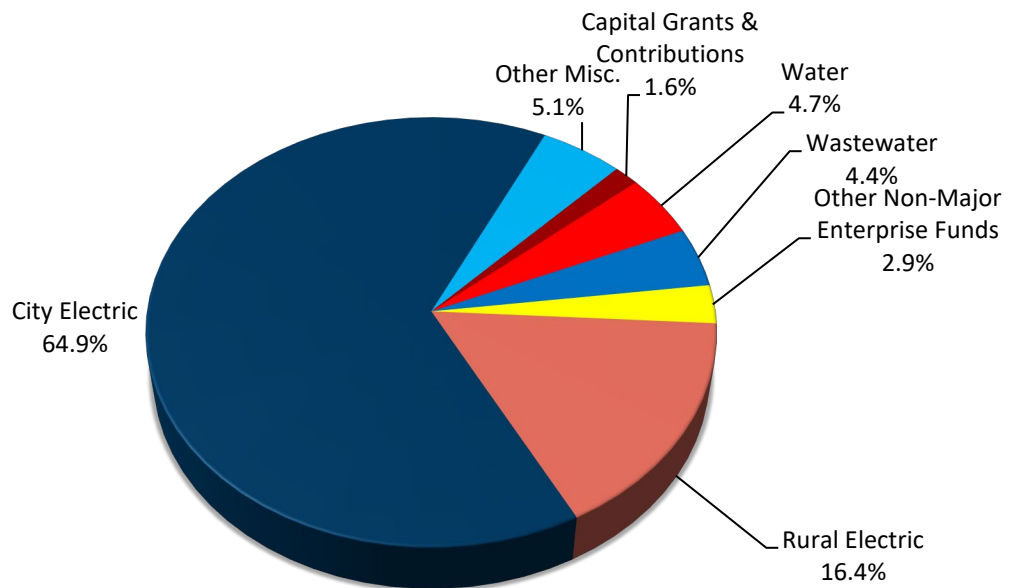
# City of Bryan, Texas

Management's Discussion and Analysis  
 For the Fiscal Year Ended September 30, 2025

## Expenses and Program Revenues - Business-type Activities



## Revenues by Source - Business-Type Activities



## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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### Financial Analysis of the City's Funds

As noted earlier, the City of Bryan uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund financial statements can be found starting on page 36 of this report.

**Governmental Funds.** The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and the balance of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

**General Fund.** The General Fund is the primary governmental fund of the City of Bryan. The fund balance of the General Fund decreased by \$4,808,260, or 9.1% to \$47,762,287, during FY 2025 compared to FY 2024. Revenues of the fund increased by \$8,929,988, or 10.2%, and expenditures increased by \$15,480,887, or 15.4%, during FY 2025. Expenditures were in excess of revenues by \$19,756,128. FY 2025 net transfers and sale of capital assets totaled \$14,947,868. More detailed General Fund budgetary highlights are discussed below under the "General Fund Budgetary Highlights" section. Some items to note in the General Fund are:

- Property Tax revenues to the General Fund increased by \$5,128,060, or 14.6%, to \$40,169,853 due to increased property assessed values from new growth and a slight increase to the M&O rate.
- Grant revenues increased by \$4,867,978, or 217.5%, primarily due to continued American Rescue Plan Act Grant projects.
- Charges for Services increased by \$859,798, or 13.6%, primarily due to an increase in ambulance revenues.
- Sales Tax revenues increased by \$782,749, or 2.5%, due to continued increases in food services, retail, and general services.
- Fines and court charges increased by \$231,544, or 14.1%, due to an increase in citations along with an increase in average fines per citation.
- Licenses and Permits revenues decreased by \$175,726, or 12.6%, due to lower permit fees.
- Capital Outlay increased in FY 2025 by \$10,723,419, or 196.7%, primarily due to increase in drainage projects and vehicle purchases.
- Public Safety expenditures increased by \$3,552,031, or 6.5%. This was due to an increase in personnel costs and contractual services.
- Cultural and Recreational expenditures increased by \$513,725, or 6.1%, primarily due to increase in personnel costs.
- General Government and Administration expenses increased by \$491,426, or 2.2%, primarily due to an increase in payments to other agencies which includes economic development incentive payments.

**Debt Service Fund.** The Debt Service Fund ended FY 2025 with a total fund balance of \$25,037,571 compared to \$26,764,434 at the end of FY 2024. The fund balance is restricted for the payment of debt. Tax revenues in the Debt Service Fund decreased by \$1,814,937, or 11.6%, to \$13,785,287. Debt service payments from the fund totaled \$18,552,113. Debt service is additionally supported by transfers from other funds of \$2,528,584.

## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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**Other Governmental Funds.** The Other Governmental Funds include the Special Revenue Funds, Capital Project Funds, and Permanent Funds. The total fund balance in Other Governmental Funds decreased in FY 2025 by \$11,196,035, or 14.6%, compared to FY 2024 to \$65,285,147. This is primarily due to the capital outlay expenditures in the Capital Projects Funds of \$15,477,440.

**Special Revenue Funds.** The City's Special Revenue Funds include the Grant Fund, Community Development Fund, Hotel and Motel Tax Fund, the Oil and Gas Fund, the Capital Reserve Fund, the Midtown Park Operations Fund, Phillips Event Center Fund, Queen and Palace Theatre Fund, the Sidewalks Fund, the Court Technology Fund, Tax Increment Reinvestment Zones (TIRZ), two special assessment funds (Street Improvement and Drainage Improvement Funds), and Destination Bryan. The fund balances in the special revenue funds increased by \$2,411,958, or 7.8%, in FY 2025.

- The Grant Fund is used to account for the receipt and expenditures of grants awarded to the City. Revenues for the fund were \$680,389 and total expenditures were \$680,389 spent on the various grant related activities primarily related to public safety.
- The Community Development Fund provides programs and services to low and moderate income persons. Revenues for the fund were \$1,464,226 and were primarily from grants. Total expenditures of \$1,736,387 were spent on the various housing programs funded by federal, state, and local grants.
- Hotel Tax Revenues, including interest income, for FY 2025 were \$3,079,571. Expenditures total \$817,422 and transfers out total \$2,470,000 to Destination Bryan. These funds primarily go to fund the promotion the hotel and tourism industries in Bryan, TX.
- The Oil and Gas fund was established to account for revenues associated with oil and gas property taxes and lease and royalty payments to the City. Revenues for FY 2025 were \$392,940 made up primarily of property tax revenues and royalty payments. There were no expenditures in this fund during FY 2025. The ending fund balance for FY 2025 was \$2,472,205.
- The Capital Reserve fund was established to account for one-time revenues, specifically land sales in the Traditions development. These one-time revenues should be used for one-time expenditures per the establishing ordinance. During FY 2025 there were no transfers in for land sales. Revenues from investment earnings were \$56,785. There were no expenditures in this fund during FY 2025. The ending fund balance for FY 2025 was \$1,415,839.
- The Midtown Park Operations Fund was established to account for revenues and expenditures for operations at the City's Midtown Park, including Legends Event Center (LEC). Total revenues from for FY 2025 were \$3,471,257 and total expenditures were \$4,117,105. During FY 2025 there were no Transfers In from the General Fund to fund operations. Total ending fund balance for FY 2025 is \$2,228,561.
- The Phillips Event Center Fund was established to account for PEC facilities and golf course activities. Revenues totaled \$2,741,525 for FY 2025. Total expenditures were \$4,219,601. Transfers In from the General Fund to fund operations totaled \$1,528,457. Total ending fund balance for FY 2025 is \$87,095.
- The Queen and Palace Theater Fund was established to account for theater activities at both venues. Revenues totaled \$554,225 for FY 2025. Total expenditures were \$1,330,822. Transfers In from the General Fund to fund operations totaled \$684,789. Total ending fund balance for FY 2025 is \$218,296.

## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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- Sidewalks Fund was established by City of Bryan Ordinance to collect and track funds from developers and property owners for the construction and maintenance of sidewalks. Revenues for the fund were \$12,514. There were no expenditures in this fund during FY 2025. The ending fund balance for FY 2025 was \$47,584 and is committed for sidewalk projects.
- Court Technology Fund is used to account for revenues derived from a portion of court fees dedicated to use for technology improvements for Municipal Court functions. Revenues for the fund were \$45,752 and total expenditures were \$29,451 spent on the various technology improvements in the courts. The ending fund balance for FY 2025 was \$197,376, which is restricted for court technology projects.
- The Street Improvement Fund revenues totaled \$7,185,021, expenditures totaled \$7,605,599 on street maintenance and capital projects, and a transfer out of \$372,100 to the General Fund for administrative and street maintenance costs. The ending fund balance for FY 2025 was \$11,781,889. The fund balance in this fund is committed for street improvement projects.
- The Drainage Improvement Fund revenues totaled \$1,196,405, expenditures include \$484,525 in FY 2025 on drainage projects, and a transfer out of \$91,509 to the General Fund for administrative and drainage maintenance costs. The ending fund balance for FY 2025 was \$2,195,475, which is committed for drainage projects.
- Tax Increment Reinvestment Zones are used to account for revenues derived from captured assessed valuation in, and bond proceeds for, the development and improvements of the respective Tax Increment Reinvestment Zone. See additional information in the Supplementary Information section starting on page 129.
- Destination Bryan is a blended component unit – see Note 1 on page 51. Revenues totaled \$112,423 and expenditures totaled \$3,141,712 on destination marketing and promotions. Transfers In from the General Fund and Hotel & Motel Tax Fund totaled \$2,950,000. Total ending fund balance for FY 2025 is \$148,409.

**Capital Projects Funds.** There were no new capital projects funds established in FY 2025. The total expenditures from Capital Projects Funds for FY 2025 were \$15,477,440. The fund balance in the Capital Project Funds is \$29,767,912, a decrease of \$13,798,200 from FY 2024. The fund balance is restricted or encumbered for capital projects.

**Permanent Funds.** Expenditures from the permanent funds come from spendable revenue generated by non-spendable donations in the form of interest earnings. In FY 2025 there were no expenditures. The fund balance increased by \$190,207 to \$2,006,097 due to contributions of \$110,763 and investment earnings of \$79,444. Non-spendable ending fund balances totaled \$1,693,154 for FY 2025. Spendable ending fund balances restricted for cemeteries was \$306,347 and spendable ending fund balances for libraries was \$6,596. These spendable fund balances are restricted to their stated purposes.

**Proprietary Funds.** The City of Bryan's Proprietary Funds are used to track the enterprise and internal service activities of the City. Detailed information regarding these activities is captured in the Business-Type activities in the Government Wide financial statements and is discussed above.

## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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### General Fund Budgetary Highlights

General Fund revenues are mainly derived from taxes, charges for services, fines, and grants. Other miscellaneous, non-operating revenues are derived from items such as one time sales of capital assets and other items. The General Fund budget to actual comparison can be found on pages 127-128. Property taxes in the General Fund are derived from the maintenance and operations portion of the tax rate ("M&O rate"). The M&O rate in effect during FY 2025 was \$0.463630 per \$100 of valuation. The adopted tax rate for FY 2025 was \$0.6240 per \$100 of valuation. The remainder of the tax rate is used to fund the City's debt service and is called the interest and sinking fund rate ("I&S rate"). The I&S rate for FY 2025 was \$0.160370 per \$100 of valuation.

Total General Fund revenues for FY 2025 were \$96,555,554 and were \$10,786,154 or 12.6%, over budget and \$8,929,988, or 10.2%, more than revenues in FY 2024. Tax revenues for the General Fund include property tax, sales tax, franchise tax, bingo tax, and alcoholic beverage tax. General Fund tax revenues were 77.4% of total General Fund revenues in FY 2025 and totaled \$74,722,115. Items to note regarding General Fund tax revenues for FY 2025 are:

- FY 2025 General Fund property tax revenues were \$40,169,853 and \$971,953, or 2.5%, over budget. Property tax revenues for FY 2025 were \$5,128,060, or 14.6%, above FY 2024 totals.
- Sales taxes were \$31,961,976 and \$298,476, or 0.9%, above budget in FY 2025. Compared to FY 2024 revenues, FY 2025 sales taxes were up by \$782,749, or 2.5%.
- Other miscellaneous taxes including franchise fees, mixed beverage and bingo taxes were \$2,590,286 and \$200,286 over budget collectively. Other taxes for FY 2025 were \$34,307 above FY 2024 revenues.

Charges for services in the General Fund include ambulance charges, recreational charges, health and public safety fees, and other miscellaneous charges. Charges for services make up 7.4% of General Fund total revenues in FY 2025. Some notable items in this category are:

- Ambulance charges in FY 2025 were \$3,810,810 and \$310,390, or 7.5%, below budget due to a decrease in number of ambulance runs.
- Revenues for recreational activities were \$1,144,422 and \$566,322, or 98.0%, above budget in FY 2025 primarily due to increased park activities.
- Health and public safety revenues were \$1,922,913 and \$202,513, or 11.8%, above budget for FY 2025 primarily due to the County EMS contract and police escort revenues.
- Miscellaneous charges for services were \$303,880 and \$125,580, or 70.4%, above budget for FY 2025.

Other categories of note for General Fund revenues include fines and court charges, licenses and permits, grants, investment earnings, and other revenues. Items to note in these categories are as follows:

- Fines and court charges of \$1,876,127 were \$156,127, or 9.1%, above budget in FY 2025 and above the FY 2024 total by \$231,544, or 14.1%, due to an increase in citations along with an increase in average fines per citation.

## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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- Licenses and permit revenues for FY 2025 were \$1,223,549 and were \$246,549, or 25.2%, above budget, and were \$175,726, or 12.6%, below FY 2024 totals primarily due to lower permit fees.
- Grant revenues were \$7,105,869 and were \$5,663,869 above budget for FY 2025, and were \$4,867,978 above FY 2024 totals. The increase is due to continued American Rescue Plan Act Grant projects.
- Other revenues, including investment earnings, of \$4,445,869 were \$2,664,869 above budget during FY 2025 and were \$2,798,722 below FY 2024 revenues. The budget variance is due to the increase in interest income from higher interest rates, fire reimbursements, and the bio corridor agreement.

Total General Fund operating expenditures are broken down into major categories in the accompanying required supplementary section of the report beginning on page 127. General fund activities are broken down into the following main categories:

- General Government and Administrative – This category includes Executive, City Secretary, Legal Services, Fiscal Services, Information Technology, Human Resources, and other administrative departments that serve the City.
- Development Services – This category includes Planning, Engineering, Building, and Special Projects.
- Public Works Services – Includes Drainage and Streets and Traffic Operations.
- Public Safety – Police, Fire and EMS, the Municipal Court, and the City of Bryan Animal Center/Control are included in this category.
- Cultural and Recreational – Includes the golf course, parks and recreation services, and the libraries.
- Other General Fund activities include capital expenditures, administrative reimbursements, and transfers in and out.

General Fund expenditures, including capital purchases, for the year totaled \$116,311,682 and were \$11,515,582, or 11.0%, above budget. Compared to FY 2024, expenditures increased by \$15,480,887, or 15.4%, during FY 2025. Increases in General Fund spending vs. FY 2024 were attributable to the personnel costs and maintenance services.

Total general government and administrative expenditures were \$30,162,104 and were \$1,959,304, or 6.9%, above budget for FY 2025. This category makes up 25.9% of total FY 2025 General Fund expenditures. The budget variances in this category is primarily payments to other agencies which were above budget by \$2,411,843 due to development agreement incentive payments.

Development services finished FY 2025 below budget by \$764,782, or 12.2%. Expenditure totals in this category were \$5,514,218 and made up 4.7% of total General Fund expenditures for FY 2025. Notable budget variances in this category include engineering which was \$590,887, or 24.9%, below budget for FY 2025. This variance is primarily due to the timing of contractual services associated with capital projects and personnel costs.

## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

Public Works services total expenditures for FY 2025 were \$4,171,779 and made up 3.6% of total General Fund expenditures for the year. Overall Public Works was \$439,921, or 9.5%, below budget due to timing of projects.

Public Safety expenditures for FY 2025 were \$58,216,202 and were \$114,598, or 0.2%, below budget for the year. Compared to FY 2024, expenditures were \$3,552,031, or 6.5%, higher primarily due to personnel costs. Public safety accounts for 50.1% of all General Fund expenditures in FY 2025.

Cultural and Recreational Services expenditures for FY 2025 total \$8,915,004 and were \$574,996, or 6.1%, below budget for the year. Expenditures in this category were \$513,725, or 6.1% above FY 2024 spending levels. Cultural and Recreational Services accounts for 7.7% of all General Fund expenditures in FY 2025.

Capital Expenditures for the General Fund were \$16,174,186 and were \$10,880,286 above budget for FY 2025. Compared to FY 2024, expenditures were \$10,723,419 higher due continued American Rescue Plan Act Grant projects and vehicle purchases.

### Capital Asset and Debt Administration

**Capital Assets.** The City of Bryan's capital assets, including right-to-use lease and subscription based information technology agreement (SBITA) assets, for its governmental and business-type activities as of September 30, 2025 was \$1,358,053,481 (net of accumulated depreciation and amortization), an increase of \$98,851,977, or 7.9%. This investment in capital assets includes land, park facilities, buildings and system improvements, machinery and equipment, street and drainage systems, and construction in progress.

Capital Assets for FY 2025 included the following:

|                            | City of Bryan's Capital Assets* |                       |                          |                       |                         |                         |
|----------------------------|---------------------------------|-----------------------|--------------------------|-----------------------|-------------------------|-------------------------|
|                            | Governmental Activities         |                       | Business-Type Activities |                       | Total                   |                         |
|                            | 2025                            | 2024                  | 2025                     | 2024                  | 2025                    | 2024                    |
| Land                       | \$ 14,558,173                   | \$ 14,328,808         | \$ 37,844,790            | \$ 33,603,055         | \$ 52,402,963           | \$ 47,931,863           |
| Intangibles                | -                               | -                     | -                        | -                     | -                       | -                       |
| Intangibles - Right of Use | 802,970                         | 1,054,813             | -                        | -                     | 802,970                 | 1,054,813               |
| Buildings                  | 69,108,770                      | 70,852,147            | 12,573,873               | 13,555,092            | 81,682,643              | 84,407,239              |
| Buildings - Right of Use   | 941,719                         | 996,512               | -                        | -                     | 941,719                 | 996,512                 |
| Equipment                  | 14,563,875                      | 14,422,236            | 9,313,746                | 7,857,681             | 23,877,621              | 22,279,917              |
| Equipment - Right of Use   | 1,686,816                       | 1,897,668             | 19,221                   | 38,442                | 1,706,037               | 1,936,110               |
| Improvements               | 55,645,675                      | 42,906,631            | 796,074,024              | 725,094,603           | 851,719,699             | 768,001,234             |
| Infrastructure             | 162,443,983                     | 142,406,142           | -                        | -                     | 162,443,983             | 142,406,142             |
| Construction in Progress   | 41,633,526                      | 44,827,105            | 139,050,360              | 143,803,920           | 180,683,886             | 188,631,025             |
| Retirement in Progress     | -                               | -                     | 1,791,960                | 1,556,649             | 1,791,960               | 1,556,649               |
| <b>Total</b>               | <b>\$ 361,385,507</b>           | <b>\$ 333,692,062</b> | <b>\$ 996,667,974</b>    | <b>\$ 925,509,442</b> | <b>\$ 1,358,053,481</b> | <b>\$ 1,259,201,504</b> |

\*Note: Net of Accumulated Depreciation and Amortization. See Note 4.

Additional information on the City's capital assets can be found in Note 4 to the financial statements on page 76 of this report.

## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

**Long-term Debt.** At the end of FY 2025, the City of Bryan had total debt, net of premiums and discounts, outstanding of \$620,183,532. Of this amount, \$246,332,638 (general obligation bonds and certificates of obligation net of premiums and discounts) comprises debt backed by the full faith and credit of the City. The remainder of the City's debt is secured by specified revenue sources (revenue bonds).

|                                 | Governmental Activities |                | Business-Type Activities |                | Total          |                |
|---------------------------------|-------------------------|----------------|--------------------------|----------------|----------------|----------------|
|                                 | 2025                    | 2024           | 2025                     | 2024           | 2025           | 2024           |
| General Obligation Bonds        | \$ 59,509,155           | \$ 66,629,569  | \$ 785,845               | \$ 2,165,431   | \$ 60,295,000  | \$ 68,795,000  |
| Certificates of Obligation      | 146,070,000             | 149,830,000    | 31,640,000               | 33,250,000     | 177,710,000    | 183,080,000    |
| Revenue Bonds                   | -                       | -              | 324,010,000              | 302,260,000    | 324,010,000    | 302,260,000    |
| Private Placement-Revenue Bonds | -                       | -              | 18,995,000               | 20,540,000     | 18,995,000     | 20,540,000     |
| Premium (Discount)              | 7,830,254               | 8,146,154      | 31,343,278               | 31,579,240     | 39,173,532     | 39,725,394     |
| Total, Net                      | \$ 213,409,409          | \$ 224,605,723 | \$ 406,774,123           | \$ 389,794,671 | \$ 620,183,532 | \$ 614,400,394 |

During FY 2025, the City's total debt increased by \$5,783,138, or 0.9%, net of premiums and discounts. The City issued \$38,221,529, net of premiums, in Waterworks and Sewer System revenue bonds. The City retired \$32,438,391 (net of all premium or discounts) of outstanding debt.

The City's General Obligation, Certificates of Obligation and Revenue bond ratings are listed below.

|                                      | Standard<br>& Poor's | Fitch |
|--------------------------------------|----------------------|-------|
| General Obligation Bonds             | AA+                  | NR    |
| Revenue Bonds - Waterworks and Sewer | AA                   | NR    |
| Revenue Bonds - City Electric        | A+                   | AA    |
| Revenue Bonds - Rural Electric       | A+                   | AA    |

Additional information on the City's long-term debt can be found in Note 5 to the financial statements on pages 78-84 of this report.

### Economic Factors and Next Year's Budgets and Rates

Bryan maintained its strong growth during FY 2025, realizing increases in property values and increases in sales tax revenues which positively impacted the City's governmental funds. Bryan and neighboring College Station are the economic center of the region comprised of Brazos County and the surrounding seven counties which allows the City to maintain its strong growth. While not immune from factors that affect the state and national economies, the area is somewhat insulated due to the concentration of stable or growing employment sectors: higher education, government and health care. The diverse economy in Bryan helped maintain the financial reliability of the City during the economic fluctuations.

## City of Bryan, Texas

Management's Discussion and Analysis  
For the Fiscal Year Ended September 30, 2025

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Ad valorem property taxes comprised approximately 41.6% of General Fund revenues in FY 2025. FY 2026 budgeted General Fund property tax revenues projected an increase of 12.6% from FY 2025 with the continued growth of new properties in Bryan. A slight increase in the M&O rate which contributed to the growth in General Fund revenues. FY 2026 sales tax revenue is budgeted to decrease by 0.5% when compared to FY 2025 adopted sales tax revenue due to the slowdown in the economy related to consumer spending. FY 2025 sales tax revenues exceeded FY 2024 by 2.5% primarily due to the continued growth within the city as well as inflation.

Revenues for the entire electric system for FY 2026 are budgeted to be \$315,374,100, which is an increase of \$9,078,700, or 3.0%, in FY 2026 versus the FY 2025 adopted budget due to increases in fuel pass through revenues and retail electric sales. FY 2026 budgeted electric expenditures are projected to be \$305,346,900, which is an increase of \$4,028,300, or 1.3% from the FY 2025 adopted budget.

Revenues budgeted for the Water Fund for FY 2026 are \$16,726,400, and are \$715,400, or 4.5%, higher than FY 2025 budgeted revenues. Total expenditures for the Water Fund, including debt service and capital expenditures, are budgeted to decrease by \$1,124,500, or 4.6%, due to a decreased water system capital.

The Wastewater Fund budget for FY 2026 projects revenues of \$15,816,900, which is \$237,200, or 1.5%, higher than the FY 2025 budget. Budgeted expenditures for FY 2026 are \$19,534,300 which is \$64,100, or 0.3% above the FY 2025 budget. This increase is attributable to increased general and administrative reimbursements.

### Requests for Information

This financial report is designed to provide a general overview of the City of Bryan's finances for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Bryan, Fiscal Services Department, Attention: Chief Financial Officer, P.O. Box 1000, Bryan, Texas 77805-1000 or visit our website at <http://www.bryantx.gov>.



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**CITY OF BRYAN, TEXAS**  
Statement of Net Position  
As of September 30, 2025

|   | Primary Government      |                          |                         | Component Unit               |
|---|-------------------------|--------------------------|-------------------------|------------------------------|
|   | Governmental Activities | Business-Type Activities | Total                   | Bryan Business Council, Inc. |
| <u>Assets</u>   |                         |                          |                         |                              |
| <b>Current Assets:</b>                                    |                         |                          |                         |                              |
| Cash and Cash Equivalents                                 | \$ 50,140,453           | \$ 117,562,510           | \$ 167,702,963          | \$ 1,666,824                 |
| Investments   | 100,325,898             | 98,873,672               | 199,199,570             | 4,750,139                    |
| Receivables:  |                         |                          |                         |                              |
| Accounts  | 11,409,092              | 37,237,919               | 48,647,011              | -                            |
| Less Allowance for Uncollectible                          | (6,043,462)             | (730,327)                | (6,773,789)             | -                            |
| Notes Receivable  | 468,813                 | -                        | 468,813                 | -                            |
| Property Taxes  | 2,421,762               | -                        | 2,421,762               | -                            |
| Less Allowance for Uncollectible                          | (1,956,937)             | -                        | (1,956,937)             | -                            |
| Sales Taxes   | 5,262,277               | -                        | 5,262,277               | -                            |
| Grants  | 594,024                 | 99,845                   | 693,869                 | -                            |
| Leases  | 38,572                  | -                        | 38,572                  | -                            |
| Interest  | 996,513                 | 1,675,704                | 2,672,217               | -                            |
| Internal Balances   | (2,385,872)             | 2,385,872                | -                       | -                            |
| Inventories   | 345,535                 | 3,164,087                | 3,509,622               | -                            |
| Under-Recovered Regulatory Fee                            | -                       | 1,166,785                | 1,166,785               | -                            |
| Prepaid and Other Assets                                  | 291,757                 | 3,802,393                | 4,094,150               | -                            |
| Total Current Assets                                      | <u>161,908,425</u>      | <u>265,238,460</u>       | <u>427,146,885</u>      | <u>6,416,963</u>             |
| <b>Noncurrent Assets:</b>                                 |                         |                          |                         |                              |
| Receivables:  |                         |                          |                         |                              |
| Leases  | 4,310,596               | -                        | 4,310,596               | -                            |
| Notes Receivable  | 5,140,121               | -                        | 5,140,121               | -                            |
| Less Allowance for Uncollectible - Notes                  | (313,033)               | -                        | (313,033)               | -                            |
| TMPA Decommissioning                                      | -                       | 7,842,767                | 7,842,767               | -                            |
| Net Pension Asset (NPA)                                   | 1,743,921               | 999,269                  | 2,743,190               | -                            |
| Restricted Assets:  |                         |                          |                         |                              |
| Cash and Cash Equivalents                                 | -                       | 36,601,182               | 36,601,182              | -                            |
| Investments   | -                       | 79,784,055               | 79,784,055              | -                            |
| Investment in BVSWMA, Inc.                                | -                       | 28,275,906               | 28,275,906              | -                            |
| Investment in Economic Development Foundation             | 4,528,163               | -                        | 4,528,163               | -                            |
| Equity Interest in Limited Partnership                    | -                       | 1,790,275                | 1,790,275               | -                            |
| Capital Assets:   |                         |                          |                         |                              |
| Intangible Assets   | 60,250                  | -                        | 60,250                  | -                            |
| Land  | 14,558,173              | 37,844,790               | 52,402,963              | 12,393,449                   |
| Buildings   | 96,126,455              | 22,932,361               | 119,058,816             | 899,894                      |
| Improvements Other Than Buildings                         | 94,630,701              | 1,285,526,308            | 1,380,157,009           | -                            |
| Machinery and Equipment                                   | 49,994,346              | 30,595,427               | 80,589,773              | -                            |
| Infrastructure  | 340,577,548             | -                        | 340,577,548             | -                            |
| Construction in Progress                                  | 41,633,526              | 139,050,360              | 180,683,886             | -                            |
| Retirement in Progress                                    | -                       | 1,791,960                | 1,791,960               | -                            |
| Less Accumulated Depreciation                             | (279,626,997)           | (521,092,453)            | (800,719,450)           | (13,123)                     |
| Right-to-Use Lease Assets                                 | 4,165,331               | 96,106                   | 4,261,437               | -                            |
| Less Accumulated Amortization                             | (1,536,796)             | (76,885)                 | (1,613,681)             | -                            |
| Right-to-Use Subscription Based IT Arrangement Assets     | 865,290                 | -                        | 865,290                 | -                            |
| Less Accumulated Amortization                             | (62,320)                | -                        | (62,320)                | -                            |
| Total Capital Assets                                      | <u>361,385,507</u>      | <u>996,667,974</u>       | <u>1,358,053,481</u>    | <u>13,280,220</u>            |
| Total Noncurrent Assets                                   | <u>376,795,275</u>      | <u>1,151,961,428</u>     | <u>1,528,756,703</u>    | <u>13,280,220</u>            |
| Total Assets  | <u>\$ 538,703,700</u>   | <u>\$ 1,417,199,888</u>  | <u>\$ 1,955,903,588</u> | <u>\$ 19,697,183</u>         |
| <u>Deferred Outflows</u>                                  |                         |                          |                         |                              |
| Accumulated Decrease in Fair Value of Hedging Derivatives | \$ -                    | \$ 337,009               | \$ 337,009              | \$ -                         |
| Pensions  | 10,238,488              | 5,866,642                | 16,105,130              | -                            |
| Other Post-Employment Benefits (OPEB)                     | 3,422,625               | 1,843,835                | 5,266,460               | -                            |
| Unamortized Loss on Refunded Debt                         | 209,887                 | 347,463                  | 557,350                 | -                            |
| Total Deferred Outflows                                   | <u>\$ 13,871,000</u>    | <u>\$ 8,394,949</u>      | <u>\$ 22,265,949</u>    | <u>\$ -</u>                  |

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

**CITY OF BRYAN, TEXAS**

Statement of Net Position

As of September 30, 2025

|   | Primary Government         |                             |                  | Component Unit                  |
|---|----------------------------|-----------------------------|------------------|---------------------------------|
|   | Governmental<br>Activities | Business-Type<br>Activities | Total            | Bryan Business<br>Council, Inc. |
| <u>Liabilities</u>                                  |                            |                             |                  |                                 |
| Current Liabilities:                                |                            |                             |                  |                                 |
| Accounts Payable                                    | \$ 8,154,250               | \$ 17,859,807               | \$ 26,014,057    | \$ 303,755                      |
| Accrued Liabilities and Retainage                   | 6,623,912                  | 1,895,970                   | 8,519,882        | -                               |
| Claims  | 2,489,677                  | -                           | 2,489,677        | -                               |
| Compensated Absences Liability                      | 4,588,273                  | 2,027,361                   | 6,615,634        | -                               |
| Unearned Revenue                                    | 7,181,673                  | 266,466                     | 7,448,139        | -                               |
| Notes   | -                          | -                           | -                | 11,604,386                      |
| Leases  | 508,859                    | 19,959                      | 528,818          | -                               |
| Subscription Based IT Arrangements (SBITAs)         | 225,135                    | -                           | 225,135          | -                               |
| Derivative Financial Instruments                    | -                          | 337,008                     | 337,008          | -                               |
| Payable from Restricted Assets:                     |                            |                             |                  |                                 |
| Accrued Interest                                    | 828,833                    | 3,938,620                   | 4,767,453        | -                               |
| Over-Recovered Fuel Cost                            | -                          | 13,428,461                  | 13,428,461       | -                               |
| Counter Party Collateral                            | -                          | 35,580,000                  | 35,580,000       | -                               |
| Bonds Payable, Net                                  | 10,099,473                 | 21,597,295                  | 31,696,768       | -                               |
| Customer Deposits                                   | 145,868                    | 6,793,312                   | 6,939,180        | -                               |
| Total Current Liabilities                           | 40,845,953                 | 103,744,259                 | 144,590,212      | 11,908,141                      |
| Noncurrent Liabilities:                             |                            |                             |                  |                                 |
| Bonds Payable, Net                                  | 203,309,936                | 385,176,828                 | 588,486,764      | -                               |
| Arbitrage Rebate                                    | 730,984                    | 908,936                     | 1,639,920        | -                               |
| Interfund Advance                                   | (17,667,191)               | 17,667,191                  | -                | -                               |
| Claims  | 1,012,613                  | -                           | 1,012,613        | -                               |
| Net Other Post Employment Benefits Liability (OPEB) | 11,408,825                 | 6,119,645                   | 17,528,470       | -                               |
| Accrued Liabilities                                 | -                          | -                           | -                | -                               |
| Compensated Absences Liability                      | 8,796,539                  | 1,206,263                   | 10,002,802       | -                               |
| Leases  | 2,240,770                  | 20,758                      | 2,261,528        | -                               |
| SBITAs  | 578,525                    | -                           | 578,525          | -                               |
| Total Noncurrent Liabilities                        | 210,411,001                | 411,099,621                 | 621,510,622      | -                               |
| Total Liabilities                                   | 251,256,954                | 514,843,880                 | 766,100,834      | 11,908,141                      |
| <u>Deferred Inflows</u>                             |                            |                             |                  |                                 |
| Unamortized Gain on Refunding Debt                  | -                          | 2,195,708                   | 2,195,708        | -                               |
| Pensions  | 3,936,351                  | 2,255,530                   | 6,191,881        | -                               |
| Other Post Employment Benefits                      | 2,749,375                  | 1,481,146                   | 4,230,521        | -                               |
| Deferred Regulatory Liability                       | -                          | 21,809,220                  | 21,809,220       | -                               |
| Deferred Lease Receivable                           | 4,011,875                  | -                           | 4,011,875        | -                               |
| Total Deferred Inflows                              | \$ 10,697,601              | \$ 27,741,604               | \$ 38,439,205    | \$ -                            |
| <u>Net Position</u>                                 |                            |                             |                  |                                 |
| Net Investment in Capital Assets                    | \$ 219,388,858             | \$ 603,757,334              | \$ 823,146,192   | \$ 1,675,834                    |
| Restricted for:                                     |                            |                             |                  |                                 |
| BVSWMA, Inc.  | -                          | 28,275,906                  | 28,275,906       | -                               |
| Economic Development Foundation                     | 4,528,163                  | -                           | 4,528,163        | -                               |
| Debt Reserve  | -                          | 2,824,100                   | 2,824,100        | -                               |
| Debt Service  | 6,661,661                  | 10,646,135                  | 17,307,796       | -                               |
| Equity Interest in Partnership                      | -                          | 1,790,275                   | 1,790,275        | -                               |
| Perpetual Care:                                     |                            |                             |                  |                                 |
| Expendable  | 312,943                    | -                           | 312,943          | -                               |
| Nonexpendable                                       | 1,693,154                  | -                           | 1,693,154        | -                               |
| Rate Stabilization                                  | -                          | 1,791,140                   | 1,791,140        | -                               |
| Notes Receivable                                    | 3,208,667                  | -                           | 3,208,667        | -                               |
| Police Activities                                   | 54,410                     | -                           | 54,410           | -                               |
| Court Activities                                    | 410,758                    | -                           | 410,758          | -                               |
| Record Preservation                                 | 40,915                     | -                           | 40,915           | -                               |
| TIRZ Development                                    | 10,776,002                 | -                           | 10,776,002       | -                               |
| Hotel/Motel   | 1,925,268                  | -                           | 1,925,268        | -                               |
| Net Pension Asset                                   | 1,743,921                  | 999,269                     | 2,743,190        | -                               |
| Other Purposes                                      | 1,438,502                  | -                           | 1,438,502        | -                               |
| Unrestricted  | 38,436,923                 | 232,925,194                 | 271,362,117      | 6,113,208                       |
| Total Net Position                                  | \$ 290,620,145             | \$ 883,009,353              | \$ 1,173,629,498 | \$ 7,789,042                    |

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

**CITY OF BRYAN, TEXAS**

Statement of Activities

For the Fiscal Year Ended September 30, 2025

| Functions/Programs  | Expenses       | Program Revenues                          |  |  | Net Revenue (Expense) and Changes in Net Position |                             |                  | Component Unit<br>Bryan Business<br>Council, Inc. |
|---|----------------|---|--|--|---|-----------------------------|------------------|---|
|   |                | Fees, Fines and<br>Charges for<br>Service | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions | Primary Government                                |                             |                  |   |
|   |                |   |  |  | Governmental<br>Activities                        | Business-Type<br>Activities | Total            |   |
| Primary Government:   |                |   |  |  |   |                             |                  |   |
| Governmental Activities:                                      |                |   |  |  |   |                             |                  |   |
| General Government and Administration                         | \$ 27,179,830  | \$ 303,880                                | \$ 90,725                                | \$ -                                   | \$ (26,785,225)                                   | \$ -                        | \$ (26,785,225)  | \$ -  |
| Development Services  | 7,788,940      | 1,223,549                                 | 1,342,788                                | -                                      | (5,222,603)                                       | -                           | (5,222,603)      | -   |
| Public Works Services   | 20,981,024     | -   | 5,686,693                                | 13,895,565                             | (1,398,766)                                       | -                           | (1,398,766)      | -   |
| Public Safety   | 62,086,689     | 7,647,525                                 | 702,424                                  | -                                      | (53,736,740)                                      | -                           | (53,736,740)     | -   |
| Cultural and Recreational                                     | 22,946,833     | 7,668,260                                 | 1,667,550                                | -                                      | (13,611,023)                                      | -                           | (13,611,023)     | -   |
| Interest and Fiscal Charges                                   | 7,697,257      | -   | -  | -                                      | (7,697,257)                                       | -                           | (7,697,257)      | -   |
| Total Governmental Activities                                 | 148,680,573    | 16,843,214                                | 9,490,180                                | 13,895,565                             | (108,451,614)                                     | -                           | (108,451,614)    | -   |
| Business-Type Activities:                                     |                |   |  |  |   |                             |                  |   |
| City Electric   | 177,064,855    | 234,051,567                               | -  | -                                      | -   | 56,986,712                  | 56,986,712       | -   |
| Rural Electric  | 50,478,647     | 59,021,504                                | -  | -                                      | -   | 8,542,857                   | 8,542,857        | -   |
| Water   | 14,942,532     | 16,892,821                                | -  | 2,772,283                              | -   | 4,722,572                   | 4,722,572        | -   |
| Wastewater  | 14,537,832     | 15,981,265                                | -  | 2,906,725                              | -   | 4,350,158                   | 4,350,158        | -   |
| Other Nonmajor Enterprise Funds                               | 10,662,318     | 10,377,817                                | -  | -                                      | -   | (284,501)                   | (284,501)        | -   |
| Total Business-Type Activities                                | 267,686,184    | 336,324,974                               | -  | 5,679,008                              | -   | 74,317,798                  | 74,317,798       | -   |
| Total Primary Government                                      | \$ 416,366,757 | \$ 353,168,188                            | \$ 9,490,180                             | \$ 19,574,573                          | \$ (108,451,614)                                  | \$ 74,317,798               | \$ (34,133,816)  | \$ -  |
| Component Unit:   |                |   |  |  |   |                             |                  |   |
| Bryan Business Council, Inc.                                  | \$ 952,041     | \$ -                                      | \$ 1,745,331                             | \$ -                                   | \$ -  | \$ -                        | \$ -             | \$ 793,290  |
| General Revenues:   |                |   |  |  |   |                             |                  |   |
| Property Taxes  |                |   |  |  | \$ 60,630,220                                     | \$ -                        | \$ 60,630,220    | \$ -  |
| Sales Taxes   |                |   |  |  | 31,961,976  | -                           | 31,961,976       | -   |
| Franchise Taxes   |                |   |  |  | 2,019,463   | -                           | 2,019,463        | -   |
| Alcoholic Beverage Taxes                                      |                |   |  |  | 323,857   | -                           | 323,857          | -   |
| Bingo Taxes   |                |   |  |  | 246,966   | -                           | 246,966          | -   |
| Hotel Occupancy Taxes   |                |   |  |  | 2,931,409   | -                           | 2,931,409        | -   |
| Transportation and Drainage Assessments                       |                |   |  |  | 7,802,754   | -                           | 7,802,754        | -   |
| Unrestricted Investment Earnings                              |                |   |  |  | 6,230,384   | 13,861,275                  | 20,091,659       | -   |
| Miscellaneous   |                |   |  |  | 3,441,927   | 4,676,085                   | 8,118,012        | 340,501   |
| Transfers (Net)   |                |   |  |  | 16,302,356  | (16,302,356)                | -                | -   |
| Total General Revenues and Transfers                          |                |   |  |  | 131,891,312                                       | 2,235,004                   | 134,126,316      | 340,501   |
| Change in Net Position  |                |   |  |  | 23,439,698  | 76,552,802                  | 99,992,500       | 1,133,791   |
| Net Position, October 1, 2024                                 |                |   |  |  | 269,275,466                                       | 806,942,262                 | 1,076,217,728    | 6,655,251   |
| Implementation of GASB 101, Compensated Absences (See note 1) |                |   |  |  | (2,095,019)                                       | (485,711)                   | (2,580,730)      | -   |
| Net Position, October 1, 2024, as restated                    |                |   |  |  | 267,180,447                                       | 806,456,551                 | 1,073,636,998    | 6,655,251   |
| Net Position, September 30, 2025                              |                |   |  |  | \$ 290,620,145                                    | \$ 883,009,353              | \$ 1,173,629,498 | \$ 7,789,042                                      |

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



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**CITY OF BRYAN, TEXAS**

Balance Sheet

Governmental Funds

As of September 30, 2025

|   | General<br>Fund      | Debt<br>Service<br>Fund | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|---|----------------------|-------------------------|--------------------------------|--------------------------------|
| <u>Assets</u>   |                      |                         |                                |                                |
| Cash and Cash Equivalents                               | \$ 17,289,538        | \$ 1,824,490            | \$ 23,197,491                  | \$ 42,311,519                  |
| Investments   | 33,940,352           | 3,793,745               | 46,272,494                     | 84,006,591                     |
| Receivables:  |                      |                         |                                |                                |
| Accounts  | 9,756,268            | -                       | 1,618,683                      | 11,374,951                     |
| Less Allowance for Uncollectible                        | (5,972,811)          | -                       | (70,651)                       | (6,043,462)                    |
| Property Taxes  | 1,730,238            | 691,524                 | -                              | 2,421,762                      |
| Less Allowance for Uncollectible                        | (1,386,167)          | (570,770)               | -                              | (1,956,937)                    |
| Sales Taxes   | 5,262,277            | -                       | -                              | 5,262,277                      |
| Grants  | -                    | -                       | 594,024                        | 594,024                        |
| Interest  | 328,603              | 38,186                  | 465,463                        | 832,252                        |
| Lease Receivable  | 2,883,590            | -                       | 1,465,578                      | 4,349,168                      |
| Notes Receivable  | 2,087,234            | 1,251,413               | 2,270,287                      | 5,608,934                      |
| Less Allowance for Uncollectible                        | -                    | -                       | (313,033)                      | (313,033)                      |
| Due from Other Funds                                    | 1,369,087            | -                       | 253,221                        | 1,622,308                      |
| Interfund Advance                                       | -                    | 18,129,097              | -                              | 18,129,097                     |
| Inventory   | -                    | -                       | 122,615                        | 122,615                        |
| Prepaid and Other Assets                                | 51,227               | -                       | 240,445                        | 291,672                        |
| Total Assets  | <u>\$ 67,339,436</u> | <u>\$ 25,157,685</u>    | <u>\$ 76,116,617</u>           | <u>\$ 168,613,738</u>          |
| <u>Liabilities, Deferred Inflows, and Fund Balances</u> |                      |                         |                                |                                |
| Liabilities:  |                      |                         |                                |                                |
| Accounts Payable  | \$ 4,769,295         | \$ -                    | \$ 3,008,291                   | \$ 7,777,586                   |
| Accrued Liabilities                                     | 4,060,469            | -                       | 67,661                         | 4,128,130                      |
| Retainage Payable                                       | 1,051,255            | -                       | 1,397,925                      | 2,449,180                      |
| Due to Other Funds                                      | 137,373              | -                       | 275,081                        | 412,454                        |
| Customer Deposits                                       | 145,868              | -                       | -                              | 145,868                        |
| Unearned Revenue  | 4,744,700            | -                       | 2,436,973                      | 7,181,673                      |
| Total Liabilities                                       | <u>14,908,960</u>    | <u>-</u>                | <u>7,185,931</u>               | <u>22,094,891</u>              |
| Deferred Inflows:                                       |                      |                         |                                |                                |
| Unavailable Property Taxes                              | 341,712              | 120,114                 | -                              | 461,826                        |
| Deferred Inflows - Right of Use Assets                  | 2,684,722            | -                       | 1,327,153                      | 4,011,875                      |
| Unavailable Notes Receivable                            | -                    | -                       | 1,957,254                      | 1,957,254                      |
| Other Unavailable Revenue                               | 1,641,755            | -                       | 361,132                        | 2,002,887                      |
| Total Deferred Inflows                                  | <u>4,668,189</u>     | <u>120,114</u>          | <u>3,645,539</u>               | <u>8,433,842</u>               |
| Fund Balances:  |                      |                         |                                |                                |
| Nonspendable  | 2,138,461            | 1,251,413               | 2,056,214                      | 5,446,088                      |
| Restricted  | 1,714,714            | 23,786,158              | 43,011,996                     | 68,512,868                     |
| Committed   | 2,240,119            | -                       | 20,232,293                     | 22,472,412                     |
| Assigned  | 17,385,974           | -                       | -                              | 17,385,974                     |
| Unassigned  | 24,283,019           | -                       | (15,356)                       | 24,267,663                     |
| Total Fund Balances                                     | <u>47,762,287</u>    | <u>25,037,571</u>       | <u>65,285,147</u>              | <u>138,085,005</u>             |
| Total Liabilities, Deferred Inflows and Fund Balances   | <u>\$ 67,339,436</u> | <u>\$ 25,157,685</u>    | <u>\$ 76,116,617</u>           | <u>\$ 168,613,738</u>          |

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

**CITY OF BRYAN, TEXAS**

Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position  
As of September 30, 2025

|  |    |                      |
|--|----|----------------------|
| Total Fund Balances - Governmental Funds   | \$ | 138,085,005          |
| Amounts reported for Governmental Activities in the Statement of Net Position are different because:   |    |                      |
| Capital Assets, Leases, and SBITAs used in Governmental Activities are not financial resources and therefore, are not reported in the funds. (Includes net Capital Assets of the Internal Service funds in the amount of \$66,526).  |    | 361,385,508          |
| Other Long-Term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.   |    | 4,421,966            |
| The City's equity in the Economic Development Foundation is included in the Statement of Net Position, but is not included at the fund level.  |    | 4,528,163            |
| Internal Service Funds are used by management to charge the costs of risk management, employee health insurance benefits and central warehousing to individual funds. The assets and liabilities of the Internal Service Funds related to Governmental Activities are included in the Governmental Activities in the Statement of Net Position. (Net of amount allocated to Business-Type Activities of \$3,595,726, net Capital Assets in the amount of \$66,526. |    | 16,429,842           |
| Interest payable on Long-Term Debt does not require current financial resources, and, therefore, is not reported as a liability in the Governmental Funds Balance Sheet.   |    | (828,833)            |
| Long-Term Liabilities and Assets and related Deferred Outflows and Inflows including Bonds Payable, Net Pension Asset, Net OPEB Liability and Compensated Absences, are not due and payable in the current period and, therefore, are not reported in the funds. These items are detailed below:   |    |                      |
| General Obligation Bonds Payable   | \$ | 59,509,155           |
| Certificates of Obligation Payable   |    | 146,070,000          |
| Premium (Discount) on Bonds Payable  |    | 7,830,254            |
| Deferred Amount on Refunding   |    | (209,887)            |
| Arbitrage Liability  |    | 730,984              |
| Net Pension Asset  |    | (1,717,795)          |
| Net Other Post Employment Benefits (OPEB) Liability  |    | 11,234,221           |
| Deferred Amounts on Pensions (net)   |    | (6,207,728)          |
| Deferred Amounts on OPEB (net)   |    | (663,049)            |
| Lease Payable  |    | 2,749,629            |
| SBITA Payable  |    | 803,660              |
| Compensated Absences Liability (Net of Internal Service Fund liability of \$112,750)   |    | 13,272,062           |
|  |    | <u>(233,401,506)</u> |
| Net Position of Governmental Activities  | \$ | <u>290,620,145</u>   |

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

**CITY OF BRYAN, TEXAS**

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

For the Fiscal Year Ended September 30, 2025

|  | General Fund         | Debt Service Fund    | Other Governmental Funds | Total Governmental Funds |
|--|----------------------|----------------------|--------------------------|--------------------------|
| <b>Revenues:</b>   |                      |                      |                          |                          |
| Property Taxes   | \$ 40,169,853        | \$ 13,785,287        | \$ 6,443,821             | \$ 60,398,961            |
| Sales Taxes  | 31,961,976           | -                    | -                        | 31,961,976               |
| Franchise Taxes  | 2,019,463            | -                    | -                        | 2,019,463                |
| Alcoholic Beverage Taxes   | 323,857              | -                    | -                        | 323,857                  |
| Bingo Taxes  | 246,966              | -                    | -                        | 246,966                  |
| Hotel Occupancy Taxes  | -                    | -                    | 2,931,409                | 2,931,409                |
| Transportation and Drainage Assessments                            | -                    | -                    | 7,802,754                | 7,802,754                |
| Charges for Services   | 7,182,025            | -                    | -                        | 7,182,025                |
| Fines and Court Charges  | 1,876,127            | -                    | 37,675                   | 1,913,802                |
| Licenses and Permits   | 1,223,549            | -                    | -                        | 1,223,549                |
| Grants   | 7,105,869            | -                    | 2,023,177                | 9,129,046                |
| Investment Earnings  | 2,363,994            | 463,051              | 3,388,237                | 6,215,282                |
| Investment Mark to Market  | (81,111)             | (9,056)              | (135,903)                | (226,070)                |
| Oil and Gas Royalties  | -                    | -                    | 100,397                  | 100,397                  |
| Parks and Recreation   | -                    | -                    | 6,523,838                | 6,523,838                |
| Destination Bryan  | -                    | -                    | 112,423                  | 112,423                  |
| Other  | 2,162,986            | 57,384               | 322,727                  | 2,543,097                |
| <b>Total Revenues</b>  | <b>96,555,554</b>    | <b>14,296,666</b>    | <b>29,550,555</b>        | <b>140,402,775</b>       |
| <b>Expenditures:</b>   |                      |                      |                          |                          |
| <b>Current:</b>  |                      |                      |                          |                          |
| General Government and Administration                              | 22,749,978           | -                    | 3,037,466                | 25,787,444               |
| Development Services   | 5,514,218            | -                    | 2,154,662                | 7,668,880                |
| Public Works Services  | 4,171,779            | -                    | 5,462,899                | 9,634,678                |
| Public Safety  | 58,216,202           | -                    | 709,840                  | 58,926,042               |
| Cultural and Recreational  | 8,915,004            | -                    | 9,630,476                | 18,545,480               |
| Capital Outlay   | 16,174,186           | -                    | 19,245,440               | 35,419,626               |
| <b>Debt Service:</b>   |                      |                      |                          |                          |
| Bond and Principal Retirement                                      | -                    | 10,880,414           | -                        | 10,880,414               |
| Interest and Fiscal Charges  | -                    | 7,671,699            | -                        | 7,671,699                |
| Right of Use Principal   | 476,570              | -                    | 138,629                  | 615,199                  |
| Right of Use Interest  | 93,745               | -                    | 17,818                   | 111,563                  |
| <b>Total Expenditures</b>  | <b>116,311,682</b>   | <b>18,552,113</b>    | <b>40,397,230</b>        | <b>175,261,025</b>       |
| <b>Excess (Deficiencies) of Revenues over (under) Expenditures</b> | <b>(19,756,128)</b>  | <b>(4,255,447)</b>   | <b>(10,846,675)</b>      | <b>(34,858,250)</b>      |
| <b>Other Financing Sources (uses):</b>                             |                      |                      |                          |                          |
| Sales of Capital Assets  | 140,434              | -                    | -                        | 140,434                  |
| Lease Financing  | 635,766              | -                    | 281,005                  | 916,771                  |
| Transfers In   | 18,382,297           | 2,528,584            | 8,039,913                | 28,950,794               |
| Transfers Out  | (4,210,629)          | -                    | (8,670,278)              | (12,880,907)             |
| Long-Term Debt Issued  | -                    | -                    | -                        | -                        |
| Premium (Discount) on Long-Term Debt Issued                        | -                    | -                    | -                        | -                        |
| <b>Total Other Financing Sources (uses)</b>                        | <b>14,947,868</b>    | <b>2,528,584</b>     | <b>(349,360)</b>         | <b>17,127,092</b>        |
| <b>Net Change in Fund Balances</b>                                 | <b>(4,808,260)</b>   | <b>(1,726,863)</b>   | <b>(11,196,035)</b>      | <b>(17,731,158)</b>      |
| Fund Balances, October 1, 2024                                     | 52,570,547           | 26,764,434           | 76,481,182               | 155,816,163              |
| <b>Fund Balances, September 30, 2025</b>                           | <b>\$ 47,762,287</b> | <b>\$ 25,037,571</b> | <b>\$ 65,285,147</b>     | <b>\$ 138,085,005</b>    |

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

**CITY OF BRYAN, TEXAS**

Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances  
of Governmental Funds to the Statement of Activities  
For the Fiscal Year Ended September 30, 2025

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Net Change in Fund Balances - Total Governmental Funds \$ (17,731,158)

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental Funds report Capital Outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense. This is the amount of Capital Assets recorded in the current period. 35,672,570

The City's investment in the Economic Development Foundation is reported at the government-wide level but not at the fund level. (96,012)

The net effect of various transactions involving Capital Assets (i.e., sales and contributions) is to increase net position. 13,592,179

Depreciation Expense on Capital Assets and Amortization Expense on leases reported in the Government-Wide Statement of Activities does not require the use of current financial resources. Therefore, Depreciation and Amortization expense is not reported as an expenditure in Governmental Funds. (20,911,687)

The issuance of Long-Term Debt 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. Also, Governmental Funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. The effect of these differences in the treatment of Long-Term Debt and related items is detailed below:

|                                |            |
|--------------------------------|------------|
| Debt Principal Repayments      | 10,880,414 |
| Lease Issuance                 | (916,771)  |
| Lease/SBITA Principal Payments | 615,199    |

Some expenses related to Long-Term Liabilities reported in the Statement of Activities do not require the use of current financial resources; therefore, they are not reported as expenditures in Governmental Funds. (250,725)

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 Governmental Funds. 391,845

Some property taxes will not be collected for several months after the City's fiscal year end, and are not considered "available" revenues in the Governmental Funds. 231,259

Some notes receivable will not be collected for several months after the City's fiscal year end, and are not considered "available" revenues in the governmental funds. 808,014

Internal Service Funds are used by management to charge the costs of risk management, employee health insurance benefits and central warehousing to individual funds. The net revenue of the Internal Service Funds related to Governmental Activities is reported with Governmental Activities; Depreciation Expense of \$11,387 allocated above and net of amount allocated to Business-Type Activities of (\$4,939). 1,154,571

Change in Net Position of Governmental Activities. \$ 23,439,698

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

**CITY OF BRYAN, TEXAS**  
Statement of Net Position  
Proprietary Funds  
As of September 30, 2025

|  | Business-Type Activities - Enterprise Funds |                        |                       |                       |                              | Total<br>Enterprise<br>Funds | Governmental<br>Activities |
|--|---|------------------------|-----------------------|-----------------------|------------------------------|------------------------------|----------------------------|
|  | City Electric<br>Fund                       | Rural Electric<br>Fund | Water<br>Fund         | Wastewater<br>Fund    | Other<br>Enterprise<br>Funds |                              | Internal<br>Service Funds  |
| <u>Assets</u>  |   |                        |                       |                       |                              |                              |                            |
| <b>Current Assets:</b>   |   |                        |                       |                       |                              |                              |                            |
| Cash and Cash Equivalents  | \$ 76,986,224                               | \$ 25,733,034          | \$ 6,609,828          | \$ 3,621,979          | \$ 4,611,445                 | \$ 117,562,510               | \$ 7,828,934               |
| Investments  | 56,237,701                                  | 11,771,721             | 13,744,118            | 7,531,346             | 9,588,786                    | 98,873,672                   | 16,319,307                 |
| Accounts Receivable  | 25,596,221                                  | 6,291,668              | 2,536,135             | 2,034,047             | 779,848                      | 37,237,919                   | 34,141                     |
| Less Allowance for Uncollectible Accounts  | (445,918)                                   | (162,695)              | (42,951)              | (48,127)              | (30,636)                     | (730,327)                    | -                          |
| Grants Receivable  | -   | -                      | -                     | -                     | 99,845                       | 99,845                       | -                          |
| Interest Receivable  | 1,216,847                                   | -                      | 230,988               | 131,086               | 96,783                       | 1,675,704                    | 164,261                    |
| Inventories  | 2,458,442                                   | -                      | 644,330               | -                     | 61,315                       | 3,164,087                    | 222,920                    |
| Due from Other Funds   | 4,960,653                                   | -                      | 348,804               | 343,543               | 248,557                      | 5,901,557                    | -                          |
| Under-Recovered Regulatory Fee   | 784,849                                     | 381,936                | -                     | -                     | -                            | 1,166,785                    | -                          |
| Prepaid and Other Assets   | 3,802,393                                   | -                      | -                     | -                     | -                            | 3,802,393                    | 85                         |
| <b>Total Current Assets</b>  | <b>171,597,412</b>                          | <b>44,015,664</b>      | <b>24,071,252</b>     | <b>13,613,874</b>     | <b>15,455,943</b>            | <b>268,754,145</b>           | <b>24,569,648</b>          |
| <b>Non-Current Assets:</b>   |   |                        |                       |                       |                              |                              |                            |
| <b>Restricted Assets:</b>  |   |                        |                       |                       |                              |                              |                            |
| Cash and Cash Equivalents  | -   | 5,222,273              | 26,512,840            | 4,853,298             | 12,771                       | 36,601,182                   | -                          |
| Investments  | 65,222,889                                  | 1,130,721              | 7,911,805             | 5,492,082             | 26,558                       | 79,784,055                   | -                          |
| Investment in BVSWMA   | -   | -                      | -                     | -                     | 28,275,906                   | 28,275,906                   | -                          |
| Equity Interest in Limited Partnership   | -   | -                      | -                     | -                     | 1,790,275                    | 1,790,275                    | -                          |
| TMPA Decommissioning   | 7,842,767                                   | -                      | -                     | -                     | -                            | 7,842,767                    | -                          |
| Net pension asset  | 712,884                                     | -                      | 83,689                | 100,864               | 101,832                      | 999,269                      | 26,126                     |
| <b>Capital Assets:</b>   |   |                        |                       |                       |                              |                              |                            |
| Land   | 12,865,835                                  | 129,345                | 798,889               | 2,015,201             | 22,035,520                   | 37,844,790                   | -                          |
| Buildings  | -   | -                      | 317,271               | 19,873,253            | 2,741,837                    | 22,932,361                   | 3,725                      |
| Equipment  | -   | -                      | 4,321,690             | 7,756,990             | 18,516,747                   | 30,595,427                   | 119,248                    |
| Improvements Other Than Buildings  | 749,664,646                                 | 213,487,886            | 160,123,939           | 151,059,121           | 11,190,716                   | 1,285,526,308                | 187,146                    |
| Construction in Progress   | 92,627,381                                  | 16,850,537             | 13,519,337            | 15,539,018            | 514,087                      | 139,050,360                  | -                          |
| Retirement in Progress   | 1,791,960                                   | -                      | -                     | -                     | -                            | 1,791,960                    | -                          |
| Less Accumulated Depreciation  | (279,253,655)                               | (61,109,457)           | (76,329,086)          | (86,901,229)          | (17,499,026)                 | (521,092,453)                | (243,593)                  |
| Right-to-Use Lease Assets  | -   | -                      | -                     | -                     | 96,106                       | 96,106                       | -                          |
| Less Accumulated Amortization  | -   | -                      | -                     | -                     | (76,885)                     | (76,885)                     | -                          |
| <b>Total Capital Assets (Net of<br/>    Accumulated Depreciation and Amortization)</b> | <b>577,696,167</b>                          | <b>169,358,311</b>     | <b>102,752,040</b>    | <b>109,342,354</b>    | <b>37,519,102</b>            | <b>996,667,974</b>           | <b>66,526</b>              |
| <b>Total Non-Current Assets</b>  | <b>651,474,707</b>                          | <b>175,711,305</b>     | <b>137,260,374</b>    | <b>119,788,598</b>    | <b>67,726,444</b>            | <b>1,151,961,428</b>         | <b>92,652</b>              |
| <b>Total Assets</b>  | <b>\$ 823,072,119</b>                       | <b>\$ 219,726,969</b>  | <b>\$ 161,331,626</b> | <b>\$ 133,402,472</b> | <b>\$ 83,182,387</b>         | <b>\$ 1,420,715,573</b>      | <b>\$ 24,662,300</b>       |
| <u>Deferred Outflows</u>   |   |                        |                       |                       |                              |                              |                            |
| Accumulated Decrease in Fair Value of Hedging Derivatives                              | 337,009                                     | -                      | -                     | -                     | -                            | 337,009                      | -                          |
| Pension  | 4,185,304                                   | -                      | 491,327               | 592,166               | 597,845                      | 5,866,642                    | 153,381                    |
| Other Post-Employment Benefits (OPEB)  | 1,129,350                                   | -                      | 207,433               | 236,241               | 270,811                      | 1,843,835                    | 51,858                     |
| Unamortized Loss on Refunded Debt  | -   | -                      | 216,568               | 130,895               | -                            | 347,463                      | -                          |
| <b>Total Deferred Outflows</b>   | <b>\$ 5,651,663</b>                         | <b>\$ -</b>            | <b>\$ 915,328</b>     | <b>\$ 959,302</b>     | <b>\$ 868,656</b>            | <b>\$ 8,394,949</b>          | <b>\$ 205,239</b>          |

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

**CITY OF BRYAN, TEXAS**  
Statement of Net Position  
Proprietary Funds  
As of September 30, 2025

|  | Business-Type Activities - Enterprise Funds |                       |                       |                       |                        |                        | Governmental Activities |
|--|---|-----------------------|-----------------------|-----------------------|------------------------|------------------------|-------------------------|
|  | City Electric Fund                          | Rural Electric Fund   | Water Fund            | Wastewater Fund       | Other Enterprise Funds | Total Enterprise Funds | Internal Service Funds  |
| <u>Liabilities</u>   |   |                       |                       |                       |                        |                        |                         |
| Current Liabilities:   |   |                       |                       |                       |                        |                        |                         |
| Accounts Payable   | \$ 13,867,466                               | \$ 1,393,565          | \$ 553,888            | \$ 1,361,680          | \$ 683,208             | \$ 17,859,807          | \$ 376,664              |
| Accrued Liabilities and Retainage  | -   | -                     | 783,106               | 755,382               | 357,482                | 1,895,970              | 46,602                  |
| Claims Payable   | -   | -                     | -                     | -                     | -                      | -                      | 2,489,677               |
| Due to Other Funds   | 2,150,758                                   | 4,960,653             | -                     | -                     | -                      | 7,111,411              | -                       |
| Unearned Revenue   | -   | -                     | -                     | 266,466               | -                      | 266,466                | -                       |
| Derivative Financial Instruments - Current Portion   | 337,008                                     | -                     | -                     | -                     | -                      | 337,008                | -                       |
| Compensated Absences Liability   | 1,371,676                                   | -                     | 256,484               | 210,343               | 188,858                | 2,027,361              | 73,885                  |
| Leases   | -   | -                     | -                     | -                     | 19,959                 | 19,959                 | -                       |
| Payable from Restricted Assets:  |   |                       |                       |                       |                        |                        |                         |
| Accrued Interest   | 2,378,057                                   | 581,971               | 569,869               | 376,314               | 32,409                 | 3,938,620              | -                       |
| Over-Recovered Fuel Cost   | 9,883,174                                   | 3,545,287             | -                     | -                     | -                      | 13,428,461             | -                       |
| Counter Party Collateral   | 35,580,000                                  | -                     | -                     | -                     | -                      | 35,580,000             | -                       |
| Bonds Payable, Net   | 14,569,732                                  | 2,553,972             | 2,603,454             | 1,792,173             | 77,964                 | 21,597,295             | -                       |
| Customer Deposits  | 5,094,081                                   | 1,676,986             | -                     | -                     | 22,245                 | 6,793,312              | -                       |
| Total Current Liabilities  | <u>85,231,952</u>                           | <u>14,712,434</u>     | <u>4,766,801</u>      | <u>4,762,358</u>      | <u>1,382,125</u>       | <u>110,855,670</u>     | <u>2,986,828</u>        |
| Non-Current Liabilities:   |   |                       |                       |                       |                        |                        |                         |
| Bonds Payable, Net   | 250,586,952                                 | 61,794,772            | 44,223,990            | 22,093,097            | 6,478,017              | 385,176,828            | -                       |
| Arbitrage Rebate   | -   | -                     | 908,936               | -                     | -                      | 908,936                | -                       |
| Interfund Advance  | 12,603,888                                  | -                     | 1,479,625             | 1,783,283             | 1,800,395              | 17,667,191             | 461,906                 |
| Claims   | -   | -                     | -                     | -                     | -                      | -                      | 1,012,613               |
| Net Other Post-Employment Benefit Liability (OPEB)   | 3,713,986                                   | -                     | 690,353               | 803,483               | 911,823                | 6,119,645              | 174,604                 |
| Accrued Liabilities  | -   | -                     | -                     | -                     | -                      | -                      | -                       |
| Compensated Absences Liability   | 863,039                                     | -                     | 134,259               | 110,106               | 98,859                 | 1,206,263              | 38,865                  |
| Leases   | -   | -                     | -                     | -                     | 20,758                 | 20,758                 | -                       |
| Total Non-Current Liabilities  | <u>267,767,865</u>                          | <u>61,794,772</u>     | <u>47,437,163</u>     | <u>24,789,969</u>     | <u>9,309,852</u>       | <u>411,099,621</u>     | <u>1,687,988</u>        |
| Total Liabilities  | <u>352,999,817</u>                          | <u>76,507,206</u>     | <u>52,203,964</u>     | <u>29,552,327</u>     | <u>10,691,977</u>      | <u>521,955,291</u>     | <u>4,674,816</u>        |
| <u>Deferred Inflows</u>  |   |                       |                       |                       |                        |                        |                         |
| Unamortized Gain on Refunded Debt  | 2,195,708                                   | -                     | -                     | -                     | -                      | 2,195,708              | -                       |
| Pensions   | 1,609,109                                   | -                     | 188,900               | 227,668               | 229,853                | 2,255,530              | 58,972                  |
| Other Post-Employment Benefits (OPEB)  | 907,201                                     | -                     | 166,629               | 189,771               | 217,545                | 1,481,146              | 41,657                  |
| Deferred Regulatory Liability  | 6,750,060                                   | 15,059,160            | -                     | -                     | -                      | 21,809,220             | -                       |
| Total Deferred Inflows   | <u>\$ 11,462,078</u>                        | <u>\$ 15,059,160</u>  | <u>\$ 355,529</u>     | <u>\$ 417,439</u>     | <u>\$ 447,398</u>      | <u>\$ 27,741,604</u>   | <u>\$ 100,629</u>       |
| <u>Net Position</u>  |   |                       |                       |                       |                        |                        |                         |
| Net Investment in Capital Assets   | 305,583,754                                 | 88,798,650            | 86,744,892            | 92,221,649            | 30,408,389             | 603,757,334            | 66,526                  |
| Restricted for:  |   |                       |                       |                       |                        |                        |                         |
| BVSWMA, Inc.   | -   | -                     | -                     | -                     | 28,275,906             | 28,275,906             | -                       |
| Debt Reserve   | 2,824,100                                   | -                     | -                     | -                     | -                      | 2,824,100              | -                       |
| Debt Service   | 3,063,125                                   | 548,750               | 4,028,570             | 3,005,690             | -                      | 10,646,135             | -                       |
| Rate Stabilization   | 1,791,140                                   | -                     | -                     | -                     | -                      | 1,791,140              | -                       |
| Equity Interest in Partnership   | -   | -                     | -                     | -                     | 1,790,275              | 1,790,275              | -                       |
| Net Pension Asset  | 712,884                                     | -                     | 83,689                | 100,864               | 101,832                | 999,269                | 26,126                  |
| Unrestricted   | 150,286,884                                 | 38,813,203            | 18,830,310            | 9,063,805             | 12,335,266             | 229,329,468            | 19,999,442              |
| Total Net Position   | <u>\$ 464,261,887</u>                       | <u>\$ 128,160,603</u> | <u>\$ 109,687,461</u> | <u>\$ 104,392,008</u> | <u>\$ 72,911,668</u>   | <u>\$ 879,413,627</u>  | <u>\$ 20,092,094</u>    |
| Adjustment to reflect the consolidation of Internal Service Fund activities related to Enterprise Funds. |   |                       |                       |                       |                        | 3,595,726              |                         |
| Net position of Business-Type Activities   |   |                       |                       |                       |                        | <u>\$ 883,009,353</u>  |                         |

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

**CITY OF BRYAN, TEXAS**

Statement of Revenues, Expenses and Changes in Net Position  
 Proprietary Funds  
 For the Fiscal Year Ended September 30, 2025

|  | Business-Type Activities - Enterprise Funds |                       |                       |                       |                        |                        | Governmental           |
|--|---|-----------------------|-----------------------|-----------------------|------------------------|------------------------|------------------------|
|  | City Electric Fund                          | Rural Electric Fund   | Water Fund            | Wastewater Fund       | Other Enterprise Funds | Total Enterprise Funds | Internal Service Funds |
| <b>Operating Revenues:</b>   |   |                       |                       |                       |                        |                        |                        |
| Electrical System  | \$ 228,408,204                              | \$ 59,021,504         | \$ -                  | \$ -                  | \$ -                   | \$ 287,429,708         | \$ -                   |
| Water System   | -   | -                     | 15,829,432            | -                     | -                      | 15,829,432             | -                      |
| Wastewater System  | -   | -                     | -                     | 15,981,265            | -                      | 15,981,265             | -                      |
| Solid Waste  | -   | -                     | -                     | -                     | 9,458,884              | 9,458,884              | -                      |
| Other  | 5,643,363                                   | -                     | 1,063,389             | -                     | 918,933                | 7,625,685              | 22,168,348             |
| <b>Total Operating Revenues</b>  | <b>234,051,567</b>                          | <b>59,021,504</b>     | <b>16,892,821</b>     | <b>15,981,265</b>     | <b>10,377,817</b>      | <b>336,324,974</b>     | <b>22,168,348</b>      |
| <b>Operating Expenses:</b>   |   |                       |                       |                       |                        |                        |                        |
| Personnel Services   | 14,788,708                                  | 955,510               | 3,221,153             | 4,092,155             | 4,564,803              | 27,622,329             | 888,541                |
| Electric Operations  | 120,127,637                                 | 39,544,737            | -                     | -                     | -                      | 159,672,374            | -                      |
| Maintenance  | 5,009,890                                   | 1,938,110             | 1,048,254             | 1,125,613             | 651,616                | 9,773,483              | 2,670                  |
| Claims   | -   | -                     | -                     | -                     | -                      | -                      | 15,785,458             |
| Other Services and Charges   | 4,531,286                                   | -                     | 2,983,785             | 1,275,765             | 805,305                | 9,596,141              | 5,433,829              |
| Other Expenses   | 3,389,481                                   | -                     | 537,974               | 711,280               | 1,031,361              | 5,670,096              | 96,051                 |
| General and Administrative   | 3,610,492                                   | 504,227               | 1,167,245             | 1,161,685             | 1,549,979              | 7,993,628              | -                      |
| <b>Total Operating Expenses</b>  | <b>151,457,494</b>                          | <b>42,942,584</b>     | <b>8,958,411</b>      | <b>8,366,498</b>      | <b>8,603,064</b>       | <b>220,328,051</b>     | <b>22,206,549</b>      |
| Before Depreciation and Amortization   | 151,457,494                                 | 42,942,584            | 8,958,411             | 8,366,498             | 8,603,064              | 220,328,051            | 22,206,549             |
| Operating Income Before Depreciation and Amortization  | 82,594,073                                  | 16,078,920            | 7,934,410             | 7,614,767             | 1,774,753              | 115,996,923            | (38,201)               |
| Depreciation and Amortization  | 15,105,962                                  | 5,287,920             | 4,883,366             | 5,609,644             | 1,846,255              | 32,733,147             | 11,387                 |
| <b>Operating Income (Loss)</b>   | <b>67,488,111</b>                           | <b>10,791,000</b>     | <b>3,051,044</b>      | <b>2,005,123</b>      | <b>(71,502)</b>        | <b>83,263,776</b>      | <b>(49,588)</b>        |
| <b>Non-Operating Revenues (Expenses):</b>  |   |                       |                       |                       |                        |                        |                        |
| Investment Earnings  | 8,120,693                                   | 2,115,181             | 1,616,176             | 732,678               | 603,896                | 13,188,624             | 977,230                |
| Investment Mark to Market  | 596,972                                     | 80,209                | (2,202)               | (1,317)               | (1,011)                | 672,651                | (9,889)                |
| Interest Expense, Issuance Costs and Fiscal Charges  | (10,400,167)                                | (2,248,143)           | (1,073,548)           | (594,882)             | (303,897)              | (14,620,637)           | -                      |
| Gain on Sale of Assets   | 816,669                                     | -                     | -                     | -                     | (319,949)              | 496,720                | -                      |
| Distributive Share of BVSWMMA Net Income   | -   | -                     | -                     | -                     | 1,666,440              | 1,666,440              | -                      |
| Other  | -   | -                     | 1,730,042             | 151,882               | 631,001                | 2,512,925              | -                      |
| <b>Total Non-Operating Revenues (Expenses)</b>   | <b>(865,833)</b>                            | <b>(52,753)</b>       | <b>2,270,468</b>      | <b>288,361</b>        | <b>2,276,480</b>       | <b>3,916,723</b>       | <b>967,341</b>         |
| <b>Income Before Contributions and Transfers</b>   | <b>66,622,278</b>                           | <b>10,738,247</b>     | <b>5,321,512</b>      | <b>2,293,484</b>      | <b>2,204,978</b>       | <b>87,180,499</b>      | <b>917,753</b>         |
| Capital Contributions  | -   | -                     | 2,772,283             | 2,906,725             | -                      | 5,679,008              | -                      |
| Transfers In   | -   | -                     | 48,379                | 324,564               | 1,010,277              | 1,383,220              | 343,263                |
| Transfers Out  | (15,314,940)                                | -                     | (923,614)             | (865,642)             | (581,380)              | (17,685,576)           | (110,794)              |
| <b>Change in Net Position</b>  | <b>51,307,338</b>                           | <b>10,738,247</b>     | <b>7,218,560</b>      | <b>4,659,131</b>      | <b>2,633,875</b>       | <b>76,557,151</b>      | <b>1,150,222</b>       |
| Net Position, October 1, 2024  | 413,244,762                                 | 117,422,356           | 102,512,665           | 99,848,915            | 70,313,489             |                        | 18,974,639             |
| Implementation of GASB 101, <i>Compensated Absences</i>  | (290,213)                                   | -                     | (43,764)              | (116,038)             | (35,696)               |                        | (32,767)               |
| <b>Net Position, October 1, 2024 as restated</b>   | <b>412,954,549</b>                          | <b>117,422,356</b>    | <b>102,468,901</b>    | <b>99,732,877</b>     | <b>70,277,793</b>      |                        | <b>18,941,872</b>      |
| <b>Net Position, September 30, 2025</b>  | <b>\$ 464,261,887</b>                       | <b>\$ 128,160,603</b> | <b>\$ 109,687,461</b> | <b>\$ 104,392,008</b> | <b>\$ 72,911,668</b>   |                        | <b>\$ 20,092,094</b>   |
| Adjustment to reflect the consolidation of Internal Service Fund activities related to Enterprise Funds. |   |                       |                       |                       |                        | (4,349)                |                        |
| <b>Change in Net Position of Business-Type Activities</b>  |   |                       |                       |                       |                        | <b>\$ 76,552,802</b>   |                        |

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



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**CITY OF BRYAN, TEXAS**  
Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ended September 30, 2025

|   | Business-Type Activities - Enterprise Funds |                        |                      |                     |                              |                              | Governmental              |
|---|---|------------------------|----------------------|---------------------|------------------------------|------------------------------|---------------------------|
|   | City Electric<br>Fund                       | Rural Electric<br>Fund | Water<br>Fund        | Wastewater<br>Fund  | Other<br>Enterprise<br>Funds | Total<br>Enterprise<br>Funds | Internal<br>Service Funds |
| <b>Cash Flows from Operating Activities:</b>                            |   |                        |                      |                     |                              |                              |                           |
| Receipts from Customers and Users                                       | \$ 233,921,974                              | \$ 59,371,085          | \$ 17,097,444        | \$ 15,836,787       | \$ 10,130,884                | \$ 336,358,174               | \$ 3,107,923              |
| Receipts for Interfund Services Provided                                | -   | -                      | -                    | -                   | -                            | -                            | 15,854,219                |
| Payments to Suppliers and Claim Administrators                          | (128,715,307)                               | (41,466,870)           | (5,598,567)          | (4,439,097)         | (2,451,254)                  | (182,671,095)                | (20,533,310)              |
| Payments to Employees   | (14,920,956)                                | (955,510)              | (3,048,081)          | (3,807,467)         | (4,555,681)                  | (27,287,695)                 | (896,779)                 |
| Other Receipts (Payments)   | -   | -                      | 1,730,042            | 151,882             | 631,001                      | 2,512,925                    | 3,222,665                 |
| Payments for Interfund Services Used                                    | -   | -                      | (1,167,245)          | (1,161,685)         | (1,549,979)                  | (3,878,909)                  | -                         |
| Net Cash Provided by Operating Activities                               | <u>90,285,711</u>                           | <u>16,948,705</u>      | <u>9,013,593</u>     | <u>6,580,420</u>    | <u>2,204,971</u>             | <u>125,033,400</u>           | <u>754,718</u>            |
| <b>Cash Flows from Non-Capital Financing Activities:</b>                |   |                        |                      |                     |                              |                              |                           |
| Transfers In  | -   | -                      | 48,379               | 324,564             | 1,010,277                    | 1,383,220                    | 343,263                   |
| Transfers Out   | (15,314,940)                                | -                      | (923,614)            | (865,642)           | (581,380)                    | (17,685,576)                 | (110,794)                 |
| Net Cash Provided (Used) by Non-Capital Financing Activities            | <u>(15,314,940)</u>                         | <u>-</u>               | <u>(875,235)</u>     | <u>(541,078)</u>    | <u>428,897</u>               | <u>(16,302,356)</u>          | <u>232,469</u>            |
| <b>Cash Flows from Capital and Related Financing Activities:</b>        |   |                        |                      |                     |                              |                              |                           |
| Acquisition and Construction of Capital Assets                          | (52,183,709)                                | (20,854,231)           | (10,091,545)         | (10,554,957)        | (5,907,869)                  | (99,592,311)                 | -                         |
| Proceeds from Sale of Assets  | 4,860,051                                   | -                      | 300                  | 52,560              | 497,117                      | 5,410,028                    | -                         |
| Revenue Bond Proceeds   | -   | -                      | 20,760,000           | 15,570,000          | -                            | 36,330,000                   | -                         |
| Issuance of premiums  | -   | -                      | 1,080,875            | 810,654             | -                            | 1,891,529                    | -                         |
| Debt Issuance Costs   | -   | -                      | (96,286)             | (72,764)            | -                            | (169,050)                    | -                         |
| Principal Paid on Outstanding Bonds and Leases                          | (13,865,473)                                | (2,080,000)            | (2,244,510)          | (1,543,472)         | (98,404)                     | (19,831,859)                 | -                         |
| Interest Paid on Bonds, Contractual Obligations,<br>and Leases          | (12,237,363)                                | (2,642,927)            | (685,820)            | (284,387)           | (303,897)                    | (16,154,394)                 | -                         |
| Net Cash Provided (Used) by Capital and<br>Related Financing Activities | <u>(73,426,494)</u>                         | <u>(25,577,158)</u>    | <u>8,723,014</u>     | <u>3,977,634</u>    | <u>(5,813,053)</u>           | <u>(92,116,057)</u>          | <u>-</u>                  |
| <b>Cash Flows from Investing Activities:</b>                            |   |                        |                      |                     |                              |                              |                           |
| Purchase of Investment Securities                                       | (71,620,052)                                | (10,840,912)           | (15,803,274)         | (9,260,204)         | (3,522,255)                  | (111,046,697)                | (7,889,957)               |
| Sale of Investment Securities   | 88,630,822                                  | 7,724,720              | 5,036,625            | 3,050,293           | 5,432,313                    | 109,874,773                  | 6,822,549                 |
| Interest on Investments   | 7,224,355                                   | 2,029,843              | 1,908,987            | 642,902             | 616,310                      | 12,422,397                   | 957,514                   |
| Net Cash Provided (Used) by Investing Activities                        | <u>24,235,125</u>                           | <u>(1,086,349)</u>     | <u>(8,857,662)</u>   | <u>(5,567,009)</u>  | <u>2,526,368</u>             | <u>11,250,473</u>            | <u>(109,894)</u>          |
| Net Increase (Decrease) in Cash and Cash Equivalents                    | 25,779,402                                  | (9,714,802)            | 8,003,710            | 4,449,967           | (652,817)                    | 27,865,460                   | 877,293                   |
| Cash and Cash Equivalents, October 1, 2024                              | <u>51,206,822</u>                           | <u>40,670,109</u>      | <u>25,118,958</u>    | <u>4,025,310</u>    | <u>5,277,033</u>             | <u>126,298,232</u>           | <u>6,951,641</u>          |
| Cash and Cash Equivalents, September 30, 2025                           | <u>\$ 76,986,224</u>                        | <u>\$ 30,955,307</u>   | <u>\$ 33,122,668</u> | <u>\$ 8,475,277</u> | <u>\$ 4,624,216</u>          | <u>\$ 154,163,692</u>        | <u>\$ 7,828,934</u>       |

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

**CITY OF BRYAN, TEXAS**  
Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ended September 30, 2025

|   | Business-Type Activities - Enterprise Funds |                      |                      |                     |                        |                        | Governmental           |
|---|---|----------------------|----------------------|---------------------|------------------------|------------------------|------------------------|
|   | City Electric Fund                          | Rural Electric Fund  | Water Fund           | Wastewater Fund     | Other Enterprise Funds | Total Enterprise Funds | Internal Service Funds |
| Reconciliation of Operating Income to Net Cash Provided by Operating Activities:              |   |                      |                      |                     |                        |                        |                        |
| Operating Income (Loss)   | \$ 67,488,111                               | \$ 10,791,000        | \$ 3,051,044         | \$ 2,005,123        | \$ (71,502)            | \$ 83,263,776          | \$ (49,588)            |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities |   |                      |                      |                     |                        |                        |                        |
| Depreciation and Amortization   | 15,105,962                                  | 5,287,920            | 4,883,366            | 5,609,644           | 1,846,255              | 32,733,147             | 11,387                 |
| Provision for Uncollectible Accounts  | 154,507                                     | 48,593               | -                    | -                   | -                      | 203,100                | -                      |
| Other Revenue   | -   | -                    | 1,730,042            | 151,882             | 631,001                | 2,512,925              | -                      |
| Change in Assets and Liabilities:   |   |                      |                      |                     |                        |                        |                        |
| Change in Accounts Receivable   | (259,567)                                   | 336,009              | 57,662               | (134,501)           | (64,361)               | (64,758)               | 33,031                 |
| Change in Grant Receivable  | -   | -                    | -                    | -                   | (99,845)               | (99,845)               | -                      |
| Change in Inventories   | (357,326)                                   | -                    | 105,017              | -                   | (5,318)                | (257,627)              | 40,339                 |
| Change in Due from Other Funds  | 1,631,483                                   | -                    | 95,027               | 54,001              | (15,402)               | 1,765,109              | 42,245                 |
| Change in Over (Under) Recovered Fuel   | 6,061,040                                   | 2,729,218            | -                    | -                   | -                      | 8,790,258              | -                      |
| Change in Over (Under) Recovered Regulatory Fee   | 1,094,375                                   | (335,333)            | -                    | -                   | -                      | 759,042                | -                      |
| Change in Prepaid and Other Assets  | 1,544,935                                   | -                    | -                    | -                   | -                      | 1,544,935              | (85)                   |
| Deferred Outflows/Inflows of Resources - OPEB & Net Pension                                   | 3,562,463                                   | -                    | 427,381              | 513,405             | 522,289                | 5,025,538              | -                      |
| Change in Unamortized Loss on Refunded Debt   | -   | -                    | 60,198               | 30,733              | -                      | 90,931                 | -                      |
| Change in Accounts Payable  | 971,065                                     | (726,541)            | (1,028,554)          | (1,188,191)         | 51,443                 | (1,920,778)            | 89,595                 |
| Change in Accrued Liabilities   | 79,448                                      | -                    | 51,075               | 201,023             | (14,415)               | 317,131                | 4,312                  |
| Change in Customer Deposits   | 129,974                                     | 13,572               | -                    | -                   | 2,585                  | 146,131                | -                      |
| Change in Due to Other Funds  | (3,146,601)                                 | (1,195,733)          | -                    | -                   | -                      | (4,342,334)            | -                      |
| Change in Interfund Advance   | -   | -                    | (53,083)             | (63,978)            | (64,592)               | (181,653)              | (16,572)               |
| Change in Claims Payable  | -   | -                    | -                    | -                   | -                      | -                      | 612,604                |
| Change in Compensated Absences Liability  | -   | -                    | 81,154               | (60,976)            | 31,321                 | 51,499                 | (5,561)                |
| Change in OPEB and Net Pension  | (3,774,158)                                 | -                    | (446,736)            | (537,745)           | (544,488)              | (5,303,127)            | (6,989)                |
| Net Cash Provided by Operating Activities   | <u>\$ 90,285,711</u>                        | <u>\$ 16,948,705</u> | <u>\$ 9,013,593</u>  | <u>\$ 6,580,420</u> | <u>\$ 2,204,971</u>    | <u>\$ 125,033,400</u>  | <u>\$ 754,718</u>      |
| Reconciliation of Total Cash and Cash Equivalents:  |   |                      |                      |                     |                        |                        |                        |
| Current Assets - Cash and Cash Equivalents  | \$ 76,986,224                               | \$ 25,733,034        | \$ 6,609,828         | \$ 3,621,979        | \$ 4,611,445           | \$ 117,562,510         | \$ 7,828,934           |
| Restricted Assets - Cash and Cash Equivalents   | -   | 5,222,273            | 26,512,840           | 4,853,298           | 12,771                 | 36,601,182             | -                      |
| Total Cash and Cash Equivalents   | <u>\$ 76,986,224</u>                        | <u>\$ 30,955,307</u> | <u>\$ 33,122,668</u> | <u>\$ 8,475,277</u> | <u>\$ 4,624,216</u>    | <u>\$ 154,163,692</u>  | <u>\$ 7,828,934</u>    |
| Non-Cash Investing, Capital, and Financing Activities   |   |                      |                      |                     |                        |                        |                        |
| Capital Asset Acquisitions Included in Accounts Payable                                       | \$ 2,617,582                                | \$ 1,151,757         | \$ 945,023           | \$ 1,499,640        | \$ 514,015             | \$ 6,728,017           | \$ -                   |
| Capital Asset Contributions   | \$ -  | \$ -                 | \$ 2,772,283         | \$ 2,906,725        | \$ -                   | \$ 5,679,008           | \$ -                   |

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



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## **FIDUCIARY FUNDS**

OPEB Trust Fund – To account for the City’s other post-employment benefits. This fund is excluded from the government-wide statement of net assets and statement of activities since the assets are not available to support the City’s own programs.

Custodial Fund – To account for the City’s funds that are to be remitted other agencies. This fund is excluded from the government-wide statement of net assets and statement of activities since the assets are not available to support the City’s own programs.

**CITY OF BRYAN, TEXAS**

Statement of Fiduciary Net Position

Fiduciary Funds

As of September 30, 2025

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| <u>Assets</u>                                    | <u>Custodial Fund</u> | <u>OPEB Trust Fund*</u> |
|--|-----------------------|-------------------------|
| Cash and Cash Equivalents                        | \$ 320,022            | \$ -                    |
| Investments                                      | -                     | 5,115,053               |
| Total Assets                                     | <u>\$ 320,022</u>     | <u>\$ 5,115,053</u>     |
| <br><u>Liabilities</u>                           |                       |                         |
| Due to State of Texas                            | \$ 320,022            | \$ -                    |
| Total Liabilities                                | <u>320,022</u>        | <u>-</u>                |
| Net Position Restricted for Fiduciary Activities | <u>\$ -</u>           | <u>\$ 5,115,053</u>     |

\*The OPEB Trust Fund has a year end of December 31, 2024.

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

**CITY OF BRYAN, TEXAS**

Statement of Changes in Fiduciary Net Position

Fiduciary Funds

For Fiscal year Ended September 30, 2025

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| <u>Additions</u>  | <u>Custodial<br/>Fund</u> | <u>OPEB Trust<br/>Fund*</u> |
|---|---------------------------|-----------------------------|
| State Court Costs   | \$ 727,212                | \$ -                        |
| Contributions   | -                         | 1,556,110                   |
| Investment Income   | -                         | 408,996                     |
| Total Additions   | <u>727,212</u>            | <u>1,965,106</u>            |
| <br><u>Deductions</u>   |                           |                             |
| Court Costs Distributed to State                                    | 727,212                   | -                           |
| Benefit Payments  | -                         | 1,056,110                   |
| Administrative Expenses   | -                         | 27,106                      |
| Total Deductions  | <u>727,212</u>            | <u>1,083,216</u>            |
| Net Increase  | <u>-</u>                  | <u>881,890</u>              |
| Net Position Restricted for Fiduciary Activities October 1, 2024    | <u>-</u>                  | <u>4,233,163</u>            |
| Net Position Restricted for Fiduciary Activities September 30, 2025 | <u>\$ -</u>               | <u>\$ 5,115,053</u>         |

\*The OPEB Trust Fund has a year end of December 31, 2024.

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



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# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### Financial Reporting Entity

The City of Bryan, Texas (the “City”) is a municipal corporation which operates under a Council-Manager form of government. The accompanying financial statements present the City and its component units, which are entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City’s operations. A discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City.

### Blended Component Units

BTU QSE Services, Inc. (“QSE”) was created as a result of deregulation of the electric market within the state of Texas. The QSE exists to perform qualified scheduling services of electrical generation for the City of Bryan City Electric Fund. The QSE is a separate legal entity whose primary purpose is to provide a service to the City. The BTU Board of Directors serve as the board of the QSE. The QSE is reported as an enterprise fund and is combined with City Electric Fund.

Bryan Commerce and Development Incorporated (“BCD”) was created to assist and act on behalf of the City in promoting, developing, encouraging, and maintaining employment, commerce, economic development, and public facility development in the City. The Bryan City Council serves as the Board of Directors of BCD. Since the elected officials of the City are financially accountable for BCD and the primary purpose of BCD is to provide a service to the City, BCD is considered a blended component unit. BCD is not separately presented here as it is separately presented in the supplementary section of this report (starting on page 160).

Destination Bryan was created for the promotion of tourism and the hotel convention industry, and to be the City of Bryan’s destination marketing organization, now and in the future. In 2021, the City of Bryan entered into a funding agreement with Destination Bryan, a local 501(c)(6) tax exempt, Texas non-profit corporation. Since Destination Bryan’s funding is primarily derived from the funding agreement with the City of Bryan and the Board is appointed by City Council, Destination Bryan is considered a blended component unit. Destination Bryan is not separately presented here as it is separately presented in the supplementary section of this report (starting on page 134).

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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The condensed combined statements of net position for the City Electric System and QSE as of September 30, 2025 are as follows:

|  | September 30, 2025 |              |                |
|--|--------------------|--------------|----------------|
|  | BTU City           | QSE          | Combined       |
| Current Assets                                     | \$ 167,731,943     | \$ 3,865,469 | \$ 171,597,412 |
| Capital Assets, Net                                | 577,598,261        | 97,906       | 577,696,167    |
| Restricted Assets                                  | 65,222,889         | -            | 65,222,889     |
| Other  | 8,555,651          | -            | 8,555,651      |
| Total Assets                                       | 819,108,744        | 3,963,375    | 823,072,119    |
| Deferred Outflows                                  | 5,651,663          | -            | 5,651,663      |
| Current Liabilities                                | 15,916,361         | 1,810,547    | 17,726,908     |
| Current Liabilities Payable from Restricted Assets | 67,505,044         | -            | 67,505,044     |
| Non-Current Liabilities                            | 267,767,865        | -            | 267,767,865    |
| Total Liabilities                                  | 351,189,270        | 1,810,547    | 352,999,817    |
| Deferred Inflows                                   | 11,462,078         | -            | 11,462,078     |
| Net Position:                                      |                    |              |                |
| Net Investment in Capital Assets                   | 305,485,848        | 97,906       | 305,583,754    |
| Restricted   | 8,391,249          | -            | 8,391,249      |
| Unrestricted                                       | 148,231,962        | 2,054,922    | 150,286,884    |
| Total Net Position                                 | \$ 462,109,059     | \$ 2,152,828 | \$ 464,261,887 |

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

The condensed combined statements of revenues, expenses, and changes in net position for the City Electric System and QSE for the year ended September 30, 2025, are as follows:

|   | <b>Fiscal Year Ended September 30, 2025</b> |                     |                       |
|---|---|---------------------|-----------------------|
|   | <b>BTU City</b>                             | <b>QSE</b>          | <b>Combined</b>       |
| Operating Revenues                                      | \$ 229,944,183                              | \$ 2,097,960        | \$ 232,042,143        |
| Operating Expenses                                      | 164,498,295                                 | 2,065,161           | 166,563,456           |
| Operating Income  | 65,445,888                                  | 32,799              | 65,478,687            |
| Investment Income                                       | 8,120,693                                   | -                   | 8,120,693             |
| Interest Expense  | (10,400,167)                                | -                   | (10,400,167)          |
| Gain/(Loss) on Asset Sale                               | 816,669                                     | -                   | 816,669               |
| Investment Mark to Market                               | 596,972                                     | -                   | 596,972               |
| Income Before Operating Transfers                       | 64,580,055                                  | 32,799              | 64,612,854            |
| Transfers, Net  | (13,305,516)                                | -                   | (13,305,516)          |
| Change in Net Position                                  | 51,274,539                                  | 32,799              | 51,307,338            |
| Net Position, Beginning of Period                       | 411,085,599                                 | 2,159,163           | 413,244,762           |
| Implementation of GASB 101, <i>Compensated Absences</i> | (251,079)                                   | (39,134)            | (290,213)             |
| Net Position, Beginning of Period, restated             | 410,834,520                                 | 2,120,029           | 412,954,549           |
| Net Position, End of Period                             | <u>\$ 462,109,059</u>                       | <u>\$ 2,152,828</u> | <u>\$ 464,261,887</u> |

### Discretely Presented Component Unit

The City has included the Bryan Business Council, Inc. ("BBC") in its financial statements as a discretely presented component unit, since the City is financially accountable for the entity. The BBC, a non-profit corporation, was originally formed to market properties within the City owned Bryan Industrial Park. In addition, the BBC currently serves as an economic development arm of the City, and as such, provides a financial benefit to the City. The City provides coverage for the board of directors under the City's officer and employee liability plan and provides limited administrative support to the BBC. The BBC's board of directors is appointed by and serves at the discretion of the Bryan City Council. The Bryan City Council also directs the work plan and objectives of the BBC.

Financial statements may be obtained by contacting: The Bryan Business Council, Inc., P. O. Box 1000, Bryan, Texas 77805

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### Cooperative Efforts

In 2010, the City of Bryan entered into an Interlocal Cooperation Agreement with the City of College Station to create a local government corporation under Subchapter D of Chapter 431, Texas Transportation Code, to be known as the Brazos Valley Solid Waste Management Agency, Inc. ("BVSWMA"). The purpose of BVSWMA is to finance, construct, own, manage and operate the existing and future municipal solid waste landfill facilities on behalf of the two cities. The City's one-half undivided interest in BVSWMA is reported in the Solid Waste Fund (see Note 14).

The City's financial statements do not include the Texas Municipal Power Agency ("TMPA"). TMPA, a separate municipal corporation, is a joint venture entered into by the Texas cities of Bryan, Garland, Denton and Greenville for the purpose of obtaining the economic advantages of jointly financing, constructing and operating electric generating units and transmission grid to supply the cities' electric energy needs. The eight-member board of directors of TMPA includes two members appointed by the Bryan City Council. The City has an ongoing financial interest in TMPA due to the City's guarantee of a portion of TMPA's debt (see Note 13).

In 2009, the City of Bryan and Brazos County entered into an agreement to create the City of Bryan and Brazos County Economic Development Foundation Inc. ("BBCEDF"), a local government corporation formed under Subchapter D of Chapter 431 of the Texas Transportation Code. The BBCEDF was created to promote, develop, encourage, and maintain employment, commerce, and economic development in the City and the County (see Note 20).

In 2020, the City of Bryan and Destination Bryan entered into an agreement where the City of Bryan is the primary funding source of Destination Bryan. Destination Bryan was created to promote, develop, encourage, and maintain tourism and marketing of the City (see Note 20).

### Government-Wide and Fund Financial Statements

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the City and its component units.

For the most part, the effect of interfund activity within the governmental and business-type activities columns has been removed from these statements. Governmental activities, which are normally 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. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported as general revenues.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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In fund financial statements (the Governmental Funds Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances, the Proprietary Funds Statement of Net Position and Statement of Revenues, Expenses, and Changes in Net Position and the Fiduciary Fund Statement of Fiduciary Net Position), the City segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate financial statements are presented for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds are aggregated and presented in a single column in the appropriate governmental fund and proprietary fund statements.

Governmental funds are those funds through which most governmental functions are typically financed. The measurement focus of governmental funds is on the sources, uses, and balances of current financial resources.

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.

The Debt Service Fund accounts for the financial resources accumulated for the payment of principal, interest and related costs on long-term debt paid primarily from taxes levied by the City. The fund balance of the Debt Service Fund is restricted exclusively for debt service expenditures.

Other Governmental Funds is a summarization of all the non-major governmental funds, including Special Revenue, Capital Projects, and Permanent funds. The purpose and source of revenue for each Special Revenue fund is:

- Grant Fund – The source of funds is grants awarded to the City. The use of these funds is committed by the City.
- Community Development Fund – The source of funds is federal grants awarded to the City and use of the grant money is restricted by the terms of the grants. Primarily, the Community Development fund provides programs and services to low and moderate income persons.
- Hotel and Motel Tax Fund – The source of funds is the hotel occupancy tax. The use of these funds is restricted by the tax code of the State of Texas.
- Oil and Gas Fund – This fund was established by City of Bryan Ordinance to account for revenues associated with oil and gas leases, royalties and mineral property taxes. The use of these funds is committed for projects of a non-recurring nature determined by City Council.
- Capital Reserve Fund – This fund was established by City of Bryan Ordinance to accumulate miscellaneous one-time revenues. The use of these funds is committed for projects of a non-recurring nature determined by City Council.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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- Sidewalks Fund – This fund was established by City of Bryan Ordinance to collect and track funds from developers and property owners for the construction and maintenance of sidewalks. The use of these funds is committed for this purpose. Funds received are refunded to the remitter if not used within 10 years.
- Court Technology Fund – This fund was established by City Ordinance and the source of funds is a \$4.00 fee for each case that comes before the City’s Municipal Court. These funds are restricted to technology necessary for the Court’s operations.
- Street Improvement Fund – Per the City of Bryan Code of Ordinances, a transportation user fee was established in order to provide a properly maintained road system. That fee is the source of revenue for this fund. The use of these funds is committed to the purposes of planning, constructing, operating, monitoring and maintaining the transportation system of the City.
- Drainage Improvement Fund – The drainage fee was established by the City of Bryan Code of Ordinances and is the source of revenue for this fund. The use of these funds is committed for the planning, constructing, operating, monitoring, and maintaining the City’s drainage system.
- Tax Increment Reinvestment Zone #10 - The source of funds is the incremental property tax revenue from the appreciated appraised value of this TIRZ. The use of these funds is restricted to the geographical area within this zone.
- Tax Increment Reinvestment Zone #19 - The source of funds is the incremental property tax revenue from the appreciated appraised value of this TIRZ. The use of these funds is restricted to the geographical area within this zone.
- Tax Increment Reinvestment Zone #21 - The source of funds is the incremental property tax revenue from the appreciated appraised value of this TIRZ. The use of these funds is restricted to the geographical area within this zone.
- Tax Increment Reinvestment Zone #22 - The source of funds is the incremental property tax revenue from the appreciated appraised value of this TIRZ. The use of these funds is restricted to the geographical area within this zone.
- Midtown Park Operations Fund – This fund was established by City of Bryan Ordinance for the express purpose of accounting for the operations of the Travis Bryan Midtown Park. Revenues and expenditures of park operations are accounted for in this fund.
- Phillips Event Center Fund – This fund was established by City of Bryan Ordinance for the express purpose of accounting for the operations of the Phillips Event Center and Golf Course. Revenues and expenditures of PEC operations are accounted for in this fund.
- Queen & Palace Theater Fund – This fund was established by City of Bryan Ordinance for the express purpose of accounting for the operations of the Queen and Palace Theaters. Revenues and expenditures of theaters operations are accounted for in this fund.
- Destination Bryan – The City of Bryan has contracted with Destination Bryan as a destination marketing organization with the sole purpose of attracting businesses and entertainment to the City. Destination Bryan is treated as a blended component unit in the City of Bryan’s financial statements as the organization is funded almost entirely by the City.

Proprietary funds include enterprise and internal service funds and are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are a determination of net income, financial position and cash flow. All assets and liabilities are included in the Statement of Net Position.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. At fiscal year end, the City accrues estimated unbilled revenues (excluding fuel expense) for electric, water, and wastewater customers.

The City reports the following major enterprise funds:

The City Electric Fund (Bryan Texas Utilities or BTU) accounts for the activities necessary to provide electric services to customers within the city limits of the City. These activities include administration, electric generation, distribution, transmission system operations and maintenance, new construction, financing and related debt service, and billing and collection.

The Rural Electric Fund accounts for the activities necessary to provide electric services to its customers located outside the city limits but within its service area. These activities include electric distribution, operations and maintenance, new construction, financing and related debt service. Administrative, billing and collection services are provided by the City Electric 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 provided by the City Electric Fund under an operating agreement.

The Wastewater Fund accounts for the activities necessary to provide wastewater 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 provided by the City Electric Fund under a contractual agreement.

Other Enterprise Funds is a summarization of all of the non-major enterprise funds of the City. This category includes the Bryan Airport Fund, the Solid Waste Fund, and Bryan Commerce and Development ("BCD").

Internal service funds account for the City's central warehouse function, administration of self-funded health insurance provided to City employees, and the City's risk management activities, including general liability and workers' compensation claims and associated administrative expenses on a cost reimbursement basis. This category includes the Employee Benefits Fund, the Self-insurance Fund, and the Warehouse Fund.

Additionally, fiduciary funds account for the City's OPEB ("other post-employment benefits") fund and custodial funds. The OPEB Trust Fund, a blended component unit, was created to account for the funding of the Post-employment Benefits Trust. The contributed funds are based on full time employee count and contributed by the respective funds. See Note 11 for specific details of the OPEB Trust Fund. The custodial fund was created to account for funds that are held by the City of Bryan

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

and payable to another governmental entity. These funds are excluded from the government-wide Statement of Net Position and Statement of Activities since the assets are not available to support the City's own programs.

## Restatements

The City of Bryan implemented GASB Statement No. 101 – *Compensated Absences* in Fiscal Year 2025 and applied the requirements retroactively to Fiscal Year 2024 which resulted in the restatement of Liabilities and Net Position as summarized in the following table:

|                                    | October 1, 2024,<br>As Previously<br>Reported | Change in<br>Accounting<br>Principle | October 1, 2024,<br>As Restated |
|------------------------------------|---|--------------------------------------|---------------------------------|
| <b>Governmental Activities:</b>    |   |                                      |                                 |
| <b>Liabilities:</b>                |   |                                      |                                 |
| Compensated Absences - Current     | \$ 3,676,088                                  | \$ 1,372,866                         | \$ 5,048,954                    |
| Compensated Absences - Non-Current | 7,211,978                                     | 722,153                              | 7,934,131                       |
| Total Liabilities                  | <u>10,888,066</u>                             | <u>2,095,019</u>                     | <u>12,983,085</u>               |
| <b>Net Position:</b>               |   |                                      |                                 |
| Net Position, October 1, 2024      | <u>\$ 269,275,466</u>                         | <u>\$ (2,095,019)</u>                | <u>\$ 267,180,447</u>           |
| <b>Business-Type Activities:</b>   |   |                                      |                                 |
| <b>Liabilities:</b>                |   |                                      |                                 |
| Compensated Absences - Current     | \$ 1,784,810                                  | \$ 318,286                           | \$ 2,103,096                    |
| Compensated Absences - Non-Current | 753,534                                       | 167,425                              | 920,959                         |
| Total Liabilities                  | <u>2,538,344</u>                              | <u>485,711</u>                       | <u>3,024,055</u>                |
| <b>Net Position:</b>               |   |                                      |                                 |
| Net Position, October 1, 2024      | <u>\$ 806,942,262</u>                         | <u>\$ (485,711)</u>                  | <u>\$ 806,456,551</u>           |

## 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.

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. All assets and liabilities (whether current or non-current) are included on the Statement of Net Position. The operating statements present increases (revenues) and decreases (expenses) in net total assets. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

For this purpose, the City considers property taxes available if they are collected within thirty (30) days of the end of the current fiscal period. A one hundred twenty (120) day availability period is used for recognition of all other governmental fund revenues. Expenditures are recorded when a liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for services, investment income and intergovernmental revenues. Sales taxes collected and held by the State at year end on behalf of the City are estimated and recognized as revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All other revenue items are considered to be measurable and available when cash is received by the City.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to the general rule are payments-in-lieu-of taxes, payments for use of rights-of-way, and other charges between the City's electric, water, and wastewater functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers and applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes. Likewise, internally dedicated resources are reported as general revenues rather than as program revenues.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board ("GASB").

### Budgetary Control

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except the Grant Fund, Sidewalks Fund, Capital Projects funds and the permanent funds. Grant expenditures are controlled by the grant agreements and amounts awarded are generally not known during the budget making process. The Sidewalks Fund expenditures are strictly controlled by the ordinance that created the fund. Expenditures are based on developer contributions and have to be used for sidewalks in the development or single-member district in which the development is located. Capital project fund expenditures are effectively controlled through bond provisions. Permanent funds are controlled by the trust agreements which established the funds. All unexpended appropriations lapse at fiscal year-end.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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The City Charter establishes the City's fiscal year as the twelve-month period beginning October 1 and ending September 30. The City follows these procedures in establishing the budgetary data reflected in the financial statements:

The City's departments submit to the City Manager a budget of estimated expenditures for the ensuing fiscal year. Prior to September 1, the City Manager submits to the City Council a proposed operating budget of estimated expenditures and revenues.

Upon receipt of the budget estimate the City Council publishes notice of and conducts public hearings on the proposed budget to obtain citizen comment. Prior to October 1, the budget is legally enacted through passage of the Appropriations Ordinance.

The City Manager is authorized to transfer budgeted amounts between line items and departments within any fund. Any revisions that alter the total expenditures of any fund must be approved by the City Council. The legal level of budgetary control (the level at which expenditures may not legally exceed appropriations) is the fund level.

Budgeted amounts are as originally adopted, or as amended in accordance with the annual appropriations ordinance.

Encumbrance accounting is employed in governmental funds. Encumbrances (purchase orders and contracts) outstanding at fiscal year-end are reported as assigned fund balances and do not constitute expenditures or liabilities because the amounts will be re-appropriated and honored in the subsequent year.

### Cash and Investments

Cash for all funds, including restricted cash, but excluding fiduciary fund cash and BTU City and Rural Electric System cash, is pooled into common accounts in order to maximize investment opportunities. Each fund participating in the pools has an equity interest therein. Investment earnings on these monies are allocated based upon relative equity at end of the monthly reporting cycle. An individual fund's pooled cash and investments are available upon demand. Negative balances incurred in pooled cash at fiscal year-end are treated as interfund receivables of the General Fund and interfund payables of the deficit fund.

Marketable securities with an original maturity of three months or less are considered to be cash equivalents except for balances in the investment pools which are reported as investments.

Investments of all funds are stated at fair value with the exception of investments in local government investment pools. The carrying value of the investments in local government investment pools is determined by the valuation policy of the investment pool; either at amortized cost or net asset value of the underlying pool shares, as further described in Note 2.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### Inventories

All inventories are valued at average cost. Inventories owned by the Enterprise and Internal Service Funds are accounted for using the consumption method (an expense is recorded when the inventory item is used).

### Regulatory Assets

On February 10, 2021, TMPA's Gibbons Creek power plant was sold to GCERG. BTU established a regulatory asset in the amount of \$7,842,767 associated with the power plant sale on February 10, 2021. The regulatory asset will be amortized in future periods when its costs are included in electric rates.

### Other Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

### Interfund Receivables and Payables

Short-term amounts owed between funds are classified 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".

### Interfund Advance

Long term amounts owed between funds for the establishment of pension obligation bonds are classified as "Interfund Advance." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "Interfund Advance."

### Transactions Between Funds

Legally authorized transfers are treated as interfund transfers and are included in the results of both Governmental and Proprietary Funds.

The City allocates to the proprietary funds a percentage of indirect costs incurred to provide general and administrative support services to those funds that are paid through the General Fund.

### Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for the proprietary funds.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. To the extent that construction is performed by City personnel, the cost includes payroll and related costs and certain general and administrative expenses. Donated assets are valued at their acquisition value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized.

Assets capitalized have an original cost of \$10,000 or more and three or more years of useful life.

Depreciation has been calculated on each class of depreciable property using the straight-line method over the following estimated service lives:

|   | <u>Estimated Service Lives</u> |
|---|--------------------------------|
| Buildings & Improvements                  | 15 - 40 Years                  |
| Water and Wastewater Systems              | 40 Years                       |
| Electric System                           | 5 - 60 Years                   |
| Electric Generating and Related Equipment | 45 - 57 Years                  |
| Improvements Other Than Buildings         | 5 - 40 Years                   |
| Machinery and Equipment                   | 3 - 10 Years                   |
| Library Books                             | 15 Years                       |
| Software                                  | 3 Years                        |
| Streets                                   | 20 Years                       |
| Sidewalks                                 | 20 Years                       |
| Traffic Signals                           | 20 Years                       |
| Storm Drains                              | 35 Years                       |
| Bridges and Culverts                      | 40 Years                       |
| Works of Art and Historical Treasures     | Determined on Individual Basis |

### Leases

#### *Lessee*

The City is a lessee for noncancelable leases of property and equipment. The City recognizes a lease liability, reported with long-term debt, and a right-to-use lease asset (lease asset), reported with other capital assets, in the government-wide and proprietary fund financial statements. The City recognizes lease liabilities with an initial, individual value of \$50,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or its useful life.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease.
- Lease payments included in the measurement of the lease liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, purchase option price that the City is reasonably certain to exercise, lease incentives receivable from the lessor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The City monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

### *Lessor*

The City is a lessor for noncancelable leases of property. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide, proprietary fund, and governmental fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease.
- Lease payments included in the measurement of the lease receivable are composed of fixed payments from the lessee, variable payments from the lessee that are fixed in substance or that depend on an index or a rate, residual value guarantee payments from the lessee that are fixed in substance, and any lease incentives that are payable to the lessee.

The City monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### Subscription-Based Information Technology Arrangements (SBITA)

SBITA assets are defined by the general government as the right to use vendor-provided information technology (“IT”) with access to vendors’ IT assets. The City recognizes a subscription liability (SBITA liability), reported with long-term debt, and an intangible right-to-use subscription asset (SBITA asset), reported with other capital assets, in the government-wide financial statements. The City recognizes SBITA liabilities with an initial, individual value of \$50,000 or more.

At the commencement of a subscription, the City initially measures the subscription liability at the present value of payments expected to be made during the term. Subsequently, the subscription liability is reduced by the principal portion of payments made. The SBITA asset is initially measured as the initial amount of the SBITA liability, adjusted for payments made at or before the commencement date, plus certain initial direct costs. Subsequently, the SBITA asset is amortized on a straight-line basis over the shorter of the subscription term or its useful life.

### Minimum Fund Balance Policy

The City has set financial guidelines regarding the retention of General Fund fund balances and reserves to ensure that adequate funds are available to cover daily operating expenditures and in anticipation of economic downturns or natural disasters. The City Council has adopted a financial standard to maintain a General Fund minimum fund balance of 60 days of annual operating expense totals.

In 2016, the Bryan City Council adopted the City of Bryan Financial Management Policy Statements in order to assemble all of the City’s major financial policies into one document. Included in these policies are recommendations and guidelines regarding the minimum balances for City funds in order to maintain the City’s financial ability to meet its current and future service needs. These policies were amended in October 2025 to better accommodate the amounts needed for the minimum fund balances. These statements are available on the City’s website at [www.bryantx.gov/fiscal-services/](http://www.bryantx.gov/fiscal-services/).

### Pensions

For purposes of measuring the net pension asset/liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Pension of the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS’s Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Detailed information about the pension plan’s Fiduciary Net Position is available in a separately-issued TMRS financial report. That report may be obtained on the Internet at [www.tmr.com](http://www.tmr.com).

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### Other Post-Employment Benefits (OPEB)

Financial statements for the Trust are prepared using the accrual basis of accounting and can be found in this report on pages 48-49. Plan member contributions are recognized when due, and the City's contributions are recognized when due. Benefits and any refunds are recognized when due and payable according to the terms of the plan. Assets held by the Trust are valued at fair value.

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about fiduciary net position of the City of Bryan Post-employment Benefits Plan (the "Plan") and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

### Use of Estimates

In preparing financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and the disclosure of contingent assets and liabilities as of the date of the financial statements and revenues and expenses during the reporting period. Actual results could differ from these estimates.

In Fiscal Year 2025, the City and Rural Electric Systems completed a depreciation study of electric generation, transmission, distribution, and general plant assets in service on September 30, 2023. The depreciation study resulted in a change in the City and Rural Electric Systems annual depreciation rates and increased service lives. The effect of that change resulted in a decrease in depreciation expense of approximately \$1.67 million in the City Electric System and an increase in depreciation expense of approximately \$145 thousand in the Rural Electric System reported in operating expenses in the statement of revenues, expenses and changes in net position.

### Bond Issuance Expenses

According to the financial reporting requirements of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, bond issuance expenses are to be expensed as incurred. Issuance expenses are reported on the Statement of Activities on the Government-Wide Financial Statements for Governmental Activities in interest on long-term debt expense and on the Statement of Revenues, Expenditures, and Changes in Fund Balances in debt issuance costs.

### Utility Revenues, Fuel Recovery, and Regulatory Recovery

Customers are billed on the basis of monthly cycle billings. At year end, the City Electric System accrues estimated unbilled revenues for the period ended September 30. These unbilled revenues amounted to \$3,390,447 at September 30, 2025 and are included in accounts receivable. The difference between fuel revenue billed and fuel expense incurred is recorded as an addition or a reduction to fuel and purchased power expense, with a corresponding entry to accounts payable –

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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over-recovered fuel, or accounts receivable – under-recovered fuel, whichever is appropriate. At September 30, 2025, the City Electric System reported a current liability – over-recovered fuel of \$9,883,174.

The difference between regulatory revenue billed and regulatory expense incurred is recorded as an addition or a reduction to transmission cost of service expense, with a corresponding entry to accounts payable – over-recovered regulatory fee, or accounts receivable – under-recovered regulatory fee, whichever is appropriate. At September 30, 2025, the City Electric System reported a current asset – under-recovered regulatory fee of \$784,849.

Customers are billed on the basis of monthly cycle billings. At fiscal year end, the Rural Electric System accrues estimated unbilled revenues (excluding fuel). These unbilled revenues, which are included in accounts receivable, amounted to \$2,510,579 at September 30, 2025. The Rural Electric System is allowed to recover purchased power cost through fuel revenue rates. The difference between fuel revenues billed and fuel expense incurred is recorded as an addition or a reduction to fuel and purchased power expense, with a corresponding entry to accounts payable – over-recovered fuel or accounts receivable – under-recovered fuel, whichever is appropriate. At September 30, 2025 the Rural Electric System reflected a current liability - over-recovered fuel of \$3,545,287.

The difference between regulatory revenue billed and regulatory expense incurred is recorded as an addition or a reduction to regulatory charge expense, with a corresponding entry to accounts payable – over-recovered regulatory fee or accounts receivable – under-recovered regulatory fee, whichever is appropriate. At September 30, 2025, the Rural Electric System reported a current asset – under-recovered regulatory fee of \$381,936.

### Deferred Regulatory Liability

To better align certain benefits received with BTU's retail rate design, the City Electric System utilizes regulatory accounting treatment for the funds it collects from customers and developers as contributions of aid in construction (AIC) under GASB Statement No. 62. The City Electric System recognizes AIC received as a deferred regulatory liability in the deferred inflows section of the Statement of Net Position. The deferred regulatory liability is amortized to accumulated depreciation over the life of the asset constructed.

During the fiscal year ended September 30, 2025, the City Electric System collected \$669,816 of AIC. The amortization of the deferred regulatory liability was \$210,939 for 2025. The deferred regulatory liability balance at September 30, 2025 was \$6,750,060.

During the fiscal year ended September 30, 2025, the Rural Electric System collected \$712,166 of AIC. The amortization of the deferred regulatory liability was \$470,599 for 2025. The deferred regulatory liability balance at September 30, 2025 was \$15,059,160.

### Compensated Absences

The City recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates or is expected to be used in future

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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periods, and (3) is more likely than not to be used as time off or settled, for example paid in cash to the employee, during or upon separation from employment. Based on these criteria, the following types of leave qualify for liability recognition for compensated absences: vacation, sick leave, compensatory time, floating holidays, and holiday leave provided to police and fire personnel. The liability for compensated absences is reported as incurred in the government-wide and proprietary fund financial statements and includes salary related benefits, where applicable.

The City's policy in effect during Fiscal Year 2025 allows employees to earn vacation leave at rates of 10 to 20 days (80 to 160 hours) per year with unlimited accumulation. Classified employees in the police and fire departments earn vacation at the rate of 15 days (120 hours or 180 hours for shift firefighters) per year in accordance with Texas Local Government Code, Chapter 143, until the employee reaches 15 years of employment, at which time the rate of accrual becomes the same rate as that for other City employees. Upon termination, employees with a minimum of one year of employment who leave in good standing are paid for unused vacation time up to a maximum of two times the employee's annual accrual rate at the time of separation.

City employees earn sick leave at a rate of 10 days (80 hours) per year and are permitted to accrue a maximum of 120 days (960 hours). Classified employees in the police and fire departments earn sick leave at the rate of 15 days (120 hours) per year in accordance with Texas Local Government Code, Chapter 143, with unlimited accumulation. Upon termination, classified police and fire department employees are paid for any unused sick leave up to a maximum of 90 days (720 hours or 1080 hours for shift firefighters). Non-classified employees are paid for accumulated sick leave up to a maximum of 240 hours upon termination if they have a minimum of 480 hours accrued, dependent upon leaving in good standing and being continuously employed for a minimum of ten years in a regular, full-time position immediately prior to separation.

Employees may earn compensatory time in accordance with the Fair Labor Standards Act and City policy. Compensatory time may accumulate and is eligible for payment upon separation from employment in accordance with applicable limits.

Employees are also provided floating holiday leave each year, which is granted at the beginning of the calendar year and must generally be used within the year granted.

Certain public safety employees receive additional holiday leave. Fire department employees receive an annual holiday leave allotment of 144 hours each January and unused hours may be carried forward to subsequent years. Police department employees also receive holiday leave; however, these hours must generally be used within 90 days of the holiday and do not accumulate.

In accordance with GASB Statement No. 101, a liability is recognized for compensated absences based on the estimated amount of leave expected to be used or paid upon separation from employment. The City estimates the amount of leave expected to be used based on historical usage patterns, including a three-year average of leave usage. The liability recorded represents the greater of the estimated amount expected to be used or the amount payable upon separation from employment.

Amounts related to governmental fund types are reported in the government-wide financial statements. The liabilities of the governmental fund types are typically liquidated by the General Fund

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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and Community Development Fund. Amounts related to proprietary fund types are recorded within those funds.

### Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets net of accumulated depreciation reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, or laws and regulations of other governments.

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. To calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

### New Accounting Pronouncements and Changes in Accounting Principles

For the fiscal year ended September 30, 2025, the City adopted:

GASB Statement No. 101, *Compensated Absences*. This Statement improves the information needs of financial statements users by updating the recognition and measurement guidance for compensated absences under a unified model and amending certain previously required disclosures. The requirements of this statement are effective for reporting periods beginning after December 15, 2023, with earlier application encouraged. These requirements were implemented in Fiscal Year 2025 and applied retroactively to Fiscal Year 2024. The effects of the application to FY 2024 are detailed in the table under Restatements on page 58.

GASB Statement No. 102, *Certain Risk Disclosures*. This Statement provides users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement defines a concentration as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. Concentrations and constraints may limit a government's ability to acquire resources or control spending.

This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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If a government determines that those criteria for disclosure have been met for a concentration or constraint, it should disclose information in notes to financial statements in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. The disclosure should include descriptions of the concentration or constraint, each event associated with the concentration or constraint that could cause a substantial impact if the event had occurred or had begun to occur prior to the issuance of the financial statements, and actions taken by the government prior to the issuance of the financial statements to mitigate the risk. The requirements of this statement are effective for reporting periods beginning after June 15, 2024, with earlier application encouraged.

GASB 102 was implemented in the City's Fiscal Year 2025 financial statements with no impact to amounts previously reported.

The following guidance issued by GASB is effective for years following the fiscal year ended September 30, 2025:

GASB Statement No. 103, *Financial Reporting Model Improvements*. This Statement continues the requirement that the basic financial statements be preceded by management's discussion and analysis (MD&A), which is presented as required supplementary information (RSI). MD&A provides an objective and easily readable analysis of the government's financial activities based on currently known facts, decisions, or conditions and presents comparisons between the current year and the prior year.

This Statement requires that the information presented in MD&A be limited to the related topics discussed in five sections: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. Furthermore, this Statement stresses that the detailed analyses should explain why balances and results of operations changed rather than simply presenting the amounts or percentages by which they changed. This Statement emphasizes that the analysis provided in MD&A should avoid unnecessary duplication by not repeating explanations that may be relevant to multiple sections and that "boilerplate" discussions should be avoided by presenting only the most relevant information, focused on the primary government. In addition, this Statement continues the requirement that information included in MD&A distinguish between that of the primary government and its discretely presented component units. The requirements of this statement are effective for reporting periods beginning after June 15, 2025, with earlier application encouraged.

GASB Statement No. 104, *Disclosure of Certain Capital Assets*. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, Leases, and intangible right-to-use assets recognized in accordance with Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, should be disclosed separately by major class of underlying asset in the capital as-sets note disclosures. Subscription assets recognized in accordance with Statement No. 96, Subscription-Based Information Technology Arrangements, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class.

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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This Statement also requires additional disclosures for capital assets held for sale. A capital asset is a capital asset held for sale if (a) the government has decided to pursue the sale of the capital asset and (b) it is probable that the sale will be finalized within one year of the financial statement date. Governments should consider relevant factors to evaluate the likelihood of the capital asset being sold within the established time frame. This Statement requires that capital assets held for sale be evaluated each reporting period. Governments should disclose (1) the ending balance of capital assets held for sale, with separate disclosure for historical cost and accumulated depreciation by major class of asset, and (2) the carrying amount of debt for which the capital assets held for sale are pledged as collateral for each major class of asset. The requirements of this statement are effective for reporting periods beginning after June 15, 2025, with earlier application encouraged.

The City is currently evaluating the impact of these statements.

## 2. DEPOSITS AND INVESTMENTS

### Deposits

State statutes require that all deposits in financial institutions be fully collateralized with depository insurance or by U.S. Government obligations or its agencies and instrumentalities; or direct obligations of Texas or its agencies and instrumentalities that have a fair value of not less than the principal amount of the deposits. At year-end, the City's demand deposits at Truist Bank, the City's depository bank, were entirely covered by federal depository insurance or by collateral held by the Federal Reserve Bank in the City's name. At September 30, 2025 the amount of the City's demand deposits was \$96,356,667, BTU's City and Rural demand deposits were \$107,941,531, and the combined bank balance was \$204,297,563.

### Investments

The City's investment program is guided by State statutes, by various City ordinances and by the City's investment policy which amplifies those guidelines and prescribes how the City will operate its investment program in accordance with applicable laws and regulations.

The City's policy, which was adopted by the City Council on September 10, 2024, for the fiscal year ending September 30, 2025, sets forth (1) the basic principles governing the investment of City funds; (2) the objectives of the City's investment program; and (3) the authority, responsibilities, limitations, documentation and requirements to be used in the administration and operation of the City's investment program.

Investments authorized by the investment policy are a subset of those approved by the State of Texas Public Funds Investment Act, Chapter 2256. The City of Bryan authorized investments include the following:

- a. Direct obligations of the United States government.
- b. Debentures or discount notes issued by, guaranteed by, or for which the credit of any Federal Agencies and Instrumentalities is pledged for payment.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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- c. Bonds or other obligations for which the principal and interest are unconditionally guaranteed or insured by, or backed by the full faith and credit of the United States government or United States government agencies and instrumentalities, including obligations that are fully guaranteed or insured by the Federal Deposit Insurance Corporation or by the explicit full faith and credit of the United States.
- d. Certificates of Deposit guaranteed or insured by the Federal Deposit Insurance Corporation or its successor or the National Credit Union Share Insurance Fund or its successor, in state or national banks located within the State of Texas.
- e. Repurchase Agreements and Reverse repurchase agreements only as part of a Public Investing Pool and in compliance with the Public Fund Investment Act limitations.
- f. Bankers Acceptances eligible for discounting with the Federal Reserve maturing within 90 days.
- g. Commercial Paper maturing within 365 days carrying a rating of A-1, P-1 or F-1.
- h. Money Market Mutual Funds that are AAA rated, regulated by the Securities and Exchange Commission and charge no commission fee on purchases or sales of shares.
- i. Public Funds Investment Pools organized under the Texas Interlocal Cooperation Act that follow the requirements in the Public Funds Investment Act.
- j. Direct obligations of the State of Texas and any political subdivisions thereof which are rated as to investment quality by a nationally recognized investment rating firm not less than AA or its equivalent.
- k. Hedging contracts and related security and insurance agreements in relation to fuel oil, natural gas, coal, nuclear fuel, and electric energy to protect against loss due to price fluctuations.

The City's cash and cash equivalents and investments at September 30, 2025 as are follows:

|                  | Carrying<br>Value     | Percentage<br>of Total | Wgt. Avg.<br>Maturity (Days) |
|------------------|-----------------------|------------------------|------------------------------|
| U. S. Agencies   | \$ 149,351,898        | 30.90%                 | 792                          |
| Treasuries       | 35,757,880            | 7.40%                  | 876                          |
| Municipal Bonds  | 64,801,103            | 13.41%                 | 593                          |
| Government Pools | 29,072,744            | 6.02%                  | 55                           |
| Demand Deposits  | 204,304,145           | 42.27%                 | 1                            |
|                  | <u>\$ 483,287,770</u> | <u>100.00%</u>         |                              |

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72 provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs that are used to measure assets and liabilities.

- Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at the measurement date.
- Level 2 inputs are inputs—other than quoted prices included within Level 1—that are observable for an asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for an asset or liability.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

The City has recurring fair value measurements as presented in the table below. The investment balances at September 30, 2025 are as follows:

| <u>Investment Measured at Fair Value</u> | <u>Value at FYE</u>   | <u>Level 1 Inputs</u> | <u>Level 2 Inputs</u> | <u>Level 3 Inputs</u> |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| Municipal Bonds                          | \$ 64,801,103         | \$ -                  | \$ 64,801,103         | \$ -                  |
| Treasuries                               | 35,757,880            | 35,757,880            | -                     | -                     |
| U.S. Agency Bonds                        | 149,351,898           | -                     | 149,351,898           | -                     |
|  | <u>\$ 249,910,881</u> | <u>\$ 35,757,880</u>  | <u>\$ 214,153,001</u> | <u>\$ -</u>           |

The investments in government pools are measured at net asset value which approximates fair value and are exempt from reporting in the fair value hierarchy. U.S. Government Agency Securities and municipal bonds classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

In accordance with GASB Statement No. 40, additional disclosures are provided below that address investment exposure to interest rate risk and credit risk including custodial credit risk and concentrations of credit risk. Because the City does not hold foreign investments, foreign currency risk is not discussed.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

As of September 30, 2025, the City had the following investments:

| Investment Types  | Value                 | Investment Maturity<br>(in Years) |                       |                |
|-------------------|-----------------------|-----------------------------------|-----------------------|----------------|
|                   |                       | Less Than 1                       | 1-5                   | Greater Than 5 |
| Municipal Bonds   | \$ 64,801,103         | \$ 28,925,219                     | \$ 35,875,884         | \$ -           |
| Treasuries        | 35,757,880            | 8,394,310                         | 27,363,570            | -              |
| U.S. Agency Bonds | 149,351,898           | 38,457,928                        | 110,893,970           | -              |
| Total             | <u>\$ 249,910,881</u> | <u>\$ 75,777,457</u>              | <u>\$ 174,133,424</u> | <u>\$ -</u>    |

The City's investments in government pools include deposits in TexPool, TexSTAR, Texas CLASS, and Texas Range.

TexPool is a public funds investment pool operated by the Texas Treasury Safekeeping Trust Company, an entity of which the Texas Comptroller of Public Accounts is the sole officer, director, and shareholder. The advisory board of TexPool is composed of members appointed pursuant to the requirements of the Texas Public Funds Investment Act. Administrative and investment services are provided by Federated Investors, Inc., and the assets are kept in a separate custodial account at the State Street bank in the name of TexPool.

TexSTAR was created in April 2003 pursuant to the Interlocal Cooperation Act of the State of Texas, chapter 791 of the Texas Government Code and the Public Funds Investment Act, chapter 2256 of the Texas Government Code. TexSTAR policies require that local government deposits be used to purchase investments authorized by the Texas Public Funds Investment Act. The State Comptroller of Public Accounts exercises responsibility over TexSTAR. TexSTAR is administered by Hilltop Securities, Inc. and J.P. Morgan Investment Management. J.P. Morgan Investment Management, Inc. provides investment advisory services.

The Texas Cooperative Liquid Assets Securities System Trust (Texas CLASS) was created as a local government investment pool (LGIP) pursuant to Section 2256.016 of the Public Funds Investment Act, Texas Government Code (PFIA). Per state code, entities may pool any of their funds, or funds under their control, to preserve principal, maintain the liquidity of the funds, and maximize yield. The Texas CLASS Trust Agreement is an agreement of indefinite term regarding the investment, reinvestment, and withdrawal of local government funds. The parties to the Trust Agreement are Texas local government entities that choose to participate in the Trust (the Participants), Public Trust Advisors, LLC (Public Trust) as Program Administrator, and Wells Fargo Bank Texas, N.A. as Custodian.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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Texas RANGE is a local government investment pool established under the authority of the Public Funds Investment act and is administered by Public Trust Advisors, LLC. Wells Fargo Bank, N.A. serves as custodian for the Texas RANGE pool. Texas RANGE operates three funds in which the City participates.

- Texas RANGE DAILY SELECT is an investment option that utilizes all eligible investments as defined by the Public Funds Investment Act.
- Texas RANGE DAILY is an investment option that utilizes only investments that are backed or collateralized with U.S. Treasury or U.S. Government Agency obligations.
- Texas RANGE TERM – is an investment with maturities from 60 days to one year with fixed-rate, fixed-term options.

The intent of Texas RANGE is to operate on a \$1.00 net asset value basis. Texas RANGE allows same day or next day redemptions and deposits. Interest is allocated daily based on portfolio earnings and participant account balances. The portfolio is valued daily using the amortized cost valuation method. This pool is not managed by the City and the City does not possess securities that exist in either physical or book entry form. Texas RANGE is rated AAmmf by Fitch Ratings.

The investment pools do not have any limitations or restrictions on withdrawals, such as notice periods or maximum transaction amounts, and do not impose any liquidity or redemption gates.

The revenue bond ordinances require disclosure of the investments held by the reserve fund. Sufficient investments exist in the pool to adequately meet reserve fund requirements. A detailed list of those securities is available in the office of the Chief Financial Officer.

Custodial Risk – City deposits in excess of the \$250,000 amount covered by the Federal Depository Insurance Corporation (“FDIC”) must be secured by authorized securities with a fair value equal to or greater than 102% of the total deposits. At September 30, 2025, City deposits were fully collateralized.

Interest Rate Risk – The City minimized the risk associated with the decline in fair value of securities due to rising interest rates (interest rate risk) by maintaining a (“buy and hold”) strategy whereby investment securities are purchased with the intent to hold the securities in the portfolio until maturity. Additionally, the City’s Investment Policy limits the weighted average maturity of all securities and Certificates of Deposit in the City’s portfolio to no more than three years at any given time. The City’s investment strategy acts to reduce interest rate risk through investing funds to meet cash flow requirements; monitoring the credit ratings of portfolio investments to assure compliance with the Investment Policy and the Texas Public Funds Investment Act; and investing in a diversified portfolio of assets including obligations of the United States and its agencies and instrumentalities, money market mutual funds, and government investment pools.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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**Credit Risk and Concentration of Credit Risk** – In compliance with the City’s Investment Policy and the Texas Public Funds Investment Act, the City managed credit risk through portfolio diversification by limiting investments to avoid over concentration in securities from a specific issuer; limiting investments in securities with high credit risk; and investing in securities with varying maturities.

**Foreign Currency Risk** – By virtue of the City’s Investment Policy and the Texas Public Funds Investment Act, the City is not exposed to foreign currency risk because the City is not authorized to maintain deposits or investments denominated in a foreign currency.

### 3. 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.

Taxpayers have two options for paying property taxes, the full payment option or the split payment option. Taxpayers electing the full payment option have from October 1 of the tax year to January 31 of the following year to pay the full amount of taxes without penalty or interest. Taxes become delinquent on February 1. Any unpaid balance will accrue penalty and interest. Taxpayers electing the split payment option have from October 1 to November 30 of the tax year to pay half of the tax amount. The remaining half may be paid without penalty or interest any time on or before June 30 of the following year. Taxes become delinquent on July 1.

Taxpayers who were 65 years of age or older on January 1, and have filed an application for exemption may pay the taxes on their homestead in four equal installments. Quarterly payments are due January 31, March 31, May 31, and July 31.

Delinquent taxes are subject to interest and penalty charges. The tax rate to finance general governmental services including debt service was 62.4 cents per \$100 of assessed valuation for the year ended September 30, 2025. Under provisions adopted by the City, the maximum tax rate is limited to \$1.50 per \$100 of assessed valuation.

The Brazos Central Appraisal District (“Appraisal District”) is responsible for the recording and appraisal of property for all taxing units in the County. The Appraisal District is required to assess property at 100% 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 3.5%, qualified voters of the City may petition for an election to determine whether to limit the tax rate to no more than 3.5% above the tax rate of the previous year.

The Brazos County Tax Office bills and collects the property taxes of the City.

# City of Bryan, Texas

## Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

### 4. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2025 was as follows:

|   | Balance<br>October 1  | Additions /<br>Completions | Retirements /<br>Adjustments | Balance<br>September 30 |
|---|-----------------------|----------------------------|------------------------------|-------------------------|
| <b>Governmental activities:</b>                       |                       |                            |                              |                         |
| Capital assets not being depreciated                  |                       |                            |                              |                         |
| Land  | \$ 14,328,808         | \$ 251,607                 | \$ (22,242)                  | \$ 14,558,173           |
| Construction in progress                              | 44,827,105            | (3,044,984)                | (148,595)                    | 41,633,526              |
| Total capital assets not being depreciated/amortized  | <u>59,155,913</u>     | <u>(2,793,377)</u>         | <u>(170,837)</u>             | <u>56,191,699</u>       |
| Capital assets, being depreciated/amortized           |                       |                            |                              |                         |
| Intangibles   | 60,250                | -                          | -                            | 60,250                  |
| Intangibles - right of use                            | 1,524,954             | 635,766                    | (1,295,430)                  | 865,290                 |
| Buildings   | 95,581,448            | 635,159                    | (90,152)                     | 96,126,455              |
| Buildings - right of use                              | 1,902,463             | 281,005                    | (126,657)                    | 2,056,811               |
| Machinery and equipment                               | 54,930,340            | 3,621,361                  | (8,557,355)                  | 49,994,346              |
| Machinery and equipment - right of use                | 2,108,520             | -                          | -                            | 2,108,520               |
| Improvements other than buildings                     | 80,215,979            | 16,245,475                 | (1,830,753)                  | 94,630,701              |
| Infrastructure  | 309,634,802           | 30,942,746                 | -                            | 340,577,548             |
| Total capital assets being depreciated/amortized      | <u>545,958,756</u>    | <u>52,361,512</u>          | <u>(11,900,347)</u>          | <u>586,419,921</u>      |
| Less accumulated depreciation/amortization for:       |                       |                            |                              |                         |
| Intangibles   | (60,250)              | -                          | -                            | (60,250)                |
| Intangibles - right of use                            | (470,141)             | (201,793)                  | 609,614                      | (62,320)                |
| Buildings   | (24,729,301)          | (2,369,317)                | 80,933                       | (27,017,685)            |
| Buildings - right of use                              | (905,951)             | (335,798)                  | 126,657                      | (1,115,092)             |
| Machinery and equipment                               | (40,508,104)          | (3,403,894)                | 8,481,527                    | (35,430,471)            |
| Machinery and equipment - right of use                | (210,852)             | (210,852)                  | -                            | (421,704)               |
| Improvements other than buildings                     | (37,309,348)          | (3,496,517)                | 1,820,839                    | (38,985,026)            |
| Infrastructure  | (167,228,660)         | (10,904,905)               | -                            | (178,133,565)           |
| Total accumulated depreciation/amortization           | <u>(271,422,607)</u>  | <u>(20,923,076)</u>        | <u>11,119,570</u>            | <u>(281,226,113)</u>    |
| Total capital assets being depreciated/amortized, net | <u>274,536,149</u>    | <u>31,438,436</u>          | <u>(780,777)</u>             | <u>305,193,808</u>      |
| Governmental activities capital assets, net           | <u>\$ 333,692,062</u> | <u>\$ 28,645,059</u>       | <u>\$ (951,614)</u>          | <u>\$ 361,385,507</u>   |
| <b>Business-type activities:</b>                      |                       |                            |                              |                         |
| Capital assets not being depreciated/amortized        |                       |                            |                              |                         |
| Land  | \$ 33,603,055         | \$ 4,675,415               | \$ (433,680)                 | \$ 37,844,790           |
| Construction in progress                              | 143,803,920           | 78,076,891                 | (82,830,451)                 | 139,050,360             |
| Retirement in progress                                | 1,556,649             | 2,435,554                  | (2,200,243)                  | 1,791,960               |
| Total capital assets not being depreciated/amortized  | <u>178,963,624</u>    | <u>85,187,860</u>          | <u>(85,464,374)</u>          | <u>178,687,110</u>      |
| Capital assets, being depreciated/amortized           |                       |                            |                              |                         |
| Buildings   | 22,932,299            | 62                         | -                            | 22,932,361              |
| Machinery and equipment                               | 27,536,342            | 3,875,320                  | (816,235)                    | 30,595,427              |
| Machinery and equipment - right of use                | 96,106                | -                          | -                            | 96,106                  |
| Improvements other than buildings                     | 1,192,526,688         | 102,889,920                | (9,890,300)                  | 1,285,526,308           |
| Total capital assets being depreciated/amortized      | <u>1,243,091,435</u>  | <u>106,765,302</u>         | <u>(10,706,535)</u>          | <u>1,339,150,202</u>    |
| Less accumulated depreciation/amortization for:       |                       |                            |                              |                         |
| Buildings   | (9,377,207)           | (981,281)                  | -                            | (10,358,488)            |
| Machinery and equipment                               | (19,678,661)          | (2,236,754)                | 633,734                      | (21,281,681)            |
| Machinery and equipment - right of use                | (57,664)              | (19,221)                   | -                            | (76,885)                |
| Improvements other than buildings                     | (467,432,085)         | (30,165,394)               | 8,145,195                    | (489,452,284)           |
| Total accumulated depreciation/amortization           | <u>(496,545,617)</u>  | <u>(33,402,650)</u>        | <u>8,778,929</u>             | <u>(521,169,338)</u>    |
| Total capital assets being depreciated/amortized, net | <u>746,545,818</u>    | <u>73,362,652</u>          | <u>(1,927,606)</u>           | <u>817,980,864</u>      |
| Business-type activities capital assets, net          | <u>\$ 925,509,442</u> | <u>\$ 158,550,512</u>      | <u>\$ (87,391,980)</u>       | <u>\$ 996,667,974</u>   |

# City of Bryan, Texas

## Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

Capital asset activity for Bryan Business Council, Inc. (BBC) for the year ended September 30, 2025 was as follows:

|   | Balance<br>September 30, 2024 | Additions /<br>Completions | Retirements /<br>Adjustments | Balance<br>September 30, 2025 |
|---|-------------------------------|----------------------------|------------------------------|-------------------------------|
| <b>Capital Assets not being Depreciated</b> |                               |                            |                              |                               |
| Land Available for Resale                   | \$ 12,393,449                 | \$ -                       | \$ -                         | \$ 12,393,449                 |
| Construction in Progress                    | 594,919                       | -                          | (594,919)                    | -                             |
| Total Capital Assets not being Depreciated  | 12,988,368                    | -                          | (594,919)                    | 12,393,449                    |
| <b>Capital assets, being depreciated</b>    |                               |                            |                              |                               |
| Buildings                                   | -                             | 304,975                    | 594,919                      | 899,894                       |
| Total capital assets being depreciated, net | -                             | 304,975                    | 594,919                      | 899,894                       |
| <b>Less accumulated depreciation for:</b>   |                               |                            |                              |                               |
| Buildings                                   | -                             | (13,123)                   | -                            | (13,123)                      |
| Total capital assets being depreciated, net | -                             | 291,852                    | 594,919                      | 886,771                       |
| Governmental Activities Capital Assets, net | <u>\$ 12,988,368</u>          | <u>\$ 291,852</u>          | <u>\$ -</u>                  | <u>\$ 13,280,220</u>          |

Depreciation expense was charged as direct expense to programs of the primary government as follows:

### Governmental Activities:

|   |                      |
|---|----------------------|
| General Government and Administration                             | \$ 1,531,945         |
| Development Services  | 108,890              |
| Public Works Services   | 11,494,103           |
| Public Safety   | 3,150,404            |
| Cultural and Recreational   | 4,637,734            |
| Total Depreciation/Amortization Expense - Governmental Activities | <u>\$ 20,923,076</u> |

### Business-Type Activities:

|  |                      |
|--|----------------------|
| City Electric  | 15,255,347           |
| Rural Electric   | 5,808,038            |
| Water  | 4,883,366            |
| Wastewater   | 5,609,644            |
| Other Enterprise Funds   | 1,846,255            |
| Total Depreciation/Amortization Expense - Business-Type Activities | <u>\$ 33,402,650</u> |

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

The City has active construction projects as of September 30, 2025. Total accumulated commitments for ongoing capital projects are composed of the following:

|                                 | <u>Committed</u>     |
|---------------------------------|----------------------|
| Street Improvements             | \$ 9,338,715         |
| Drainage Improvements           | 4,206,424            |
| Parks Development               | 8,204,685            |
| Electric Improvements           | 24,824,999           |
| Water system Improvements       | 20,002,024           |
| Wastewater System Improvements  | 16,839,207           |
| Solid Waste System Improvements | 280,417              |
| Airport Improvements            | 734,680              |
| Total                           | <u>\$ 84,431,151</u> |

## 5. LONG-TERM DEBT

The following is a summary of long-term debt transactions (except compensated absences and claims and judgments) for the year ended September 30, 2025:

|   | <u>Beginning<br/>Balance</u> | <u>Issued</u>        | <u>Matured /<br/>Refunded</u> | <u>Ending<br/>Balance</u> | <u>Due Within<br/>One Year</u> |
|---|------------------------------|----------------------|-------------------------------|---------------------------|--------------------------------|
| <b><u>Governmental Activities:</u></b>  |                              |                      |                               |                           |                                |
| General Obligation Bonds                | \$ 66,629,569                | \$ -                 | \$ 7,120,414                  | \$ 59,509,155             | \$ 5,653,748                   |
| Certificates of Obligation              | 149,830,000                  | -                    | 3,760,000                     | 146,070,000               | 3,965,000                      |
| Total Governmental Activities           | <u>216,459,569</u>           | <u>-</u>             | <u>10,880,414</u>             | <u>205,579,155</u>        | <u>9,618,748</u>               |
| Total Premium                           | 8,146,154                    | -                    | 315,900                       | 7,830,254                 | 480,725                        |
| Total Governmental Activities, net      | <u>224,605,723</u>           | <u>-</u>             | <u>11,196,314</u>             | <u>213,409,409</u>        | <u>10,099,473</u>              |
| <b><u>Business-Type Activities:</u></b> |                              |                      |                               |                           |                                |
| Water, Sewer & Airport Systems:         |                              |                      |                               |                           |                                |
| General Obligation Bonds                | 1,295,431                    | -                    | 509,586                       | 785,845                   | 321,252                        |
| Certificates of Obligation              | 6,115,000                    | -                    | 55,000                        | 6,060,000                 | 55,000                         |
| Private Placement Revenue Bonds         | 20,540,000                   | -                    | 1,545,000                     | 18,995,000                | 1,550,000                      |
| Revenue Bonds                           | 13,595,000                   | 36,330,000           | 1,735,000                     | 48,190,000                | 2,290,000                      |
| Electric System :                       |                              |                      |                               |                           |                                |
| General Obligation Bonds                | 870,000                      | -                    | 870,000                       | -                         | -                              |
| Certificates of Obligation              | 27,135,000                   | -                    | 1,555,000                     | 25,580,000                | 1,605,000                      |
| Revenue Bonds                           | 288,665,000                  | -                    | 12,845,000                    | 275,820,000               | 13,645,000                     |
| Total Business-Type Activities          | <u>358,215,431</u>           | <u>36,330,000</u>    | <u>19,114,586</u>             | <u>375,430,845</u>        | <u>19,466,252</u>              |
| Total Premium                           | 31,579,240                   | 1,891,529            | 2,127,491                     | 31,343,278                | 2,131,035                      |
| Total Business-Type Activities, net     | <u>389,794,671</u>           | <u>38,221,529</u>    | <u>21,242,077</u>             | <u>406,774,123</u>        | <u>21,597,295</u>              |
| Total Long-Term Debt                    | 574,675,000                  | 36,330,000           | 29,995,000                    | 581,010,000               | 29,085,000                     |
| Total Long-Term Debt, net               | <u>\$ 614,400,394</u>        | <u>\$ 38,221,529</u> | <u>\$ 32,438,391</u>          | <u>\$ 620,183,532</u>     | <u>\$ 31,696,760</u>           |

# City of Bryan, Texas

## Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

Long-term debt at September 30, 2025 consists of bonds and certificates of obligation maturing serially and is summarized as follows:

| <u>Issue</u>  | <u>Interest Rates (%)</u> | <u>Series Matures</u> | <u>First Callable Date</u> | <u>Governmental</u> | <u>Business-Type</u> | <u>Total</u>   |
|---|---------------------------|-----------------------|----------------------------|---------------------|----------------------|----------------|
| <b><u>General Obligation Bonds:</u></b>               |                           |                       |                            |                     |                      |                |
| Refunding, Series 2013                                | 2.00 - 3.50               | 2026                  | 08/15/23                   | \$ 266,575          | \$ 78,425            | \$ 345,000     |
| Refunding, Series 2014                                | 2.00 - 3.25               | 2031                  | 08/15/24                   | 2,147,580           | 707,420              | 2,855,000      |
| Refunding, Series 2016                                | 1.50 - 3.00               | 2026                  | None                       | 845,000             | -                    | 845,000        |
| Refunding, Series 2018                                | 2.00 - 5.00               | 2028                  | None                       | 2,085,000           | -                    | 2,085,000      |
| Refunding, Series 2019                                | 2.00 - 3.00               | 2028                  | None                       | 2,005,000           | -                    | 2,005,000      |
| Refunding, Series 2020                                | 2.00 - 4.00               | 2030                  | 08/15/28                   | 3,660,000           | -                    | 3,660,000      |
| Pension Obligation, Series 2020                       | 0.45 - 2.89               | 2040                  | 08/15/31                   | 48,500,000          | -                    | 48,500,000     |
| Total General Obligation Bonds                        |                           |                       |                            | 59,509,155          | 785,845              | 60,295,000     |
| <b><u>Certificates of Obligation:</u></b>             |                           |                       |                            |                     |                      |                |
| Combination Tax & Revenue, Series 2013                | 3.00 - 4.25               | 2033                  | 08/15/23                   | -                   | 2,715,000            | 2,715,000      |
| Combination Tax & Revenue, Series 2014                | 2.00 - 5.00               | 2039                  | 08/15/24                   | 3,430,000           | 22,865,000           | 26,295,000     |
| Combination Tax & Revenue, Series 2016                | 2.00 - 5.00               | 2036                  | 08/15/26                   | 5,200,000           | 715,000              | 5,915,000      |
| Combination Tax & Revenue, Series 2018                | 3.00 - 4.00               | 2038                  | 08/15/27                   | 8,475,000           | -                    | 8,475,000      |
| Combination Tax & Revenue, Series 2020                | 2.00 - 5.00               | 2050                  | 02/15/29                   | 63,630,000          | -                    | 63,630,000     |
| Combination Tax & Revenue, Series 2022                | 4.00 - 5.00               | 2052                  | 02/15/31                   | 26,380,000          | -                    | 26,380,000     |
| Combination Tax & Revenue, Series 2024                | 4.00 - 5.00               | 2049                  | 02/15/49                   | 38,955,000          | 5,345,000            | 44,300,000     |
| Total Certificates of Obligation                      |                           |                       |                            | 146,070,000         | 31,640,000           | 177,710,000    |
| <b><u>Private Placement Revenue Bonds:</u></b>        |                           |                       |                            |                     |                      |                |
| Sewer System Private Placement, Series 2011           | 0.00 - 2.70               | 2030                  | 07/01/21                   | -                   | 4,055,000            | 4,055,000      |
| Water System Private Placement, Series 2016B          | 0.61 - 2.61               | 2041                  | 07/01/27                   | -                   | 1,595,000            | 1,595,000      |
| Water and Sewer System Private Placement, Series 2021 | 0.16 - 2.52               | 2046                  | 07/01/31                   | -                   | 13,345,000           | 13,345,000     |
| Total Private Placement Bonds                         |                           |                       |                            | -                   | 18,995,000           | 18,995,000     |
| <b><u>Revenue Bonds:</u></b>                          |                           |                       |                            |                     |                      |                |
| Electric System Revenue City, Series 2016             | 3.497 - 5.00              | 2041                  | 07/01/26                   | -                   | 54,695,000           | 54,695,000     |
| Electric System Revenue Rural, Series 2016            | 2.00 - 5.00               | 2041                  | 07/01/26                   | -                   | 11,145,000           | 11,145,000     |
| Water System Revenue, Series 2016A                    | 2.25 - 5.00               | 2036                  | 07/01/26                   | -                   | 2,705,000            | 2,705,000      |
| Water and Sewer System Revenue, Series 2017           | 3.00 - 4.00               | 2032                  | 07/01/27                   | -                   | 6,135,000            | 6,135,000      |
| Electric System Revenue City, Series 2017             | 3.00 - 5.00               | 2034                  | 07/01/27                   | -                   | 33,750,000           | 33,750,000     |
| Electric System Revenue City, Series 2018             | 4.00 - 5.00               | 2043                  | 07/01/27                   | -                   | 34,355,000           | 34,355,000     |
| Electric System Revenue Rural, Series 2018            | 4.00 - 5.00               | 2043                  | 07/01/27                   | -                   | 14,540,000           | 14,540,000     |
| Water and Sewer System Revenue Refunding, Series 2019 | 2.00 - 3.00               | 2029                  | 07/01/27                   | -                   | 1,320,000            | 1,320,000      |
| Water and Sewer System Revenue Refunding, Series 2020 | 2.00 - 3.00               | 2030                  | 07/01/28                   | -                   | 1,700,000            | 1,700,000      |
| Electric System Revenue City, Series 2021             | 4.00 - 5.00               | 2046                  | 07/01/31                   | -                   | 14,215,000           | 14,215,000     |
| Electric System Revenue Rural, Series 2021            | 2.50 - 5.00               | 2046                  | 07/01/31                   | -                   | 17,565,000           | 17,565,000     |
| Electric System Revenue City, Series 2021A            | 2.50 - 5.00               | 2046                  | 07/01/31                   | -                   | 60,500,000           | 60,500,000     |
| Electric System Revenue Refunding City, Series 2022   | 5.00 - 5.00               | 2035                  | 07/01/32                   | -                   | 20,750,000           | 20,750,000     |
| Electric System Revenue Rural, Series 2024            | 4.00 - 5.00               | 2049                  | 07/01/49                   | -                   | 14,305,000           | 14,305,000     |
| Water and Sewer System Revenue, Series 2025           | 4.00 - 5.00               | 2045                  | 07/01/34                   | -                   | 36,330,000           | 36,330,000     |
| Total Revenue Bonds                                   |                           |                       |                            | -                   | 324,010,000          | 324,010,000    |
| Total Long-Term Debt                                  |                           |                       |                            | 205,579,155         | 375,430,845          | 581,010,000    |
| Total Premium   |                           |                       |                            | 7,830,254           | 31,343,278           | 39,173,532     |
| Total Long-Term Debt, net                             |                           |                       |                            | \$ 213,409,409      | \$ 406,774,123       | \$ 620,183,532 |

# City of Bryan, Texas

## Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

Debt service requirements to maturity for all bonds, certificates of obligation, contractual obligations and notes payable are summarized as follows:

### General Obligation Bonds

| Year      | Governmental Activities |               | Business-Type Activities |           | Total         |
|-----------|-------------------------|---------------|--------------------------|-----------|---------------|
|           | Principal               | Interest      | Principal                | Interest  |               |
| 2026      | \$ 5,653,748            | \$ 1,485,198  | \$ 321,252               | \$ 24,450 | \$ 7,484,648  |
| 2027      | 4,258,276               | 1,355,141     | 86,724                   | 14,420    | 5,714,561     |
| 2028      | 4,504,559               | 1,245,102     | 90,441                   | 11,819    | 5,851,921     |
| 2029      | 3,972,081               | 1,123,536     | 92,919                   | 9,105     | 5,197,641     |
| 2030      | 3,298,365               | 1,024,399     | 96,635                   | 6,225     | 4,425,624     |
| 2031-2035 | 15,972,126              | 4,094,201     | 97,874                   | 3,181     | 20,167,382    |
| 2036-2040 | 21,850,000              | 1,906,209     | -                        | -         | 23,756,209    |
| Total     | \$ 59,509,155           | \$ 12,233,786 | \$ 785,845               | \$ 69,200 | \$ 72,597,986 |

### Certificates of Obligation

| Year      | Governmental Activities |               | Business-Type Activities |               | Total          |
|-----------|-------------------------|---------------|--------------------------|---------------|----------------|
|           | Principal               | Interest      | Principal                | Interest      |                |
| 2026      | \$ 3,965,000            | \$ 5,184,359  | \$ 1,660,000             | \$ 1,166,473  | \$ 11,975,832  |
| 2027      | 5,175,000               | 4,969,484     | 1,845,000                | 1,109,548     | 13,099,032     |
| 2028      | 5,435,000               | 4,733,709     | 1,900,000                | 1,048,998     | 13,117,707     |
| 2029      | 5,570,000               | 4,485,615     | 1,970,000                | 984,761       | 13,010,376     |
| 2030      | 5,810,000               | 4,251,391     | 2,040,000                | 916,991       | 13,018,382     |
| 2031-2035 | 31,385,000              | 17,965,065    | 10,560,000               | 3,432,674     | 63,342,739     |
| 2036-2040 | 30,920,000              | 12,437,854    | 8,895,000                | 1,443,688     | 53,696,542     |
| 2041-2045 | 30,970,000              | 7,092,106     | 1,415,000                | 417,100       | 39,894,206     |
| 2046-2050 | 24,045,000              | 2,624,600     | 1,355,000                | 111,100       | 28,135,700     |
| 2051-2055 | 2,795,000               | 112,900       | -                        | -             | 2,907,900      |
| Total     | \$ 146,070,000          | \$ 63,857,083 | \$ 31,640,000            | \$ 10,631,333 | \$ 252,198,416 |

### Private Placement Revenue Bonds

| Year      | Governmental Activities |          | Business-Type Activities |              | Total         |
|-----------|-------------------------|----------|--------------------------|--------------|---------------|
|           | Principal               | Interest | Principal                | Interest     |               |
| 2026      | \$ -                    | \$ -     | \$ 1,550,000             | \$ 367,288   | \$ 1,917,288  |
| 2027      | -                       | -        | 1,550,000                | 342,415      | 1,892,415     |
| 2028      | -                       | -        | 1,485,000                | 315,746      | 1,800,746     |
| 2029      | -                       | -        | 1,485,000                | 289,103      | 1,774,103     |
| 2030      | -                       | -        | 1,270,000                | 260,672      | 1,530,672     |
| 2031-2035 | -                       | -        | 3,450,000                | 1,083,344    | 4,533,344     |
| 2036-2040 | -                       | -        | 3,770,000                | 752,962      | 4,522,962     |
| 2041-2045 | -                       | -        | 3,675,000                | 347,913      | 4,022,913     |
| 2046-2050 | -                       | -        | 760,000                  | 19,152       | 779,152       |
| Total     | \$ -                    | \$ -     | \$ 18,995,000            | \$ 3,778,595 | \$ 22,773,595 |

# City of Bryan, Texas

## Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

### Revenue Bonds

| Year      | Governmental Activities |          | Business-Type Activities |                | Total          |
|-----------|-------------------------|----------|--------------------------|----------------|----------------|
|           | Principal               | Interest | Principal                | Interest       |                |
| 2026      | \$ -                    | \$ -     | \$ 15,935,000            | \$ 14,135,279  | \$ 30,070,279  |
| 2027      | -                       | -        | 17,350,000               | 12,710,975     | 30,060,975     |
| 2028      | -                       | -        | 18,180,000               | 11,876,425     | 30,056,425     |
| 2029      | -                       | -        | 19,045,000               | 11,000,563     | 30,045,563     |
| 2030      | -                       | -        | 19,620,000               | 10,085,213     | 29,705,213     |
| 2031-2035 | -                       | -        | 89,880,000               | 37,541,788     | 127,421,788    |
| 2036-2040 | -                       | -        | 74,625,000               | 20,596,963     | 95,221,963     |
| 2041-2045 | -                       | -        | 59,855,000               | 7,015,425      | 66,870,425     |
| 2046-2050 | -                       | -        | 9,520,000                | 525,950        | 10,045,950     |
| Total     | \$ -                    | \$ -     | \$ 324,010,000           | \$ 125,488,581 | \$ 449,498,581 |

### Total Long-Term Debt

| Year      | Governmental Activities |               | Business-Type Activities |                | Total          |
|-----------|-------------------------|---------------|--------------------------|----------------|----------------|
|           | Principal               | Interest      | Principal                | Interest       |                |
| 2026      | \$ 9,618,748            | \$ 6,669,557  | \$ 19,466,252            | \$ 15,693,490  | \$ 51,448,047  |
| 2027      | 9,433,276               | 6,324,625     | 20,831,724               | 14,177,358     | 50,766,983     |
| 2028      | 9,939,559               | 5,978,811     | 21,655,441               | 13,252,988     | 50,826,799     |
| 2029      | 9,542,081               | 5,609,151     | 22,592,919               | 12,283,532     | 50,027,683     |
| 2030      | 9,108,365               | 5,275,790     | 23,026,635               | 11,269,101     | 48,679,891     |
| 2031-2035 | 47,357,126              | 22,059,266    | 103,987,874              | 42,060,987     | 215,465,253    |
| 2036-2040 | 52,770,000              | 14,344,063    | 87,290,000               | 22,793,613     | 177,197,676    |
| 2041-2045 | 30,970,000              | 7,092,106     | 64,945,000               | 7,780,438      | 110,787,544    |
| 2046-2050 | 24,045,000              | 2,624,600     | 11,635,000               | 656,202        | 38,960,802     |
| 2051-2055 | 2,795,000               | 112,900       | -                        | -              | 2,907,900      |
| Total     | \$ 205,579,155          | \$ 76,090,869 | \$ 375,430,845           | \$ 139,967,709 | \$ 797,068,578 |

On February 13, 2025 the City issued \$36,330,000 in Waterworks and Sewer System revenue bonds, Series 2025. These bonds mature serially from July 1, 2026 through July 1, 2045 with coupon rates ranging from 4.00% to 5.00%. Proceeds from the sale of the bonds will be used for (i) constructing, improving, repairing, renovating, enlarging, extending and equipping the Waterworks and Sewer System, (ii) funding capitalized interest for the bonds, if necessary, (iii) funding the reserve fund requirement for the bonds, if necessary, and (iv) paying the costs of issuing the bonds.

All net revenues of the City Electric Fund, Rural Electric Fund, Water and Wastewater Systems are pledged for the payment of each funds' respective revenue bonds. Net revenues, as defined by the various revenue bond ordinances, include substantially all of the revenues and expenses of each respective system other than certain interest income and expense and depreciation and amortization. These bond ordinances further require that the net revenues as defined equal at least 1.10 times the average annual debt service on all outstanding City Electric Fund revenue bonds, 1.20 times the average annual debt service on all outstanding Rural Electric Fund revenue bonds and 1.25 times the average annual debt service on all outstanding Water and Wastewater System revenue bonds.

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

Under the terms of the bond covenants, the City Electric and Rural Electric Funds are required to maintain minimum reserve fund requirements as outlined within the Bond Order. The reserve fund requirements may be satisfied by cash, letter of credit, or an insurance policy. The reserve fund requirements for the City Electric Fund Series 2018 Bonds and Series 2025 Bonds are satisfied with restricted funds. The reserve fund requirements for the City Electric Fund Series 2016, 2017, 2021, 2021A and 2022 bonds are satisfied with insurance policies, as are the Rural Electric Fund's Series 2016, 2018, 2021, and 2024 bonds. The reserve fund requirements for the Rural Electric Fund Series 2025 bonds are satisfied with restricted funds.

The ordinance authorizing the Waterworks and Sewer System revenue bonds stipulates that the City will deposit certain amounts into a reserve fund for the purpose of retiring the last of the bonds as they become due or to pay principal of and interest on the outstanding bonds if necessary. The ordinance permits the reserve fund requirements to be satisfied by cash, letter of credit, or an insurance policy. The reserve fund requirements for the Series 2017 bonds are satisfied with an insurance policy.

The City reserves the right at any time to merge its City Electric Fund and its Rural Electric Fund into a single operating electric utility system. The merger of the Rural Electric Division would not have an adverse impact on the bondholders.

Arbitrage provisions of the Internal Revenue Tax Act of 1986 require the City to rebate excess arbitrage earnings from bond proceeds to the federal government. As provided for by the bond ordinances, this amount would be as a liability in the Proprietary funds for the benefit of the federal government and will be paid as required by applicable regulations. The City had an arbitrage liability of \$730,984 for governmental activities and \$908,936 for business-type activities as of September 30, 2025.

## Other long-term liabilities

Changes in the accrual for compensated absences are detailed below:

|                             | Year Ended September 30, 2025 |                             |                      |
|-----------------------------|-------------------------------|-----------------------------|----------------------|
|                             | Governmental<br>Activities    | Business-Type<br>Activities | Total                |
| Beginning Balance*          | \$ 12,983,085                 | \$ 3,024,055                | \$ 16,007,140        |
| Net Change**                | 401,727                       | 209,488                     | 611,215              |
| Ending Balance              | <u>\$ 13,384,812</u>          | <u>\$ 3,233,543</u>         | <u>\$ 16,618,355</u> |
| Amount Due in One Year      | \$ 4,588,273                  | \$ 2,027,361                | \$ 6,615,634         |
| Amount Due in Over One Year | \$ 8,796,539                  | \$ 1,206,182                | \$ 10,002,721        |

\* Beginning Balance is restated for the implementation of GASB 101, *Compensated Absences*.

\*\* Compensated Absences are reported as a net change for the year as allowed under the provisions of GASB 101, paragraph 30.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

The City has entered into multiple lease agreements as lessee. The leases allow the right-to-buildings and equipment over the term of the lease. The City is required to make monthly or yearly payments at its incremental borrowing rate or the interest rate stated or implied within the leases. The lease rate, term and ending lease liability are as follows:

|                                  | Interest Rate (s) | Liability at Commencement | Lease Term in Years | Ending Balance      |
|----------------------------------|-------------------|---------------------------|---------------------|---------------------|
| <b>Governmental Activities:</b>  |                   |                           |                     |                     |
| Buildings                        | 4% - 8.50%        | \$ 2,054,811              | 2-7                 | \$ 976,234          |
| Equipment                        | 5.60%             | 2,108,520                 | 10                  | 1,773,395           |
| Total Governmental Activities    |                   | <u>\$ 4,163,331</u>       |                     | <u>\$ 2,749,629</u> |
| <b>Business-Type Activities:</b> |                   |                           |                     |                     |
| Equipment                        | 4.00%             | \$ 96,106                 | 5                   | \$ 40,717           |
| Total Business-Type Activities   |                   | <u>\$ 96,106</u>          |                     | <u>\$ 40,717</u>    |

The future principal and interest lease payments as of fiscal year end are as follows:

| Year      | Governmental Activities |                   | Business-Type Activities |                 | Total               |
|-----------|-------------------------|-------------------|--------------------------|-----------------|---------------------|
|           | Principal               | Interest          | Principal                | Interest        |                     |
| 2026      | 508,859                 | 136,853           | \$ 19,959                | \$ 1,629        | \$ 667,300          |
| 2027      | 506,042                 | 110,125           | 20,758                   | 830             | 637,755             |
| 2028      | 384,358                 | 87,647            | -                        | -               | 472,005             |
| 2029      | 254,952                 | 72,897            | -                        | -               | 327,849             |
| 2030      | 269,231                 | 59,086            | -                        | -               | 328,317             |
| 2031-2035 | 826,187                 | 88,729            | -                        | -               | 914,916             |
| Total     | <u>\$ 2,749,629</u>     | <u>\$ 555,337</u> | <u>\$ 40,717</u>         | <u>\$ 2,459</u> | <u>\$ 3,348,142</u> |

The value of the right-to-use assets as of the end of the current fiscal year was \$4,261,437 and had accumulated amortization of \$1,613,681.

The City has entered into a subscription-based information technology arrangement ("SBITA") which allows the right to use vendor-provided information technology. The City is required to make yearly payments at its incremental borrowing rate or the interest rate stated or implied within the SBITA. The SBITA rate, term and ending liability are as follows:

|                                 | Interest Rate (s) | Liability at Commencement | Term in Years | Ending Balance    |
|---------------------------------|-------------------|---------------------------|---------------|-------------------|
| <b>Governmental Activities:</b> |                   |                           |               |                   |
| Subscriptions Payable           | 4.35 - 5.60%      | \$ 865,290                | 6             | \$ 803,660        |
| Total Governmental Activities   |                   | <u>\$ 865,290</u>         |               | <u>\$ 803,660</u> |

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

The future principal and interest SBITA payments as of fiscal year end are as follows:

| Year  | Governmental Activities |                  | Total             |
|-------|-------------------------|------------------|-------------------|
|       | Principal               | Interest         |                   |
| 2026  | \$ 225,135              | \$ 7,555         | \$ 232,690        |
| 2027  | 132,530                 | 25,364           | 157,894           |
| 2028  | 148,493                 | 19,539           | 168,032           |
| 2029  | 165,820                 | 13,014           | 178,834           |
| 2030  | 131,682                 | 5,728            | 137,410           |
| Total | <u>\$ 803,660</u>       | <u>\$ 71,200</u> | <u>\$ 874,860</u> |

The value of the right-to-use assets as of the end of the current fiscal year was \$865,290 and had accumulated amortization of \$62,320.

## 6. PRIOR-YEAR DEFEASANCE OF DEBT

As of September 30, 2025, the City had no outstanding general obligation bonds, certificates of obligation, or revenue bonds which were considered defeased.

## 7. BONDS AVAILABLE FOR SALE

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

|                                 | Year Authorized | Unissued Amount      |
|---------------------------------|-----------------|----------------------|
| Streets                         | 1984            | \$ 8,225,000         |
| Parks and Recreation Facilities | 1984            | 1,775,000            |
| Railroad Grade Separation       | 1984            | 2,850,000            |
| Sanitary Landfill               | 1984            | 200,000              |
| Total                           |                 | <u>\$ 13,050,000</u> |

During FY 1984, the City Council voted to comply with the option provided by state law that does not require voter approval on revenue bonds prior to issuance.

## 8. NATURE AND PURPOSE OF CLASSIFICATION OF FUND EQUITY

The fund balance classifications for Governmental Funds are:

- Non-Spendable – includes fund balance amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact.
- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts restricted due to constitutional provisions or enabling legislation.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the City through the adoption of an ordinance by the City Council. In order for fund balance to be committed, the City Council must adopt an ordinance stating the purpose for which the fund balance is committed. 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 (adoption of an ordinance) it employed to previously commit these amounts.
- Assigned – includes fund balance amounts that are self-imposed by the City to be used for a particular purpose. Fund balance can be assigned by the City Manager, the Chief Financial Officer or their designee. This authority was delegated to the City Manager and the Chief Financial Officer by formal resolution of the City Council. Assignments also include encumbrances for streets, drainage and capital projects.
- Unassigned – includes the residual fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

When both restricted and unrestricted fund balances are available for use, it is the City's policy to use restricted fund balance first, then unrestricted fund balance. Similarly, committed fund balances are reduced first followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications are available.

# City of Bryan, Texas

## Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

The City's classification of fund balances is as follows at September 30, 2025:

|                            | General Fund                | Debt Service<br>Fund        | Other<br>Governmental<br>Funds | Total                        |
|----------------------------|-----------------------------|-----------------------------|--------------------------------|------------------------------|
| <b>Non-Spendable:</b>      |                             |                             |                                |                              |
| Permanent Funds Corpus     | \$ -                        | \$ -                        | \$ 1,693,154                   | \$ 1,693,154                 |
| Other Purposes             | 2,138,461                   | 1,251,413                   | 363,060                        | 3,752,934                    |
| <b>Restricted for:</b>     |                             |                             |                                |                              |
| Debt Service               | -                           | 23,786,158                  | -                              | 23,786,158                   |
| Grants                     | -                           | -                           | 32,495                         | 32,495                       |
| Hotel/Motel                | -                           | -                           | 1,925,268                      | 1,925,268                    |
| Municipal Court            | 213,382                     | -                           | 197,376                        | 410,758                      |
| TIRZ Development           | -                           | -                           | 10,776,002                     | 10,776,002                   |
| Capital Projects           | -                           | -                           | 29,767,912                     | 29,767,912                   |
| Cemeteries                 | -                           | -                           | 306,347                        | 306,347                      |
| Libraries                  | -                           | -                           | 6,596                          | 6,596                        |
| Fire                       | 5,452                       | -                           | -                              | 5,452                        |
| Police                     | 54,410                      | -                           | -                              | 54,410                       |
| Record Preservation        | 40,915                      | -                           | -                              | 40,915                       |
| Other Purposes             | 1,015,574                   | -                           | -                              | 1,015,574                    |
| Animal Center              | 384,981                     | -                           | -                              | 384,981                      |
| <b>Committed to:</b>       |                             |                             |                                |                              |
| Streets                    | -                           | -                           | 11,781,889                     | 11,781,889                   |
| Drainage                   | 770,743                     | -                           | 2,195,475                      | 2,966,218                    |
| Parks                      | 1,183,898                   | -                           | 2,218,995                      | 3,402,893                    |
| Severance Reserve          | 285,478                     | -                           | -                              | 285,478                      |
| Sidewalks                  | -                           | -                           | 47,584                         | 47,584                       |
| Other Purposes             | -                           | -                           | 3,988,350                      | 3,988,350                    |
| <b>Assigned to:</b>        |                             |                             |                                |                              |
| Parks                      | 425,277                     | -                           | -                              | 425,277                      |
| Other Purposes*            | 16,960,697                  | -                           | -                              | 16,960,697                   |
| Unassigned                 | <u>24,283,019</u>           | <u>-</u>                    | <u>(15,356)</u>                | <u>24,267,663</u>            |
| <b>Total Fund Balances</b> | <u><b>\$ 47,762,287</b></u> | <u><b>\$ 25,037,571</b></u> | <u><b>\$ 65,285,147</b></u>    | <u><b>\$ 138,085,005</b></u> |

\*Assigned other purposes include America Rescue Plan Act, encumbered, and designated library fund balances.

Net position has been restricted at September 30, 2025 as follows:

|                                | Business-Type Activities   |                          |                            |                            |                             | Total                       |
|--------------------------------|----------------------------|--------------------------|----------------------------|----------------------------|-----------------------------|-----------------------------|
|                                | City<br>Electric           | Rural<br>Electric        | Water                      | Waste<br>Water             | Other<br>Enterprise         |                             |
| Restricted for:                |                            |                          |                            |                            |                             |                             |
| BVSWMA, Inc.                   | \$ -                       | \$ -                     | \$ -                       | \$ -                       | \$ 28,275,906               | \$ 28,275,906               |
| Debt Reserve                   | 2,824,100                  | -                        | -                          | -                          | -                           | 2,824,100                   |
| Debt Service                   | 3,063,125                  | 548,750                  | 4,028,570                  | 3,005,690                  | -                           | 10,646,135                  |
| Rate Stabilization             | 1,791,140                  | -                        | -                          | -                          | -                           | 1,791,140                   |
| Equity Interest in Partnership | -                          | -                        | -                          | -                          | 1,790,275                   | 1,790,275                   |
| Net Pension Asset              | 712,884                    | -                        | 83,689                     | 100,864                    | 101,832                     | 999,269                     |
| <b>Total</b>                   | <u><b>\$ 8,391,249</b></u> | <u><b>\$ 548,750</b></u> | <u><b>\$ 4,112,259</b></u> | <u><b>\$ 3,106,554</b></u> | <u><b>\$ 30,168,013</b></u> | <u><b>\$ 46,326,825</b></u> |

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### 9. RETIREMENT PLAN

#### Plan Description

The City of Bryan participates as one of 938 plans in the defined benefit cash balance plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Title 8, Subtitle G, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for employees of Texas participating cities. The TMRS Act places the general administration and management of TMRS with a six-member, Governor-appointed Board of Trustees; however, TMRS does not receive any funding from the State of Texas. TMRS issues a publicly available Annual Comprehensive Financial Report (ACFR) that can be obtained at [www.tMrs.com](http://www.tMrs.com).

All eligible employees of the City are required to participate in TMRS.

#### Benefits Provided

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

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the city-financed monetary credits with interest, and their age at retirement and other actuarial factors. The retiring member may select one of seven monthly benefit payment options. Members may also choose to receive a portion of their benefit as a lump sum distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the total member contributions and interest.

Benefits depend upon the sum of the employee's contributions to the plan, with interest, and the City-financed monetary credits, with interest. At the date the plan began, the City granted monetary credits for service rendered before the plan began of a theoretical amount equal to two times what would have been contributed by the employee, with interest, prior to establishment of the plan. Monetary credits for service since the plan began are a percent (100%, 150%, or 200%) of the employee's accumulated contributions. In addition, the City can grant, as often as annually, another type of monetary credit referred to as an updated service credit which is a theoretical amount which, when added to the employee's accumulated contributions and the monetary credits for service since the plan began, would be the total monetary credits and employee contributions accumulated with interest if the current employee contribution rate and City matching percentage had always been in existence and if the employee's salary had always been the average of his salary in the last three years that are one year before the effective date.

Members can retire at ages 60 and above with 5 or more years of service or with 20 years of service regardless of age. A member is vested after 5 years. The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS and within the actuarial constraints also in the statutes.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### Employees covered by benefit terms

At the December 31, 2024 valuation and measurement date, the following employees were covered by the benefit terms:

|  |            |
|--|------------|
| Inactive employees or beneficiaries currently receiving benefits | 765        |
| Inactive employees entitled to but not yet receiving benefits    | 557        |
| Active employees   | <u>944</u> |
| Total  | 2,266      |

### Contributions

The member contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee's gross earnings, and the city matching percentages are either 1:1 (1 to 1), 1.5:1 (1 ½ to 1) or 2:1 (2 to 1), both as adopted by the governing body of the city. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The city's contribution rate is based on the liabilities created from the benefit plan options selected by the city and any changes in benefits or actual experience over time.

Employees for the City of Bryan were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City were 9.46% and 9.81% in calendar years 2024 and 2025, respectively. The City opted to fund at a rate of 9.75% and 10.00%, respectively, which is over the actuarial determined required rate. The City's contributions to TMRS for the year ended September 30, 2025 were \$8,742,300, and were more than the required contributions by \$185,746.

### Net Pension Asset

The City's Net Pension Asset (NPA) was measured as of December 31, 2024, and the Total Pension Liability (TPL) used to calculate the NPA was determined by an actuarial valuation as of that date.

### Actuarial assumptions:

The Total Pension Liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions:

|                           |  |
|---------------------------|--|
| Inflation                 | 2.50% per year   |
| Overall payroll growth    | 2.75% per year, adjusted down for population declines, if any      |
| Investment Rate of Return | 6.75%, net of pension plan investment expense, including inflation |

Salary increases were based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with the Public Safety table used for males and the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by Scale UMP to account for future mortality

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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improvements. For disabled annuitants, the same mortality tables for healthy retirees are used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.0% and 5.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four year period from December 31, 2018 to December 31, 2022. They were adopted in 2023 and first used in the December 31, 2023 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rate (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income in order to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of real rates of return for each major asset class in fiscal year 2025 are summarized in the following table:

|                       | <u>Target Allocation</u> | <u>Long-Term Expected<br/>Real Rate of Return<br/>(Arithmetic)</u> |
|-----------------------|--------------------------|--|
| Global Equity         | 35.00%                   | 7.1%   |
| Core Fixed Income     | 6.00%                    | 5.0%   |
| Non-Core Fixed Income | 6.00%                    | 6.8%   |
| Hedge Funds           | 5.00%                    | 6.4%   |
| Private Equity        | 13.00%                   | 8.5%   |
| Private Debt          | 13.00%                   | 8.2%   |
| Real Estate           | 12.00%                   | 6.7%   |
| Infrastructure        | 6.00%                    | 6.0%   |
| Other Private Markets | 4.00%                    | 7.3%   |
| Total                 | <u>100.00%</u>           |  |

### Discount Rate

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

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

## Changes in the Net Pension Liability/(Asset)

|   | Total Pension<br>Liability (a) | Plan Fiduciary Net<br>Position (b) | Net Pension<br>Liability/(asset)<br>(a) - (b) |
|---|--------------------------------|------------------------------------|---|
| <b>Balance at 12/31/2023</b>                                  | \$ 463,587,157                 | \$ 452,020,408                     | \$ 11,566,749                                 |
| Changes for the year:   |                                |                                    |   |
| Service Cost  | 13,945,236                     | -                                  | 13,945,236                                    |
| Interest  | 30,713,722                     | -                                  | 30,713,722                                    |
| Change of benefit terms                                       | (5,309,413)                    | -                                  | (5,309,413)                                   |
| Difference between expected and actual experience             | 7,189,543                      | -                                  | 7,189,543                                     |
| Changes of assumptions  | -                              | -                                  | -   |
| Contributions - employer                                      | -                              | 8,235,370                          | (8,235,370)                                   |
| Contributions - employee                                      | -                              | 5,912,577                          | (5,912,577)                                   |
| Net investment income   | -                              | 47,009,341                         | (47,009,341)                                  |
| Benefit payments, including refunds of employee contributions | (20,464,529)                   | (20,464,529)                       | -   |
| Administrative expense  | -                              | (301,217)                          | 301,217                                       |
| Other changes   | -                              | (7,044)                            | 7,044   |
| Net changes   | <u>26,074,559</u>              | <u>40,384,498</u>                  | <u>(14,309,939)</u>                           |
| <b>Balance at 12/31/2024</b>                                  | <u>\$ 489,661,716</u>          | <u>\$ 492,404,906</u>              | <u>\$ (2,743,190)</u>                         |

## Sensitivity of the net pension liability/(asset) to changes in the discount rate

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

|                                      | 1% Decrease in<br>Discount Rate<br>5.75% | Discount Rate<br>6.75% | 1% Increase in<br>Discount Rate<br>7.75% |
|--------------------------------------|--|------------------------|--|
| City's Net Pension Liability/(Asset) | \$ 65,525,589                            | \$ (2,743,190)         | \$ (58,936,648)                          |

## Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TMRS financial report, in the Schedule of Changes in Fiduciary Net Position, by Participating City. That report may be obtained on the at [www.tmrs.com](http://www.tmrs.com).

## Pension Expense and Deferred Outflows/Inflows of Resources related to Pensions

For the year ended September 30, 2025 the City recognized pension expense of \$7,608,504.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

At September 30, 2025 the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|   | Deferred Outflows<br>of Resources | Deferred Inflows<br>of Resources |
|---|-----------------------------------|----------------------------------|
| Differences between expected and actual economic experience | \$ 9,611,521                      | \$ -                             |
| Changes in actuarial assumptions                            | -                                 | 1,379,044                        |
| Difference between projected and actual investment earnings | -                                 | 4,812,837                        |
| Contributions subsequent to the measurement date            | 6,493,609                         | -                                |
| Total   | <u>\$ 16,105,130</u>              | <u>\$ 6,191,881</u>              |

Deferred outflows of resources of \$6,493,609 related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2026. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

|       | <u>Year Ended September 30</u> |
|-------|--------------------------------|
| 2026  | \$ 4,301,699                   |
| 2027  | 8,044,549                      |
| 2028  | (5,627,016)                    |
| 2029  | (3,299,592)                    |
| Total | <u>\$ 3,419,640</u>            |

### 10. EMPLOYEE HEALTH BENEFITS

The City established the Employee Benefits Trust Fund effective October 1, 1986, covering health benefits for eligible employees. At that time the Council approved a formal trust agreement establishing the Fund. Employee premium costs are shared by the City and the employee, while dependent coverage is paid by the employee. The City's contract with its third-party administrator and reinsurer sets an individual stop loss deductible in the amount of \$225,000 and a maximum claims liability of \$13,941,573 for the twelve-month period which began January 1, 2025 and ends December 31, 2025. These stop loss levels apply to both medical and prescription drug coverage. Dental coverage is not included. There were no significant reductions in insurance coverage in the current year from coverage in the prior year. For the City's aggregate stop loss coverage, there have been no settlements that have exceeded insurance coverage for the past three calendar years. The City's insurance carrier has paid out \$390,735 for calendar year 2023, \$597,558 for calendar year 2024 and \$822,700 to date in calendar year 2025 in settlements that exceeded the deductible applicable to individual stop loss coverage.

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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The following schedule represents the changes in claims liabilities for the year:

|                                 | <u>FY 2025</u>      | <u>FY 2024</u>      |
|---------------------------------|---------------------|---------------------|
| Beginning Balance Unpaid Claims | \$ 952,000          | \$ 1,059,000        |
| Incurred Claims                 | 15,762,789          | 10,997,979          |
| Claim Payments                  | <u>(14,873,789)</u> | <u>(11,104,979)</u> |
| Ending Balance Unpaid Claims    | <u>\$ 1,841,000</u> | <u>\$ 952,000</u>   |
| <br>                            |                     |                     |
| Amounts Due in One Year         | \$ 1,841,000        | \$ 952,000          |

## 11. OTHER POST-EMPLOYMENT BENEFITS

Effective January 1, 1991, by action of the City Council, the City began offering post-retirement health care benefits to employees. Effective January 1, 1993, retiree spouses were granted eligibility for benefits. Dependents were granted eligibility effective January 1, 1994. This plan is a single employer defined benefit, other post-employment benefit plan. A separate, audited GAAP-basis post-employment benefit plan report is not available.

On February 28, 2017, the City established the City of Bryan Post-employment Benefits Trust (Trust). The Trust is a single employer irrevocable trust established by action of the City Council. This trust is held by Public Agency Retirement Services (PARS) who is the administrator of the plan. US Bank serves as the trustee.

To qualify for healthcare an employee must be at least 60 years of age and have five years of TMRS service credit or have at least 20 years of service credit at any age. In order to be eligible, employees must elect to retire at time of separation, must elect in writing to continue health benefits coverage at the time of separation, and must pay the appropriate premium. Coverage can continue for life.

Employees terminating before normal retirement conditions are not eligible for retiree health coverage. Employees who retire under a disability retirement are not eligible for retiree health coverage.

Eligible retirees may continue health insurance benefits for eligible spouses and dependents covered at the time of retirement. A dependent not covered under the plan at this time is not eligible for coverage. In order for a dependent to be covered on the retiree plan, the dependent must be on the City's plan for 36 consecutive months prior to the retirement date. If the retiree elects to continue coverage for any dependent and on any subsequent date elects to discontinue coverage, the dependent is no longer eligible for coverage.

Survivors of employees who die while actively employed are not eligible for retiree health coverage. However, surviving spouses and dependents of Texas public officers (as defined by Texas Government Code, Chapter 615) killed in the line of duty are entitled to purchase continued health insurance benefits. The surviving spouse is entitled to continue to purchase health insurance coverage until the date the surviving spouse becomes eligible for federal Medicare benefits. Surviving dependent minor

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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children are entitled to continue health insurance coverage until the dependent reaches the age of 18 years or a later date to the extent required by state or federal law. A surviving dependent who is not a minor child is entitled to continue health insurance coverage until the earlier of: (1) the date the dependent becomes eligible for group health insurance through another employer or (2) the date the dependent becomes eligible for federal Medicare benefits. Eligible survivors are entitled to purchase the continued coverage at the group rate for that coverage that exists at the time of payment.

Surviving covered spouses and dependents of deceased retired employees may continue health care coverage for up to 36 months through COBRA.

Once the retiree or spouse is enrolled in Medicare, the City's plan becomes the secondary payer. The retiree is responsible for payment of any Medicare premiums. The City does not provide any cash payment in lieu of electing the City's health care plan. Retirees who do not elect to continue coverage at time of separation are not eligible to opt back in.

The City does not offer life insurance coverage for retirees or their dependents. Employees who retire are eligible to convert their group life insurance coverage to a Whole Life Policy without accidental death and dismemberment until the employee reaches age 100 or a Group Term Life with AD&D until the employee reaches age 70.

The City's health care plan includes medical, dental, and prescription coverage. Retiree health plan coverage is the same as coverage provided to active City employees in accordance with the terms and conditions of the current City of Bryan Health Plan. The City also offers a fully insured optional vision plan that retirees and their dependents may purchase. The City Council reserves the right to modify premium amounts, to modify eligibility requirements and to modify or discontinue retiree health benefits.

In the year ended September 30, 2025, retirees paid \$608,729 in premiums and \$1,660,950 in claims and premiums were paid for post-retirement health care and administrative charges. As of September 30, 2025, the City has 80 retirees and 71 dependents participating in the plan.

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. Terminated employees who qualify under COBRA pay premium costs for themselves and dependents.

COBRA participants are reimbursed at the same levels as active employees. Participants paid premiums of \$30,064 and incurred claims and administrative expenses of \$4,790 during the year ended September 30, 2025. As of September 30, 2025, the City had three (3) COBRA participants.

Future year estimated claims for all health plan participants are actuarially determined by the reinsurer. All assets of the Employee Benefits Trust Fund are available for future claim payments for health plan participants.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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Prior to January 1, 2010, all retirees electing health plan coverage received a health premium subsidy averaging 40%. Beginning January 1, 2010, the City implemented new eligibility requirements for subsidized retiree premiums. The new eligibility requirements require retirees to meet the 'Rule of 80' (sum of age plus years of service at retirement must equal at least 80), in order to receive the subsidized retiree premium. Retirees not meeting the 'Rule of 80' may still elect the City's retiree health plan coverage, but will not receive a subsidy.

### Funding Policy and Annual OPEB Cost

During FY 2017, the City Council adopted a funding policy for the City's OPEB liability. During FY 2025 \$500,000 was contributed to the Trust. The long-term policy of the City is to contribute \$500,000 every year until the liability is fully funded, subject to annual appropriations and availability of funds.

The following is a summary of the employees covered by the Plan at December 31, 2024 (the measurement date):

|   |            |
|---|------------|
| Inactive plan members or beneficiaries currently receiving benefits | 76         |
| Inactive plan members entitled but not yet receiving benefits       | 0          |
| Active plan members   | <u>940</u> |
| Total plan members  | 1,016      |

### Contributions to the Plan

For the year ended September 30, 2025, the City's contribution rate was \$1,436,147, or 1.63% of covered-employee payroll. (See the Required Supplementary section of this report for more information on contributions to the Plan). Employees are not required to contribute to the plan.

### Net OPEB Liability

The City's net OPEB liability was measured as of December 31, 2024 (the measurement date), and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2023. As of the measurement date the total OPEB liability was \$22,643,523 and the net OPEB liability (net of plan fiduciary net position of \$5,115,053) was \$17,528,470.

# City of Bryan, Texas

## Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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The total OPEB liability, and the Actuarial Determined Contribution (ADC) at the measurement date were determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

|                              |   |
|------------------------------|---|
| Actuarial Cost Method        | Individual Entry-Age Normal   |
| Single Discount Rate         | 5.75% as of December 31, 2024   |
| Inflation                    | 2.50%   |
| Salary Increases             | 3.60% to 11.85%, including inflation  |
| Demographic Assumptions      | Based on the December 31, 2022 experience study as conducted for the Texas Municipal Retirement System (TMRS).  |
| Mortality                    | For healthy retirees, the gender-distinct 2019 Municipal Retirees of Texas mortality tables are used, with male rates multiplied by 103% and female rates multiplied by 105%. The rates are projected on a fully generational basis using the ultimate mortality improvement rates in the MP-2021 table to account for future mortality improvements. |
| Health Care Cost Trend Rates | Initial rate of 7.20% declining to an ultimate rate of 4.25% after 15 years   |
| Participation Rates          | <u>Rule of 80</u> : 60% of pre-65 retirees and 6% of post-65 retirees; 90% of retirees are assumed to lapse coverage at age 65.<br><u>Under Rule of 80</u> : 10% pre-65 and 0% post-65  |

The actuarial assumptions used at the measurement date valuation were based on the results of an actuarial experience study performed as of December 31, 2023 and a measurement date of December 31, 2024.

For the purposes of the valuation performed as of December 31, 2024, the expected rate of return on OPEB portfolio investments is 6.25% (see the table above). Based on the most recent expected rate of return from the City's Investment Manager for the OPEB Trust (PFM Asset Management) of 6.30%, management, in consultation with the City's actuary (GRS Consulting), has taken a conservative approach in assuming a rate of return on Trust assets resulting in a Single Discount Rate of 5.75%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal or in excess of the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

| Asset Class                    | Target Allocation | Long-Term Expected Real Rate of Return | Allocation-Weighted Long-Term Expected Real Rate of Return |
|--------------------------------|-------------------|--|--|
| US Large Cap Equity            | 28.50%            | 7.20%                                  | 2.05%  |
| US Small Cap Equity            | 1.50%             | 7.90%                                  | 0.12%  |
| International Developed Equity | 11.30%            | 6.90%                                  | 0.78%  |
| Emerging Markets Equity        | 3.70%             | 7.40%                                  | 0.27%  |
| Real Estate Investments        | 2.50%             | 7.00%                                  | 0.18%  |
| Listed Infrastructure          | 2.50%             | 7.40%                                  | 0.19%  |
| Core Bonds                     | 44.50%            | 5.00%                                  | 2.23%  |
| High Yield Bonds               | 3.50%             | 6.10%                                  | 0.21%  |
| Cash                           | 2.00%             | 2.90%                                  | 0.06%  |
| <b>Total</b>                   | 100.00%           |  | 6.08%  |
| <b>Expected Inflation</b>      |                   |  | 0.42%  |
| <b>Total Return</b>            |                   |  | 6.50%  |

## Changes in the Net OPEB Liability

|  | Total OPEB Liability | Plan Fiduciary Net Position | Net OPEB Liability |
|--|----------------------|-----------------------------|--------------------|
| <b>Beginning Balance at 12/31/2023</b>                                     | \$ 22,019,871        | \$ 4,233,163                | \$ 17,786,708      |
| Service cost   | 748,619              | -                           | 748,619            |
| Interest on the total OPEB liability                                       | 1,224,503            | -                           | 1,224,503          |
| Changes of benefit terms   | -                    | -                           | -                  |
| Difference between expected and actual experience                          | 76,287               | -                           | 76,287             |
| Changes of assumptions   | (369,647)            | -                           | (369,647)          |
| Employer contributions   | -                    | 1,556,110                   | (1,556,110)        |
| Net investment income (loss)   | -                    | 408,996                     | (408,996)          |
| Benefits payments  | (1,056,110)          | (1,056,110)                 | -                  |
| Administrative expense   | -                    | (27,106)                    | 27,106             |
| Other  | -                    | -                           | -                  |
| <b>Net changes</b>   | 623,652              | 881,890                     | (258,238)          |
| <b>Ending Balance at 12/31/2024</b>  | \$ 22,643,523        | \$ 5,115,053                | \$ 17,528,470      |
| <b>Plan Fiduciary Net Position as a Percentage of Total OPEB Liability</b> |                      |                             | 22.59%             |

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

### Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following shows the sensitivity of the net OPEB liability to a 1.0% increase and a 1.0% decrease in the discount rate assumption:

|                    | 1.0%<br>Decrease | Discount Rate | 1.0%<br>Increase |
|--------------------|------------------|---------------|------------------|
|                    | <u>4.75%</u>     | <u>5.75%</u>  | <u>6.75%</u>     |
| Net OPEB Liability | \$ 20,160,533    | \$ 17,528,470 | \$ 15,266,015    |

### Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following shows the sensitivity of the net OPEB liability to a 1.0% increase and a 1.0% decrease in the healthcare cost trend rate assumption:

|                    | 1.0%<br>Decrease | Current Rate<br>Assumption | 1.0%<br>Increase |
|--------------------|------------------|----------------------------|------------------|
| Net OPEB Liability | \$ 14,756,950    | \$ 17,528,470              | \$ 20,889,784    |

### OPEB Expense and Deferred Outflows of Resources

For the year ended September 30, 2025, the City recognized OPEB expense of \$1,822,960. At September 30, 2025, the City reported deferred outflows of resources related to OPEB from the following sources and in the following amounts:

|   | <u>Deferred<br/>Outflows of<br/>Resources</u> | <u>Deferred<br/>Inflows of<br/>Resources</u> |
|---|---|--|
| Differences between expected and actual economic experience | \$ 1,974,665                                  | \$ 3,311,146                                 |
| Changes in actuarial assumptions                            | 2,187,701                                     | 919,375                                      |
| Difference between projected and actual investment earnings | 15,867  | -  |
| Contributions subsequent to the measurement date            | 1,088,227                                     | -  |
| Total   | <u>\$ 5,266,460</u>                           | <u>\$ 4,230,521</u>                          |

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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The \$1,088,227 reported as deferred outflows of resources related to OPEB resulting from contributions made after the measurement date will be recognized as a reduction of the net OPEB liability for the year ending September 30, 2026. Amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

| <b>Year Ending<br/>September 30</b> | <b>Net Deferred<br/>Outflows<br/>(Inflows)</b> |
|-------------------------------------|--|
| 2026                                | \$ 126,003                                     |
| 2027                                | 137,909  |
| 2028                                | (12,370)                                       |
| 2029                                | 52,250   |
| 2030                                | (7,248)  |
| Thereafter                          | (348,832)                                      |
| Total                               | <u>\$ (52,288)</u>                             |

See page 48 for the statement of fiduciary net position for the OPEB Trust Fund.

### 12. DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 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 is in accordance with changes made to Section 457 of the Internal Revenue Code. 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.

Similar to the Section 457, the City of Bryan offered its employees the Retiree Health Savings (RHS) Plan. The plan allowed employees to make pre-tax contributions from their salary or accrued leave time to fund medical expenses for employees and their family on a tax-free basis during retirement. Once an employee elected to participate, this cannot ever be changed or revoked unless there is employment separation.

Like the Section 457, 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. The City is not the Plan Administrator or the trustee; therefore, the assets of the Plan are not a reportable fund in the City's basic financial statements.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### 13. TEXAS MUNICIPAL POWER AGENCY

The Texas Municipal Power Agency (“TMPA”) was created in July 1975 by concurrent ordinances of the Texas cities of Bryan, Denton, Garland, and Greenville (“Member Cities”) pursuant to Acts 1995 64th Leg. Ch. 143, sec 1 (the “Act”). Under the provisions of the Act, TMPA is a separate municipal corporation. TMPA is exempt from federal income tax under section 115 of the Internal Revenue Code.

Until September 18, 2018, TMPA operated the Gibbons Creek power plant, a coal-fired generating plant located in Grimes County, Texas with a net generating capability of 470 megawatts. The plant began commercial operation on October 1, 1983. On June 6, 2019, the TMPA Board of Directors voted to permanently retire the plant. The plant was decommissioned and retired in FY 2022, but TMPA continues to own and operate approximately 350 circuit miles of transmission lines and 14 substations within ERCOT.

TMPA is governed by a Board of Directors made up of two representatives from each Member City and is empowered to plan, finance, acquire, construct, own, operate and maintain facilities to be used in the business of generation, transmission and sale of electric energy to each Member City. Each of the Member Cities entered into separate but identical Power Sales Contracts with TMPA (as amended, the “TMPA Agreements”). For more than 40 years, the TMPA Agreement governed the relationship between, and the rights and obligations of, TMPA and each of the Member Cities with respect to, among other items, generation, including Gibbons Creek, transmission and sale of electric energy to each Member City. Under the terms of the TMPA Agreement, each of the Member Cities was unconditionally obligated to pay to TMPA, without offset or counterclaim and without regard to whether energy was delivered by TMPA to the Member Cities, its percentage of TMPA’s Annual System Cost as defined in the TMPA Agreement, including the payment of TMPA’s debt service requirements and operating and maintenance expenses in the following percentages: City of Bryan – 21.7%; City of Denton – 21.3%; City of Garland – 47.0% and City of Greenville – 10.0%. On September 1, 2018 TMPA made the final debt service payment on TMPA’s generation debt which extinguished the Member City’s unconditional obligation with respect to such TMPA debt. The TMPA Agreement has expired by its terms and none of the Member Cities elected to extend the TMPA Agreement beyond September 30, 2018.

Effective September 1, 2016, TMPA and the Member Cities entered into a Joint Operating Agreement (“JOA”). In general, the purposes of the JOA include: (i) funding TMPA operations such as mine reclamation, transmission service, and plant decommissioning following expiration of the Power Sales Contract (“PSC”) (ii) subject to certain exceptions, requiring Member City approval for the issuance of new debt, the execution of certain significant contracts, and the sale of property exceeding \$10 million in value (iii) specifying provisions for determining how costs of TMPA and proceeds from the sale of assets are to be allocated among the Member Cities (iv) providing for the establishment by TMPA of reserve funds for the decommissioning of the plant and the indemnification of TMPA Board Members and Member City officials, employees, contractors, and agents and (v) dividing the operations of TMPA into three business functions-mine, generation, and transmission-and requiring separate budgets and books for each business function.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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The PSC provided that upon dissolution of TMPA, the assets of TMPA will automatically be transferred to the Member Cities, with each Member City receiving an undivided interest in the assets of TMPA in proportion to the amount paid by the Member City to TMPA. The JOA, for purposes of implementing the automatic transfer of assets upon dissolution of TMPA, requires TMPA to periodically make this calculation for each business unit, and sets out formulas for making these calculations. Under the JOA, these ownership calculations are relevant not only to the allocation of assets upon dissolution of TMPA, but also to the allocation of certain proceeds from the sale of assets, and in some cases, the allocation of TMPA costs.

If requested by a majority of the Member Cities, TMPA is required by the JOA to transfer a divided interest in the transmission system to each Member City. Under this partition process, the objective is for each City to receive ownership of transmission facilities in the vicinity of the Member City, and in proportion to the Member City's ownership interest in the transmission business. Any such transfer of transmission assets must be in compliance with relevant bond covenants, including those requiring defeasance of all or a portion of transmission debt.

The JOA includes a reclamation plan for the mine, requires the development of a decommissioning plan, and sets out standards for environmental remediation. TMPA is required to comply with these plans and standards.

Under the JOA, in discharging its contractual obligations, including mine reclamation, decommissioning, transmission service, environmental remediation, indemnification, and other obligations, TMPA is rendering services to the Member Cities. The JOA obligates each Member City to pay the cost of these services, and to collect rates and charges for electric service sufficient to enable it to pay to TMPA all amounts due under the JOA for these services. A Member City's payment obligations under the JOA are payable exclusively from such electric utility revenues and constitute an operating expense of its electric system.

Unless terminated earlier through the mutual consent of all parties, the JOA remains in effect until the dissolution of TMPA.

Gibbons Creek power plant's operational status with ERCOT transitioned to: Seasonal Operations, effective September 26, 2017 (operated from May 21, 2018 through September 18, 2018); Reserve Shutdown, effective October 1, 2018; and Indefinite Mothball, effective June 1, 2019. On June 28, 2019, a notification to ERCOT was made to remove Gibbons Creek from the ERCOT system, effective October 23, 2019. The unit was actually removed from the ERCOT system on October 30, 2019. Due to the significant decline in the service utility of the generation assets, such assets were largely impaired as of September 30, 2017, with a final impairment on September 30, 2018. Effective September 1, 2018, the only debt remaining at TMPA is Transmission Debt.

In 2016 and 2017, TMPA issued requests for proposals ("RFPs") regarding the proposed sale of Gibbons Creek power plant and certain transmission assets. Proposals received in connection with the 2016 and 2017 RFPs were pursued, but negotiations were ultimately discontinued.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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In 2019, TMPA issued a request for proposal (RFP) involving the sale of generation assets. In 2019 and throughout 2020, TMPA was in negotiations regarding the proposal from Gibbons Creek Environmental Redevelopment Group, LLC (“GCERG”). In December 2020, TMPA and GCERG came to an agreement on terms for the sale of the Gibbons Creek Steam Electric Station and the assumption of all environmental liabilities. At that time the TMPA Board authorized the TMPA General Manager to take the necessary steps to complete the transaction. During January, 2021 the governing bodies of the four member cities approved the sale and the finalization of closure related documents.

On February 10, 2021, TMPA’s Gibbons Creek power plant was sold to GCERG. BTU removed the decommissioning/environmental remediation liability and the associated regulatory asset as of that date. Additionally, BTU established a regulatory asset in the amount of \$7,842,767 associated with the power plant sale on February 10, 2021. The regulatory asset will be amortized in future periods when their costs are included in electric rates.

During the year ended September 30, 2025, the City Electric System paid TMPA \$358,123 for power purchases and related activity under the contract. As of September 30, 2025, the City Electric System had nothing payable to TMPA.

On February 10, 2025, TMPA agreed to convey to BTU all of its’ owned equipment in Bryan East substation and all of its’ owned equipment in the Dansby substation and BTU paid TMPA \$3,238,620 for those assets. In the same agreement, BTU agreed to convey to TMPA all of its’ own assets in the Gibbons Creek to Greens Prairie 138kV transmission line and all of its’ owned assets in the Gibbons Creek to Bryan East 138kV transmission line and TMPA paid BTU \$2,260,339 for those assets. BTU is in the process of reconductoring the Greens Prairie to Gibbons Creek 138kV transmission line which will be fully reimbursable by TMPA. TMPA paid BTU \$731,535 for this project for the year ended September 30, 2025.

At September 30, 2025, BTU’s portion of outstanding TMPA bonds and note purchase agreement was approximately \$49.2 million.

TMPA’s Annual Financial Report for the year ended September 30, 2025 reported the following:

|                                     | <u>FY 2025</u>         |
|-------------------------------------|------------------------|
| Total Assets                        | \$ 244,355,000         |
| Total Liabilities                   | 254,260,000            |
| Total Deferred Inflows of Resources | <u>4,864,000</u>       |
| Total Net Position                  | <u>\$ (14,769,000)</u> |
| Change in Net Position              |                        |
| for year ended September 30, 2025   | \$ (1,618,000)         |

TMPA’s audited financial statements may be obtained by writing TMPA, P.O. Box 7000, Bryan, TX 77805.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### 14. BRAZOS VALLEY SOLID WASTE MANAGEMENT AGENCY

In 2010, the City Councils of Bryan and College Station approved, through an interlocal agreement, the creation of a local government corporation, BVSWMA, Inc., which currently owns and manages landfill operations for both Cities. The expectation was that a combined landfill operation will minimize solid waste management costs for both Cities. BVSWMA, Inc. superseded a previous agreement established in 1990 which combined landfill operations under the then newly created Brazos Valley Solid Waste Management Agency (BVSWMA). The powers of BVSWMA, Inc. are vested in a seven member Board of Directors, consisting of appointees from each City Council.

The bylaws for BVSWMA, Inc., establish powers that include the issuance of debt, acquisition of land and equipment, the hiring of a general manager and staff to maintain and operate the facilities and the establishment of tipping fees. BVSWMA, Inc., revenues are derived from tipping fees paid by landfill customers that include the Cities of Bryan and College Station, other unaffiliated businesses and the general public.

BVSWMA, Inc. owns two landfill sites. The initial landfill site known as Rock Prairie Landfill, located in College Station, was closed in 2011 as it reached operating capacity. The Twin Oaks Landfill, located in Grimes County, was opened in 2011 and has an expected capacity of over 50 years.

In 2010, the City issued \$5,145,000 in Certificates of Obligation, Series 2010 to finance the construction of the Twin Oaks Landfill site. BVSWMA has agreed to pay the City an amount equal to the future debt service requirements of these certificates of obligation. In April 2020, the City refunded the Series 2010 with the Series 2020 refunding bonds. The savings from refunding were passed through to BVSWMA. At September 30, 2025, the City reported a receivable in the amount of \$1,251,413 of which \$335,000 is due and payable to the City within one year.

The City of Bryan and the City of College Station each recognize a 50% ownership in BVSWMA, Inc. The City of Bryan's 50% ownership is reflected in the Solid Waste Fund.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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BVSWMA's audited annual financial statements for the year ended September 30, 2025 reported the following:

|   | <u>FY 2025</u>       |
|---|----------------------|
| Total Assets  | \$ 68,261,643        |
| Total Liabilities   | 11,649,414           |
| Total Deferred Inflow of Resources  | <u>60,417</u>        |
| Total Net Position  | <u>\$ 56,551,812</u> |
| Change in Net Position for the year ended September 30, 2025  | \$ 3,642,450         |
| Less: Change in Beginning Net Position due to GASB 101,<br><i>Compensated Absences</i>              | <u>(309,570)</u>     |
| Adjusted Change in Net Position for the year ended September 30, 2025                               | \$ 3,332,880         |
| <br>Bryan's undivided 50% share of changes in Net Position<br>for the year ended September 30, 2025 | <br>\$ 1,666,440     |

Audited financial statements for BVSWMA, Inc. may be obtained by writing BVSWMA, Inc., 2690 Hwy. 30, Anderson, TX 77830

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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## 15. INTERFUND BALANCES

Interfund receivable and payable balances at September 30, 2025 are as follows:

| <u>Receivable Fund</u>    | <u>Payable Fund</u>    | <u>Amount</u>        |
|---------------------------|------------------------|----------------------|
| General                   | City Electric          | \$ 1,094,006         |
|                           | Non-Major Governmental | 275,081              |
| Nonmajor Governmental     | General                | 92,373               |
|                           | City Electric          | 160,848              |
| City Electric             | Rural Electric         | 4,960,653            |
| Water                     | City Electric          | 348,804              |
| Wastewater                | City Electric          | 343,543              |
| Nonmajor Enterprise Funds | City Electric          | 203,557              |
|                           | General                | 45,000               |
| Total                     |                        | <u>\$ 7,523,865</u>  |
| <u>Interfund Advance</u>  | <u>Payable Fund</u>    |                      |
| Debt Service Fund         | City Electric          | \$ 12,603,888        |
|                           | Water                  | 1,479,625            |
|                           | Wastewater             | 1,783,283            |
|                           | Non-Major Enterprise   | 1,800,395            |
|                           | Internal Service Funds | 461,906              |
|                           |                        | <u>\$ 18,129,097</u> |

Interfund receivable and payable balances result from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur. Transactions are recorded in the accounting system and payments between funds are made. The interfund balances presented agree with the sum of interfund balances in the balance sheet for governmental funds and statement of net position for proprietary funds.

Interfund advances represent amounts owed between funds for the establishment of pension obligation bonds.

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

## 16. INTERFUND TRANSFERS

Interfund transfers for the year ended September 30, 2025 are as follows:

| <u>Transfers In</u>          | <u>Transfers Out</u> |                                     |                           |                   |                        |                                   |                               | <u>Total</u>         |
|------------------------------|----------------------|-------------------------------------|---------------------------|-------------------|------------------------|-----------------------------------|-------------------------------|----------------------|
|                              | <u>General Fund</u>  | <u>Non-Major Governmental Funds</u> | <u>City Electric Fund</u> | <u>Water Fund</u> | <u>Wastewater Fund</u> | <u>Non-Major Enterprise Funds</u> | <u>Internal Service Funds</u> |                      |
| General Fund                 | \$ -                 | \$ 1,314,016                        | \$ 15,020,414             | \$ 789,649        | \$ 755,412             | \$ 502,806                        | \$ -                          | \$ 18,382,297        |
| Debt Service                 | 95,349               | 2,009,595                           | 294,526                   | 34,576            | 41,672                 | 42,072                            | 10,794                        | 2,528,584            |
| Non-Major Governmental Funds | 2,693,246            | 5,346,667                           | -                         | -                 | -                      | -                                 | -                             | 8,039,913            |
| Water Fund                   | 32,253               | -                                   | -                         | -                 | -                      | 16,126                            | -                             | 48,379               |
| Wastewater Fund              | 304,188              | -                                   | -                         | -                 | -                      | 20,376                            | -                             | 324,564              |
| Non-Major Enterprise Funds   | 971,340              | -                                   | -                         | 33,711            | 5,226                  | -                                 | -                             | 1,010,277            |
| Internal Service Funds       | 114,253              | -                                   | -                         | 65,678            | 63,332                 | -                                 | 100,000                       | 343,263              |
| <b>Total Transfers Out</b>   | <b>\$ 4,210,629</b>  | <b>\$ 8,670,278</b>                 | <b>\$ 15,314,940</b>      | <b>\$ 923,614</b> | <b>\$ 865,642</b>      | <b>\$ 581,380</b>                 | <b>\$ 110,794</b>             | <b>\$ 30,677,277</b> |

Transfers are primarily used to move funds from:

- The proprietary funds to the General Fund for use of City owned rights-of-way and as payments in lieu of property taxes
- The transfers to the Debt Service Fund as payments in for debt service payments as they become due and payments towards the interfund advance
- The transfers from the General Fund as payments for associated costs
- Non-Major Governmental bond funds that are no longer active are formally closed, and any residual balances are transferred to the appropriate Non-Major Governmental Fund.

The sum of all transfers presented agrees with the sum of interfund transfers presented in the governmental and proprietary fund financial statements.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### 17. ADMINISTRATIVE ALLOCATIONS TO OTHER FUNDS

The General Fund provides general and administrative support services to the City Electric Fund, Rural Electric Fund, Water Fund, Wastewater Fund, Solid Waste Fund, Insurance Fund, Special Projects Fund, Employee Benefits Fund, Bryan Commerce and Development Fund, and Coulter Airfield Fund. Costs of these services are allocated as follows:

|  | <u>General Fund</u> |
|--|---------------------|
| <u>Administrative Costs Allocated to:</u>                |                     |
| City and Rural Electric Fund                             | \$ 4,472,287        |
| Water Fund   | 588,000             |
| Wastewater Fund  | 583,465             |
| Non-Major Enterprise Fund (Solid Waste Fund)             | 729,967             |
| Internal Service Fund (Insurance Fund)                   | 251,770             |
| Street Improvement Fund                                  | 126,548             |
| Drainage Fund  | 124,383             |
| Internal Service Fund (Employee Benefits Fund)           | 198,803             |
| Internal Service Fund (Warehouse Fund)                   | 98,243              |
| Non-Major Enterprise Fund (Bryan Commerce & Development) | 63,716              |
| Non-Major Enterprise Fund (Coulter Airfield Fund)        | 174,944             |
|  | <u>\$ 7,412,126</u> |

### 18. LITIGATION MATTERS

The City was actively involved in fourteen litigation matters as of September 30, 2025. In one of these matters, there appears to be a low likelihood that the City would be exposed to significant damages and in the event of an unfavorable outcome in the lawsuits the financial statements of the City would not be materially affected. Two of these matters are administrative appeals and the financial statements of the City would not be materially affected in the event of an unfavorable outcome. Five of the matters relate to the City acquiring property interests and would resolve the amount of compensation the City would pay in exchange for the interests. Five matters were concluded subsequent to September 30, 2025, and present no further exposure to the City. Subject to following comment regarding The Turner Lawsuit, in all other claims asserted against the City, in the event of an unfavorable outcome in the lawsuits the financial statements of the City would not be materially affected.

On April 26, 2021, Randy Turner and many other plaintiffs filed a lawsuit (“The Turner Lawsuit” or the “lawsuit”) against several hundred defendants, including the City Electric System, in state district court. The lawsuit alleges numerous causes of action regarding personal injuries and alleged property damage arising from the 2021 Winter Weather Event. The Turner Lawsuit has been transferred to a multi-district litigation (MDL) pre-trial court, where over 150 other similar lawsuits have been transferred. In January 2022, the plaintiffs in the MDL amended their petitions to add most of the

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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existing defendants to most of the existing lawsuits pending in the MDL, such that the City Electric System is now named as a defendant in a total of 104 lawsuits pending in the MDL. The amended petitions in which BTU is named are very similar in allegations and causes of action alleged, including The Turner Lawsuit. The City Electric System denies any wrongdoing, denies any liability for the alleged injuries or damages, and intends to vigorously defend itself against the claims.

As of the date of this report, management, in consultation with counsel, have determined that we do not believe any potential loss is probable or estimable and as such have not determined that a liability to the City Electric System or the City exists.

### 19. RISK MANAGEMENT

In fiscal year 1989, the City decided not to purchase commercial liability insurance. At that time, City management believed that it was more economical to manage liability risks internally and set aside assets for the payment of claims in an internal service fund. The “Insurance Fund” was established to service all claims for risk of losses relating to general liability and workers’ compensation.

In fiscal year 2022, the City moved its liability insurance program to the Texas Municipal League Intergovernmental Risk Pool (TMLIRP). TMLIRP coverage provides a \$2,000,000 limit per occurrence/\$6,000,000 aggregate limit for general liability with a \$500,000 deductible for claims. This coverage became effective October 1, 2022. Liability insurance providing a \$3,000,000 limit per occurrence/\$6,000,000 aggregate limit for police liability, and \$2,000,000 limit per occurrence/\$4,000,000 aggregate limit for public officials, and employment practices, with a \$500,000 deductible was purchased with coverage effective October 1, 2022. Auto liability insurance providing a \$3,000,000 limit for each occurrence with a \$500,000 deductible was purchased with coverage effective October 1, 2022. Worker’s compensation coverage is provided at Texas Statutory limits with \$1,000,000 retention. There have been no settlements that have exceeded insurance coverage for each of the past three fiscal years.

All funds of the City participate in the Insurance Fund. The costs of providing claims servicing and claims payment are allocated by charging each fund a “premium” based upon a percentage of the respective fund’s estimated current-year payroll and expenses and management’s estimate of projected current costs. These charges consider exposure and recent trends in actual claims experience of the City as a whole and make provision for catastrophic losses.

The Insurance Fund liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. The City has recorded a potential liability in the amount of \$1,384,408 for claims that have been incurred but not reported as of September 30, 2025. Because actual claims liabilities depend on such complex factors as changes in legal doctrines and damage awards, the process used in computing liability does not necessarily result in an exact amount. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims and other economic and social factors.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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The schedule below represents the changes in estimated claims liabilities:

|   | <u>2025</u>         | <u>2024</u>         |
|---|---------------------|---------------------|
| Unpaid Claims at Beginning of Fiscal Year | \$ 1,937,686        | \$ 1,619,915        |
| Change in Unpaid Claims                   | 514,395             | 1,348,040           |
| Claim Payments                            | <u>(790,791)</u>    | <u>(1,030,269)</u>  |
| Total Unpaid Claims at End of Fiscal Year | <u>\$ 1,661,290</u> | <u>\$ 1,937,686</u> |
| Amounts Due in One Year                   | \$ 648,677          | \$ 703,374          |

Texas law limits recovery, under legislatively defined governmental functions, to \$500,000 per occurrence. Claims proceeding from proprietary functions are not limited.

### 20. COMMITMENTS AND CONTINGENCIES

#### Traditions Development

In 1999, the City embarked on a major 850 acre development initiative for the City's west side. The City identified the land for possible development, located in Brazos County east of Highway 47 and south of Villa Maria Road. The City believed that a public interest would be served by purchasing this land to serve as a catalyst for development. The plans for the property included a first-class resort, golf course, and planned community known as the Bryan Resort Project (subsequently known as the Traditions Development).

As a result, the City and Jordan Community Properties, L.P. entered into a Master Economic Development Agreement ("MEDA") in 1999. One of the provisions of the MEDA was for the City to create a local government corporation to aid the City in completion of certain provisions in the MEDA. The local government corporation created was Bryan Commerce and Development, Incorporated ("BCDI"). BCDI purchased the land, identified by the City, for development. The City agreed to provide public infrastructure improvements including all major arterial streets, all major utilities including electrical, gas, water, sewer, telephone, cable, drainage structures, water delivery systems, street lighting, landscaping of median entryways, all signage for the project, traffic signals, and entryway structures for the project.

In 2000, the City approved an Ordinance creating Tax Increment Reinvestment Zone Ten ("Tirz 10"). Tirz 10, which includes most of the Traditions Development, funded public infrastructure improvements as further described in Note 25.

The partnership between BCDI and Jordan Community Properties, L.P. was named Bryan/Jordan L.P. (subsequently known as Bryan/Traditions, L.P.). Bryan/Jordan L.P. was formed as a limited partnership in 2000, under the laws of the State of Texas. The partners in Bryan/Jordan L.P. were CFJ Properties, Inc., a Texas corporation and the general partner, BCDI, a Texas local government corporation, a limited partner, and Jordan Community Properties, L.P., a Texas limited partnership

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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and a limited partner. The partnership interest was as follows: 1%, 55% and 44% for Jordan Properties, Inc. or an affiliate thereof, Jordan L.P. and BCDI, respectively.

The purpose of Bryan/Jordan L.P. was to develop a portion of the land, purchased by BCDI, into a planned community, including a residential community and a commercial development. This community would become known as Traditions. In order for Bryan/Jordan L.P. to develop the land, BCDI would periodically contribute portions of the land, as a partnership contribution, to Bryan/Jordan, L.P. by a special warranty deed.

Several changes to the original partnership agreement have taken place since 2000. In 2004, the partnership agreement was amended to reflect the change in names of certain partners. CFJ Properties, Inc. was changed to Rosemel Properties, Inc. and Jordan Community Properties, L.P. was changed to Melrose Community Properties, L.P. In addition, the name of the partnership was changed from Bryan/Jordan, L.P. to Bryan/Traditions, L.P.

In 2009, the partnership agreement was again amended and restated ("Amendment") to reflect certain changes. Traditions Acquisition Partnership, GP, LLC, a Texas limited liability company, acquired the general partnership interest originally owned by CFJ Properties, Inc. and subsequently known as Rosemel Properties, Inc. Traditions Acquisition Partnership GP, a Texas limited partnership, acquired the limited partnership interest originally owned by Jordan Community Properties, Inc., subsequently known as Melrose Community Properties, L.P. Concurrent with the Amendment, Traditions Acquisition Partnership, L.P. agreed to acquire a group of loans payable from Bryan/Traditions, L.P. and payable to M&I Bank, relating to the Melrose entities, with a balance at the closing date of \$1,840,432. Traditions Acquisition Partnership, L.P. executed a release that released the guarantors from their respective obligations for the loan from M&I Bank to Bryan/Traditions, L.P. In consideration for Traditions Acquisition Partnership, L.P.'s contribution, the Amendment specified the deeding of 34 existing lots within the Traditions Development, from Bryan/Traditions, L.P. to Traditions Acquisition Partnership.

Traditions Acquisition Partnership completed the club house as specified in the Agreement on March 1, 2011, which triggered subsequent provisions that included Traditions Acquisition Partnership receiving the first \$150,000 of the net sales proceeds of each of the next 20 lots developed by Bryan/Traditions, L.P. This obligation was fulfilled on or before September 30, 2016. Additionally, Traditions Acquisition Partnership had the option to purchase 50 acres of BCDI land known as Parcel 35 for \$1. They elected to exercise this option, which then released the City of all construction commitments and other obligations under the Agreement for Parcel 35.

In November 2020, the City of Bryan and BCDI purchased the former Nutrabolt campus for the development of the new Lake Walk Innovation Center (subsequently known as the Design Spark Innovation Center). The Innovation Center was comprised of a collection of companies that occupied the 27,000 square foot office building. It was organized and funded by a group of individuals and companies who desired to foster meaningful innovation in this region and support Texas A&M. Individually and collectively, they invested in locating and nurturing startup and early-stage companies with the express purpose of growing them to the point where they can successfully operate on their own in the Brazos Valley. The acquisition of the former Nutrabolt campus was via a

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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combination of third-party bank debt, secured by real estate and tax revenues for the City of Bryan, and an equity investment by BCD of \$2,760,000 plus closing costs and fees. In 2023, the building was sold to Blue Forge Alliance, one of the companies that originated in the Design Spark Innovation Center. Proceeds of the sale were returned to BDCI for further economic development initiatives.

In October 2022, Bryan Commerce and Develop purchased a portion of the 55% limited partnership interest in Bryan/Traditions. In addition, five (5) key tracts on both Turkey Creek and Raymond Stotzer Parkway were acquired. The transaction included (i) the formation of a new entity, Bryan/Traditions Residential, (ii) the purchase by Bryan Commerce and Development (BCD) of tracts or parcels of commercial real property currently owned in fee by Traditions Acquisition Partnership (TAP) (iii) the amendment to the terms and conditions of the Memorandum of Master Economic Development Agreement (MEDA) and Memorandum of Traditions Development Agreement (TDA) to address the creation of Bryan/Traditions Residential and to include the tracts or parcels of commercial real property owned in fee by BCD, and (iv) the acquisition by William Cole (WC) and BCD of TAP's fifty-five percent (55.00%) limited partnership interest in Bryan/Traditions and consented to the acquisition by William Cole of the TAP General Partnership interest. The expenditures included a purchase of equity interest in the partnership for \$1.8 million and additional properties for \$3.0 million, combined for a total of expenditure of \$4.8 million.

Today, the Traditions Development currently includes a Jack Nicklaus designed golf course that is home to the Texas A&M Golf Team and a high-end housing development with numerous amenities. The area is also home to the Lake Walk development featuring The Stella Hotel and The Lumin, a premium Class A office space currently under construction. BDCI still holds approximately 165 acres to be developed under one of the partnerships and has invested over \$41 million towards land, infrastructure and operating costs. Both partnerships are expected to stay operational until all partnership property is sold. There is no debt outstanding related to land held by BDCI in the Traditions and Lake Walk developments. The City anticipates that the proceeds from BDCI's portion of future land sales will significantly exceed the cost of future City infrastructure required by the Traditions and Lake Walk Developments.

### City of Bryan and Brazos County Economic Development Foundation Inc.

In 2009, the City of Bryan and Brazos County entered into an agreement to create the City of Bryan and Brazos County Economic Development Foundation Inc. ("BBCEDF"), a local government corporation formed under Subchapter D of Chapter 431 of the Texas Transportation Code. The BBCEDF was created to promote, develop, encourage and maintain employment, commerce, and economic development in the City and the County. In 2009, the BBCEDF purchased 191 acres of land in north Brazos County to be developed as a business park. Also in 2009, the BBCEDF entered into an option agreement that gave BBCEDF the right to purchase up to 724 adjacent acres. In fiscal year 2016, BBCEDF exercised the option to purchase 709 acres under the option agreement. In fiscal year 2017, BBCEDF purchased an adjacent 119 acres. The business park, known as the Texas Triangle Park, is currently the primary focus for economic development for the BBCEDF. In fiscal year 2024, the BBCEDF purchased 60 acres of land. Through September 30, 2025, the BBCEDF has sold or conveyed a total of 878 acres for economic development, rail easements and water well sites. Currently, the BBCEDF has a total of 201 acres for sale.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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The City of Bryan's 50% ownership in BBCEDF is reflected on the Statement of Net Position as Investment in Economic Development Foundation.

### Destination Bryan

In 2021, the City of Bryan entered into a funding agreement with Destination Bryan, a local 501(c)(6) tax exempt, Texas non-profit corporation. Destination Bryan was created for the promotion of tourism and the hotel convention industry, and to be the City of Bryan's destination marketing organization, now and in the future. Destination Bryan's funding is primarily derived from the funding agreement with the City of Bryan.

Destination Bryan is reflected on the government wide statements, in the Balance Sheet – Governmental Funds and Statement of Revenues, Expenditures, and Changes in Fund Balances.

### Research Valley BioCorridor

In December 2011, the Cities of Bryan and College Station (the "Cities") adopted an inter-local agreement (ILA) for the development of the Research Valley BioCorridor. The purpose of the BioCorridor is to attract bio-related industries that develop life-changing medical technologies, build tax base, and attract high-paying jobs and investment to the Cities. The ILA outlines a number of ways the Cities will work together to create and manage an environment conducive for development and growth of the BioCorridor. The agreement applies to four tracts of land totaling approximately 196 acres owned by Bryan Commerce and Development, of which, approximately 147 acres are located in College Station.

The agreement provides for the joint construction and cost-sharing of HSC Parkway, the major roadway within the BioCorridor, creation of joint development standards, ad valorem revenue sharing on real and personal properties, sewer service to be provided by Bryan; Water service to be provided by College Station and a swap of exclusive sewer service territories that enables each City to more effectively provide service due to terrain and proximity to existing sewer systems.

Through September 30, 2025, The City of Bryan has expended \$6.4 million on roadways and sewer improvements under the agreement. Ad valorem taxes to be shared under the agreement are based on the lower of the Cities of Bryan and College Station's O&M tax rates, subject to a minimum rate of \$0.24 per \$100 valuation, and will be split on a 50/50 basis. Through September 30, 2025, the City of Bryan has paid a total of \$253,099 to the City of College Station under the tax sharing agreement.

### Bryan Texas Utilities

BTU purchase and construction commitments were approximately \$445.5 million at September 30, 2025. This amount primarily includes provisions for future fuel and energy purchases.

On February 4 and February 10, 2025, BTU executed forward market power purchases for a one-year term 2028, 2029, and 2030, to support BTU's projected baseload energy requirements over those respective years. BTU transacted with four counterparties with total future commitments of approximately 3,276,870 MWh.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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On July 1, 2024, BTU executed forward market power purchases for a year term 2026 for BTU's wholesale supply agreement with one counterparty to support a portion of Texas A&M University's (TAMU) projected baseload energy requirements over the respective year with total future commitments of approximately 108,690 MWh.

On March 24, 2023, BTU executed forward market power purchases for a year term 2025 and a partial year term 2026 for BTU's wholesale supply agreement with one counterparty to support a portion of Texas A&M University's (TAMU) projected baseload energy requirements over the respective years with total future commitments of approximately 156,720 MWh.

On April 5 and November 15, 2018, BTU executed forward market power purchases for a 5-year term from 2023 to 2027, to support BTU's projected baseload energy requirements over those respective years. BTU transacted with two counterparties with total future commitments of approximately 2,505,625 MWh.

On October 8, 2018, BTU entered into a 15-year power purchase agreement with an energy developer that was to construct a photovoltaic solar power plant in northeast Texas. The original agreement had an estimated commercial operation date of June 2022, and BTU was to purchase the output from 150 MW of generating capacity (100 MW for BTU and 50 MW on behalf of TAMU). Due to supply chain delays, BTU and the developer executed an amendment on August 31, 2022 that postponed the commercial operation date to December 31, 2022, and reduced the purchase output to 125 MW of generating capacity (75 MW for BTU and 50 for TAMU) with total future commitments of approximately 2,244,043 MWh for the remainder of the revised 14-year term.

On August 28, 2014, BTU entered into a 25-year power purchase agreement with Los Vientos Windpower, LLC, a subsidiary of Duke Energy. Under the agreement, BTU purchases 33% of the output from wind turbines with a generating capacity of 110 MW from the Los Vientos V wind project in Starr County, Texas; which began commercial operation in December 2015.

On October 14, 2010, BTU entered into a 15-year power purchase agreement with Peñasal II Wind Power, LLC, a subsidiary of Iberdrola Renewables; now known as Avangrid Texas Renewables, LLC (Avangrid). Under the agreement, which extends from January 1, 2011 to December 31, 2025, BTU will purchase the output from wind turbines representing 30MW of generating capacity from Avangrid's existing Peñasal 2 Wind Project in Kenedy County, Texas.

On April 30, 2010, BTU entered into a 25-year power purchase agreement with Fotowatio Renewable Ventures (FRV). FRV owns and operates a photovoltaic solar power plant in Presidio County, Texas. Under the agreement, which extends from 2013 to 2037, BTU will purchase the output from the 10MW facility.

# City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

## Encumbrances

The General Fund assigned fund balance includes the impact of encumbrances. Encumbrances are commitments related to contracts for goods or services. At year end the dollar amount of encumbrances expected to be honored in the next year in the General Fund were \$8.9 million.

## 21. LEASE RECEIVABLE

During the fiscal year ended September 30, 2022, the City entered into a Chapter 380 program agreement for economic development with a grant amount of \$1.4 million, and amended a ground lease in the amount of \$350,000 per year for four years. This balance was fully repaid as of September 30, 2025. The initial ground lease dated February 12, 2020 has a term of 25 years with two ten year renewal options. Rental payments are variable and based on a percentage of adjusted gross value as defined in the agreement.

The City entered into a lessor arrangement on January 1, 2023 to provide building space for a period of twenty years. Lease payments are \$9,572.50 per month with an escalation of 1.5% per year.

The City entered into a lessor arrangement with an initial agreement date of February 28, 2021, as amended October 8, 2024, to provide a ground lease for a period of thirty years. Lease payments are \$1 for years 1-3, \$58,333 in year 4, \$116,666 in year 5, \$175,000 in year 6 with an escalation of 1% per year afterwards.

As of September 30, 2025, the City had a balance in deferred inflows - leases of \$4,011,875 and a balance in lease receivable of \$4,349,168. During the fiscal year ended September 30, 2025, the City recorded \$570,470 in lease revenue and \$93,274 in interest revenue.

## 22. RESTRICTED CASH, CASH EQUIVALENTS AND INVESTMENTS

Below is a reconciliation of the various restricted cash, cash equivalents and investments reported as of September 30, 2025:

|                             | City Electric<br>Fund | Rural Electric<br>Fund | Water<br>Fund        | Wastewater<br>Fund   | Airport<br>Fund  | Total                 |
|-----------------------------|-----------------------|------------------------|----------------------|----------------------|------------------|-----------------------|
| Debt Reserve                | \$ 2,824,100          | \$ -                   | \$ -                 | \$ -                 | \$ -             | \$ 2,824,100          |
| Debt Service                | 5,441,182             | 1,130,721              | 4,028,570            | 3,005,690            | -                | 13,606,163            |
| Rate Stabilization          | 1,791,141             | -                      | -                    | -                    | -                | 1,791,141             |
| Customer Deposits Liability | 5,095,671             | 1,676,986              | -                    | -                    | 22,245           | 6,794,902             |
| Counter-Party Collateral    | 35,580,000            | -                      | -                    | -                    | -                | 35,580,000            |
| Over-Recovered Fuel Cost    | 9,883,174             | 3,545,287              | -                    | -                    | -                | 13,428,461            |
| Capital Debt Proceeds       | 4,607,621             | -                      | 30,396,075           | 7,339,690            | 17,084           | 42,360,470            |
|                             | <u>\$ 65,222,889</u>  | <u>\$ 6,352,994</u>    | <u>\$ 34,424,645</u> | <u>\$ 10,345,380</u> | <u>\$ 39,329</u> | <u>\$ 116,385,237</u> |

\*This table does not include investments in Brazos Valley Solid Waste Management Agency or City of Bryan and Brazos County Economic Development Foundation Inc. or equity interest in limited partnership.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### 23. BUDGETARY EXPENDITURES IN EXCESS OF APPROPRIATIONS

For the fiscal year ended September 30, 2025 budgetary expenditures in excess of appropriations are reported as indicated below:

| <u>Fund</u>           | <u>Final<br/>Budgeted<br/>Amounts</u> | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget -<br/>(Negative)</u> |
|-----------------------|---------------------------------------|---------------------------|--|
| General Fund          | \$ 104,796,100                        | \$ 116,311,682            | \$ (11,515,582)  |
| Community Development | 1,529,000                             | 1,736,387                 | (207,387)  |

Appropriations are made at the fund level. For the fiscal year ended September 30, 2025, the General Fund exceeded expenditures at the fund level by \$11,515,582, and the Community Development Fund exceeded budgeted expenditures at the fund level by \$207,387. The variance in the General Fund is driven by capital expenditures. The variance in the Community Development fund is due to year-end adjustments related to the capital lease associated with the renting of the previously utilized Community Development office building.

### 24. FUND DEFICITS

The Community Development Fund, a Special Revenue Fund, has a deficit unassigned fund balance as of September 30, 2025 in the amount of \$15,356. This is the result of expenditures incurred in advance of processing the related grant requests, including retainage. The City will submit grant fund requests to cover the fund deficit in fiscal year 2026 when retainage is released to the vendor.

### 25. TAX INCREMENT REINVESTMENT ZONES

Chapter 311 of the Texas Tax Code allows for the creation of Tax Increment Reinvestment Zones (“TIRZ”). TIRZ are statutory tools available to municipalities in Texas to promote development or redevelopment in an area that would not occur in the foreseeable future solely through private investment. TIRZ are also a means to allow a community to enhance their ability to attract economic development or to allow businesses currently located within their area to expand. Once a City has designated a TIRZ, the governing bodies of the county and school district may choose to participate.

When a TIRZ is formed, a base value for the property located within the TIRZ is established. At the date of creation the appraised value is normally accepted as the base value. As the property within the TIRZ develops, property taxes are collected based upon appreciated appraised values at the rate established annually by the participating entities. Each participant in the TIRZ remits the amount of taxes attributable to the increase in the appraised values to the Tax Increment Financing Zone to be used to fund the project plan. Project plans normally include the creation of infrastructure such as roads, street improvements, water and sewer systems, lighting, landscaping, etc. A TIRZ may be terminated either on the date designated in the ordinance creating the zone, or the date on which all project costs, tax increment debt, and associated interest have been paid. A TIRZ may also be terminated by a subsequent ordinance providing for an earlier or later termination date.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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As of September 30, 2025, the City had four active Tax Increment Financing Zones:

Tax Increment Reinvestment Zone #10: In 2000, the City approved an ordinance creating a TIRZ known as “Reinvestment Zone Number Ten, City of Bryan, Texas” (“Zone Ten”). Zone Ten encompasses a portion of the west side of the City in the area known as Traditions. The development includes a Jack Nicklaus designed golf course and an 800-acre high end housing development. Through the fiscal year ended September 30, 2025, the City estimates that it has funded \$29.7 million in public infrastructure improvements and associated costs within Zone Ten. Combination Tax and Surplus Utility System Revenue Certificates of Obligation, Series 2000A, in the aggregate principal amount of \$17,000,000 were issued by the City to provide funds to commence certain of the public infrastructure improvements. In 2005, the Series 2000A bonds were refunded through the City’s issuance of \$13,696,712 of General Obligation refunding bonds. In 2015, the 2005 GO Ref bonds were refunded through the City’s issuance of \$12,150,000 of General Obligation refunding bonds of which \$7,965,728 was assigned to Zone Ten. All outstanding debt balances were paid in FY 2025. The City contributes all of its incremental tax revenues to Zone Ten. Brazos County has agreed to allow 80% of its maintenance and operations rate to be diverted to Zone Ten through 2025. Incremental ad valorem property taxes provided sufficient funds to cover the entirety of debt service obligations in FY 2025.

Tax Increment Reinvestment Zone #19: In 2005, the City approved an ordinance creating a TIRZ known as “Reinvestment Zone Number Nineteen, City of Bryan, Texas” (“Zone Nineteen”). The development consists of 122 acres in the central portion of the City of Bryan in the vicinity of Nash Street. Through the fiscal year ended September 30, 2025, the City estimates that it has funded \$2.8 million in public infrastructure improvements and associated costs within Zone Nineteen. Tax and Revenue Certificates of Obligation, Series 2005, in the aggregate principal amount of \$1,747,642 were issued by the City to provide funds to commence certain of the public infrastructure improvements within Zone Nineteen. Subsequently, in 2007, the City issued Tax and Revenue Certificates of Obligation, Series 2007, in the aggregate principal amount of \$200,000 for TIRZ Nineteen projects. In 2013 and 2014, the Series 2005 bonds were refunded through the City’s issuance of \$1,534,542 of General Obligation refunding bonds. In 2016, the 2007 CO Ref bonds were refunded through the City’s issuance of \$7,755,000 of General Obligation refunding bonds of which \$108,803 was assigned to Zone Nineteen. The outstanding debt balance as of September 30, 2025 is \$273,737 with debt service payments through 2031. The City contributes all of its incremental tax revenues to Zone Nineteen. Brazos County agreed to allow 100% of its maintenance and operations rate to be diverted to Zone Nineteen through 2013. Incremental ad valorem property taxes provided sufficient funds to cover the entirety of debt service obligations in FY 2025. TIRZ zone #19 closed at the end of calendar year 2024. The remaining debt service obligations will be paid by the General Fund through the proceeds of the fund balance transfer from TIRZ #19 that occurred at closure.

Tax Increment Reinvestment Zone #21: In 2006, the City approved an ordinance creating a TIRZ known as “Reinvestment Zone Number Twenty-One, City of Bryan, Texas” (“Zone Twenty-One”). Zone Twenty-One is located in Downtown Bryan and was created to support the re-development of the Downtown district. In 2022, the City issued \$27,425,000 in Certificates of Obligation, \$5,517,000 of which was allocated to TIRZ Zone #21. The outstanding debt balance as of September 30, 2025 is \$5,306,781 with debt service payments through 2052. As of September 30, 2025, \$1.4 million has been spent on projects in the TIRZ #21 zone. Incremental ad valorem property taxes provided

## City of Bryan, Texas

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For the Fiscal Year Ended September 30, 2025

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sufficient funds to cover the entirety of debt service obligations in FY 2025. Brazos County will begin participating in the TIRZ in Fiscal Year 2027.

Tax Increment Reinvestment Zone #22: In 2007, the City approved an ordinance creating a TIRZ known as “Reinvestment Zone Number Twenty-Two, City of Bryan, Texas” (“Zone Twenty-Two”). Zone Twenty-Two is a retail development on the east side of the City of Bryan in the vicinity of Bryan Towne Center. Through the fiscal year ended September 30, 2025, the City estimates that it has funded \$9.8 million in public infrastructure improvements and associated costs within Zone Twenty-Two. Tax and Revenue Certificates of Obligation, Series 2007, in the aggregate principal amount of \$3,721,414 were issued by the City to provide funds to commence certain of the public infrastructure improvements within Zone Twenty-Two. Subsequently, in 2008, the City issued Tax and Revenue Certificates of Obligation, Series 2008, in the aggregate principal amount of \$287,914 for TIRZ Twenty-Two projects. In September 2013, bond funds of \$1,481,500 were assigned to Zone Twenty-Two from Tax and Revenue Certificates of Obligation, Series 2010. In 2016, the 2007 CO Ref bonds were refunded through the City’s issuance of \$7,755,000 of General Obligation refunding bonds of which \$2,404,981 was assigned to Zone Twenty-Two. In 2018, the 2008 CO bonds were refunded through the City’s issuance of \$6,265,000 of General Obligation refunding bonds of which \$162,649 was assigned to Zone Twenty-Two. In 2020, the 2010 CO bonds were refunded through the City’s issuance of \$7,125,000 of General Obligation refunding bonds of which \$927,209 was assigned to Zone Twenty-Two. The outstanding debt balance as of September 30, 2025 is \$792,474 with debt service payments through 2030. The City contributes all of its incremental tax revenues to Zone Twenty-Two. Brazos County has agreed to allow 100% of its maintenance and operations rate to be diverted to Zone Twenty-Two through 2023. Incremental ad valorem property taxes provided sufficient funds to cover the entirety of debt service obligations in FY 2025.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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The following schedule is a five-year history of relevant data with regard to these TIRZ:

| <u>Zone/<br/>Fiscal Year</u> | <u>Net<br/>Taxable<br/>Value</u> | <u>Base<br/>Value</u> | <u>Captured<br/>Value</u> | <u>TIRZ<br/>Tax<br/>Levy</u> |
|------------------------------|----------------------------------|-----------------------|---------------------------|------------------------------|
| <u># 10</u>                  |                                  |                       |                           |                              |
| 2025                         | \$ 563,145,193                   | \$ 637,640            | \$ 562,507,553            | \$ 3,237,044                 |
| 2024                         | 533,081,465                      | 637,640               | 532,443,825               | 3,240,318                    |
| 2023                         | 430,476,095                      | 637,640               | 429,838,455               | 2,608,229                    |
| 2022                         | 388,925,552                      | 637,640               | 388,287,912               | 2,398,692                    |
| 2021                         | 374,010,862                      | 637,640               | 373,373,222               | 2,318,812                    |
| <u># 19</u>                  |                                  |                       |                           |                              |
| 2025                         | 89,531,221                       | 2,213,289             | 87,317,932                | 484,299                      |
| 2024                         | 83,717,841                       | 2,213,289             | 81,504,552                | 497,188                      |
| 2023                         | 77,473,107                       | 2,213,289             | 75,259,818                | 434,745                      |
| 2022                         | 69,630,746                       | 2,213,289             | 67,417,457                | 419,448                      |
| 2021                         | 68,467,694                       | 2,213,289             | 66,254,405                | 411,629                      |
| <u># 21</u>                  |                                  |                       |                           |                              |
| 2025                         | 116,000,163                      | 41,070,995            | 74,929,168                | 459,148                      |
| 2024                         | 116,859,503                      | 41,070,995            | 75,788,508                | 681,871                      |
| 2023                         | 93,384,182                       | 41,070,995            | 52,313,187                | 571,157                      |
| 2022                         | 82,549,749                       | 41,070,995            | 41,478,754                | 515,285                      |
| 2021                         | 77,093,364                       | 41,070,995            | 36,022,369                | 482,253                      |
| <u># 22</u>                  |                                  |                       |                           |                              |
| 2025                         | 85,223,004                       | 2,464,400             | 82,758,604                | 506,607                      |
| 2024                         | 77,906,461                       | 2,464,400             | 75,442,061                | 491,840                      |
| 2023                         | 70,941,634                       | 2,464,400             | 68,477,234                | 444,135                      |
| 2022                         | 65,699,417                       | 2,464,400             | 63,235,017                | 413,249                      |
| 2021                         | 66,384,360                       | 2,464,400             | 63,919,960                | 418,215                      |

TIRZ tax levy above includes 100% of levy on the taxable values within the TIRZ boundaries. Actual levy to be collected for the TIRZ is based on captured values.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### 26. TAX ABATEMENTS

As of September 30, 2025, the City of Bryan provides tax abatement economic development incentives through four programs:

#### Chapter 311 Texas Tax Code

The City uses Tax Increment Financing as a tool to assist with needed improvements to infrastructure and buildings within a designated reinvestment zone. The cost of projects and improvements to the reinvestment zone is repaid by the future tax revenues of each taxing unit that levies taxes against the property. The City can choose to dedicate all, a portion of, or none of the tax revenue gained as a result of improvements within the reinvestment zone.

#### Chapter 312 Texas Tax Code

The City allows for the creation of tax abatement agreements between the taxpayer and the city exempting all or part of the value increase from real property and/or tangible personal property from taxation for up to 10 years. In return, the developer is required to make certain improvements to their property or meet certain performance benchmarks.

#### Chapter 351 Texas Tax Code

The City can reimburse all or portions of Hotel Occupancy Tax (HOT) collected by the City. Reimbursed funds can be used for the management and supervision of certain promotional services, programs and activities that are eligible to be funded with revenue derived by the City from Hotel HOT (collectively "Statutorily Authorized Promotional Programs" or "SAPP(s)") specifically permitted under the Texas Tax Code Section 351.101(a) (1-5), including, by way of example, advertising, solicitation, and promotional programs promoting visitor attractions, points of interest, entertainment opportunities, recreational facilities, and historical sites to attract tourists and convention delegates or registrants to the City.

#### Chapter 380 Local Government Code

The City uses Economic Development Agreements to provide a grant or a loan of city funds or services to promote economic development. Under a Chapter 380 agreement, a developer and the City negotiate a contract to provide incentives such as permit fee waivers, payments of portions of sales and property tax, grants for façade and safety improvements, assistance with infrastructure and other items in return for the project meeting performance benchmarks.

# City of Bryan, Texas

## Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

At September 30, 2025, the City had established the following abatement agreements:

| Property Owner  | Date of Abatement | FY 2025 Appraised Values | FY 2025 Taxable Values  | FY 2025 Abated Values   | FY 2025 Eligible Taxes Levied * | FY 2025 Taxes Abated * |
|---|-------------------|--------------------------|-------------------------|-------------------------|---------------------------------|------------------------|
| <b>Chapter 311</b>  |                   |                          |                         |                         |                                 |                        |
| TIRZ 10   | 2001-2025         | \$ 563,145,193           | \$ 563,145,193          | \$ 562,507,553          | \$ 3,237,044                    | \$ 3,241,842           |
| TIRZ 19   | 2006-2028         | 89,531,221               | 89,531,221              | 87,317,932              | 484,299                         | 479,368                |
| TIRZ 21   | 2007-2026         | 116,000,163              | 116,000,163             | 74,929,168              | 459,148                         | 453,701                |
| TIRZ 22 NORTH AND TARGET  | 2008-2027         | 85,223,004               | 85,223,004              | 82,758,604              | 506,607                         | 506,607                |
| Total Chapter 311   |                   | <u>\$ 853,899,581</u>    | <u>\$ 853,899,581</u>   | <u>\$ 807,513,257</u>   | <u>\$ 4,687,098</u>             | <u>\$ 4,681,518</u>    |
| <b>Chapter 312</b>  |                   |                          |                         |                         |                                 |                        |
| Lubrizol  | 2018-2027         | \$ 32,725,230            | \$ 32,725,230           | \$ 9,778,700            | \$ 61,019                       | \$ 61,019              |
| Total Chapter 312   |                   | <u>\$ 32,725,230</u>     | <u>\$ 32,725,230</u>    | <u>\$ 9,778,700</u>     | <u>\$ 61,019</u>                | <u>\$ 61,019</u>       |
| <b>Chapter 351</b>  |                   |                          |                         |                         |                                 |                        |
| Atlas Hotel   | 2015-2026         | N/A                      | N/A                     | N/A                     | \$ 328,062                      | \$ 370,853             |
| Total Chapter 351   |                   | <u>\$ -</u>              | <u>\$ -</u>             | <u>\$ -</u>             | <u>\$ 328,062</u>               | <u>\$ 370,853</u>      |
| <b>Chapter 380</b>  |                   |                          |                         |                         |                                 |                        |
| <b>Property Tax</b>   |                   |                          |                         |                         |                                 |                        |
| Adam Development  | 2019-2030         | \$ 201,473,025           | \$ 201,473,025          | \$ 200,416,875          | 1,250,601                       | \$ 1,250,601           |
| Capitol Flooring  | 2020-2025         | 1,440,570                | 1,440,570               | 1,440,570               | 8,989                           | -                      |
| Cimarron LLC  | 2025-2029         |                          |                         |                         | -                               | -                      |
| City of College Station (Biocorridor Revenue Sharing Agreement) |                   | 23,924,095               | 22,741,544              | 11,370,772              | 34,299                          | 34,299                 |
| Cozumel Investors, Ltd. (The Ranch at Turkey Creek)             | 2018-2025         | 6,993,400                | 6,993,400               | 3,480,575               | 21,719                          | 16,462                 |
| Clay Street Townhomes (Rock Pad, LLC)                           | 2019-2025         | 3,743,404                | 3,743,404               | 1,713,282               | 10,691                          | 10,691                 |
| EPMC Group (Legacy BTX Development)                             | 7 years           | 24,356,640               | 24,356,640              | 21,475,432              | 67,003                          | -                      |
| Fujifilm  | 2014-2024         | 127,892,552              | 127,892,552             | 126,517,942             | 41,145                          | 41,145                 |
| The American Trade Group  | 2019-2025         | 412,815                  | 412,815                 | -                       | -                               | -                      |
| RELLIS Campus Data and Research Center, LLC                     | 2023-2027         | N/A                      | N/A                     | -                       | -                               | -                      |
| Total Property Tax  |                   | <u>390,236,501</u>       | <u>389,053,950</u>      | <u>366,415,448</u>      | <u>1,434,447</u>                | <u>1,353,198</u>       |
| <b>Sales Tax</b>  |                   |                          |                         |                         |                                 |                        |
| CrossFulton   | 2012-2027         | N/A                      | N/A                     | N/A                     | N/A                             | N/A                    |
| Total Sales Tax   |                   | <u>-</u>                 | <u>-</u>                | <u>-</u>                | <u>-</u>                        | <u>-</u>               |
| Total Chapter 380   |                   | <u>\$ 390,236,501</u>    | <u>\$ 389,053,950</u>   | <u>\$ 366,415,448</u>   | <u>\$ 1,434,447</u>             | <u>\$ 1,353,198</u>    |
| Total   |                   | <u>\$ 1,276,861,312</u>  | <u>\$ 1,275,678,761</u> | <u>\$ 1,183,707,405</u> | <u>\$ 6,510,625</u>             | <u>\$ 6,466,587</u>    |

\* Taxes levied for the TIRZ only include the taxes related to the captured values. The FY 2025 taxes were collected from the Tax Year 2024 levy.

The City of Bryan has other contracts providing other economic incentives to attract businesses to the city. A full listing of these incentives are found on our website: <https://www.bryantx.gov/economic-development/>.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### 27. FINANCIAL HEDGING

BTU's Energy Risk Management Policy (Risk Policy) allows for the purchase and sale of certain financial instruments defined as hedge instruments. The essential goal of the Risk Policy is to provide a framework for the operation of a fuel and energy purchasing and hedging program to better manage BTU's risk exposures in order to stabilize pricing and costs for the benefit of BTU's customers.

BTU applies GASB Statement No. 53 – *Accounting and Financial Reporting for Derivative Instruments* ("GASB 53"), which addresses the recognition, measurement, and disclosures related to derivative instruments. BTU utilizes natural gas commodity swaps to hedge its exposure to fluctuating fuel prices. Since these derivatives are entered into for risk mitigation purposes, the instruments are considered potential hedging derivative instruments under GASB 53.

BTU's hedging program considers a two-step approach to reducing exposure to the fluctuations in the natural gas market. Forecasted natural gas exposure is first determined by estimating natural gas supply needs on an ongoing basis. Fifty percent of that exposure is hedged through two separate but related transactions. First, BTU executes NYMEX swaps to approximate the forward price of Houston Ship Channel (HSC) natural gas. This transaction is considered the hedging derivative. These monthly hedges are settled approximately three days prior to the month where fuel will be purchased. When the NYMEX swap settles, a second derivative, an HSC swap, is executed to hedge the actual HSC settlement price for the next month's delivered fuel. The HSC swap, while itself a hedging derivative with the hedgeable item being the HSC daily settlement price, is also the hedgeable item for the NYMEX swap. In effect, BTU is using the NYMEX swap to mitigate fluctuations in natural gas prices at a point in time based on the forward gas price curve. Because the HSC swap is illiquid on a longer-term basis, it would be costly (and ineffective) to enter into long-term derivatives approximating the HSC daily settlement using the HSC swap. Therefore, the NYMEX swap is used to hedge the HSC swap price on a longer-term basis. When the NYMEX swap expires, the HSC swap is put on to reduce the cash flow fluctuations in the daily market settlement price.

To measure the effectiveness of the NYMEX swap, the hedgeable instrument is the HSC swap and the effectiveness test used is the regression analysis as prescribed by GASB 53.

To measure the effectiveness of the HSC swap, the hedgeable instrument is the HSC daily settlement price and meets the criteria for the consistent critical terms method as prescribed by GASB 53.

BTU evaluated all potential hedging derivative instruments for effectiveness as of September 30, 2025 and determined the derivatives to be effective in substantially offsetting the changes in cash flows of the hedgeable items.

For the fiscal year ended September 30, 2025, the total fair value of outstanding hedging derivative instruments was a net liability of \$337,009. The fair value of those derivative financial instruments maturing within one year are reported on the Statements of Net Position as a current liability of \$337,009 at September 30, 2025. The fair value of those derivative financial instruments with maturities exceeding one year was \$0 at September 30, 2025.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

Hedge accounting treatment outlined in GASB 53 and GASB 63 requires changes in the fair value of derivative instruments deemed effective in offsetting changes in cash flows of hedged items be reported as deferred (inflows) outflows of resources on the Statements of Net Position. During the fiscal year ended September 30, 2025, the fair value of the City Electric System's hedging derivative instruments - NYMEX-based commodity swaps - increased by \$408,587; which is reported in the Statement of Net Position as a decrease of deferred outflows of resources. The deferred outflows are reported until respective contract expirations occur in conjunction with hedged expected physical fuel purchases. When fuel purchase transactions occur, the deferred balance associated with the expired fuel hedging contract is recorded as an adjustment to fuel expense. Reported on the Statement of Net Position, at September 30, 2025, the deferred outflows of resources related to hedging derivatives was \$337,009.

The following information details the City Electric System's hedging derivative instruments as of September 30, 2025:

| Type            | Terms                             | Volume Hedged (MMBtu) | Effective Dates      | Maturity Dates      | Reference Index | Fair Value   |
|-----------------|-----------------------------------|-----------------------|----------------------|---------------------|-----------------|--------------|
| Commodity Swaps | BTU pays prices of \$3.113 - 4.23 | 2,638,000             | Nov 2023 - July 2025 | Oct 2025 - Dec 2027 | NYMEX           | \$ (337,009) |

The estimated fair value of the hedging derivative instruments is classified as a level 2 measurement under the hierarchy estimated by GASB 72 and are valued at the difference between the closing futures price at the end of the reporting period, and the futures price at the time the positions were established, less applicable commissions.

Fuel swap contracts represent a financial obligation to buy or sell the underlying settlement point price. If held to expiration, as is BTU's policy, the financial difference determined by mark-to-market valuation must be settled on a cash basis.

*Credit Risk* - BTU's hedging derivative instruments generate exposure to a certain amount of risk that could give rise to financial loss. By engaging in hedging activities, BTU is exposed to counterparty credit risk. However, if necessary, BTU has the ability to require collateralization of the fair value of derivative instruments as defined by the credit terms in counterparty contracts.

*Basis Risk* - BTU is exposed to basis risk because the expected gas purchases being hedged will settle based on a pricing point (HSC) different than the pricing point of the hedge transactions (NYMEX). For September 2025, prompt month prices were \$2.867/MMBtu and \$2.515/MMBtu, for NYMEX and HSC, respectively.

*Termination Risk* - Exposure to termination risk occurs because BTU or its counterparties may terminate a derivative instrument if the other party fails to perform under the terms of the contract. BTU's fuel hedges are exchange-traded instruments, and consequently, termination risk is mitigated by rules established by NYMEX, which is governed by the Commodity Futures Trade Commission.

## City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2025

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### 28. SUBSEQUENT EVENTS

In December 2025, the City of Bryan issued revenue bonds dated December 18, 2025 (“Electric System Revenue Bonds, Series 2025”) totaling \$36,225,000 for the Bryan Texas Utilities City Electrical System. Proceeds from the bond issuance will be used to fund transmission capital projects.

In December 2025, the City of Bryan issued revenue bonds dated December 18, 2025 (“Rural Electric System Revenue Bonds, Series 2025”) totaling \$18,675,000 for the Bryan Texas Utilities Rural Electrical System. Proceeds from the bond issuance will be used to fund transmission capital projects.

In October 2025, Bryan Commerce and Development (BCD), through the existing Bryan/Traditions, L.P. Partnership, entered into an agreement for a property development in the Lake Walk development on the City’s west side. The development will include the construction of a 100,000 square foot Class A office building known as The Lumin. The site will also include a 200 space parking garage to be constructed and owned by the BioCorridor Property Owners Association (BPOA). The garage will be utilized by The Lumin and other developments in Lake Walk and operations and maintenance will be funded by assessments paid to the BPOA. The site work required of BCD as the primary development partner in Bryan/Traditions is currently estimated at \$4,723,583.

On October 30, 2025, the City of Bryan Texas, operating under its municipally-owned utility under the name Bryan Texas Utilities (BTU), filed an application for approval to change rates for wholesale transmission cost of service (TCOS) and revise its wholesale transmission service tariff under 16 Texas Administrative Code (TAC) § 25.192. Specifically, BTU is requesting an annual TCOS of \$31,766,370 and a corresponding annual wholesale transmission rate of \$0.391971.

**CITY OF BRYAN, TEXAS**

Required Supplementary Information  
 Schedule of Contributions  
 Texas Municipal Retirement System  
 Last Ten Fiscal Years

|  | 2016          | 2017          | 2018          | 2019          | 2020          | 2021          | 2022          | 2023          | 2024          | 2025          |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Actuarial Determined Contribution                                    | \$ 8,279,509  | \$ 8,521,169  | \$ 8,887,727  | \$ 9,224,947  | \$ 9,525,048  | \$ 9,921,334  | \$ 7,519,738  | \$ 6,738,064  | \$ 7,712,728  | \$ 8,556,554  |
| Contributions in Relation to the Actuarially Determined Contribution | 8,279,509     | 8,521,169     | 8,887,727     | 9,224,947     | 9,525,048     | 9,921,334     | 7,555,519     | 7,114,657     | 8,027,710     | 8,742,300     |
| Contribution Deficiency (Excess)                                     | \$ -          | \$ -          | \$ -          | \$ -          | \$ -          | \$ -          | \$ (35,781)   | \$ (376,593)  | \$ (314,982)  | \$ (185,746)  |
| Covered Payroll  | \$ 54,614,239 | \$ 55,894,466 | \$ 58,312,792 | \$ 61,308,968 | \$ 62,882,877 | \$ 64,682,955 | \$ 69,476,693 | \$ 75,406,309 | \$ 82,917,248 | \$ 88,047,332 |
| Contributions as a Percentage of Covered Payroll                     | 15.16%        | 15.25%        | 15.24%        | 15.05%        | 15.15%        | 15.34%        | 10.87%        | 9.44%         | 9.68%         | 9.93%         |

**Note to Schedule of Contributions**

Ten years of data are presented in accordance with GASB Standard No. 68. Additionally, GASB Standard No. 68 requires that the information on this schedule correspond with the period covered as of the City's fiscal year end of September 30, not the measurement date of the Actuary's report.

**Methods and Assumptions Used to Determine the Contribution Ratio**

|                               |  |
|-------------------------------|--|
| Actuarial Cost Method         | Entry Age Normal   |
| Amortization method           | Level Percentage of Payroll, Closed  |
| Remaining Amortization period | 20 Years (longest amortization ladder)   |
| Asset Valuation Method        | 10 Year smoothed market; 12% soft corridor   |
| Inflation                     | 2.50%  |
| Salary Increases              | 3.60% to 11.85% including inflation  |
| Investment Rate of Return     | 6.75%  |
| Retirement Age                | Experience-based table of rates that vary by age. Last updated for the 2023 valuation pursuant to an experience study of the period ending 2022.   |
| Mortality                     | Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).<br>Pre-retirement: PUB(10) mortality tables, with the 110% of the Public Safety table used for males and the 100% of the General Employee table used for females. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence). |
| Other Information             | Adopted 50% non-retroactive repeating COLA.  |

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

**CITY OF BRYAN, TEXAS**

Required Supplementary Information

Schedule of Changes in the City's Net Pension Liability (Asset) and Related Ratios

Texas Municipal Retirement System

Last Ten Calendar Years

|   | 2015           | 2016           | 2017           | 2018           | 2019           | 2020            | 2021            | 2022           | 2023           | 2024           |
|---|----------------|----------------|----------------|----------------|----------------|-----------------|-----------------|----------------|----------------|----------------|
| <b>Total Pension Liability</b>  |                |                |                |                |                |                 |                 |                |                |                |
| Service Cost  | \$ 7,796,505   | \$ 8,498,467   | \$ 8,991,102   | \$ 9,355,492   | \$ 9,823,079   | \$ 10,515,585   | \$ 10,529,924   | \$ 11,336,514  | \$ 12,339,241  | \$ 13,945,236  |
| Interest (on the Total Pension Liability)                                     | 19,160,943     | 19,655,455     | 20,795,590     | 21,996,726     | 23,265,601     | 24,643,477      | 26,073,483      | 27,598,610     | 29,339,786     | 30,713,722     |
| Changes of Benefit Terms  | -              | -              | -              | -              | -              | -               | -               | -              | -              | (5,309,413)    |
| Difference Between Expected and Actual Experience                             | (1,545,768)    | 450,762        | 395,105        | 631,794        | 26,678         | 1,130,387       | 3,222,804       | 5,049,014      | 5,368,366      | 7,189,543      |
| Change of Assumptions   | 3,577,731      | -              | -              | -              | 719,741        | -               | -               | -              | (2,779,090)    | -              |
| Benefit Payments, including Refunds of Employee Contributions                 | (11,685,311)   | (12,067,133)   | (11,853,082)   | (13,285,700)   | (13,553,597)   | (13,983,161)    | (16,239,518)    | (19,030,550)   | (18,350,048)   | (20,464,529)   |
| <b>Net Change in Total Pension Liability</b>                                  | 17,304,100     | 16,537,551     | 18,328,715     | 18,698,312     | 20,281,502     | 22,306,288      | 23,586,693      | 24,953,588     | 25,918,255     | 26,074,559     |
| <b>Total Pension Liability - Beginning</b>                                    | 275,672,153    | 292,976,253    | 309,513,804    | 327,842,519    | 346,540,831    | 366,822,333     | 389,128,621     | 412,715,314    | 437,668,902    | 463,587,157    |
| <b>Total Pension Liability - Ending (a)</b>                                   | \$ 292,976,253 | \$ 309,513,804 | \$ 327,842,519 | \$ 346,540,831 | \$ 366,822,333 | \$ 389,128,621  | \$ 412,715,314  | \$ 437,668,902 | \$ 463,587,157 | \$ 489,661,716 |
| <b>Plan Fiduciary Net Position</b>  |                |                |                |                |                |                 |                 |                |                |                |
| Contributions - Employer  | \$ 7,727,068   | \$ 8,035,947   | \$ 8,656,073   | \$ 8,972,275   | \$ 9,290,815   | \$ 64,152,235   | \$ 10,084,137   | \$ 6,538,898   | \$ 7,350,594   | \$ 8,235,370   |
| Contributions - Employee  | 3,490,130      | 3,741,223      | 3,964,541      | 4,123,958      | 4,335,533      | 4,586,237       | 4,586,281       | 4,947,357      | 5,416,546      | 5,912,577      |
| Net Investment Income   | 349,403        | 15,980,505     | 34,922,324     | (8,610,807)    | 43,051,984     | 24,391,784      | 52,276,194      | (32,955,033)   | 47,560,119     | 47,009,341     |
| Benefit Payments, including Refunds of Employee Contributions                 | (11,685,311)   | (12,067,133)   | (11,853,082)   | (13,285,700)   | (13,553,597)   | (13,983,161)    | (16,239,518)    | (19,030,550)   | (18,350,048)   | (20,464,529)   |
| Administrative Expense  | (212,814)      | (180,465)      | (180,962)      | (166,408)      | (243,255)      | (157,833)       | (241,472)       | (284,750)      | (302,140)      | (301,217)      |
| Other   | (10,510)       | (9,723)        | (9,171)        | (8,692)        | (7,308)        | (6,159)         | 1,654           | 339,791        | (2,111)        | (7,044)        |
| <b>Net Change in Plan Fiduciary Net Position</b>                              | (342,034)      | 15,500,354     | 35,499,723     | (8,975,374)    | 42,874,172     | 78,983,103      | 50,467,276      | (40,444,287)   | 41,672,960     | 40,384,498     |
| <b>Plan Fiduciary Net Position - Beginning</b>                                | 236,784,515    | 236,442,481    | 251,942,835    | 287,442,558    | 278,467,184    | 321,341,356     | 400,324,459     | 450,791,735    | 410,347,448    | 452,020,408    |
| <b>Plan Fiduciary Net Position - Ending (b)</b>                               | \$ 236,442,481 | \$ 251,942,835 | \$ 287,442,558 | \$ 278,467,184 | \$ 321,341,356 | \$ 400,324,459  | \$ 450,791,735  | \$ 410,347,448 | \$ 452,020,408 | \$ 492,404,906 |
| <b>Net Pension Liability (Asset) - Ending (a) - (b)</b>                       | \$ 56,533,772  | \$ 57,570,969  | \$ 40,399,961  | \$ 68,073,647  | \$ 45,480,977  | \$ (11,195,838) | \$ (38,076,421) | \$ 27,321,454  | \$ 11,566,749  | \$ (2,743,190) |
| <b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b> | 80.70%         | 81.40%         | 87.68%         | 80.36%         | 87.60%         | 102.88%         | 109.23%         | 93.76%         | 97.50%         | 100.56%        |
| <b>Covered Payroll</b>  | \$ 49,849,779  | \$ 53,382,332  | \$ 56,512,266  | \$ 58,913,678  | \$ 61,936,186  | \$ 65,517,665   | \$ 65,484,602   | \$ 70,676,521  | \$ 77,313,539  | \$ 84,465,390  |
| <b>Net Pension Liability (Asset) as a Percentage of Covered Payroll</b>       | 113.41%        | 107.85%        | 71.49%         | 115.55%        | 73.43%         | -17.09%         | -58.15%         | 38.66%         | 14.96%         | -3.25%         |

**Note to Schedule of Changes in the City's Net Pension Liability and Related Ratios**

The schedule above reflects the changes in the pension liability for the current year. GASB 68 requires 10 fiscal years of data to be provided in this schedule. The employer should retain the annual GASB packages to utilize in this schedule.

**CITY OF BRYAN, TEXAS**

Required Supplementary Information

Schedule of Contributions

Other Post Employment Benefits - City of Bryan

Last Ten Fiscal Years (will ultimately be displayed) ending September 30

|   | 2018          | 2019          | 2020          | 2021          | 2022          | 2023          | 2024          | 2025          |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Actuarially Determined Contribution           | \$ 1,498,635  | \$ 1,528,513  | \$ 1,559,061  | \$ 1,590,296  | \$ 1,601,390  | \$ 1,633,919  | \$ 1,917,440  | \$ 1,956,445  |
| Actual Contributions                          | 1,471,374     | 1,624,112     | 2,072,827     | 2,238,608     | 517,474       | 1,306,797     | 1,281,592     | 1,436,147     |
| Contribution Deficiency (Excess)              | \$ 27,261     | \$ (95,599)   | \$ (513,766)  | \$ (648,312)  | \$ 1,083,916  | \$ 327,122    | \$ 635,848    | \$ 520,298    |
| Covered Employee Payroll                      | \$ 58,312,792 | \$ 61,308,968 | \$ 62,882,877 | \$ 64,682,955 | \$ 69,476,693 | \$ 75,406,309 | \$ 82,917,248 | \$ 88,047,332 |
| Actual Contribution as a % of Covered Payroll | 2.52%         | 2.65%         | 3.30%         | 3.46%         | 0.74%         | 1.73%         | 1.55%         | 1.63%         |

**Note to Schedule of Contributions**

Only eight years of data are presented in accordance with GASB Standard No. 75 as the data for the years other than what is presented is not available. Additionally, GASB Standard No. 75 requires that the information on this schedule correspond with the period covered as of the City's fiscal year end of September 30, not the measurement date of the Actuary's report.

**Methods and Assumptions Used to Determine the Contribution Ratio**

|                              |   |
|------------------------------|---|
| Actuarial Cost Method        | Individual Entry-Age Normal   |
| Amortization Method          | Level percentage of pay   |
| Amortization Period          | Closed, 23 years as of FYE25  |
| Asset Valuation              | Market Value  |
| Investment Rate of Return    | 6.25%, net of investment expenses, including inflation  |
| Inflation                    | 2.50%   |
| Salary Increases             | 3.50% to 11.50%, including inflation  |
| Payroll Growth               | 1.50%   |
| Demographic Assumptions      | Based on the December 31, 2018 experience study as conducted for the Texas Municipal Retirement System (TMRS).  |
| Mortality                    | For healthy retirees, the gender-distinct 2019 Municipal Retirees of Texas mortality tables are used. The rates are projected on a fully generational basis using the ultimate mortality improvement rates in the MP tables to account for future mortality improvements. |
| Health Care Cost Trend Rates | Initial rate of 7.00% declining to an ultimate rate of 4.15% after 13 years   |
| Participation Rates          | <u>Rule of 80</u> : 60% of pre-65 retirees and 6% of post-65 retirees; 90% of retirees are assumed to lapse coverage at age 65.<br><u>Under Rule of 80</u> : 10% pre-65 and 0% post-65  |

**Other Information**

Notes: There were no benefits changes this year. The actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.

**CITY OF BRYAN, TEXAS**

Required Supplementary Information  
 Schedule of Changes in the City's Net OPEB Liability and Related Ratios  
 Other Post Employment Benefits - City of Bryan  
 Last Ten Calendar Years (will ultimately be displayed)

| Measurement Period Ending December 31                                      | 2017                 | 2018                 | 2019                 | 2020                 | 2021                 | 2022                 | 2023                 | 2024                 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>Total OPEB Liability</b>  |                      |                      |                      |                      |                      |                      |                      |                      |
| Service Cost   | \$ 478,077           | \$ 492,419           | \$ 546,768           | \$ 533,421           | \$ 574,199           | \$ 648,479           | \$ 714,590           | \$ 748,619           |
| Interest (on the Total OPEB Liability)                                     | 1,021,963            | 1,052,909            | 1,103,438            | 1,071,099            | 1,124,019            | 1,301,949            | 1,363,127            | 1,224,503            |
| Difference Between Expected and Actual Experience                          | -                    | 306,887              | 1,378,181            | 451,655              | 2,266,651            | (318,378)            | (4,027,960)          | 76,287               |
| Change of Assumptions  | -                    | -                    | (1,671,518)          | -                    | (189,270)            | -                    | 2,841,917            | (369,647)            |
| Benefit Payments, including Refunds of Employee Contributions              | (983,981)            | (1,078,262)          | (1,125,781)          | (1,251,388)          | (1,208,285)          | (723,441)            | (649,080)            | (1,056,110)          |
| <b>Net Change in Total OPEB Liability</b>                                  | 516,059              | 773,953              | 231,088              | 804,787              | 2,567,314            | 908,609              | 242,594              | 623,652              |
| <b>Total OPEB Liability - Beginning</b>                                    | 15,975,467           | 16,491,526           | 17,265,479           | 17,496,567           | 18,301,354           | 20,868,668           | 21,777,277           | 22,019,871           |
| <b>Total OPEB Liability - Ending (a)</b>                                   | <u>\$ 16,491,526</u> | <u>\$ 17,265,479</u> | <u>\$ 17,496,567</u> | <u>\$ 18,301,354</u> | <u>\$ 20,868,668</u> | <u>\$ 21,777,277</u> | <u>\$ 22,019,871</u> | <u>\$ 22,643,523</u> |
| <b>Plan Fiduciary Net Position</b>   |                      |                      |                      |                      |                      |                      |                      |                      |
| Contributions - Employer   | \$ 1,608,981         | \$ 1,578,262         | \$ 1,625,781         | \$ 1,751,388         | \$ 1,708,285         | \$ 1,223,441         | \$ 1,149,080         | \$ 1,556,110         |
| Net Investment Income  | 17,311               | (46,639)             | 221,183              | 247,603              | 279,268              | (489,775)            | 460,516              | 408,996              |
| Benefit Payments   | (983,981)            | (1,078,262)          | (1,125,781)          | (1,251,388)          | (1,208,285)          | (723,441)            | (649,080)            | (1,056,110)          |
| Plan Administrative Expense  | (770)                | (4,565)              | (7,690)              | (11,618)             | (16,879)             | (18,581)             | (21,201)             | (27,106)             |
| <b>Net Change in Plan Fiduciary Net Position</b>                           | 641,541              | 448,796              | 713,493              | 735,985              | 762,389              | (8,356)              | 939,315              | 881,890              |
| <b>Plan Fiduciary Net Position - Beginning</b>                             | -                    | 641,541              | 1,090,337            | 1,803,830            | 2,539,815            | 3,302,204            | 3,293,848            | 4,233,163            |
| <b>Plan Fiduciary Net Position - Ending (b)</b>                            | <u>\$ 641,541</u>    | <u>\$ 1,090,337</u>  | <u>\$ 1,803,830</u>  | <u>\$ 2,539,815</u>  | <u>\$ 3,302,204</u>  | <u>\$ 3,293,848</u>  | <u>\$ 4,233,163</u>  | <u>\$ 5,115,053</u>  |
| <b>Net OPEB Liability - Ending (a) - (b)</b>                               | \$ 15,849,985        | \$ 16,175,142        | \$ 15,692,737        | \$ 15,761,539        | \$ 17,566,464        | \$ 18,483,429        | \$ 17,786,708        | \$ 17,528,470        |
| <b>Plan Fiduciary Net Position as a Percentage of Total OPEB Liability</b> | 3.89%                | 6.32%                | 10.31%               | 13.88%               | 15.82%               | 15.13%               | 19.22%               | 22.59%               |
| <b>Covered Employee Payroll</b>  | \$ 56,523,781        | \$ 58,936,756        | \$ 61,961,283        | \$ 65,543,364        | \$ 66,777,586        | \$ 70,691,468        | \$ 77,344,376        | \$ 84,513,150        |
| <b>Net OPEB Liability as a Percentage of Covered Employee Payroll</b>      | 28.04%               | 27.44%               | 25.33%               | 24.05%               | 26.31%               | 26.15%               | 23.00%               | 20.74%               |
| Single Discount Rate   | 6.50%                | 6.50%                | 6.25%                | 6.25%                | 6.25%                | 6.25%                | 5.60%                | 5.75%                |

**Notes to Schedule of Changes in the City's Net OPEB Liability and Related Ratios**

Only eight years of data is presented in accordance with GASB Standard No. 75 as the data for the years other than calendar years that are presented are not available. Additionally, GASB Standard No. 75 requires that the information on this schedule correspond with the period covered as of December 31, the measurement date of the City's net OPEB liability.

For the year ending September 30, 2020 the changes of assumptions reflect lower participation assumptions, updates to health care trend assumptions to reflect the repeal of the "Cadillac Tax", a change in the Single Discount Rate from 6.50% as of December 31, 2018 to 6.25% as of December 31, 2019, and revised TMRS demographic and salary increase assumptions.

For the year ending September 30, 2022 the changes of assumptions reflect a change to the methodology used to determine service cost. The attribution period for the accumulation of service costs is now based only on employment with the City of Bryan.

For the year ending September 30, 2024 the demographic assumptions were updated to reflect the 2023 TMRS Experience Study, the health care trend rates to reflect the plan's anticipated experience and a change in the Single Discount Rate from 6.25% to 5.6%.

For the year ending September 30, 2025, the single discount rate is at 5.75%. The single discount rate as of December 31, 2023 and as of December 31, 2024 is at 5.6%. The demographic and salary increase assumptions were updated to reflect the 2024 TMRS Experience Study and the health care trend rates were updated to reflect the plan's anticipated experience.

**CITY OF BRYAN, TEXAS**

Required Supplementary Information

General Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual  
For the Fiscal Year Ended September 30, 2025

|   | Budgeted Amounts  |                   | Actual Amounts    | Variance with<br>Final Budget -<br>Over<br>(Under) |
|---|-------------------|-------------------|-------------------|--|
|   | Original          | Final             |                   |  |
| <b>Revenues:</b>                            |                   |                   |                   |  |
| Taxes:                                      |                   |                   |                   |  |
| Property                                    | \$ 39,197,900     | \$ 39,197,900     | \$ 40,169,853     | \$ 971,953   |
| Sales                                       | 31,663,500        | 31,663,500        | 31,961,976        | 298,476  |
| Franchise                                   | 1,986,000         | 1,986,000         | 2,019,463         | 33,463   |
| Alcoholic Beverage                          | 202,000           | 202,000           | 323,857           | 121,857  |
| Bingo                                       | 202,000           | 202,000           | 246,966           | 44,966   |
| Charges for Services:                       |                   |                   |                   |  |
| Ambulance Charges                           | 4,121,200         | 4,121,200         | 3,810,810         | (310,390)  |
| Recreational Charges                        | 578,100           | 578,100           | 1,144,422         | 566,322  |
| Health and Public Safety                    | 1,647,400         | 1,647,400         | 1,922,913         | 275,513  |
| Miscellaneous Charges                       | 251,300           | 251,300           | 303,880           | 52,580   |
| Fines and Court Charges:                    |                   |                   |                   |  |
| Municipal Court                             | 1,720,000         | 1,720,000         | 1,876,127         | 156,127  |
| Licenses and Permits                        | 977,000           | 977,000           | 1,223,549         | 246,549  |
| Grants:                                     |                   |                   |                   |  |
| Texas Attorney General - LEOSE              | 8,100             | 8,100             | 22,035            | 13,935   |
| U.S. Department of Treasury                 | -                 | -                 | 5,325,561         | 5,325,561  |
| Contributions to Library - College Station  | 1,312,700         | 1,312,700         | 1,660,584         | 347,884  |
| Other                                       | 121,200           | 121,200           | 97,689            | (23,511)   |
| Investment Earnings                         | 1,007,900         | 1,007,900         | 2,363,994         | 1,356,094  |
| Investment Mark to Market                   | -                 | -                 | (81,111)          | (81,111)   |
| Other                                       | 773,100           | 773,100           | 2,162,986         | 1,389,886  |
| Total Revenues                              | <u>85,769,400</u> | <u>85,769,400</u> | <u>96,555,554</u> | <u>10,786,154</u>                                  |
| <b>Expenditures:</b>                        |                   |                   |                   |  |
| Current:                                    |                   |                   |                   |  |
| General Government and Administration:      |                   |                   |                   |  |
| Executive                                   | 4,402,200         | 4,552,200         | 4,274,666         | (277,534)  |
| City Secretary                              | 1,290,800         | 1,290,800         | 1,079,120         | (211,680)  |
| Legal Services                              | 998,200           | 998,200           | 894,971           | (103,229)  |
| Payments to Other Agencies                  | 6,371,400         | 6,371,400         | 8,783,243         | 2,411,843  |
| Fiscal Services                             | 2,296,800         | 2,296,800         | 2,364,569         | 67,769   |
| Information Technology                      | 8,091,600         | 8,091,600         | 8,057,921         | (33,679)   |
| Human Resources                             | 1,013,900         | 1,013,900         | 1,049,443         | 35,543   |
| Fleet Services                              | 1,017,400         | 1,017,400         | 966,433           | (50,967)   |
| Facility Services                           | 2,570,500         | 2,570,500         | 2,600,915         | 30,415   |
| ARPA Administration                         | -                 | -                 | 90,823            | 90,823   |
| Total General Government and Administration | <u>28,052,800</u> | <u>28,202,800</u> | <u>30,162,104</u> | <u>1,959,304</u>                                   |
| Development Services:                       |                   |                   |                   |  |
| Planning                                    | 3,068,900         | 3,068,900         | 2,853,080         | (215,820)  |
| Engineering                                 | 2,377,800         | 2,377,800         | 1,786,913         | (590,887)  |
| Building                                    | 529,900           | 529,900           | 524,557           | (5,343)  |
| Special Projects                            | 302,400           | 302,400           | 349,668           | 47,268   |
| Total Development Services                  | <u>6,279,000</u>  | <u>6,279,000</u>  | <u>5,514,218</u>  | <u>(764,782)</u>                                   |
| Public Works Services:                      |                   |                   |                   |  |
| Drainage and Streets                        | 2,397,800         | 2,397,800         | 2,107,403         | (290,397)  |
| Traffic Operations                          | 2,213,900         | 2,213,900         | 2,064,376         | (149,524)  |
| Total Public Works Services                 | <u>4,611,700</u>  | <u>4,611,700</u>  | <u>4,171,779</u>  | <u>(439,921)</u>                                   |

continued

**CITY OF BRYAN, TEXAS**

Required Supplementary Information

General Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual (continued)

For the Fiscal Year Ended September 30, 2025

|  | Budgeted Amounts     |                      | Actual Amounts       | Variance with<br>Final Budget -<br>Over<br>(Under) |
|--|----------------------|----------------------|----------------------|--|
|  | Original             | Final                |                      |  |
| Public Safety:   |                      |                      |                      |  |
| Police Services  | 27,220,700           | 27,220,700           | 26,961,799           | (258,901)  |
| Fire and Emergency Medical Services                          | 25,699,400           | 28,099,400           | 28,391,278           | 291,878  |
| Animal Center  | 1,171,000            | 1,171,000            | 1,140,638            | (30,362)   |
| Municipal Court  | 1,839,700            | 1,839,700            | 1,722,487            | (117,213)  |
| Total Public Safety  | <u>55,930,800</u>    | <u>58,330,800</u>    | <u>58,216,202</u>    | <u>(114,598)</u>                                   |
| Cultural and Recreational:                                   |                      |                      |                      |  |
| Library Services   | 3,279,100            | 3,279,100            | 3,306,530            | 27,430   |
| Parks and Recreation Services                                | 6,210,900            | 6,210,900            | 5,608,474            | (602,426)  |
| Total Cultural and Recreational                              | <u>9,490,000</u>     | <u>9,490,000</u>     | <u>8,915,004</u>     | <u>(574,996)</u>                                   |
| Administrative Reimbursement                                 | (7,412,100)          | (7,412,100)          | (7,412,126)          | (26)   |
| Capital Outlay   | 2,543,900            | 5,293,900            | 16,174,186           | 10,880,286   |
| Right of Use Principal                                       | -                    | -                    | 476,570              | 476,570  |
| Right of Use Interest  | -                    | -                    | 93,745               | 93,745   |
| Total Expenditures   | <u>99,496,100</u>    | <u>104,796,100</u>   | <u>116,311,682</u>   | <u>11,515,582</u>                                  |
| (Excess) Deficiency of Expenditures (Over)<br>Under Revenues | (13,726,700)         | (19,026,700)         | (19,756,128)         | (729,428)  |
| Other Financing Sources (uses):                              |                      |                      |                      |  |
| Sale of Capital Assets                                       | -                    | -                    | 140,434              | 140,434  |
| Lease Financing  | -                    | -                    | 635,766              | 635,766  |
| Transfers In   | 17,576,700           | 17,576,700           | 18,382,297           | 805,597  |
| Transfers Out  | (5,138,800)          | (5,738,800)          | (4,210,629)          | 1,528,171  |
| Total Other Financing Sources (uses)                         | <u>12,437,900</u>    | <u>11,837,900</u>    | <u>14,947,868</u>    | <u>3,109,968</u>                                   |
| Net Change in Fund Balance                                   | (1,288,800)          | (7,188,800)          | (4,808,260)          | 2,380,540  |
| Fund Balance, October 1, 2024                                | 52,570,547           | 52,570,547           | 52,570,547           | -  |
| Fund Balance, September 30, 2025                             | <u>\$ 51,281,747</u> | <u>\$ 45,381,747</u> | <u>\$ 47,762,287</u> | <u>\$ 2,380,540</u>                                |

## Supplementary Information

- Non-Major Governmental Funds
  - Special Revenue Funds
  - Capital Project Funds
  - Permanent Funds
- Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget (GAAP Basis) and Actual
  - Debt Service Fund
  - Community Development Fund
  - Hotel and Motel Tax Fund
  - Oil and Gas Fund
  - Capital Reserve Fund
  - Midtown Park Operations Fund
  - Phillips Event Center Fund
  - Queen and Palace Theater Fund
  - Court Technology Fund
  - Street Improvement Fund
  - Drainage Improvement Fund
  - TIRZ #10-22
- Non-Major Enterprise Funds
- Internal Service Funds

**COMBINING FINANCIAL STATEMENTS  
NON-MAJOR GOVERNMENTAL FUNDS**

**Special Revenue Funds**

Grant Fund – To account for the receipt and expenditure of grant revenues for all governmental funds other than the Community Development Fund. The source of funds is grants awarded to the City. The use of these funds is restricted by the terms of each grant.

Community Development Fund – To account for Federal grant revenues provided through the Department of Housing and Urban Development for the development of environmental and economic opportunities, principally for persons of low and moderate income. The use of these funds is restricted by the terms of the grants.

Hotel and Motel Tax Fund – 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 construction and maintenance of convention and civic facilities, and the promotion of tourism and the arts within the City of Bryan.

Oil and Gas Fund – This fund was established by City of Bryan Ordinance to account for revenues associated with oil and gas leases, royalties and mineral property taxes. The use of these funds is committed for projects of a non-recurring nature determined by City Council.

Capital Reserve Fund – This fund was established by City of Bryan Ordinance to accumulate miscellaneous one-time revenues. The use of these funds is committed for projects of a non-recurring nature determined by City Council.

Midtown Park Operations – This fund was established by City of Bryan Ordinance to track funds used for the operations of Midtown Park. The source of start-up revenues for this fund are derived primarily from the Capital Reserve Fund, and the fund is expected to be self-funding following the startup phase.

Phillips Event Center Fund – This fund was established by City of Bryan Ordinance to track funds used for the operations of the Phillips Event Center. The source of start-up revenues for this fund are derived primarily from the General Fund, and the fund is expected to be self-funding following the startup phase.

Queen and Palace Theater Fund – This fund was established by City of Bryan Ordinance to track funds used for the operations of the Queen and Palace Theater. The source of start-up revenues for this fund are derived primarily from the General Fund, and the fund is expected to be self-funding following the startup phase.

Sidewalks Fund – This fund was established by City of Bryan Ordinance to collect and track funds from developers and property owners for the construction and maintenance of sidewalks. The use of these funds is committed for this purpose. Funds received are refunded to the remitter if not used within 10 years.

Court Technology Fund – To account for revenues derived from a portion of court fees dedicated to use for technology improvements for Municipal Court functions. These funds are restricted to technology necessary for the Court's operations.

Street Improvement Fund – To account for revenue derived from a fee assessed on utility bills for the purpose of street improvements. The use of these funds is committed to the purposes of planning, constructing, operating, monitoring and maintaining the transportation system of the City

Drainage Improvement Fund – To account for revenue derived from a fee assessed on utility bills for the purpose of drainage improvements. The use of these funds is committed for the planning, constructing, operating, monitoring, and maintaining the City’s drainage system.

Tax Increment Reinvestment Zone #10 Fund – To account for revenues derived from captured assessed valuation in, and bond proceeds for, the Traditions Tax Increment Reinvestment Zone. Bond proceeds are used for various public improvements within the zone. The taxes from the captured assessed valuation will be used to retire the debt and handle other operating expenses within the zone. The use of these funds is restricted to the geographical area within this zone.

Tax Increment Reinvestment Zone #19 Fund – To account for revenues derived from captured assessed valuation in, and bond proceeds for, the Villa Maria-FM 158 Corridor Tax Increment Reinvestment Zone. Bond proceeds are used for various public improvements within the zone. The taxes from the captured assessed valuation will be used to retire the debt and handle other operating expenses within the zone. The use of these funds is restricted to the geographical area within this zone.

Tax Increment Reinvestment Zone #21 Fund – To account for revenues derived from captured assessed valuation in, and bond proceeds for, the Downtown Bryan Tax Increment Reinvestment Zone. The taxes from the captured assessed valuation will be used to handle operating expenses within the zone. The use of these funds is restricted to the geographical area within this zone.

Tax Increment Reinvestment Zone #22 Fund – To account for revenues derived from captured assessed valuation in, and bond proceeds for the Lauth Development Tax Increment Reinvestment Zone. Bond proceeds are used for various public improvements within the zone. The taxes from the captured assessed valuation will be used to retire the debt and handle other operating expenses within the zone. The use of these funds is restricted to the geographical area within this zone.

Destination Bryan - was created for the promotion of tourism and the hotel convention industry, and to be the City of Bryan’s destination marketing organization, now and in the future. In 2021, the City of Bryan entered into a funding agreement with Destination Bryan, a local 501(c)(6) tax exempt, Texas non-profit corporation. Since Destination Bryan’s funding is primarily derived from the funding agreement with the City of Bryan. Destination Bryan is considered a blended component unit.

### **Capital Project Funds**

2016 Certificates of Obligation Fund – To account for the construction of streets, drainage, sidewalks, lighting, soundwalls, landscaping, traffic signal improvements and the acquisition of fire-fighting equipment and improving fire department facilities.

2018 Certificates of Obligation Fund – To account for the construction of streets, drainage, sidewalks, lighting, soundwalls, landscaping, traffic signal improvements and the acquisition of fire-fighting equipment and improving fire department facilities.

2022 Certificates of Obligation - To account for the construction of streets, drainage, sidewalks, lighting, soundwalls, landscaping, and traffic signal improvements.

2024 Certificates of Obligation – To account for constructing, acquiring, improving, renovating, expanding and developing parks and recreation facilities and related infrastructure, vehicles and equipment, including tennis and multipurpose facilities and other improvements to Travis Bryan Midtown Park; constructing, improving, renovating, extending, expanding, and developing streets and related infrastructure, including drainage, traffic signalization, lighting, sidewalks, soundwalls and landscaping, and acquiring right-of-way, vehicles and equipment related thereto; constructing, improving, repairing, renovating, enlarging, extending and equipping the drainage utility system, and acquiring right-of-way, vehicles and equipment related thereto; constructing, acquiring, improving, renovating, expanding and developing airport improvements; purchasing fire-fighting equipment, including fire trucks.

### **Permanent Funds**

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the City’s programs.

Relating to Bryan cemeteries:

- Brandon Cemetery
- J. W. English Cemetery
- L. B. Hervey Cemetery
- Mills Trust Cemetery
- Cemetery
- M. C. Astin Cemetery
- Bade Trust Cemetery

Relating to Bryan libraries:

- F. L. Henderson Library
- Rountree Library

**CITY OF BRYAN, TEXAS**  
Combining Balance Sheet  
Non-Major Governmental Funds  
As of September 30, 2025

|  | Special<br>Revenue<br>Funds | Capital<br>Project<br>Funds | Permanent<br>Funds  | Total                |
|--|-----------------------------|-----------------------------|---------------------|----------------------|
| <u>Assets</u>  |                             |                             |                     |                      |
| Cash and Cash Equivalents                              | \$ 12,261,734               | \$ 10,288,686               | \$ 647,071          | \$ 23,197,491        |
| Investments  | 23,533,276                  | 21,393,735                  | 1,345,483           | 46,272,494           |
| Receivables:   |                             |                             |                     |                      |
| Accounts Receivable                                    | 1,618,683                   | -                           | -                   | 1,618,683            |
| Less Allowance for Uncollectible                       | (70,651)                    | -                           | -                   | (70,651)             |
| Leases   | 1,465,578                   | -                           | -                   | 1,465,578            |
| Notes  | 2,270,287                   | -                           | -                   | 2,270,287            |
| Less Allowance for Uncollectible - Notes               | (313,033)                   | -                           | -                   | (313,033)            |
| Grants   | 232,892                     | 361,132                     | -                   | 594,024              |
| Interest   | 236,575                     | 215,345                     | 13,543              | 465,463              |
| Due from Other Funds                                   | 253,221                     | -                           | -                   | 253,221              |
| Inventory  | 122,615                     | -                           | -                   | 122,615              |
| Prepaid and Other Assets                               | 240,445                     | -                           | -                   | 240,445              |
| Total Assets   | <u>\$ 41,851,622</u>        | <u>\$ 32,258,898</u>        | <u>\$ 2,006,097</u> | <u>\$ 76,116,617</u> |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                             |                             |                     |                      |
| Liabilities:   |                             |                             |                     |                      |
| Accounts Payable                                       | \$ 1,785,900                | \$ 1,222,391                | \$ -                | \$ 3,008,291         |
| Accrued Liabilities                                    | 67,661                      | -                           | -                   | 67,661               |
| Retainage Payable                                      | 490,462                     | 907,463                     | -                   | 1,397,925            |
| Due to Other Funds                                     | 275,081                     | -                           | -                   | 275,081              |
| Unearned Revenue                                       | 2,436,973                   | -                           | -                   | 2,436,973            |
| Total Liabilities                                      | <u>5,056,077</u>            | <u>2,129,854</u>            | <u>-</u>            | <u>7,185,931</u>     |
| Deferred Inflows:                                      |                             |                             |                     |                      |
| Deferred Inflows - Right of Use Assets                 | 1,327,153                   | -                           | -                   | 1,327,153            |
| Other Unavailable Revenue                              | -                           | 361,132                     | -                   | 361,132              |
| Unavailable Notes Receivable                           | 1,957,254                   | -                           | -                   | 1,957,254            |
| Total Deferred Inflows                                 | <u>3,284,407</u>            | <u>361,132</u>              | <u>-</u>            | <u>3,645,539</u>     |
| Fund Balances:   |                             |                             |                     |                      |
| Nonspendable   | 363,060                     | -                           | 1,693,154           | 2,056,214            |
| Restricted   | 12,931,141                  | 29,767,912                  | 312,943             | 43,011,996           |
| Committed  | 20,232,293                  | -                           | -                   | 20,232,293           |
| Unassigned (Deficit)                                   | (15,356)                    | -                           | -                   | (15,356)             |
| Total Fund Balances                                    | <u>33,511,138</u>           | <u>29,767,912</u>           | <u>2,006,097</u>    | <u>65,285,147</u>    |
| Total Liabilities, Deferred Inflows and Fund Balances  | <u>\$ 41,851,622</u>        | <u>\$ 32,258,898</u>        | <u>\$ 2,006,097</u> | <u>\$ 76,116,617</u> |

**CITY OF BRYAN, TEXAS**  
 Combining Balance Sheet  
 Non-Major Governmental Funds - Special Revenue Funds  
 As of September 30, 2025

|  | Grant Fund        | Community Development Fund | Hotel and Motel Tax Fund | Oil and Gas Fund    | Capital Reserve Fund | Midtown Park Operations Fund | Phillips Event Center | Queen and Palace Theater |
|--|-------------------|----------------------------|--------------------------|---------------------|----------------------|------------------------------|-----------------------|--------------------------|
| <u>Assets</u>  |                   |                            |                          |                     |                      |                              |                       |                          |
| Cash and Cash Equivalents                              | \$ -              | \$ -                       | \$ 542,378               | \$ 794,743          | \$ 456,682           | \$ 1,357,487                 | \$ 187,881            | \$ 130,521               |
| Investments  | -                 | -                          | 1,127,789                | 1,652,546           | 949,599              | 2,286,108                    | 19                    | 635                      |
| Receivables:   |                   |                            |                          |                     |                      |                              |                       |                          |
| Accounts Receivable                                    | -                 | -                          | 258,910                  | 11,740              | -                    | 555,150                      | 91,600                | 110,028                  |
| Less Allowance for Uncollectible                       | -                 | -                          | -                        | -                   | -                    | -                            | -                     | -                        |
| Leases   | -                 | -                          | -                        | -                   | -                    | 1,465,578                    | -                     | -                        |
| Notes  | -                 | 2,270,287                  | -                        | -                   | -                    | -                            | -                     | -                        |
| Less Allowance for Uncollectible - Notes               | -                 | (313,033)                  | -                        | -                   | -                    | -                            | -                     | -                        |
| Grants   | 125,016           | 107,876                    | -                        | -                   | -                    | -                            | -                     | -                        |
| Interest   | -                 | -                          | 11,352                   | 16,634              | 9,558                | 22,713                       | -                     | 6                        |
| Due from Other Funds                                   | 92,373            | -                          | -                        | -                   | -                    | -                            | -                     | -                        |
| Inventory  | -                 | -                          | -                        | -                   | -                    | 31,602                       | 80,356                | 10,657                   |
| Prepaid and Other Assets                               | -                 | -                          | -                        | -                   | -                    | 173,313                      | 2,270                 | 16,759                   |
| Total Assets   | <u>\$ 217,389</u> | <u>\$ 2,065,130</u>        | <u>\$ 1,940,429</u>      | <u>\$ 2,475,663</u> | <u>\$ 1,415,839</u>  | <u>\$ 5,891,951</u>          | <u>\$ 362,126</u>     | <u>\$ 268,606</u>        |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                   |                            |                          |                     |                      |                              |                       |                          |
| Liabilities:   |                   |                            |                          |                     |                      |                              |                       |                          |
| Accounts Payable                                       | \$ 9,357          | \$ 3,882                   | \$ 1,150                 | \$ 3,458            | \$ -                 | \$ 251,952                   | \$ 117,922            | \$ 50,310                |
| Accrued Liabilities                                    | -                 | 19,806                     | 3,916                    | -                   | -                    | 43,939                       | -                     | -                        |
| Retainage Payable                                      | -                 | -                          | 10,095                   | -                   | -                    | -                            | 107,317               | -                        |
| Due to Other Funds                                     | 175,537           | 99,544                     | -                        | -                   | -                    | -                            | -                     | -                        |
| Unearned Revenue                                       | -                 | -                          | -                        | -                   | -                    | 2,040,346                    | 49,792                | -                        |
| Total Liabilities                                      | <u>184,894</u>    | <u>123,232</u>             | <u>15,161</u>            | <u>3,458</u>        | <u>-</u>             | <u>2,336,237</u>             | <u>275,031</u>        | <u>50,310</u>            |
| Deferred Inflows:                                      |                   |                            |                          |                     |                      |                              |                       |                          |
| Deferred Inflows - Right of Use Assets                 | -                 | -                          | -                        | -                   | -                    | 1,327,153                    | -                     | -                        |
| Unavailable Notes Receivable                           | -                 | 1,957,254                  | -                        | -                   | -                    | -                            | -                     | -                        |
| Total Deferred Inflows                                 | <u>-</u>          | <u>1,957,254</u>           | <u>-</u>                 | <u>-</u>            | <u>-</u>             | <u>1,327,153</u>             | <u>-</u>              | <u>-</u>                 |
| Fund Balances:   |                   |                            |                          |                     |                      |                              |                       |                          |
| Non-Spendable  | -                 | -                          | -                        | -                   | -                    | 204,915                      | 82,626                | 27,416                   |
| Restricted:  |                   |                            |                          |                     |                      |                              |                       |                          |
| Grants   | 32,495            | -                          | -                        | -                   | -                    | -                            | -                     | -                        |
| Hotel/Motel  | -                 | -                          | 1,925,268                | -                   | -                    | -                            | -                     | -                        |
| Municipal Court  | -                 | -                          | -                        | -                   | -                    | -                            | -                     | -                        |
| TIRZ Development                                       | -                 | -                          | -                        | -                   | -                    | -                            | -                     | -                        |
| Committed:   |                   |                            |                          |                     |                      |                              |                       |                          |
| Streets  | -                 | -                          | -                        | -                   | -                    | -                            | -                     | -                        |
| Drainage   | -                 | -                          | -                        | -                   | -                    | -                            | -                     | -                        |
| Parks  | -                 | -                          | -                        | -                   | -                    | 2,023,646                    | 4,469                 | 190,880                  |
| Sidewalks  | -                 | -                          | -                        | -                   | -                    | -                            | -                     | -                        |
| Other Purposes   | -                 | -                          | -                        | 2,472,205           | 1,415,839            | -                            | -                     | -                        |
| Unassigned (Deficit)                                   | -                 | (15,356)                   | -                        | -                   | -                    | -                            | -                     | -                        |
| Total Fund Balances                                    | <u>32,495</u>     | <u>(15,356)</u>            | <u>1,925,268</u>         | <u>2,472,205</u>    | <u>1,415,839</u>     | <u>2,228,561</u>             | <u>87,095</u>         | <u>218,296</u>           |
| Total Liabilities, Deferred Inflows and Fund Balances  | <u>\$ 217,389</u> | <u>\$ 2,065,130</u>        | <u>\$ 1,940,429</u>      | <u>\$ 2,475,663</u> | <u>\$ 1,415,839</u>  | <u>\$ 5,891,951</u>          | <u>\$ 362,126</u>     | <u>\$ 268,606</u>        |

**CITY OF BRYAN, TEXAS**

Combining Balance Sheet (continued)

Non-Major Governmental Funds - Special Revenue Funds

As of September 30, 2025

|  | Sidewalks<br>Fund | Court<br>Technology<br>Fund | Street<br>Improvement<br>Fund | Drainage<br>Improvement<br>Fund | Tax Increment<br>Reinvestment<br>Zone #10 Fund | Tax Increment<br>Reinvestment<br>Zone #19 Fund | Tax Increment<br>Reinvestment<br>Zone #21 Fund | Tax Increment<br>Reinvestment<br>Zone #22 Fund | Destination<br>Bryan | Total                |
|--|-------------------|-----------------------------|-------------------------------|---------------------------------|--|--|--|--|----------------------|----------------------|
| <u>Assets</u>  |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| Cash and Cash Equivalents                              | \$ 113,770        | \$ 63,723                   | \$ 4,030,880                  | \$ 740,290                      | \$ 3,177,601                                   | \$ -   | \$ 243,001                                     | \$ 54,816                                      | \$ 367,961           | \$ 12,261,734        |
| Investments  | 236,568           | 132,502                     | 8,381,594                     | 1,539,320                       | 6,607,330                                      | -  | 505,283  | 113,983  | -                    | 23,533,276           |
| Receivables:   |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| Accounts Receivable                                    | -                 | -                           | 495,575                       | 83,787                          | 1,249  | -  | -  | -  | 10,644               | 1,618,683            |
| Less Allowance for Uncollectible                       | -                 | -                           | (49,428)                      | (21,223)                        | -  | -  | -  | -  | -                    | (70,651)             |
| Leases   | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 1,465,578            |
| Notes  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 2,270,287            |
| Less Allowance for Uncollectible                       | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | (313,033)            |
| Grants   | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 232,892              |
| Interest   | 2,381             | 1,334                       | 84,364                        | 15,494                          | 66,506   | -  | 5,086  | 1,147  | -                    | 236,575              |
| Due from Other Funds                                   | -                 | -                           | 137,847                       | 23,001                          | -  | -  | -  | -  | -                    | 253,221              |
| Inventory  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 122,615              |
| Prepaid and Other Assets                               | -                 | -                           | -                             | -                               | -  | -  | -  | -  | 48,103               | 240,445              |
| Total Assets   | <u>\$ 352,719</u> | <u>\$ 197,559</u>           | <u>\$ 13,080,832</u>          | <u>\$ 2,380,669</u>             | <u>\$ 9,852,686</u>                            | <u>\$ -</u>                                    | <u>\$ 753,370</u>                              | <u>\$ 169,946</u>                              | <u>\$ 426,708</u>    | <u>\$ 41,851,622</u> |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| <u>Liabilities:</u>                                    |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| Accounts Payable                                       | \$ -              | \$ 183                      | \$ 935,098                    | \$ 175,989                      | \$ -   | \$ -   | \$ -   | \$ -   | \$ 236,599           | \$ 1,785,900         |
| Accrued Liabilities                                    | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 67,661               |
| Retainage Payable                                      | -                 | -                           | 363,845                       | 9,205                           | -  | -  | -  | -  | -                    | 490,462              |
| Due to Other Funds                                     | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 275,081              |
| Unearned Revenue                                       | 305,135           | -                           | -                             | -                               | -  | -  | -  | -  | 41,700               | 2,436,973            |
| Total Liabilities                                      | <u>305,135</u>    | <u>183</u>                  | <u>1,298,943</u>              | <u>185,194</u>                  | <u>-</u>                                       | <u>-</u>                                       | <u>-</u>                                       | <u>-</u>                                       | <u>278,299</u>       | <u>5,056,077</u>     |
| <u>Deferred Inflows:</u>                               |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| Deferred Inflows - Right of Use Assets                 | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 1,327,153            |
| Deferred Notes Receivable                              | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 1,957,254            |
| Total Deferred Inflows                                 | <u>-</u>          | <u>-</u>                    | <u>-</u>                      | <u>-</u>                        | <u>-</u>                                       | <u>-</u>                                       | <u>-</u>                                       | <u>-</u>                                       | <u>-</u>             | <u>3,284,407</u>     |
| <u>Fund Balances:</u>                                  |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| Non-Spendable  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | 48,103               | 363,060              |
| Restricted:  |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| Grants   | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 32,495               |
| Hotel/Motel  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 1,925,268            |
| Municipal Court  | -                 | 197,376                     | -                             | -                               | -  | -  | -  | -  | -                    | 197,376              |
| TIRZ Development                                       | -                 | -                           | -                             | -                               | 9,852,686                                      | -  | 753,370  | 169,946  | -                    | 10,776,002           |
| Committed:   |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| Streets  | -                 | -                           | 11,781,889                    | -                               | -  | -  | -  | -  | -                    | 11,781,889           |
| Drainage   | -                 | -                           | -                             | 2,195,475                       | -  | -  | -  | -  | -                    | 2,195,475            |
| Parks  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 2,218,995            |
| Sidewalks  | 47,584            | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 47,584               |
| Other Purposes   | -                 | -                           | -                             | -                               | -  | -  | -  | -  | 100,306              | 3,988,350            |
| Unassigned (Deficit)                                   | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | (15,356)             |
| Total Fund Balances                                    | <u>47,584</u>     | <u>197,376</u>              | <u>11,781,889</u>             | <u>2,195,475</u>                | <u>9,852,686</u>                               | <u>-</u>                                       | <u>753,370</u>                                 | <u>169,946</u>                                 | <u>148,409</u>       | <u>33,511,138</u>    |
| Total Liabilities, Deferred Inflows and Fund Balances  | <u>\$ 352,719</u> | <u>\$ 197,559</u>           | <u>\$ 13,080,832</u>          | <u>\$ 2,380,669</u>             | <u>\$ 9,852,686</u>                            | <u>\$ -</u>                                    | <u>\$ 753,370</u>                              | <u>\$ 169,946</u>                              | <u>\$ 426,708</u>    | <u>\$ 41,851,622</u> |

**CITY OF BRYAN, TEXAS**

Combining Balance Sheet

Non-Major Governmental Funds - Capital Project Funds

As of September 30, 2025

|  | 2016 Certificates<br>of Obligation<br>Fund | 2018 Certificates<br>of Obligation<br>Fund | 2022 Certificates<br>of Obligation<br>Fund | 2024 Certificates<br>of Obligation<br>Fund | Total                |
|--|--|--|--|--|----------------------|
| <u>Assets</u>  |  |  |  |  |                      |
| Cash and Cash Equivalents                              | \$ -                                       | \$ -                                       | \$ 5,677,345                               | \$ 4,611,341                               | \$ 10,288,686        |
| Investments  | -  | -  | 11,805,162                                 | 9,588,573                                  | 21,393,735           |
| Grants receivable                                      | -  | -  | -  | 361,132                                    | 361,132              |
| Interest Receivable                                    | -  | -  | 118,824                                    | 96,521                                     | 215,345              |
| Total Assets   | <u>\$ -</u>                                | <u>\$ -</u>                                | <u>\$ 17,601,331</u>                       | <u>\$ 14,657,567</u>                       | <u>\$ 32,258,898</u> |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |  |  |  |  |                      |
| Liabilities:   |  |  |  |  |                      |
| Accounts Payable                                       | \$ -                                       | \$ -                                       | \$ 650                                     | \$ 1,221,741                               | \$ 1,222,391         |
| Retainage Payable                                      | -  | -  | -  | 907,463                                    | 907,463              |
| Total Liabilities                                      | <u>-</u>                                   | <u>-</u>                                   | <u>650</u>                                 | <u>2,129,204</u>                           | <u>2,129,854</u>     |
| Deferred Inflows:                                      |  |  |  |  |                      |
| Other Unavailable Revenue                              | -  | -  | -  | 361,132                                    | 361,132              |
| Total Deferred Inflows                                 | <u>-</u>                                   | <u>-</u>                                   | <u>-</u>                                   | <u>361,132</u>                             | <u>361,132</u>       |
| Fund Balances:   |  |  |  |  |                      |
| Restricted to Capital Projects                         | -  | -  | 17,600,681                                 | 12,167,231                                 | 29,767,912           |
| Total Fund Balances                                    | <u>-</u>                                   | <u>-</u>                                   | <u>17,600,681</u>                          | <u>12,167,231</u>                          | <u>29,767,912</u>    |
| Total Liabilities, Deferred Inflows and Fund Balances  | <u>\$ -</u>                                | <u>\$ -</u>                                | <u>\$ 17,601,331</u>                       | <u>\$ 14,657,567</u>                       | <u>\$ 32,258,898</u> |

**CITY OF BRYAN, TEXAS**

Combining Balance Sheet

Non-Major Governmental Funds - Permanent Funds

As of September 30, 2025

|  | Brandon<br>Cemetery<br>Fund | J.W. English<br>Cemetery<br>Fund | L.B. Hervey<br>Cemetery<br>Fund | Mills Trust<br>Cemetery<br>Fund | Cemetery<br>Fund    | M.C. Astin<br>Cemetery<br>Fund | Bade Trust<br>Cemetery<br>Fund | F.L. Henderson<br>Library<br>Fund | Rountree<br>Library<br>Fund | Totals              |
|--|-----------------------------|----------------------------------|---------------------------------|---------------------------------|---------------------|--------------------------------|--------------------------------|-----------------------------------|-----------------------------|---------------------|
| <u>Assets</u>                          |                             |                                  |                                 |                                 |                     |                                |                                |                                   |                             |                     |
| Cash and Cash Equivalents              | \$ 1,017                    | \$ 3,642                         | \$ 5,786                        | \$ 365                          | \$ 606,932          | \$ 24,016                      | \$ 349                         | \$ 1,995                          | \$ 2,969                    | 647,071             |
| Investments                            | 2,115                       | 7,571                            | 12,031                          | 758                             | 1,262,021           | 49,939                         | 725                            | 4,148                             | 6,175                       | 1,345,483           |
| Interest Receivable                    | 22                          | 76                               | 121                             | 8                               | 12,703              | 503                            | 7                              | 41                                | 62                          | 13,543              |
| Total Assets                           | <u>\$ 3,154</u>             | <u>\$ 11,289</u>                 | <u>\$ 17,938</u>                | <u>\$ 1,131</u>                 | <u>\$ 1,881,656</u> | <u>\$ 74,458</u>               | <u>\$ 1,081</u>                | <u>\$ 6,184</u>                   | <u>\$ 9,206</u>             | <u>\$ 2,006,097</u> |
| Non-Spendable - Permanent Funds Corpus | \$ 1,399                    | \$ 5,000                         | \$ 1,500                        | \$ 500                          | \$ 1,670,511        | \$ 4,950                       | \$ 500                         | \$ 2,085                          | \$ 6,709                    | \$ 1,693,154        |
| Restricted:                            |                             |                                  |                                 |                                 |                     |                                |                                |                                   |                             |                     |
| Cemeteries                             | 1,755                       | 6,289                            | 16,438                          | 631                             | 211,145             | 69,508                         | 581                            | -                                 | -                           | 306,347             |
| Libraries                              | -                           | -                                | -                               | -                               | -                   | -                              | -                              | 4,099                             | 2,497                       | 6,596               |
| Total Fund Balances                    | <u>3,154</u>                | <u>11,289</u>                    | <u>17,938</u>                   | <u>1,131</u>                    | <u>1,881,656</u>    | <u>74,458</u>                  | <u>1,081</u>                   | <u>6,184</u>                      | <u>9,206</u>                | <u>2,006,097</u>    |
| Total Liabilities and Fund Balances    | <u>\$ 3,154</u>             | <u>\$ 11,289</u>                 | <u>\$ 17,938</u>                | <u>\$ 1,131</u>                 | <u>\$ 1,881,656</u> | <u>\$ 74,458</u>               | <u>\$ 1,081</u>                | <u>\$ 6,184</u>                   | <u>\$ 9,206</u>             | <u>\$ 2,006,097</u> |

**CITY OF BRYAN, TEXAS**

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Non-Major Governmental Funds  
 For the Fiscal Year Ended September 30, 2025

|  | Special<br>Revenue<br>Funds | Capital<br>Project<br>Funds | Permanent<br>Funds  | Total                |
|--|-----------------------------|-----------------------------|---------------------|----------------------|
| <b>Revenues:</b>   |                             |                             |                     |                      |
| Property Taxes   | \$ 6,443,821                | \$ -                        | \$ -                | \$ 6,443,821         |
| Hotel Occupancy Taxes  | 2,931,409                   | -                           | -                   | 2,931,409            |
| Transportation and Drainage Assessments                              | 7,802,754                   | -                           | -                   | 7,802,754            |
| Fines and Court Charges  | 37,675                      | -                           | -                   | 37,675               |
| Grants   | 2,023,177                   | -                           | -                   | 2,023,177            |
| Investment Earnings  | 1,540,641                   | 1,742,486                   | 105,110             | 3,388,237            |
| Investment Mark to Market  | (46,991)                    | (63,246)                    | (25,666)            | (135,903)            |
| Oil and Gas Royalties  | 100,397                     | -                           | -                   | 100,397              |
| Parks & Recreation Operations  | 6,523,838                   | -                           | -                   | 6,523,838            |
| Destination Bryan  | 112,423                     | -                           | -                   | 112,423              |
| Other  | 211,964                     | -                           | 110,763             | 322,727              |
| <b>Total Revenues</b>  | <b>27,681,108</b>           | <b>1,679,240</b>            | <b>190,207</b>      | <b>29,550,555</b>    |
| <b>Expenditures:</b>   |                             |                             |                     |                      |
| <b>Current:</b>  |                             |                             |                     |                      |
| General Government and Administration                                | 3,037,466                   | -                           | -                   | 3,037,466            |
| Development Services   | 2,154,662                   | -                           | -                   | 2,154,662            |
| Public Works Services  | 5,462,899                   | -                           | -                   | 5,462,899            |
| Public Safety  | 709,840                     | -                           | -                   | 709,840              |
| Cultural and Recreational  | 9,630,476                   | -                           | -                   | 9,630,476            |
| Capital Outlay   | 3,768,000                   | 15,477,440                  | -                   | 19,245,440           |
| <b>Debt Service:</b>   |                             |                             |                     |                      |
| Lease Principal  | 138,629                     | -                           | -                   | 138,629              |
| Lease Interest   | 17,818                      | -                           | -                   | 17,818               |
| <b>Total Expenditures</b>  | <b>24,919,790</b>           | <b>15,477,440</b>           | <b>-</b>            | <b>40,397,230</b>    |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <b>2,761,318</b>            | <b>(13,798,200)</b>         | <b>190,207</b>      | <b>(10,846,675)</b>  |
| <b>Other Financing Sources (uses):</b>                               |                             |                             |                     |                      |
| Issuance of Lease  | 281,005                     | -                           | -                   | 281,005              |
| Transfers In   | 5,163,246                   | 2,876,667                   | -                   | 8,039,913            |
| Transfers Out  | (5,793,611)                 | (2,876,667)                 | -                   | (8,670,278)          |
| <b>Total other Financing Sources (uses)</b>                          | <b>(349,360)</b>            | <b>-</b>                    | <b>-</b>            | <b>(349,360)</b>     |
| <b>Net Change in Fund Balances</b>                                   | <b>2,411,958</b>            | <b>(13,798,200)</b>         | <b>190,207</b>      | <b>(11,196,035)</b>  |
| Fund Balances, October 1, 2024                                       | 31,099,180                  | 43,566,112                  | 1,815,890           | 76,481,182           |
| Fund Balances, September 30, 2025                                    | <u>\$ 33,511,138</u>        | <u>\$ 29,767,912</u>        | <u>\$ 2,006,097</u> | <u>\$ 65,285,147</u> |

**CITY OF BRYAN, TEXAS**

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Non-Major Governmental Funds - Special Revenue Funds  
 For the Fiscal Year Ended September 30, 2025

|  | Grant Fund     | Community Development Fund | Hotel and Motel Tax Fund | Oil and Gas Fund | Capital Reserve Fund | Midtown Park Operations Fund | Phillips Event Center | Queen and Palace Theater |
|--|----------------|----------------------------|--------------------------|------------------|----------------------|------------------------------|-----------------------|--------------------------|
| <b>Revenues:</b>   |                |                            |                          |                  |                      |                              |                       |                          |
| Property Taxes   | \$ -           | \$ -                       | \$ -                     | \$ 198,900       | \$ -                 | \$ -                         | \$ -                  | \$ -                     |
| Hotel Occupancy Taxes  | -              | -                          | 2,931,409                | -                | -                    | -                            | -                     | -                        |
| Transportation and Drainage Assessments                      | -              | -                          | -                        | -                | -                    | -                            | -                     | -                        |
| Grants   | 680,389        | 1,342,788                  | -                        | -                | -                    | -                            | -                     | -                        |
| Fines and Court Charges                                      | -              | -                          | -                        | -                | -                    | -                            | -                     | -                        |
| Investment Earnings  | -              | -                          | 60,357                   | 96,590           | 58,706               | 235,442                      | 6,705                 | 7,204                    |
| Investment Mark to Market                                    | -              | -                          | (2,721)                  | (2,947)          | (1,921)              | (6,176)                      | (6)                   | -                        |
| Oil and Gas Royalties  | -              | -                          | -                        | 100,397          | -                    | -                            | -                     | -                        |
| Parks & Recreation Operations                                | -              | -                          | -                        | -                | -                    | 3,241,991                    | 2,734,826             | 547,021                  |
| Destination Bryan  | -              | -                          | -                        | -                | -                    | -                            | -                     | -                        |
| Other  | -              | 121,438                    | 90,526                   | -                | -                    | -                            | -                     | -                        |
| <b>Total Revenues</b>  | <b>680,389</b> | <b>1,464,226</b>           | <b>3,079,571</b>         | <b>392,940</b>   | <b>56,785</b>        | <b>3,471,257</b>             | <b>2,741,525</b>      | <b>554,225</b>           |
| <b>Expenditures:</b>   |                |                            |                          |                  |                      |                              |                       |                          |
| <b>Current:</b>  |                |                            |                          |                  |                      |                              |                       |                          |
| General Government and Administration                        | -              | -                          | -                        | -                | -                    | -                            | -                     | -                        |
| Development Services   | -              | 1,410,435                  | -                        | -                | -                    | -                            | -                     | -                        |
| Public Works Services  | -              | -                          | -                        | -                | -                    | -                            | -                     | -                        |
| Public Safety  | 680,389        | -                          | -                        | -                | -                    | -                            | -                     | -                        |
| Cultural and Recreational                                    | -              | -                          | 817,422                  | -                | -                    | 4,006,178                    | 3,476,054             | 1,330,822                |
| Capital Outlay   | -              | 281,005                    | -                        | -                | -                    | 110,927                      | 743,547               | -                        |
| <b>Debt Service:</b>   |                |                            |                          |                  |                      |                              |                       |                          |
| Lease Principal  | -              | 39,764                     | -                        | -                | -                    | -                            | -                     | -                        |
| Lease Interest   | -              | 5,183                      | -                        | -                | -                    | -                            | -                     | -                        |
| <b>Total Expenditures</b>                                    | <b>680,389</b> | <b>1,736,387</b>           | <b>817,422</b>           | <b>-</b>         | <b>-</b>             | <b>4,117,105</b>             | <b>4,219,601</b>      | <b>1,330,822</b>         |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | -              | (272,161)                  | 2,262,149                | 392,940          | 56,785               | (645,848)                    | (1,478,076)           | (776,597)                |
| <b>Other Financing Sources (Uses):</b>                       |                |                            |                          |                  |                      |                              |                       |                          |
| Issuance of Lease  | -              | 281,005                    | -                        | -                | -                    | -                            | -                     | -                        |
| Transfers In   | -              | -                          | -                        | -                | -                    | -                            | 1,528,457             | 684,789                  |
| Transfers Out  | -              | -                          | (2,470,000)              | -                | -                    | -                            | -                     | -                        |
| <b>Total Other Financing Sources (Uses)</b>                  | <b>-</b>       | <b>281,005</b>             | <b>(2,470,000)</b>       | <b>-</b>         | <b>-</b>             | <b>-</b>                     | <b>1,528,457</b>      | <b>684,789</b>           |
| Net Change in Fund Balances                                  | -              | 8,844                      | (207,851)                | 392,940          | 56,785               | (645,848)                    | 50,381                | (91,808)                 |
| Fund Balances, October 1, 2024                               | 32,495         | (24,200)                   | 2,133,119                | 2,079,265        | 1,359,054            | 2,874,409                    | 36,714                | 310,104                  |
| Fund Balances, September 30, 2025                            | \$ 32,495      | \$ (15,356)                | \$ 1,925,268             | \$ 2,472,205     | \$ 1,415,839         | \$ 2,228,561                 | \$ 87,095             | \$ 218,296               |

**CITY OF BRYAN, TEXAS**

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)

Non-Major Governmental Funds - Special Revenue Funds

For the Fiscal Year Ended September 30, 2025

|  | Sidewalks<br>Fund | Court<br>Technology<br>Fund | Street<br>Improvement<br>Fund | Drainage<br>Improvement<br>Fund | Tax Increment<br>Reinvestment<br>Zone #10 Fund | Tax Increment<br>Reinvestment<br>Zone #19 Fund | Tax Increment<br>Reinvestment<br>Zone #21 Fund | Tax Increment<br>Reinvestment<br>Zone #22 Fund | Destination<br>Bryan | Total                |
|--|-------------------|-----------------------------|-------------------------------|---------------------------------|--|--|--|--|----------------------|----------------------|
| <b>Revenues:</b>   |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| Property Taxes   | \$ -              | \$ -                        | \$ -                          | \$ -                            | \$ 4,804,732                                   | \$ 479,368                                     | \$ 453,701                                     | \$ 507,120                                     | \$ -                 | \$ 6,443,821         |
| Hotel Occupancy Taxes  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 2,931,409            |
| Transportation and Drainage Assessments                              | -                 | -                           | 6,686,959                     | 1,115,795                       | -  | -  | -  | -  | -                    | 7,802,754            |
| Grants   | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 2,023,177            |
| Fines and Court Charges  | -                 | 37,675                      | -                             | -                               | -  | -  | -  | -  | -                    | 37,675               |
| Investment Earnings  | 12,907            | 8,334                       | 517,442                       | 82,791                          | 360,570  | 40,672   | 33,393   | 19,528   | -                    | 1,540,641            |
| Investment Mark to Market  | (393)             | (257)                       | (19,380)                      | (2,181)                         | (7,966)  | (1,215)  | (1,375)  | (453)  | -                    | (46,991)             |
| Oil and Gas Royalties  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 100,397              |
| Parks & Recreation Operations  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 6,523,838            |
| Destination Bryan  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | 112,423              | 112,423              |
| Other  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 211,964              |
| <b>Total Revenues</b>  | <b>12,514</b>     | <b>45,752</b>               | <b>7,185,021</b>              | <b>1,196,405</b>                | <b>5,157,336</b>                               | <b>518,825</b>                                 | <b>485,719</b>                                 | <b>526,195</b>                                 | <b>112,423</b>       | <b>27,681,108</b>    |
| <b>Expenditures:</b>   |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| <b>Current:</b>  |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| General Government and Administration                                | -                 | -                           | -                             | -                               | -  | -  | -  | -  | 3,037,466            | 3,037,466            |
| Development Services   | -                 | -                           | -                             | -                               | 25,068   | -  | 384,159  | 335,000  | -                    | 2,154,662            |
| Public Works Services  | -                 | -                           | 5,283,652                     | 179,247                         | -  | -  | -  | -  | -                    | 5,462,899            |
| Public Safety  | -                 | 29,451                      | -                             | -                               | -  | -  | -  | -  | -                    | 709,840              |
| Cultural and Recreational  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 9,630,476            |
| Capital Outlay   | -                 | -                           | 2,321,947                     | 265,778                         | -  | -  | 12,550   | -  | 32,246               | 3,768,000            |
| <b>Debt Service:</b>   |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| Lease Principal  | -                 | -                           | -                             | 32,459                          | -  | -  | -  | -  | 66,406               | 138,629              |
| Lease Interest   | -                 | -                           | -                             | 7,041                           | -  | -  | -  | -  | 5,594                | 17,818               |
| <b>Total Expenditures</b>  | <b>-</b>          | <b>29,451</b>               | <b>7,605,599</b>              | <b>484,525</b>                  | <b>25,068</b>                                  | <b>-</b>                                       | <b>396,709</b>                                 | <b>335,000</b>                                 | <b>3,141,712</b>     | <b>24,919,790</b>    |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <b>12,514</b>     | <b>16,301</b>               | <b>(420,578)</b>              | <b>711,880</b>                  | <b>5,132,268</b>                               | <b>518,825</b>                                 | <b>89,010</b>                                  | <b>191,195</b>                                 | <b>(3,029,289)</b>   | <b>2,761,318</b>     |
| <b>Other Financing Sources (Uses):</b>                               |                   |                             |                               |                                 |  |  |  |  |                      |                      |
| Issuance of Lease  | -                 | -                           | -                             | -                               | -  | -  | -  | -  | -                    | 281,005              |
| Transfers In   | -                 | -                           | -                             | -                               | -  | -  | -  | -  | 2,950,000            | 5,163,246            |
| Transfers Out  | -                 | -                           | (372,100)                     | (91,509)                        | (707,354)                                      | (1,425,516)                                    | (322,264)                                      | (404,868)                                      | -                    | (5,793,611)          |
| <b>Total Other Financing Sources (Uses)</b>                          | <b>-</b>          | <b>-</b>                    | <b>(372,100)</b>              | <b>(91,509)</b>                 | <b>(707,354)</b>                               | <b>(1,425,516)</b>                             | <b>(322,264)</b>                               | <b>(404,868)</b>                               | <b>2,950,000</b>     | <b>(349,360)</b>     |
| <b>Net Change in Fund Balances</b>                                   | <b>12,514</b>     | <b>16,301</b>               | <b>(792,678)</b>              | <b>620,371</b>                  | <b>4,424,914</b>                               | <b>(906,691)</b>                               | <b>(233,254)</b>                               | <b>(213,673)</b>                               | <b>(79,289)</b>      | <b>2,411,958</b>     |
| <b>Fund Balances, October 1, 2024</b>                                | <b>35,070</b>     | <b>181,075</b>              | <b>12,574,567</b>             | <b>1,575,104</b>                | <b>5,427,772</b>                               | <b>906,691</b>                                 | <b>986,624</b>                                 | <b>383,619</b>                                 | <b>227,698</b>       | <b>31,099,180</b>    |
| <b>Fund Balances, September 30, 2025</b>                             | <b>\$ 47,584</b>  | <b>\$ 197,376</b>           | <b>\$ 11,781,889</b>          | <b>\$ 2,195,475</b>             | <b>\$ 9,852,686</b>                            | <b>\$ -</b>                                    | <b>\$ 753,370</b>                              | <b>\$ 169,946</b>                              | <b>\$ 148,409</b>    | <b>\$ 33,511,138</b> |

**CITY OF BRYAN, TEXAS**

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Non-Major Governmental Funds - Capital Project Funds  
 For the Fiscal Year Ended September 30, 2025

|  | 2016 Certificates<br>of Obligation<br>Fund | 2018 Certificates<br>of Obligation<br>Fund | 2022 Certificates<br>of Obligation<br>Fund-General | 2024 Certificates<br>of Obligation<br>Fund-General | Total                |
|--|--|--|--|--|----------------------|
| Revenues:  |  |  |  |  |                      |
| Investment Earnings  | \$ 19,457                                  | \$ 55,256                                  | \$ 698,425   | \$ 969,348   | \$ 1,742,486         |
| Investment Mark to Market                                    | -  | -  | (26,843)   | (36,403)   | (63,246)             |
| Total Revenues   | <u>19,457</u>                              | <u>55,256</u>                              | <u>671,582</u>                                     | <u>932,945</u>                                     | <u>1,679,240</u>     |
| Expenditures:  |  |  |  |  |                      |
| Current:   |  |  |  |  |                      |
| Capital Outlay   | 14,796                                     | 92,179                                     | 1,579,789  | 13,790,676   | 15,477,440           |
| Total Expenditures   | <u>14,796</u>                              | <u>92,179</u>                              | <u>1,579,789</u>                                   | <u>13,790,676</u>                                  | <u>15,477,440</u>    |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 4,661                                      | (36,923)                                   | (908,207)  | (12,857,731)                                       | (13,798,200)         |
| Other Financing Sources (Uses):                              |  |  |  |  |                      |
| Transfers In   | -  | -  | 2,876,667  | -  | 2,876,667            |
| Transfers Out  | (747,617)                                  | (2,129,050)                                | -  | -  | (2,876,667)          |
| Total Other Financing Sources (Uses)                         | <u>(747,617)</u>                           | <u>(2,129,050)</u>                         | <u>2,876,667</u>                                   | <u>-</u>   | <u>-</u>             |
| Net Change in Fund Balances                                  | (742,956)                                  | (2,165,973)                                | 1,968,460  | (12,857,731)                                       | (13,798,200)         |
| Fund Balances, October 1, 2024                               | <u>742,956</u>                             | <u>2,165,973</u>                           | <u>15,632,221</u>                                  | <u>25,024,962</u>                                  | <u>43,566,112</u>    |
| Fund Balances, September 30, 2025                            | <u>\$ -</u>                                | <u>\$ -</u>                                | <u>\$ 17,600,681</u>                               | <u>\$ 12,167,231</u>                               | <u>\$ 29,767,912</u> |

**CITY OF BRYAN, TEXAS**

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Non-Major Governmental Funds - Permanent Funds  
 For the Fiscal Year Ended September 30, 2025

|                                   | Brandon<br>Cemetery<br>Fund | J.W. English<br>Cemetery<br>Fund | L.B. Hervey<br>Cemetery<br>Fund | Mills Trust<br>Cemetery<br>Fund | Cemetery<br>Fund    | M.C. Astin<br>Cemetery<br>Fund | Bade Trust<br>Cemetery<br>Fund | F.L. Henderson<br>Library<br>Fund | Rountree<br>Library<br>Fund | Totals              |
|-----------------------------------|-----------------------------|----------------------------------|---------------------------------|---------------------------------|---------------------|--------------------------------|--------------------------------|-----------------------------------|-----------------------------|---------------------|
| Revenues:                         |                             |                                  |                                 |                                 |                     |                                |                                |                                   |                             |                     |
| Contributions                     | \$ -                        | \$ -                             | \$ -                            | \$ -                            | \$ 110,763          | \$ -                           | \$ -                           | \$ -                              | \$ -                        | \$ 110,763          |
| Investment Earnings               | 23,036                      | 650                              | 723                             | 61                              | 74,477              | 2,988                          | 51                             | 2,654                             | 470                         | 105,110             |
| Investment Mark to Market         | (22,909)                    | (197)                            | (4)                             | (15)                            | (24)                | (2)                            | (8)                            | (2,406)                           | (101)                       | (25,666)            |
| Total Revenues                    | <u>127</u>                  | <u>453</u>                       | <u>719</u>                      | <u>46</u>                       | <u>185,216</u>      | <u>2,986</u>                   | <u>43</u>                      | <u>248</u>                        | <u>369</u>                  | <u>190,207</u>      |
| Net Change in Fund Balances       | 127                         | 453                              | 719                             | 46                              | 185,216             | 2,986                          | 43                             | 248                               | 369                         | 190,207             |
| Fund Balances, October 1, 2024    | <u>3,027</u>                | <u>10,836</u>                    | <u>17,219</u>                   | <u>1,085</u>                    | <u>1,696,440</u>    | <u>71,472</u>                  | <u>1,038</u>                   | <u>5,936</u>                      | <u>8,837</u>                | <u>1,815,890</u>    |
| Fund Balances, September 30, 2025 | <u>\$ 3,154</u>             | <u>\$ 11,289</u>                 | <u>\$ 17,938</u>                | <u>\$ 1,131</u>                 | <u>\$ 1,881,656</u> | <u>\$ 74,458</u>               | <u>\$ 1,081</u>                | <u>\$ 6,184</u>                   | <u>\$ 9,206</u>             | <u>\$ 2,006,097</u> |

**CITY OF BRYAN, TEXAS**

Debt Service Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2025

|                                      | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts    | Variance with<br>Final Budget -<br>Over<br>(Under) |
|--------------------------------------|---------------------------------|------------------------------|----------------------|--|
| Revenues:                            |                                 |                              |                      |  |
| Property taxes                       | \$ 13,750,000                   | \$ 13,750,000                | \$ 13,785,287        | \$ 35,287  |
| Investment earnings                  | 100,000                         | 100,000                      | 463,051              | 363,051  |
| Investment mark to market            | -                               | -                            | (9,056)              | (9,056)  |
| Other                                | 377,400                         | 377,400                      | 57,385               | (320,015)  |
| Total revenues                       | <u>14,227,400</u>               | <u>14,227,400</u>            | <u>14,296,667</u>    | <u>69,267</u>                                      |
| Expenditures:                        |                                 |                              |                      |  |
| Debt service:                        |                                 |                              |                      |  |
| Bond and principal retirement        | 10,880,400                      | 10,880,400                   | 10,880,414           | 14   |
| Interest and fiscal charges          | 7,641,900                       | 7,641,900                    | 7,671,699            | 29,799   |
| Debt issuance costs                  | 500,000                         | 500,000                      | -                    | (500,000)  |
| Total expenditures                   | <u>19,022,300</u>               | <u>19,022,300</u>            | <u>18,552,113</u>    | <u>(470,187)</u>                                   |
| Excess of revenues over expenditures | (4,794,900)                     | (4,794,900)                  | (4,255,446)          | 539,454  |
| Other financing sources (uses):      |                                 |                              |                      |  |
| Transfers in                         | 3,179,000                       | 3,179,000                    | 2,528,584            | (650,416)  |
| Total other financing sources (uses) | <u>3,179,000</u>                | <u>3,179,000</u>             | <u>2,528,584</u>     | <u>(650,416)</u>                                   |
| Net change in fund balance           | (1,615,900)                     | (1,615,900)                  | (1,726,862)          | (110,962)  |
| Fund Balance, October 1, 2024        | <u>5,436,344</u>                | <u>26,764,434</u>            | <u>26,764,434</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025     | <u>\$ 3,820,444</u>             | <u>\$ 25,148,534</u>         | <u>\$ 25,037,572</u> | <u>\$ (110,962)</u>                                |

**CITY OF BRYAN, TEXAS**

Community Development Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2025

|   | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts  | Variance with<br>Final Budget -<br>Over<br>(Under) |
|---|---------------------------------|------------------------------|--------------------|--|
| Revenues:                               |                                 |                              |                    |  |
| Grants                                  | \$ 819,000                      | \$ 819,000                   | \$ 1,342,788       | \$ 523,788   |
| Other                                   | 110,000                         | 110,000                      | 121,438            | 11,438   |
| Total Revenues                          | <u>929,000</u>                  | <u>929,000</u>               | <u>1,464,226</u>   | <u>535,226</u>                                     |
| Expenditures:                           |                                 |                              |                    |  |
| Development Services                    | 929,000                         | 1,529,000                    | 1,410,435          | (118,565)  |
| Capital Outlay                          | -                               | -                            | 281,005            | 281,005  |
| Debt Service:                           |                                 |                              |                    |  |
| Lease Principal                         | -                               | -                            | 39,764             | 39,764   |
| Lease Interest                          | -                               | -                            | 5,183              | 5,183  |
| Total Expenditures                      | <u>929,000</u>                  | <u>1,529,000</u>             | <u>1,736,387</u>   | <u>207,387</u>                                     |
| Excess of Revenues<br>over Expenditures | -                               | (600,000)                    | (272,161)          | 327,839  |
| Other Financing Sources (Uses):         |                                 |                              |                    |  |
| Issuance of Lease                       | -                               | -                            | 281,005            | 281,005  |
| Net Change in Fund Balance              | -                               | (600,000)                    | 8,844              | 608,844  |
| Fund Balance, October 1, 2024           | -                               | (24,200)                     | (24,200)           | -  |
| Fund Balance, September 30, 2025        | <u>\$ -</u>                     | <u>\$ (624,200)</u>          | <u>\$ (15,356)</u> | <u>\$ 608,844</u>                                  |

**CITY OF BRYAN, TEXAS**

Hotel and Motel Tax Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2025

|  | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts   | Variance with<br>Final Budget -<br>Over<br>(Under) |
|--|---------------------------------|------------------------------|---------------------|--|
| Revenues:  |                                 |                              |                     |  |
| Hotel Occupancy Taxes  | \$ 2,400,000                    | \$ 2,400,000                 | \$ 2,931,409        | \$ 531,409   |
| Investment Earnings  | 72,000                          | 72,000                       | 60,357              | (11,643)   |
| Investment Mark to Market                                    | -                               | -                            | (2,721)             | (2,721)  |
| Other  | -                               | -                            | 90,526              | 90,526   |
| Total Revenues   | <u>2,472,000</u>                | <u>2,472,000</u>             | <u>3,079,571</u>    | <u>607,571</u>                                     |
| Expenditures:  |                                 |                              |                     |  |
| Cultural and Recreational                                    | 910,200                         | 1,110,200                    | 817,422             | (292,778)  |
| Capital Outlay   | <u>50,000</u>                   | <u>50,000</u>                | -                   | <u>(50,000)</u>                                    |
| Total Expenditures   | <u>960,200</u>                  | <u>1,160,200</u>             | <u>817,422</u>      | <u>(342,778)</u>                                   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 1,511,800                       | 1,311,800                    | 2,262,149           | 950,349  |
| Other Financing Uses:  |                                 |                              |                     |  |
| Transfers Out  | <u>(2,470,000)</u>              | <u>(2,470,000)</u>           | <u>(2,470,000)</u>  | <u>-</u>   |
| Net Change in Fund Balance                                   | (958,200)                       | (1,158,200)                  | (207,851)           | 950,349  |
| Fund Balance, October 1, 2024                                | <u>1,424,707</u>                | <u>2,133,119</u>             | <u>2,133,119</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025                             | <u>\$ 466,507</u>               | <u>\$ 974,919</u>            | <u>\$ 1,925,268</u> | <u>\$ 950,349</u>                                  |

**CITY OF BRYAN, TEXAS**

Oil and Gas Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2025

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|                                  | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts   | Variance with<br>Final Budget -<br>Over<br>(Under) |
|----------------------------------|---------------------------------|------------------------------|---------------------|--|
| Revenues:                        |                                 |                              |                     |  |
| Property Taxes - Mineral         | \$ 198,900                      | \$ 198,900                   | \$ 198,900          | \$ -   |
| Investment Earnings              | 52,100                          | 52,100                       | 96,590              | 44,490   |
| Investment Mark to Market        | -                               | -                            | (2,947)             | (2,947)  |
| Oil and Gas Royalties            | 140,000                         | 140,000                      | 100,397             | (39,603)   |
| Total Revenues                   | <u>391,000</u>                  | <u>391,000</u>               | <u>392,940</u>      | <u>1,940</u>                                       |
| Net Change in Fund Balance       | 391,000                         | 391,000                      | 392,940             | 1,940  |
| Fund Balance, October 1, 2024    | <u>1,995,567</u>                | <u>2,079,265</u>             | <u>2,079,265</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025 | <u>\$ 2,386,567</u>             | <u>\$ 2,470,265</u>          | <u>\$ 2,472,205</u> | <u>\$ 1,940</u>                                    |

**CITY OF BRYAN, TEXAS**

Capital Reserve Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2025

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|                                  | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts   | Variance with<br>Final Budget -<br>Over<br>(Under) |
|----------------------------------|---------------------------------|------------------------------|---------------------|--|
| Revenues:                        |                                 |                              |                     |  |
| Investment Earnings              | \$ 45,000                       | \$ 45,000                    | \$ 58,706           | \$ 13,706  |
| Investment Mark to Market        | -                               | -                            | (1,921)             | (1,921)  |
| Total Revenues                   | <u>45,000</u>                   | <u>45,000</u>                | <u>56,785</u>       | <u>11,785</u>                                      |
| Net Change in Fund Balance       | 45,000                          | 45,000                       | 56,785              | 11,785   |
| Fund Balance, October 1, 2024    | <u>1,311,626</u>                | <u>1,359,054</u>             | <u>1,359,054</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025 | <u>\$ 1,356,626</u>             | <u>\$ 1,404,054</u>          | <u>\$ 1,415,839</u> | <u>\$ 11,785</u>                                   |

**CITY OF BRYAN, TEXAS**

Midtown Park Operations Fund  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (GAAP Basis) and Actual  
 For the Fiscal Year Ended September 30, 2025

|  | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts   | Variance with<br>Final Budget -<br>Over<br>(Under) |
|--|---------------------------------|------------------------------|---------------------|--|
| Revenues:  |                                 |                              |                     |  |
| Parks & Recreation Operations                                | \$ 2,362,000                    | \$ 2,362,000                 | \$ 3,241,991        | \$ 879,991   |
| Investment Earnings  | 75,000                          | 75,000                       | 235,442             | 160,442  |
| Investment Mark to Market                                    | -                               | -                            | (6,176)             | (6,176)  |
| Total Revenues   | <u>2,437,000</u>                | <u>2,437,000</u>             | <u>3,471,257</u>    | <u>1,034,257</u>                                   |
| Expenditures:  |                                 |                              |                     |  |
| Cultural and Recreational                                    | 4,258,900                       | 4,258,900                    | 4,006,178           | (252,722)  |
| Capital Outlay   | 46,200                          | 46,200                       | 110,927             | 64,727   |
| Total Expenditures   | <u>4,305,100</u>                | <u>4,305,100</u>             | <u>4,117,105</u>    | <u>(187,995)</u>                                   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (1,868,100)                     | (1,868,100)                  | (645,848)           | 846,262  |
| Other Financing Sources (Uses)                               |                                 |                              |                     |  |
| Transfers In   | 1,000,000                       | 1,000,000                    | -                   | (1,000,000)  |
| Total Other Financing Sources (Uses)                         | <u>1,000,000</u>                | <u>1,000,000</u>             | <u>-</u>            | <u>(1,000,000)</u>                                 |
| Net Change in Fund Balance                                   | (868,100)                       | (868,100)                    | (645,848)           | 222,252  |
| Fund Balance, October 1, 2024                                | <u>6,090,247</u>                | <u>2,874,409</u>             | <u>2,874,409</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025                             | <u>\$ 5,222,147</u>             | <u>\$ 2,006,309</u>          | <u>\$ 2,228,561</u> | <u>\$ 222,252</u>                                  |

**CITY OF BRYAN, TEXAS**

Phillips Event Center Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2025

|  | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts | Variance with<br>Final Budget -<br>Over<br>(Under) |
|--|---------------------------------|------------------------------|-------------------|--|
| Revenues:  |                                 |                              |                   |  |
| Parks & Recreation Operations                                | \$ 1,850,000                    | \$ 1,850,000                 | \$ 2,734,826      | \$ 884,826   |
| Investment Earnings  | -                               | -                            | 6,705             | 6,705  |
| Investment Mark to Market                                    | -                               | -                            | (6)               | (6)  |
| Total Revenues   | <u>1,850,000</u>                | <u>1,850,000</u>             | <u>2,741,525</u>  | <u>891,525</u>                                     |
| Expenditures:  |                                 |                              |                   |  |
| Cultural and Recreational                                    | 2,396,600                       | 3,896,600                    | 3,476,054         | (420,546)  |
| Capital Outlay   | 499,700                         | 499,700                      | 743,547           | 243,847  |
| Total Expenditures   | <u>2,896,300</u>                | <u>4,396,300</u>             | <u>4,219,601</u>  | <u>(176,699)</u>                                   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (1,046,300)                     | (2,546,300)                  | (1,478,076)       | 1,068,224  |
| Other Financing Sources:                                     |                                 |                              |                   |  |
| Transfer In  | 1,100,000                       | 1,100,000                    | 1,528,457         | 428,457  |
| Total Other Financing Sources                                | <u>1,100,000</u>                | <u>1,100,000</u>             | <u>1,528,457</u>  | <u>428,457</u>                                     |
| Net Change in Fund Balance                                   | 53,700                          | (1,446,300)                  | 50,381            | 1,496,681  |
| Fund Balance, October 1, 2024                                | <u>142,683</u>                  | <u>36,714</u>                | <u>36,714</u>     | <u>-</u>   |
| Fund Balance, September 30, 2025                             | <u>\$ 196,383</u>               | <u>\$ (1,409,586)</u>        | <u>\$ 87,095</u>  | <u>\$ 1,496,681</u>                                |

**CITY OF BRYAN, TEXAS**

Queen and Palace Theater Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2025

|  | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts | Variance with<br>Final Budget -<br>Over<br>(Under) |
|--|---------------------------------|------------------------------|-------------------|--|
| Revenues:  |                                 |                              |                   |  |
| Parks & Recreation Operations                                | \$ 400,000                      | \$ 400,000                   | \$ 547,021        | \$ 147,021   |
| Investment Earnings  | -                               | -                            | 7,204             | 7,204  |
| Total Revenues   | <u>400,000</u>                  | <u>400,000</u>               | <u>554,225</u>    | <u>154,225</u>                                     |
| Expenditures:  |                                 |                              |                   |  |
| Cultural & Recreational                                      | <u>1,236,100</u>                | <u>1,686,100</u>             | <u>1,330,822</u>  | <u>(355,278)</u>                                   |
| Total Expenditures   | <u>1,236,100</u>                | <u>1,686,100</u>             | <u>1,330,822</u>  | <u>(355,278)</u>                                   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (836,100)                       | (1,286,100)                  | (776,597)         | 509,503  |
| Other Financing Sources:                                     |                                 |                              |                   |  |
| Transfer In  | <u>800,000</u>                  | <u>800,000</u>               | <u>684,789</u>    | <u>(115,211)</u>                                   |
| Total Other Financing Sources                                | <u>800,000</u>                  | <u>800,000</u>               | <u>684,789</u>    | <u>(115,211)</u>                                   |
| Net Change in Fund Balance                                   | (36,100)                        | (486,100)                    | (91,808)          | 394,292  |
| Fund Balance, October 1, 2024                                | <u>149,679</u>                  | <u>310,104</u>               | <u>310,104</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025                             | <u>\$ 113,579</u>               | <u>\$ (175,996)</u>          | <u>\$ 218,296</u> | <u>\$ 394,292</u>                                  |

**CITY OF BRYAN, TEXAS**

Court Technology Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2025

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|                                  | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts | Variance with<br>Final Budget -<br>Over<br>(Under) |
|----------------------------------|---------------------------------|------------------------------|-------------------|--|
| Revenues:                        |                                 |                              |                   |  |
| Technology Fee                   | \$ 29,000                       | \$ 29,000                    | \$ 37,675         | \$ 8,675   |
| Investment Earnings              | 6,000                           | 6,000                        | 8,334             | 2,334  |
| Investment Mark to Market        | -                               | -                            | (257)             | (257)  |
| Total Revenues                   | <u>35,000</u>                   | <u>35,000</u>                | <u>45,752</u>     | <u>10,752</u>                                      |
| Expenditures:                    |                                 |                              |                   |  |
| Public Safety                    | <u>41,500</u>                   | <u>41,500</u>                | <u>29,451</u>     | <u>(12,049)</u>                                    |
| Total Expenditures               | <u>41,500</u>                   | <u>41,500</u>                | <u>29,451</u>     | <u>(12,049)</u>                                    |
| Net Change in Fund Balance       | (6,500)                         | (6,500)                      | 16,301            | 22,801   |
| Fund Balance, October 1, 2024    | <u>158,618</u>                  | <u>181,075</u>               | <u>181,075</u>    | -  |
| Fund Balance, September 30, 2025 | <u>\$ 152,118</u>               | <u>\$ 174,575</u>            | <u>\$ 197,376</u> | <u>\$ 22,801</u>                                   |

**CITY OF BRYAN, TEXAS**

Street Improvement Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2025

|  | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts    | Variance with<br>Final Budget -<br>Over<br>(Under) |
|--|---------------------------------|------------------------------|----------------------|--|
| <b>Revenues:</b>   |                                 |                              |                      |  |
| Transportation Assessments                                   | \$ 6,460,000                    | \$ 6,460,000                 | \$ 6,686,959         | \$ 226,959   |
| Investment Earnings  | 300,000                         | 300,000                      | 517,442              | 217,442  |
| Investment Mark to Market                                    | -                               | -                            | (19,380)             | (19,380)   |
| Total Revenues   | <u>6,760,000</u>                | <u>6,760,000</u>             | <u>7,185,021</u>     | <u>425,021</u>                                     |
| <b>Expenditures:</b>   |                                 |                              |                      |  |
| Public Works Services  | 1,981,100                       | 1,981,100                    | 5,283,652            | 3,302,552  |
| Capital Outlay   | 6,250,000                       | 6,250,000                    | 2,321,947            | (3,928,053)  |
| Total Expenditures   | <u>8,231,100</u>                | <u>8,231,100</u>             | <u>7,605,599</u>     | <u>(625,501)</u>                                   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (1,471,100)                     | (1,471,100)                  | (420,578)            | 1,050,522  |
| <b>Other Financing Sources (Uses):</b>                       |                                 |                              |                      |  |
| Transfers Out  | (373,400)                       | (373,400)                    | (372,100)            | 1,300  |
| Total Other Financing Sources (Uses)                         | <u>(373,400)</u>                | <u>(373,400)</u>             | <u>(372,100)</u>     | <u>1,300</u>                                       |
| Net Change in Fund Balance                                   | (1,844,500)                     | (1,844,500)                  | (792,678)            | 1,051,822  |
| Fund Balance, October 1, 2024                                | <u>12,452,895</u>               | <u>12,574,567</u>            | <u>12,574,567</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025                             | <u>\$ 10,608,395</u>            | <u>\$ 10,730,067</u>         | <u>\$ 11,781,889</u> | <u>\$ 1,051,822</u>                                |

**CITY OF BRYAN, TEXAS**

Drainage Improvement Fund  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (GAAP Basis) and Actual  
 For the Fiscal Year Ended September 30, 2025

|  | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts   | Variance with<br>Final Budget -<br>Over<br>(Under) |
|--|---------------------------------|------------------------------|---------------------|--|
| <b>Revenues:</b>   |                                 |                              |                     |  |
| Drainage Assessments   | \$ 1,030,000                    | \$ 1,030,000                 | \$ 1,115,795        | \$ 85,795  |
| Investment Earnings  | 30,000                          | 30,000                       | 82,791              | 52,791   |
| Investment Mark to Market                                    | -                               | -                            | (2,181)             | (2,181)  |
| Total Revenues   | <u>1,060,000</u>                | <u>1,060,000</u>             | <u>1,196,405</u>    | <u>136,405</u>                                     |
| <b>Expenditures:</b>   |                                 |                              |                     |  |
| Public Works Services  | 220,900                         | 220,900                      | 179,247             | (41,653)   |
| Capital Outlay   | 769,300                         | 769,300                      | 265,778             | (503,522)  |
| <b>Debt Service:</b>   |                                 |                              |                     |  |
| Lease Principal  | -                               | -                            | 32,459              | 32,459   |
| Lease Interest   | -                               | -                            | 7,041               | 7,041  |
| Total Expenditures   | <u>990,200</u>                  | <u>990,200</u>               | <u>484,525</u>      | <u>(505,675)</u>                                   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 69,800                          | 69,800                       | 711,880             | 642,080  |
| <b>Other Financing Uses:</b>                                 |                                 |                              |                     |  |
| Transfers Out  | (91,000)                        | (91,000)                     | (91,509)            | (509)  |
| Total Other Financing Sources (Uses)                         | <u>(91,000)</u>                 | <u>(91,000)</u>              | <u>(91,509)</u>     | <u>(509)</u>                                       |
| Net Change in Fund Balance                                   | (21,200)                        | (21,200)                     | 620,371             | 641,571  |
| Fund Balance, October 1, 2024                                | <u>1,438,226</u>                | <u>1,575,104</u>             | <u>1,575,104</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025                             | <u>\$ 1,417,026</u>             | <u>\$ 1,553,904</u>          | <u>\$ 2,195,475</u> | <u>\$ 641,571</u>                                  |

**CITY OF BRYAN, TEXAS**

Tax Increment Reinvestment Zone #10 Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Fiscal Year Ended September 30, 2025

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|                                      | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts   | Variance with<br>Final Budget -<br>Over<br>(Under) |
|--------------------------------------|---------------------------------|------------------------------|---------------------|--|
| Revenues:                            |                                 |                              |                     |  |
| Property Taxes                       | \$ 4,901,000                    | \$ 4,901,000                 | \$ 4,804,732        | \$ (96,268)  |
| Investment Earnings                  | 120,000                         | 120,000                      | 360,570             | 240,570  |
| Investment Mark to Market            | -                               | -                            | (7,966)             | (7,966)  |
| Total Revenues                       | <u>5,021,000</u>                | <u>5,021,000</u>             | <u>5,157,336</u>    | <u>136,336</u>                                     |
| Expenditures:                        |                                 |                              |                     |  |
| Development Services                 | <u>50,000</u>                   | <u>50,000</u>                | <u>25,068</u>       | <u>(24,932)</u>                                    |
| Total Expenditures                   | <u>50,000</u>                   | <u>50,000</u>                | <u>25,068</u>       | <u>(24,932)</u>                                    |
| Excess of Revenues Over Expenditures | 4,971,000                       | 4,971,000                    | 5,132,268           | 111,404  |
| Other Financing Uses:                |                                 |                              |                     |  |
| Transfers Out                        | <u>(707,400)</u>                | <u>(707,400)</u>             | <u>(707,354)</u>    | <u>46</u>  |
| Total Other Financing Uses           | <u>(707,400)</u>                | <u>(707,400)</u>             | <u>(707,354)</u>    | <u>46</u>  |
| Net Change in Fund Balance           | 4,263,600                       | 4,263,600                    | 4,424,914           | 161,314  |
| Fund Balance, October 1, 2024        | <u>5,012,211</u>                | <u>5,427,772</u>             | <u>5,427,772</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025     | <u>\$ 9,275,811</u>             | <u>\$ 9,691,372</u>          | <u>\$ 9,852,686</u> | <u>\$ 161,314</u>                                  |

**CITY OF BRYAN, TEXAS**

Tax Increment Reinvestment Zone #19 Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2025

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|                                  | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts  | Variance with<br>Final Budget -<br>Over<br>(Under) |
|----------------------------------|---------------------------------|------------------------------|--------------------|--|
| Revenues:                        |                                 |                              |                    |  |
| Property Taxes                   | \$ 440,000                      | \$ 440,000                   | \$ 479,368         | \$ 39,368  |
| Investment Earnings              | 20,000                          | 20,000                       | 40,672             | 20,672   |
| Investment Mark to Market        | -                               | -                            | (1,215)            | (1,215)  |
| Total Revenues                   | <u>460,000</u>                  | <u>460,000</u>               | <u>518,825</u>     | <u>58,825</u>                                      |
| Other Financing Uses:            |                                 |                              |                    |  |
| Transfers Out                    | <u>(111,500)</u>                | <u>(1,711,500)</u>           | <u>(1,425,516)</u> | <u>(285,984)</u>                                   |
| Total Other Financing Uses       | <u>(111,500)</u>                | <u>(1,711,500)</u>           | <u>(1,425,516)</u> | <u>(285,984)</u>                                   |
| Net Change in Fund Balance       | 348,500                         | (1,251,500)                  | (906,691)          | 344,809  |
| Fund Balance, October 1, 2024    | <u>817,182</u>                  | <u>906,691</u>               | <u>906,691</u>     | <u>-</u>   |
| Fund Balance, September 30, 2025 | <u>\$ 1,165,682</u>             | <u>\$ (344,809)</u>          | <u>\$ -</u>        | <u>\$ 344,809</u>                                  |

**CITY OF BRYAN, TEXAS**

Tax Increment Reinvestment Zone #21 Fund  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (GAAP Basis) and Actual  
 For the Fiscal Year Ended September 30, 2025

|   | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts | Variance with<br>Final Budget -<br>Over<br>(Under) |
|---|---------------------------------|------------------------------|-------------------|--|
| <b>Revenues:</b>  |                                 |                              |                   |  |
| Property Taxes  | \$ 441,600                      | \$ 441,600                   | \$ 453,701        | \$ 12,101  |
| Investment Earnings                                       | 30,000                          | 30,000                       | 33,393            | 3,393  |
| Investment Mark to Market                                 | -                               | -                            | (1,375)           | (1,375)  |
| Total Revenues  | <u>471,600</u>                  | <u>471,600</u>               | <u>485,719</u>    | <u>14,119</u>                                      |
| <b>Expenditures:</b>                                      |                                 |                              |                   |  |
| Development Services                                      | -                               | 600,000                      | 384,159           | (215,841)  |
| Capital Outlay  | -                               | -                            | 12,550            | 12,550   |
| Total Expenditures  | <u>-</u>                        | <u>600,000</u>               | <u>396,709</u>    | <u>(203,291)</u>                                   |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 471,600                         | (128,400)                    | 89,010            | 217,410  |
| <b>Other Financing Sources (Uses)</b>                     |                                 |                              |                   |  |
| Transfers Out   | (322,300)                       | (322,300)                    | (322,264)         | 36   |
| Total Other Financing Sources                             | <u>(322,300)</u>                | <u>(322,300)</u>             | <u>(322,264)</u>  | <u>36</u>  |
| Net Change in Fund Balance                                | 149,300                         | (450,700)                    | (233,254)         | 217,446  |
| Fund Balance, October 1, 2024                             | <u>1,049,240</u>                | <u>986,624</u>               | <u>986,624</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025                          | <u>\$ 1,198,540</u>             | <u>\$ 535,924</u>            | <u>\$ 753,370</u> | <u>\$ 217,446</u>                                  |

**CITY OF BRYAN, TEXAS**

Tax Increment Reinvestment Zone #22 Fund  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (GAAP Basis) and Actual  
 For the Fiscal Year Ended September 30, 2025

|                                      | Original<br>Budgeted<br>Amounts | Final<br>Budgeted<br>Amounts | Actual<br>Amounts | Variance with<br>Final Budget -<br>Over<br>(Under) |
|--------------------------------------|---------------------------------|------------------------------|-------------------|--|
| Revenues:                            |                                 |                              |                   |  |
| Property Taxes                       | \$ 508,800                      | \$ 508,800                   | \$ 507,120        | \$ (1,680)   |
| Investment Earnings                  | 9,000                           | 9,000                        | 19,528            | 10,528   |
| Investment Mark to Market            | -                               | -                            | (453)             | (453)  |
| Total Revenues                       | <u>517,800</u>                  | <u>517,800</u>               | <u>526,195</u>    | <u>8,395</u>                                       |
| Expenditures:                        |                                 |                              |                   |  |
| Development Services                 | 340,000                         | 390,000                      | 335,000           | (55,000)   |
| Total Expenditures                   | <u>340,000</u>                  | <u>390,000</u>               | <u>335,000</u>    | <u>(55,000)</u>                                    |
| Excess of Revenues Over Expenditures | 177,800                         | 127,800                      | 191,195           | 63,395   |
| Other Financing Uses:                |                                 |                              |                   |  |
| Transfers Out                        | (404,900)                       | (404,900)                    | (404,868)         | 32   |
| Total Other Financing Uses           | <u>(404,900)</u>                | <u>(404,900)</u>             | <u>(404,868)</u>  | <u>32</u>  |
| Net Change in Fund Balance           | (227,100)                       | (277,100)                    | (213,673)         | 63,427   |
| Fund Balance, October 1, 2024        | <u>282,457</u>                  | <u>383,619</u>               | <u>383,619</u>    | <u>-</u>   |
| Fund Balance, September 30, 2025     | <u>\$ 55,357</u>                | <u>\$ 106,519</u>            | <u>\$ 169,946</u> | <u>\$ 63,427</u>                                   |



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## **COMBINING FINANCIAL STATEMENTS**

### **NON-MAJOR ENTERPRISE FUNDS**

Solid Waste Fund – To account for the provision of residential and commercial garbage collection and the City’s interest in the Brazos Valley Solid Waste Management Agency’s landfill operations. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administrative, operations, maintenance, new construction, financing and related debt services, and billing and collection.

Bryan Airport Fund – To account for the revenues received and the expenses incurred by the City in the operation of Bryan’s Coulter Airfield.

Bryan Commerce and Development – To account for economic development activities and public facility development by the City. The activities related to the acquisition of property for development are included in this fund.

**CITY OF BRYAN, TEXAS**

Combining Statement of Net Position

Non-Major Enterprise Funds

As of September 30, 2025

| <u>Assets</u>  | <u>Solid Waste<br/>Fund</u> | <u>Bryan Airport<br/>Fund</u> | <u>Bryan Commerce<br/>&amp; Development</u> | <u>Total</u>                |
|--|-----------------------------|-------------------------------|---|-----------------------------|
| <b>Current Assets:</b>   |                             |                               |   |                             |
| Cash and Cash Equivalents  | \$ 2,274,140                | \$ 303,176                    | \$ 2,034,129                                | \$ 4,611,445                |
| Investments  | 4,728,722                   | 630,406                       | 4,229,658                                   | 9,588,786                   |
| Accounts Receivable  | 749,515                     | 30,333                        | -   | 779,848                     |
| Less Allowance for Uncollectible   | (30,636)                    | -                             | -   | (30,636)                    |
| Grants Receivable  | -                           | 99,845                        | -   | 99,845                      |
| Interest Receivable  | 47,597                      | 6,612                         | 42,574                                      | 96,783                      |
| Inventories  | -                           | 61,315                        | -   | 61,315                      |
| Due from Other Funds   | 203,557                     | 45,000                        | -   | 248,557                     |
| <b>Total Current Assets</b>  | <b><u>7,972,895</u></b>     | <b><u>1,176,687</u></b>       | <b><u>6,306,361</u></b>                     | <b><u>15,455,943</u></b>    |
| <b>Non-Current Assets:</b>   |                             |                               |   |                             |
| <b>Restricted Assets:</b>  |                             |                               |   |                             |
| Cash and Cash Equivalents  | -                           | 12,771                        | -   | 12,771                      |
| Investments  | -                           | 26,558                        | -   | 26,558                      |
| Investment in BSWMA  | 28,275,906                  | -                             | -   | 28,275,906                  |
| Equity interest in limited partnership   | -                           | -                             | 1,790,275                                   | 1,790,275                   |
| Net Pension Asset  | 97,422                      | 4,410                         | -   | 101,832                     |
| <b>Capital Assets:</b>   |                             |                               |   |                             |
| Land   | -                           | 654,670                       | 21,380,850                                  | 22,035,520                  |
| Buildings  | 174,581                     | 2,567,184                     | 72  | 2,741,837                   |
| Equipment  | 18,288,666                  | 228,081                       | -   | 18,516,747                  |
| Improvements Other Than Buildings  | 453,790                     | 10,736,926                    | -   | 11,190,716                  |
| Construction in Progress   | 255,201                     | 258,886                       | -   | 514,087                     |
| Less Accumulated Depreciation  | (12,292,305)                | (5,206,721)                   | -   | (17,499,026)                |
| Right-to-Use Lease Assets  | -                           | 96,106                        | -   | 96,106                      |
| Less Accumulated Amortization  | -                           | (76,885)                      | -   | (76,885)                    |
| <b>Total Capital Assets (Net of<br/>    Accumulated Depreciation and Amortization)</b> | <b><u>6,879,933</u></b>     | <b><u>9,258,247</u></b>       | <b><u>21,380,922</u></b>                    | <b><u>37,519,102</u></b>    |
| <b>Total Non-Current Assets</b>  | <b><u>35,253,261</u></b>    | <b><u>9,301,986</u></b>       | <b><u>23,171,197</u></b>                    | <b><u>67,726,444</u></b>    |
| <b>Total Assets</b>  | <b><u>\$ 43,226,156</u></b> | <b><u>\$ 10,478,673</u></b>   | <b><u>\$ 29,477,558</u></b>                 | <b><u>\$ 83,182,387</u></b> |
| <b>Deferred Outflows</b>   |                             |                               |   |                             |
| Pension  | 571,954                     | 25,891                        | -   | 597,845                     |
| Other Post-Employment Benefits (OPEB)  | 259,287                     | 11,524                        | -   | 270,811                     |
| <b>Total Deferred Outflows</b>   | <b><u>\$ 831,241</u></b>    | <b><u>\$ 37,415</u></b>       | <b><u>\$ -</u></b>                          | <b><u>\$ 868,656</u></b>    |

**CITY OF BRYAN, TEXAS**

Combining Statement of Net Position

Non-Major Enterprise Funds

As of September 30, 2025

|   | Solid Waste<br>Fund  | Bryan Airport<br>Fund | Bryan Commerce<br>& Development | Total                |
|---|----------------------|-----------------------|---------------------------------|----------------------|
| <u>Liabilities</u>                                  |                      |                       |                                 |                      |
| Current Liabilities:                                |                      |                       |                                 |                      |
| Accounts Payable                                    | \$ 124,589           | \$ 102,221            | \$ 456,398                      | \$ 683,208           |
| Accrued Liabilities                                 | 335,934              | 21,548                | -                               | 357,482              |
| Accrued Interest                                    | -                    | 32,409                | -                               | 32,409               |
| Compensated Absence Liability                       | 174,588              | 14,270                | -                               | 188,858              |
| Leases  | -                    | 19,959                | -                               | 19,959               |
| Current Liabilities Payable from Restricted Assets: |                      |                       |                                 |                      |
| Bonds Payable, Net                                  | -                    | 77,964                | -                               | 77,964               |
| Customer Deposits                                   | -                    | 22,245                | -                               | 22,245               |
| Total Current Liabilities                           | <u>635,111</u>       | <u>290,616</u>        | <u>456,398</u>                  | <u>1,382,125</u>     |
| Noncurrent Liabilities:                             |                      |                       |                                 |                      |
| Bonds Payable, Net                                  | -                    | 6,478,017             | -                               | 6,478,017            |
| Interfund Advance                                   | 1,722,428            | 77,967                | -                               | 1,800,395            |
| Net Other Post-Employment Benefits Liability (OPEB) | 873,022              | 38,801                | -                               | 911,823              |
| Compensated Absence Liability                       | 91,389               | 7,470                 | -                               | 98,859               |
| Leases  | -                    | 20,758                | -                               | 20,758               |
| Total Non-Current Liabilities                       | <u>2,686,839</u>     | <u>6,623,013</u>      | <u>-</u>                        | <u>9,309,852</u>     |
| Total Liabilities                                   | <u>\$ 3,321,950</u>  | <u>\$ 6,913,629</u>   | <u>\$ 456,398</u>               | <u>\$ 10,691,977</u> |
| <u>Deferred Inflows</u>                             |                      |                       |                                 |                      |
| Pension   | 219,900              | 9,953                 | -                               | 229,853              |
| Other Post-Employment Benefits (OPEB)               | 208,287              | 9,258                 | -                               | 217,545              |
| Total Deferred Inflows                              | <u>\$ 428,187</u>    | <u>\$ 19,211</u>      | <u>\$ -</u>                     | <u>\$ 447,398</u>    |
| <u>Net Position</u>                                 |                      |                       |                                 |                      |
| Net Investment in Capital Assets                    | 6,699,447            | 2,608,684             | 21,100,258                      | 30,408,389           |
| Restricted for BVSWMA                               | 28,275,906           | -                     | -                               | 28,275,906           |
| Restricted for Net Pension Asset                    | 97,422               | 4,410                 | -                               | 101,832              |
| Restricted for Equity Interest in Partnership       | -                    | -                     | 1,790,275                       | 1,790,275            |
| Unrestricted  | 5,234,485            | 970,154               | 6,130,627                       | 12,335,266           |
| Total Net Position                                  | <u>\$ 40,307,260</u> | <u>\$ 3,583,248</u>   | <u>\$ 29,021,160</u>            | <u>\$ 72,911,668</u> |

**CITY OF BRYAN, TEXAS**

Combining Statement of Revenues, Expenses and Changes in Net Position

Non-Major Enterprise Funds

For the Fiscal Year Ended September 30, 2025

|  | Solid Waste<br>Fund  | Bryan Airport<br>Fund | Bryan Commerce<br>& Development | Total                |
|--|----------------------|-----------------------|---------------------------------|----------------------|
| Operating Revenues:  |                      |                       |                                 |                      |
| Solid Waste  | \$ 9,458,884         | \$ -                  | \$ -                            | \$ 9,458,884         |
| Other  | -                    | 918,933               | -                               | 918,933              |
| Total Operating Revenues                                     | <u>9,458,884</u>     | <u>918,933</u>        | <u>-</u>                        | <u>10,377,817</u>    |
| Operating Expenses:  |                      |                       |                                 |                      |
| Personnel Services   | 4,153,534            | 411,269               | -                               | 4,564,803            |
| Maintenance  | 511,491              | 139,445               | 680                             | 651,616              |
| Other Services and Charges                                   | 400,386              | 112,936               | 291,983                         | 805,305              |
| Other Expenses   | 640,951              | 390,410               | -                               | 1,031,361            |
| General and Administrative                                   | 1,375,035            | 174,944               | -                               | 1,549,979            |
| Total Operating Expenses                                     | <u>7,081,397</u>     | <u>1,229,004</u>      | <u>292,663</u>                  | <u>8,603,064</u>     |
| Before Depreciation and Amortization                         | <u>7,081,397</u>     | <u>1,229,004</u>      | <u>292,663</u>                  | <u>8,603,064</u>     |
| Operating Income/(Loss) Before Depreciation and Amortization | <u>2,377,487</u>     | <u>(310,071)</u>      | <u>(292,663)</u>                | <u>1,774,753</u>     |
| Depreciation and Amortization                                | <u>1,509,152</u>     | <u>337,103</u>        | <u>-</u>                        | <u>1,846,255</u>     |
| Operating Income/(Loss)                                      | <u>868,335</u>       | <u>(647,174)</u>      | <u>(292,663)</u>                | <u>(71,502)</u>      |
| Non-Operating Revenues/(Expenses):                           |                      |                       |                                 |                      |
| Investment Earnings  | 306,708              | 27,671                | 269,517                         | 603,896              |
| Investment Mark to Market                                    | (499)                | (66)                  | (446)                           | (1,011)              |
| Interest Expense   | -                    | (303,897)             | -                               | (303,897)            |
| Gain (Loss) on Sale of Assets                                | 345,250              | -                     | (665,199)                       | (319,949)            |
| Distributive Share of BVSWMMA Net Income                     | 1,666,440            | -                     | -                               | 1,666,440            |
| Other - Net  | 5,271                | 144,845               | 480,885                         | 631,001              |
| Total Non-Operating Revenues/(Expenses)                      | <u>2,323,170</u>     | <u>(131,447)</u>      | <u>84,757</u>                   | <u>2,276,480</u>     |
| Income/(Loss) Before Contributions and Transfers             | <u>3,191,505</u>     | <u>(778,621)</u>      | <u>(207,906)</u>                | <u>2,204,978</u>     |
| Transfers In   | 135,277              | 875,000               | -                               | 1,010,277            |
| Transfers Out  | (539,893)            | (1,823)               | (39,664)                        | (581,380)            |
| Change in Net Position                                       | <u>2,786,889</u>     | <u>94,556</u>         | <u>(247,570)</u>                | <u>2,633,875</u>     |
| Net Position, October 1, 2024                                | 37,550,479           | 3,494,280             | 29,268,730                      | 70,313,489           |
| Implementation of GASB 101, <i>Compensated Absences</i>      | (30,108)             | (5,588)               | -                               | (35,696)             |
| Net Position, October 1, 2024 as restated                    | <u>37,520,371</u>    | <u>3,488,692</u>      | <u>29,268,730</u>               | <u>70,277,793</u>    |
| Net Position, September 30, 2025                             | <u>\$ 40,307,260</u> | <u>\$ 3,583,248</u>   | <u>\$ 29,021,160</u>            | <u>\$ 72,911,668</u> |

**CITY OF BRYAN, TEXAS**

Combining Statement of Cash Flows

Non-Major Enterprise Funds

For the Fiscal Year Ended September 30, 2025

|  | Solid Waste<br>Fund | Bryan Airport<br>Fund | Bryan Commerce<br>& Development | Total               |
|--|---------------------|-----------------------|---------------------------------|---------------------|
| <b>Cash Flows from Operating Activities:</b>                     |                     |                       |                                 |                     |
| Receipts from Customers and Users                                | \$ 9,310,883        | \$ 763,627            | \$ 56,374                       | \$ 10,130,884       |
| Payments to Suppliers  | (1,613,167)         | (690,823)             | (147,264)                       | (2,451,254)         |
| Payments to Employees  | (4,145,440)         | (410,241)             | -                               | (4,555,681)         |
| Payments for Interfund Services Used                             | (1,375,035)         | (174,944)             | -                               | (1,549,979)         |
| Other Receipts   | 5,271               | 144,845               | 480,885                         | 631,001             |
| Net Cash Provided (Used) by Operating Activities                 | <u>2,182,512</u>    | <u>(367,536)</u>      | <u>389,995</u>                  | <u>2,204,971</u>    |
| <b>Cash Flows from Non-Capital Financing Activities:</b>         |                     |                       |                                 |                     |
| Transfers In   | 135,277             | 875,000               | -                               | 1,010,277           |
| Transfers Out  | (539,893)           | (1,823)               | (39,664)                        | (581,380)           |
| Net Cash Provided (Used) by Non-Capital Financing Activities     | <u>(404,616)</u>    | <u>873,177</u>        | <u>(39,664)</u>                 | <u>428,897</u>      |
| <b>Cash Flows from Capital and Related Financing Activities:</b> |                     |                       |                                 |                     |
| Acquisition and Construction of Capital Assets                   | (2,911,285)         | (1,042,651)           | (1,953,933)                     | (5,907,869)         |
| Proceeds from Sale of Assets                                     | 497,117             | -                     | -                               | 497,117             |
| Principal Paid on Bonds, Contractual Obligations, and Leases     | -                   | (79,212)              | -                               | (79,212)            |
| Principal Paid on Leases   | -                   | (19,192)              | -                               | (19,192)            |
| Interest Paid on Bonds, Contractual Obligations, and Leases      | -                   | (303,897)             | -                               | (303,897)           |
| Net Cash (Used) by Capital and Related Financing Activities      | <u>(2,414,168)</u>  | <u>(1,444,952)</u>    | <u>(1,953,933)</u>              | <u>(5,813,053)</u>  |
| <b>Cash Flows from Investing Activities:</b>                     |                     |                       |                                 |                     |
| Purchase of Investment Securities                                | (1,950,547)         | (218,233)             | (1,353,475)                     | (3,522,255)         |
| Sale of Investment Securities                                    | 2,251,359           | 850,102               | 2,330,852                       | 5,432,313           |
| Interest on Investments  | 306,763             | 33,270                | 276,277                         | 616,310             |
| Net Cash (Used) by Investing Activities                          | <u>607,575</u>      | <u>665,139</u>        | <u>1,253,654</u>                | <u>2,526,368</u>    |
| Net Increase (Decrease) in Cash and Cash Equivalents             | (28,697)            | (274,172)             | (349,948)                       | (652,817)           |
| Cash and Cash Equivalents, October 1, 2024                       | <u>2,302,837</u>    | <u>590,119</u>        | <u>2,384,077</u>                | <u>5,277,033</u>    |
| Cash and Cash Equivalents, September 30, 2025                    | <u>\$ 2,274,140</u> | <u>\$ 315,947</u>     | <u>\$ 2,034,129</u>             | <u>\$ 4,624,216</u> |

**CITY OF BRYAN, TEXAS**

Combining Statement of Cash Flows (continued)

Non-Major Enterprise Funds

For the Fiscal Year Ended September 30, 2025

|   | Solid Waste<br>Fund | Bryan Airport<br>Fund | Bryan Commerce<br>& Development | Total               |
|---|---------------------|-----------------------|---------------------------------|---------------------|
| <b>Reconciliation of Operating Income (Loss) to Net Cash</b>  |                     |                       |                                 |                     |
| Provided (Used) by Operating Activities:  |                     |                       |                                 |                     |
| Operating Income (Loss)   | \$ 868,335          | \$ (647,174)          | \$ (292,663)                    | \$ (71,502)         |
| Adjustments to Reconcile Operating Income (Loss)<br>to Net Cash Provided (Used) by Operating Activities |                     |                       |                                 |                     |
| Depreciation and Amortization   | 1,509,152           | 337,103               | -                               | 1,846,255           |
| Other Revenue   | 5,271               | 144,845               | 480,885                         | 631,001             |
| Change in Assets and Liabilities:   |                     |                       |                                 |                     |
| Change in Accounts Receivable   | (115,804)           | (4,931)               | 56,374                          | (64,361)            |
| Change in Grant Receivable  | -                   | (99,845)              | -                               | (99,845)            |
| Change in Inventory   | -                   | (5,318)               | -                               | (5,318)             |
| Change in Due to (From) other Funds   | 29,598              | (45,000)              | -                               | (15,402)            |
| Change in Accounts Payable  | (64,494)            | (29,462)              | 145,399                         | 51,443              |
| Change in Accrued Liabilities   | 4,155               | (18,570)              | -                               | (14,415)            |
| Deferred Outflows/Inflows of Resources - OPEB & Net Pension   | 499,697             | 22,592                | -                               | 522,289             |
| Change in Customer Deposits   | -                   | 2,585                 | -                               | 2,585               |
| Change in Interfund Advance   | (61,795)            | (2,797)               | -                               | (64,592)            |
| Change in OPEB and Net Pension  | (520,918)           | (23,570)              | -                               | (544,488)           |
| Change in Compensated Absences Liability  | 29,315              | 2,006                 | -                               | 31,321              |
| <b>Net Cash Provided (Used) by Operating Activities</b>   | <b>\$ 2,182,512</b> | <b>\$ (367,536)</b>   | <b>\$ 389,995</b>               | <b>\$ 2,204,971</b> |
| <b>Reconciliation of Total Cash and Cash Equivalents:</b>   |                     |                       |                                 |                     |
| Current Assets - Cash and Cash Equivalents  | \$ 2,274,140        | \$ 303,176            | \$ 2,034,129                    | \$ 4,611,445        |
| Restricted Assets - Cash and Cash Equivalents   | -                   | 12,771                | -                               | 12,771              |
| <b>Total Cash and Cash Equivalents</b>  | <b>\$ 2,274,140</b> | <b>\$ 315,947</b>     | <b>\$ 2,034,129</b>             | <b>\$ 4,624,216</b> |
| <b>Non-Cash Investing, Capital, and Financing Activities</b>  |                     |                       |                                 |                     |
| Capital Asset Acquisitions Included in Accounts Payable   | \$ 180,486          | \$ 52,865             | \$ 280,664                      | \$ 514,015          |

During this past year, the Enterprise Funds investment in BVSWMA increased \$1,666,440 as a result of its operations.

## **COMBINING FINANCIAL STATEMENTS**

### **INTERNAL SERVICE FUNDS**

Warehouse Fund – To account for the operation of the City’s warehouse function (excluding electric inventory).

Insurance Fund – To account for funds accumulated by the City to cover general liability and workers’ compensation claims and associated administrative expenses.

Employee Benefit Fund – To account for the administration of health insurance for City employees. Resources are contributed by the City for employee health coverage and by the employee for optional dependent coverage.

**CITY OF BRYAN, TEXAS**  
Internal Service Funds  
Combining Statement of Net Position  
As of September 30, 2025

| <u>Assets</u>   | Warehouse<br>Fund | Insurance<br>Fund   | Employee Benefit<br>Fund | Total                |
|---|-------------------|---------------------|--------------------------|----------------------|
| <b>Current Assets:</b>                                    |                   |                     |                          |                      |
| Cash and Cash Equivalents                                 | \$ 41,263         | \$ 2,084,870        | \$ 5,702,801             | \$ 7,828,934         |
| Investments   | 85,801            | 4,375,414           | 11,858,092               | 16,319,307           |
| Accounts Receivable                                       | -                 | -                   | 34,141                   | 34,141               |
| Interest Receivable                                       | 864               | 44,040              | 119,357                  | 164,261              |
| Inventories   | 222,920           | -                   | -                        | 222,920              |
| Prepaid and Other Assets                                  | -                 | 85                  | -                        | 85                   |
| Total Current Assets                                      | <u>350,848</u>    | <u>6,504,409</u>    | <u>17,714,391</u>        | <u>24,569,648</u>    |
| <b>Non-Current Assets:</b>                                |                   |                     |                          |                      |
| Net Pension Asset   | 7,730             | 18,396              | -                        | 26,126               |
| <b>Capital Assets:</b>                                    |                   |                     |                          |                      |
| Buildings   | -                 | 3,725               | -                        | 3,725                |
| Equipment   | 64,100            | 55,148              | -                        | 119,248              |
| Improvements Other Than Buildings                         | 159,086           | 28,060              | -                        | 187,146              |
| Less Accumulated Depreciation                             | <u>(158,872)</u>  | <u>(84,721)</u>     | <u>-</u>                 | <u>(243,593)</u>     |
| Total Capital Assets (Net of<br>Accumulated Depreciation) | <u>64,314</u>     | <u>2,212</u>        | <u>-</u>                 | <u>66,526</u>        |
| Total Assets  | <u>\$ 422,892</u> | <u>\$ 6,525,017</u> | <u>\$ 17,714,391</u>     | <u>\$ 24,662,300</u> |
| <b>Deferred Outflows</b>                                  |                   |                     |                          |                      |
| Pensions  | 45,383            | 107,998             | -                        | 153,381              |
| Other Post Employment Benefits (OPEB)                     | 17,286            | 34,572              | -                        | 51,858               |
| Total Deferred Outflows                                   | <u>\$ 62,669</u>  | <u>\$ 142,570</u>   | <u>\$ -</u>              | <u>\$ 205,239</u>    |
| <b>Liabilities</b>  |                   |                     |                          |                      |
| <b>Current Liabilities:</b>                               |                   |                     |                          |                      |
| Accounts Payable  | \$ 712            | \$ 5,599            | \$ 370,353               | \$ 376,664           |
| Claims Payable  | -                 | 648,677             | 1,841,000                | 2,489,677            |
| Accrued Liabilities                                       | 15,090            | 31,512              | -                        | 46,602               |
| Compensated Absences Liability                            | 40,572            | 33,313              | -                        | 73,885               |
| Total Current Liabilities                                 | <u>56,374</u>     | <u>719,101</u>      | <u>2,211,353</u>         | <u>2,986,828</u>     |
| <b>Non-Current Liabilities:</b>                           |                   |                     |                          |                      |
| Claims Payable  | -                 | 1,012,613           | -                        | 1,012,613            |
| Interfund Advance   | 136,670           | 325,236             | -                        | 461,906              |
| Net Other Post Employment Benefit Liability (OPEB)        | 58,201            | 116,403             | -                        | 174,604              |
| Compensated Absences Liability                            | 21,341            | 17,524              | -                        | 38,865               |
| Total Non-Current Liabilities                             | <u>216,212</u>    | <u>1,471,776</u>    | <u>-</u>                 | <u>1,687,988</u>     |
| Total Liabilities   | <u>\$ 272,586</u> | <u>\$ 2,190,877</u> | <u>\$ 2,211,353</u>      | <u>\$ 4,674,816</u>  |
| <b>Deferred Inflows</b>                                   |                   |                     |                          |                      |
| Pensions  | 17,449            | 41,523              | -                        | 58,972               |
| Other Post Employment Benefits (OPEB)                     | 13,886            | 27,771              | -                        | 41,657               |
| Total Deferred Inflows                                    | <u>\$ 31,335</u>  | <u>\$ 69,294</u>    | <u>\$ -</u>              | <u>\$ 100,629</u>    |
| <b>Net Position</b>                                       |                   |                     |                          |                      |
| Net Investment in Capital Assets                          | 64,314            | 2,212               | -                        | 66,526               |
| Restricted for Net Pension Asset                          | 7,730             | 18,396              | -                        | 26,126               |
| Unrestricted  | 109,596           | 4,386,808           | 15,503,038               | 19,999,442           |
| Total Net Position  | <u>\$ 181,640</u> | <u>\$ 4,407,416</u> | <u>\$ 15,503,038</u>     | <u>\$ 20,092,094</u> |

**CITY OF BRYAN, TEXAS**

Internal Service Funds

Combining Statement of Revenues, Expenses

and Changes in Fund Net Position

For the Fiscal Year Ended September 30, 2025

|   | Warehouse<br>Fund | Insurance<br>Fund   | Employee Benefit<br>Fund | Total                |
|---|-------------------|---------------------|--------------------------|----------------------|
| Operating Revenues:                                     |                   |                     |                          |                      |
| Intragovernmental                                       | \$ 126,166        | \$ 2,906,125        | \$ 12,838,500            | \$ 15,870,791        |
| Other   | -                 | 335,143             | 5,962,414                | 6,297,557            |
| Total Operating Revenues                                | <u>126,166</u>    | <u>3,241,268</u>    | <u>18,800,914</u>        | <u>22,168,348</u>    |
| Operating Expenses:                                     |                   |                     |                          |                      |
| Personnel Services                                      | 291,564           | 596,977             | -                        | 888,541              |
| Maintenance   | 2,199             | 471                 | -                        | 2,670                |
| Claims  | -                 | 911,669             | 14,873,789               | 15,785,458           |
| Other Services and Charges                              | 101,502           | 1,071,448           | 4,260,879                | 5,433,829            |
| Other Expenses  | 12,299            | 83,752              | -                        | 96,051               |
| Total Operating Expenses<br>Before Depreciation         | <u>407,564</u>    | <u>2,664,317</u>    | <u>19,134,668</u>        | <u>22,206,549</u>    |
| Operating Gain (Loss) Before Depreciation               | (281,398)         | 576,951             | (333,754)                | (38,201)             |
| Depreciation  | 8,224             | 3,163               | -                        | 11,387               |
| Operating Income (Loss)                                 | <u>(289,622)</u>  | <u>573,788</u>      | <u>(333,754)</u>         | <u>(49,588)</u>      |
| Non-Operating Revenues:                                 |                   |                     |                          |                      |
| Investment Earnings                                     | 13,370            | 237,168             | 726,692                  | 977,230              |
| Investment Mark to Market                               | (8,614)           | (752)               | (523)                    | (9,889)              |
| Total Non-Operating Revenues                            | <u>4,756</u>      | <u>236,416</u>      | <u>726,169</u>           | <u>967,341</u>       |
| Income (Loss) Before Transfers                          | (284,866)         | 810,204             | 392,415                  | 917,753              |
| Transfers In  | 234,563           | 8,700               | 100,000                  | 343,263              |
| Transfers Out   | (3,194)           | (107,600)           | -                        | (110,794)            |
| Change in Net Position                                  | (53,497)          | 711,304             | 492,415                  | 1,150,222            |
| Net Position, October 1, 2024                           | 254,191           | 3,709,825           | 15,010,623               | 18,974,639           |
| Implementation of GASB 101, <i>Compensated Absences</i> | (19,054)          | (13,713)            | -                        | (32,767)             |
| Net Position, October 1, 2024 as restated               | <u>235,137</u>    | <u>3,696,112</u>    | <u>15,010,623</u>        | <u>18,941,872</u>    |
| Net Position, September 30, 2025                        | <u>\$ 181,640</u> | <u>\$ 4,407,416</u> | <u>\$ 15,503,038</u>     | <u>\$ 20,092,094</u> |

**CITY OF BRYAN, TEXAS**

Internal Service Funds

Combining Statement of Cash Flows

For the Fiscal Year Ended September 30, 2025

|  | Warehouse<br>Fund   | Insurance<br>Fund   | Employee Benefit<br>Fund | Total               |
|--|---------------------|---------------------|--------------------------|---------------------|
| <b>Cash Flows from Operating Activities:</b>   |                     |                     |                          |                     |
| Receipts from Customers and Users  | \$ -                | \$ -                | \$ 3,107,923             | \$ 3,107,923        |
| Receipts for Interfund Services Provided   | 121,263             | 2,894,456           | 12,838,500               | 15,854,219          |
| Payments to Suppliers and Claim Administrators   | (76,004)            | (2,310,102)         | (18,147,204)             | (20,533,310)        |
| Payments to Employees  | (293,670)           | (603,109)           | -                        | (896,779)           |
| Other Receipts   | -                   | 335,143             | 2,887,522                | 3,222,665           |
| Net Cash Provided (Used) by Operating Activities   | <u>(248,411)</u>    | <u>316,388</u>      | <u>686,741</u>           | <u>754,718</u>      |
| <b>Cash Flows from Non-Capital Financing Activities:</b>   |                     |                     |                          |                     |
| Transfers In   | 234,563             | 8,700               | 100,000                  | 343,263             |
| Transfers Out  | (3,194)             | (107,600)           | -                        | (110,794)           |
| Net Cash Provided (Used) by Non-Capital Activities   | <u>231,369</u>      | <u>(98,900)</u>     | <u>100,000</u>           | <u>232,469</u>      |
| <b>Cash Flows from Investing Activities:</b>   |                     |                     |                          |                     |
| Purchase of Investment Securities  | (33,022)            | (2,084,563)         | (5,772,372)              | (7,889,957)         |
| Sale of Investment Securities  | 34,167              | 1,856,104           | 4,932,278                | 6,822,549           |
| Interest on Investments  | 13,411              | 232,421             | 711,682                  | 957,514             |
| Net Cash Provided (Used) by Investing Activities   | <u>14,556</u>       | <u>3,962</u>        | <u>(128,412)</u>         | <u>(109,894)</u>    |
| Net Increase (Decrease) in Cash and Cash Equivalents<br>Cash and Cash Equivalents, October 1, 2024       | <u>(2,486)</u>      | <u>221,450</u>      | <u>658,329</u>           | <u>877,293</u>      |
| Cash and Cash Equivalents, September 30, 2025  | <u>\$ 41,263</u>    | <u>\$ 2,084,870</u> | <u>\$ 5,702,801</u>      | <u>\$ 7,828,934</u> |
| <b>Reconciliation of Operating Income (Loss) to Net Cash<br/>Provided (Used) Operating Activities:</b>   |                     |                     |                          |                     |
| Operating Income (Loss)  | (289,622)           | 573,788             | (333,754)                | (49,588)            |
| Adjustments to Reconcile Operating Income (Loss)<br>to Net Cash Provided (Used) by Operating Activities: |                     |                     |                          |                     |
| Depreciation   | 8,224               | 3,163               | -                        | 11,387              |
| Change in Assets and Liabilities:  |                     |                     |                          |                     |
| Change in Accounts Receivable  | -                   | -                   | 33,031                   | 33,031              |
| Change in Inventory  | 40,339              | -                   | -                        | 40,339              |
| Change in Due from Other Funds   | -                   | 42,245              | -                        | 42,245              |
| Change in Prepaid Assets   | -                   | (85)                | -                        | (85)                |
| Change in Accounts Payable   | (343)               | (8,526)             | 98,464                   | 89,595              |
| Change in Accrued Liabilities  | 1,290               | 3,022               | -                        | 4,312               |
| Change in Claims Payable   | -                   | (276,396)           | 889,000                  | 612,604             |
| Change in Compensated Absences Liability   | (1,472)             | (4,089)             | -                        | (5,561)             |
| Change in Interfund Advance  | (4,903)             | (11,669)            | -                        | (16,572)            |
| Change in OPEB and Net Pension   | (1,924)             | (5,065)             | -                        | (6,989)             |
| Net Cash Provided (Used) by Operating Activities   | <u>\$ (248,411)</u> | <u>\$ 316,388</u>   | <u>\$ 686,741</u>        | <u>\$ 754,718</u>   |

## STATISTICAL SECTION

This part of the City of Bryan'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 government's overall financial health.

### Contents

Financial Trends (Tables 1 - 4) - These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity (Tables 5 – 15) - These schedules contain information to help the reader assess one of the government's most significant local revenue sources, the property tax.

Debt Capacity (Tables 16 - 22) - These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information (Tables 23 – 25) - These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information (Tables 26 - 28) - These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

**City of Bryan, Texas**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(Accrual basis of accounting)**

Table 1

|   | <u>2016</u>           | <u>2017</u>           | <u>2018</u>           | <u>2019</u>           | <u>2020</u>           | <u>2021</u>           | <u>2022</u>           | <u>2023*</u>          | <u>2024</u>             | <u>2025</u>             |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-------------------------|-------------------------|
| Governmental activities                     |                       |                       |                       |                       |                       |                       |                       |                       |                         |                         |
| Net Investment in Capital Assets            | \$ 81,026,014         | \$ 88,289,291         | \$ 93,348,161         | \$ 86,377,222         | \$ 108,129,853        | \$ 137,153,990        | \$ 162,390,390        | \$ 183,412,959        | \$ 194,616,700          | \$ 219,388,858          |
| Restricted                                  | 18,104,805            | 19,918,996            | 20,799,558            | 20,528,578            | 21,514,186            | 26,640,847            | 47,242,210            | 25,868,892            | 29,570,348              | 32,794,364              |
| Unrestricted                                | 16,933,496            | 5,722,042             | (3,265,076)           | 19,554,730            | 46,217,536            | 30,722,971            | 20,887,472            | 38,246,693            | 45,088,418              | 38,436,923              |
| Total Governmental Activities Net Position  | <u>\$ 116,064,315</u> | <u>\$ 113,930,329</u> | <u>\$ 110,882,643</u> | <u>\$ 126,460,530</u> | <u>\$ 175,861,575</u> | <u>\$ 194,517,808</u> | <u>\$ 230,520,072</u> | <u>\$ 247,528,544</u> | <u>\$ 269,275,466</u>   | <u>\$ 290,620,145</u>   |
| Business-Type Activities                    |                       |                       |                       |                       |                       |                       |                       |                       |                         |                         |
| Net Investment in Capital Assets            | 293,636,350           | 312,335,006           | 317,597,463           | 331,471,407           | 371,885,626           | 320,015,225           | 459,407,258           | 497,835,136           | 540,684,620             | 603,757,334             |
| Restricted                                  | 34,672,042            | 28,731,318            | 36,067,616            | 34,500,061            | 33,508,196            | 40,439,140            | 47,999,524            | 35,382,967            | 39,644,884              | 46,326,825              |
| Unrestricted                                | 78,673,277            | 79,324,576            | 95,833,112            | 138,985,347           | 141,030,536           | 221,310,726           | 147,905,009           | 193,101,597           | 226,612,758             | 232,925,194             |
| Total Business-Type Activities Net Position | <u>\$ 406,981,669</u> | <u>\$ 420,390,900</u> | <u>\$ 449,498,191</u> | <u>\$ 504,956,815</u> | <u>\$ 546,424,358</u> | <u>\$ 581,765,091</u> | <u>\$ 655,311,791</u> | <u>\$ 726,319,700</u> | <u>\$ 806,942,262</u>   | <u>\$ 883,009,353</u>   |
| Primary Government                          |                       |                       |                       |                       |                       |                       |                       |                       |                         |                         |
| Net Investment in Capital Assets            | 374,662,364           | 400,624,297           | 410,945,624           | 417,848,629           | 480,015,479           | 457,169,215           | 621,797,648           | 681,248,095           | 735,301,320             | 823,146,192             |
| Restricted                                  | 52,776,847            | 48,650,314            | 56,867,174            | 55,028,639            | 55,022,382            | 67,079,987            | 95,241,734            | 61,251,859            | 69,215,232              | 79,121,189              |
| Unrestricted                                | 95,606,773            | 85,046,618            | 92,568,036            | 158,540,077           | 187,248,072           | 252,033,697           | 168,792,481           | 231,348,290           | 271,701,176             | 271,362,117             |
| Total Primary Government Net Position       | <u>\$ 523,045,984</u> | <u>\$ 534,321,229</u> | <u>\$ 560,380,834</u> | <u>\$ 631,417,345</u> | <u>\$ 722,285,933</u> | <u>\$ 776,282,899</u> | <u>\$ 885,831,863</u> | <u>\$ 973,848,244</u> | <u>\$ 1,076,217,728</u> | <u>\$ 1,173,629,498</u> |

\*Amounts are shown as restated.

City of Bryan, Texas  
Change in Net Position  
Last Ten Fiscal Years  
(Accrual basis of accounting)

Table 2

|  | 2016                   | 2017                   | 2018                   | 2019                   | 2020                  | 2021                   | 2022                  | 2023*                  | 2024                   | 2025                   |
|--|------------------------|------------------------|------------------------|------------------------|-----------------------|------------------------|-----------------------|------------------------|------------------------|------------------------|
| <b>Expenses</b>                                |                        |                        |                        |                        |                       |                        |                       |                        |                        |                        |
| <b>Governmental Activities:</b>                |                        |                        |                        |                        |                       |                        |                       |                        |                        |                        |
| General Government and Administration          | \$ 18,119,110          | \$ 17,481,720          | \$ 17,843,501          | \$ 17,828,658          | \$ 16,179,781         | \$ 17,129,907          | \$ 14,590,813         | \$ 24,174,546          | \$ 26,970,212          | \$ 27,179,830          |
| Development Services                           | 6,556,417              | 8,956,465              | 6,077,939              | 8,063,283              | 6,438,717             | 6,746,206              | 6,333,102             | 5,856,843              | 6,298,537              | 7,788,940              |
| Public Works Services                          | 16,585,766             | 20,061,531             | 17,923,447             | 15,122,805             | 12,867,878            | 13,186,070             | 16,010,652            | 14,639,232             | 18,187,714             | 20,981,024             |
| Public Safety                                  | 35,934,773             | 39,753,105             | 41,229,027             | 44,658,085             | 46,256,622            | 45,774,029             | 47,773,925            | 49,622,658             | 57,697,310             | 62,086,689             |
| Cultural and Recreational                      | 9,106,566              | 9,827,528              | 12,799,663             | 11,620,981             | 10,833,728            | 10,779,452             | 12,850,552            | 16,568,038             | 18,699,205             | 22,946,833             |
| Interest on Long-Term Debt                     | 2,989,038              | 2,732,128              | 2,815,131              | 2,786,148              | 2,816,111             | 5,689,781              | 5,611,708             | 6,015,107              | 6,440,302              | 7,697,257              |
| Total Governmental Activities Expenses         | <u>89,291,670</u>      | <u>98,812,477</u>      | <u>98,688,708</u>      | <u>100,079,960</u>     | <u>95,392,837</u>     | <u>99,305,445</u>      | <u>103,170,752</u>    | <u>116,876,424</u>     | <u>134,293,280</u>     | <u>148,680,573</u>     |
| <b>Business-Type Activities:</b>               |                        |                        |                        |                        |                       |                        |                       |                        |                        |                        |
| Electric                                       | 175,336,256            | 176,616,366            | 170,963,238            | 160,442,705            | 142,043,711           | 327,503,769            | 174,243,166           | 190,574,316            | 178,568,948            | 177,064,855            |
| Rural Electric                                 | 40,163,724             | 41,664,199             | 46,189,436             | 38,857,150             | 36,280,420            | 47,333,876             | 43,929,977            | 46,281,887             | 48,290,033             | 50,478,647             |
| Water  | 11,651,741             | 11,385,667             | 11,287,775             | 11,227,487             | 10,761,384            | 11,250,194             | 12,547,178            | 13,424,642             | 13,742,920             | 14,942,532             |
| Wastewater                                     | 10,840,072             | 11,756,197             | 11,566,231             | 12,017,801             | 11,469,226            | 12,127,118             | 13,449,974            | 14,195,673             | 14,126,752             | 14,537,832             |
| Other  | 8,128,393              | 8,486,233              | 8,575,416              | 8,272,034              | 7,753,652             | 8,859,868              | 10,068,848            | 10,660,410             | 11,059,851             | 10,662,318             |
| Total Business-Type Activities Expenses        | <u>246,120,186</u>     | <u>249,908,662</u>     | <u>248,582,096</u>     | <u>230,817,177</u>     | <u>208,308,393</u>    | <u>407,074,825</u>     | <u>254,239,143</u>    | <u>275,136,928</u>     | <u>265,788,504</u>     | <u>267,686,184</u>     |
| Total Primary Government Expenses              | <u>\$ 335,411,856</u>  | <u>\$ 348,721,139</u>  | <u>\$ 347,270,804</u>  | <u>\$ 330,897,137</u>  | <u>\$ 303,701,230</u> | <u>\$ 506,380,270</u>  | <u>\$ 357,409,894</u> | <u>\$ 392,013,352</u>  | <u>\$ 400,081,784</u>  | <u>\$ 416,366,757</u>  |
| <b>Program Revenues</b>                        |                        |                        |                        |                        |                       |                        |                       |                        |                        |                        |
| <b>Governmental Activities:</b>                |                        |                        |                        |                        |                       |                        |                       |                        |                        |                        |
| Fees, Fines, and Charges for Services          |                        |                        |                        |                        |                       |                        |                       |                        |                        |                        |
| General Government and Administration          | 454,949                | 208,607                | 318,557                | 334,778                | 261,585               | 243,932                | 372,500               | 282,007                | 296,884                | 303,880                |
| Development Services                           | 1,045,668              | 859,574                | 976,345                | 764,522                | 1,029,792             | 1,382,111              | 1,587,507             | 1,022,262              | 1,399,275              | 1,223,549              |
| Public Safety                                  | 4,866,930              | 5,400,679              | 5,606,498              | 5,421,746              | 6,074,324             | 4,566,415              | 6,189,817             | 7,300,441              | 6,677,321              | 7,647,525              |
| Cultural and Recreational                      | 1,478,733              | 1,723,126              | 1,720,765              | 1,764,236              | 1,582,294             | 825,542                | 3,570,238             | 4,306,369              | 5,852,431              | 7,668,260              |
| Operating Grants and Contributions             | 2,507,033              | 3,040,292              | 2,963,291              | 3,134,487              | 7,671,725             | 4,020,453              | 13,380,520            | 3,024,264              | 3,514,089              | 9,490,180              |
| Capital Grants and Contributions               | 4,531,545              | 2,657,984              | 4,885,776              | 9,041,299              | 14,726,449            | 7,740,216              | 11,244,886            | 9,860,741              | 8,203,032              | 13,895,565             |
| Total Governmental Activities Program Revenues | <u>14,884,858</u>      | <u>13,890,262</u>      | <u>16,471,232</u>      | <u>20,461,068</u>      | <u>31,346,169</u>     | <u>18,778,669</u>      | <u>36,345,468</u>     | <u>25,796,084</u>      | <u>25,943,032</u>      | <u>40,228,959</u>      |
| <b>Business-Type Activities:</b>               |                        |                        |                        |                        |                       |                        |                       |                        |                        |                        |
| Electric                                       | 187,624,655            | 190,064,226            | 199,082,844            | 204,747,110            | 185,889,665           | 362,660,519            | 239,352,244           | 235,528,777            | 228,661,203            | 234,051,567            |
| Rural Electric                                 | 41,931,026             | 44,224,725             | 48,935,501             | 47,539,897             | 45,850,000            | 48,006,906             | 57,642,815            | 57,824,648             | 57,034,354             | 59,021,504             |
| Water  | 12,656,177             | 13,428,055             | 14,014,033             | 13,101,114             | 14,449,661            | 13,252,956             | 15,924,867            | 17,286,917             | 16,375,022             | 16,892,821             |
| Wastewater                                     | 13,007,294             | 13,111,988             | 13,343,497             | 13,122,328             | 13,387,061            | 13,625,996             | 14,296,820            | 15,100,939             | 15,677,715             | 15,981,265             |
| Other Enterprise Funds                         | 9,569,471              | 9,882,226              | 13,212,744             | 9,460,361              | 10,679,163            | 9,211,488              | 11,347,201            | 10,024,645             | 10,142,887             | 10,377,817             |
| Capital Grants and Contributions               | 4,826,334              | 3,677,071              | 2,709,437              | 4,961,213              | 7,962,431             | 4,345,773              | 5,925,767             | 5,156,094              | 6,386,224              | 5,679,008              |
| Total Business-Type Activities Program Revenue | <u>269,614,957</u>     | <u>274,388,291</u>     | <u>291,298,056</u>     | <u>292,932,023</u>     | <u>278,217,981</u>    | <u>451,103,638</u>     | <u>344,489,714</u>    | <u>340,922,020</u>     | <u>334,277,405</u>     | <u>342,003,982</u>     |
| Total Primary Government Program Revenues      | <u>\$ 284,499,815</u>  | <u>\$ 288,278,553</u>  | <u>\$ 307,769,288</u>  | <u>\$ 313,393,091</u>  | <u>\$ 309,564,149</u> | <u>\$ 469,882,307</u>  | <u>\$ 380,835,182</u> | <u>\$ 366,718,104</u>  | <u>\$ 360,220,437</u>  | <u>\$ 382,232,941</u>  |
| <b>Net (Expense)/Revenue</b>                   |                        |                        |                        |                        |                       |                        |                       |                        |                        |                        |
| Governmental Activities                        | (74,406,812)           | (84,922,215)           | (82,216,846)           | (79,618,892)           | (64,046,669)          | (80,526,776)           | (66,825,284)          | (91,080,340)           | (108,350,248)          | (108,451,614)          |
| Business-Type Activities                       | 23,494,771             | 24,479,639             | 42,715,960             | 62,114,846             | 69,909,588            | 44,028,813             | 90,250,572            | 65,785,092             | 68,488,901             | 74,317,798             |
| Total Primary Government Net Expense           | <u>\$ (50,912,041)</u> | <u>\$ (60,442,576)</u> | <u>\$ (39,500,886)</u> | <u>\$ (17,504,046)</u> | <u>\$ 5,862,919</u>   | <u>\$ (36,497,963)</u> | <u>\$ 23,425,288</u>  | <u>\$ (25,295,248)</u> | <u>\$ (39,861,347)</u> | <u>\$ (34,133,816)</u> |

|  | 2016          | 2017          | 2018          | 2019          | 2020          | 2021          | 2022           | 2023*          | 2024           | 2025           |
|--|---------------|---------------|---------------|---------------|---------------|---------------|----------------|----------------|----------------|----------------|
| <b>General Revenue and Other Changes in Net Position</b> |               |               |               |               |               |               |                |                |                |                |
| Governmental Activities:                                 |               |               |               |               |               |               |                |                |                |                |
| Property Taxes   | \$ 29,674,521 | \$ 31,409,788 | \$ 34,140,282 | \$ 37,035,640 | \$ 39,370,526 | \$ 41,610,800 | \$ 43,305,764  | \$ 48,823,436  | \$ 57,344,591  | \$ 60,630,220  |
| Sales Taxes  | 19,025,856    | 19,608,634    | 21,290,148    | 23,580,209    | 24,465,953    | 25,477,704    | 29,581,453     | 30,712,088     | 31,179,227     | 31,961,976     |
| Franchise Taxes  | 2,037,593     | 2,179,203     | 2,230,544     | 2,081,194     | 1,938,892     | 2,037,423     | 2,198,001      | 2,092,162      | 2,008,258      | 2,019,463      |
| Alcoholic Beverage Taxes                                 | 153,522       | 154,279       | 161,631       | 186,568       | 140,082       | 179,443       | 267,554        | 307,698        | 347,528        | 323,857        |
| Bingo Taxes  | 261,943       | 261,967       | 208,508       | 241,346       | 294,040       | 251,717       | 314,326        | 262,356        | 200,193        | 246,966        |
| Hotel Occupancy Taxes                                    | 1,182,916     | 1,453,321     | 1,748,501     | 1,798,691     | 1,095,785     | 1,393,369     | 2,027,840      | 2,349,175      | 2,767,120      | 2,931,409      |
| Transportation and Drainage Fees                         | 6,589,263     | 6,639,924     | 6,721,956     | 6,847,716     | 6,988,935     | 7,169,131     | 7,355,803      | 7,517,363      | 7,675,013      | 7,802,754      |
| Unrestricted Investment Earnings                         | 483,317       | 454,389       | 639,513       | 2,134,759     | 1,352,938     | 371,744       | (1,591,011)    | 5,521,320      | 9,881,304      | 6,230,384      |
| Miscellaneous  | 6,552,374     | 5,194,379     | 5,835,633     | 6,743,547     | 2,941,259     | 8,555,261     | 2,704,963      | 2,396,920      | 3,229,535      | 3,441,927      |
| Transfers (Net)  | 14,535,856    | 15,432,345    | 13,866,017    | 14,547,109    | 34,859,304    | 12,136,417    | 14,054,602     | 8,106,294      | 15,464,401     | 16,302,356     |
| Total Governmental Activities:                           | 80,497,161    | 82,788,229    | 86,842,733    | 95,196,779    | 113,447,714   | 99,183,009    | 100,219,295    | 108,088,812    | 130,097,170    | 131,891,312    |
| Business-Type Activities:                                |               |               |               |               |               |               |                |                |                |                |
| Unrestricted Investment Earnings                         | 856,704       | 1,056,355     | 1,174,531     | 6,634,033     | 4,223,505     | 481,182       | (4,090,716)    | 12,060,621     | 19,902,277     | 13,861,275     |
| Miscellaneous  | 2,823,562     | 3,305,581     | 3,445,118     | 1,256,854     | 2,193,754     | 2,967,155     | 1,583,955      | 4,065,477      | 2,499,307      | 4,676,085      |
| Special Items - Gain (Loss) on Sale of Capital Assets    | -             | -             | -             | -             | -             | -             | -              | (2,796,987)    | 5,196,478      | -              |
| Transfers (Net)  | (14,535,856)  | (15,432,345)  | (13,866,017)  | (14,547,109)  | (34,859,304)  | (12,136,417)  | (14,054,602)   | (8,106,294)    | (15,464,401)   | (16,302,356)   |
| Total Business-Type Activities                           | (10,855,590)  | (11,070,409)  | (9,246,368)   | (6,656,222)   | (28,442,045)  | (8,688,080)   | (16,561,363)   | 5,222,817      | 12,133,661     | 2,235,004      |
| Total Primary Government                                 | \$ 69,641,571 | \$ 71,717,820 | \$ 77,596,365 | \$ 88,540,557 | \$ 85,005,669 | \$ 90,494,929 | \$ 83,657,932  | \$ 113,311,629 | \$ 142,230,831 | \$ 134,126,316 |
| <b>Change in Net Position</b>                            |               |               |               |               |               |               |                |                |                |                |
| Governmental Activities                                  | 6,090,349     | (2,133,986)   | 4,625,887     | 15,577,887    | 49,401,045    | 18,656,233    | 33,394,011     | 17,008,472     | 21,746,922     | 23,439,698     |
| Business-type Activities                                 | 12,639,181    | 13,409,230    | 33,469,592    | 55,458,624    | 41,467,543    | 35,340,733    | 73,689,209     | 71,007,909     | 80,622,562     | 76,552,802     |
| Total Primary Government                                 | \$ 18,729,530 | \$ 11,275,244 | \$ 38,095,479 | \$ 71,036,511 | \$ 90,868,588 | \$ 53,996,966 | \$ 107,083,220 | \$ 88,016,381  | \$ 102,369,484 | \$ 99,992,500  |

\*Amounts are shown as restated.

**City of Bryan, Texas**

Fund Balances of Governmental Funds

Last Ten Fiscal Years

(Modified accrual basis of accounting)

Table 3

|                                    | <u>2016</u>          | <u>2017</u>          | <u>2018</u>          | <u>2019</u>          | <u>2020</u>           | <u>2021</u>          | <u>2022</u>          | <u>2023</u>          | <u>2024</u>           | <u>2025</u>          |
|------------------------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|----------------------|----------------------|----------------------|-----------------------|----------------------|
| General fund                       |                      |                      |                      |                      |                       |                      |                      |                      |                       |                      |
| Nonspendable                       | \$ 106,321           | \$ 1,817             | \$ 63,713            | \$ 120,963           | \$ 106,631            | \$ 97,337            | \$ 33,207            | \$ 57,022            | \$ 2,082,724          | \$ 2,138,461         |
| Restricted                         | 841,565              | 2,036,743            | 2,606,587            | 2,755,245            | 3,977,076             | 4,720,084            | 2,703,377            | 4,087,773            | 1,969,293             | 1,714,714            |
| Committed                          | 2,778,145            | 3,211,078            | 3,511,715            | 2,882,323            | 6,726,575             | 5,398,158            | 5,838,670            | 6,181,714            | 5,776,312             | 2,240,119            |
| Assigned                           | 7,731,534            | 4,962,007            | 3,237,201            | 2,838,331            | 3,425,810             | 3,386,123            | 13,239,840           | 22,701,787           | 21,921,283            | 17,385,974           |
| Unassigned                         | 22,095,483           | 17,752,837           | 19,058,051           | 24,466,995           | 31,975,877            | 37,335,487           | 41,306,536           | 19,128,574           | 20,820,935            | 24,283,019           |
| Total general fund                 | <u>\$ 33,553,048</u> | <u>\$ 27,964,482</u> | <u>\$ 28,477,267</u> | <u>\$ 33,063,857</u> | <u>\$ 46,211,969</u>  | <u>\$ 50,937,189</u> | <u>\$ 63,121,630</u> | <u>\$ 52,156,870</u> | <u>\$ 52,570,547</u>  | <u>\$ 47,762,287</u> |
| All other governmental funds       |                      |                      |                      |                      |                       |                      |                      |                      |                       |                      |
| Nonspendable:                      |                      |                      |                      |                      |                       |                      |                      |                      |                       |                      |
| Permanent funds and other          | \$ 938,069           | \$ 994,989           | \$ 1,051,295         | \$ 1,102,032         | \$ 1,176,117          | \$ 1,299,930         | \$ 3,594,516         | \$ 3,528,200         | \$ 3,400,280          | \$ 3,307,627         |
| Restricted:                        |                      |                      |                      |                      |                       |                      |                      |                      |                       |                      |
| Capital Project Funds              | 13,327,432           | 4,261,143            | 6,661,659            | 5,470,389            | 51,115,106            | 38,490,807           | 38,043,893           | 23,333,129           | 43,566,112            | 29,767,912           |
| Debt Service Fund                  | 5,840,959            | 5,928,427            | 5,827,239            | 1,873,816            | 2,174,282             | 21,661,156           | 21,948,839           | 22,948,869           | 25,193,021            | 23,786,158           |
| Permanent Funds:                   |                      |                      |                      |                      |                       |                      |                      |                      |                       |                      |
| Cemeteries                         | 346,358              | 29,507               | 38,989               | 80,468               | 84,412                | 87,626               | 70,085               | 112,233              | 227,593               | 306,347              |
| Libraries                          | 3,938                | 4,011                | 4,117                | 4,517                | 4,663                 | 4,684                | 4,527                | 4,989                | 5,979                 | 6,596                |
| Special Revenue Funds:             |                      |                      |                      |                      |                       |                      |                      |                      |                       |                      |
| Grants                             | 33,827               | 83,204               | 332                  | 5,808                | -                     | -                    | -                    | -                    | 32,495                | 32,495               |
| Hotel/Motel                        | 2,171,320            | 2,050,708            | 2,416,862            | 2,781,618            | 2,412,531             | 2,422,213            | 2,435,663            | 2,153,006            | 2,133,119             | 1,925,268            |
| Municipal Court                    | 245,569              | 188,100              | 160,052              | 180,681              | 182,107               | 188,283              | 194,096              | 214,797              | 181,075               | 197,376              |
| TIRZ Development                   | 807,993              | 1,037,861            | 1,169,520            | 1,267,824            | 2,658,753             | 3,093,947            | 3,598,761            | 4,107,226            | 7,704,706             | 10,776,002           |
| Other Purposes                     | -                    | -                    | -                    | -                    | 11,973                | 12,412               | 9,600                | 17,631               | -                     | -                    |
| Committed:                         |                      |                      |                      |                      |                       |                      |                      |                      |                       |                      |
| Streets                            | 11,773,499           | 8,111,108            | 6,290,734            | 7,538,322            | 8,297,803             | 9,945,050            | 10,517,013           | 12,966,464           | 3,046,411             | 2,218,995            |
| Drainage                           | 2,851,094            | 2,890,276            | 3,310,765            | 3,496,567            | 1,956,622             | 923,707              | 993,395              | 1,490,419            | 1,575,104             | 2,195,475            |
| Parks                              | -                    | -                    | -                    | -                    | 15,310,744            | 15,183,119           | 2,550,046            | 2,577,188            | 12,574,567            | 11,781,889           |
| Sidewalks                          | -                    | -                    | -                    | -                    | -                     | -                    | -                    | -                    | 35,070                | 47,584               |
| Other Purposes                     | 1,551,036            | 3,902,621            | 4,621,792            | 5,488,499            | 5,806,143             | 2,281,348            | 2,508,749            | 2,937,479            | 3,594,284             | 3,988,350            |
| Assigned:                          | -                    | -                    | -                    | -                    | 15,628,798            | -                    | -                    | -                    | -                     | -                    |
| Unassigned:                        |                      |                      |                      |                      |                       |                      |                      |                      |                       |                      |
| Special Revenue Funds              | (16,399)             | -                    | (22,446)             | (26,503)             | (45,785)              | (38,423)             | (49,113)             | (607,256)            | (24,200)              | (15,356)             |
| Total all other governmental funds | <u>\$ 39,874,695</u> | <u>\$ 29,481,955</u> | <u>\$ 31,530,910</u> | <u>\$ 29,264,038</u> | <u>\$ 106,774,269</u> | <u>\$ 95,555,859</u> | <u>\$ 86,420,070</u> | <u>\$ 75,784,374</u> | <u>\$ 103,245,616</u> | <u>\$ 90,322,718</u> |
| Total governmental funds           | \$ 73,427,743        | \$ 57,446,437        | \$ 60,008,177        | \$ 62,327,895        | \$ 152,986,238        | \$ 146,493,048       | \$ 149,541,700       | \$ 127,941,244       | \$ 155,816,163        | \$ 138,085,005       |

**City of Bryan, Texas**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified accrual basis of accounting)**

Table 4

|   | 2016                | 2017                   | 2018                | 2019                | 2020                 | 2021                  | 2022                | 2023                   | 2024                 | 2025                   |
|---|---------------------|------------------------|---------------------|---------------------|----------------------|-----------------------|---------------------|------------------------|----------------------|------------------------|
| <b>Revenues:</b>  |                     |                        |                     |                     |                      |                       |                     |                        |                      |                        |
| Property Taxes  | \$ 29,693,884       | \$ 31,385,195          | \$ 34,112,352       | \$ 36,998,975       | \$ 39,431,870        | \$ 41,510,242         | \$ 43,330,469       | \$ 48,728,730          | \$ 57,284,583        | \$ 60,398,961          |
| Sales Taxes   | 19,025,856          | 19,608,634             | 21,290,148          | 23,580,209          | 24,465,953           | 25,477,704            | 29,581,453          | 30,712,088             | 31,179,227           | 31,961,976             |
| Franchise Taxes   | 2,037,593           | 2,179,203              | 2,230,544           | 2,081,194           | 1,938,892            | 2,037,423             | 2,198,001           | 2,092,162              | 2,008,258            | 2,019,463              |
| Alcoholic Beverage Taxes  | 153,522             | 154,279                | 161,631             | 186,568             | 140,082              | 179,443               | 267,554             | 307,698                | 347,528              | 323,857                |
| Bingo Taxes   | 261,943             | 261,967                | 208,508             | 241,346             | 294,040              | 251,717               | 314,326             | 262,356                | 200,193              | 246,966                |
| Hotel Occupancy Taxes   | 1,182,916           | 1,453,321              | 1,748,501           | 1,798,691           | 1,095,785            | 1,393,369             | 2,027,840           | 2,349,175              | 2,767,120            | 2,931,409              |
| Transportation and Drainage Fees                                | 6,589,263           | 6,639,924              | 6,721,956           | 6,847,716           | 6,988,935            | 7,169,131             | 7,355,803           | 7,517,363              | 7,675,013            | 7,802,754              |
| Charges for Services  | 5,031,445           | 5,504,971              | 5,877,052           | 5,895,651           | 6,594,140            | 4,353,023             | 6,054,751           | 6,621,617              | 6,322,227            | 7,182,025              |
| Fines and Court Charges   | 1,709,700           | 1,770,534              | 1,768,768           | 1,625,109           | 1,324,063            | 1,282,866             | 1,656,894           | 1,833,905              | 1,678,923            | 1,913,802              |
| Licenses and Permits  | 1,105,135           | 916,481                | 976,345             | 764,522             | 1,029,792            | 1,382,111             | 1,587,507           | 1,022,262              | 1,399,275            | 1,223,549              |
| Grants  | 2,507,033           | 3,040,292              | 2,963,921           | 3,134,487           | 7,671,726            | 4,020,453             | 13,380,520          | 3,024,264              | 3,514,089            | 9,129,046              |
| Investment Earnings   | 450,313             | 424,969                | 593,701             | 1,964,336           | 1,282,397            | 356,536               | 1,718,855           | 4,970,765              | 6,508,506            | 6,215,282              |
| Investment Mark to Market                                       | -                   | -                      | -                   | -                   | -                    | -                     | (3,251,747)         | 391,091                | 2,965,474            | (226,070)              |
| Interfund Advance   | -                   | -                      | -                   | -                   | -                    | 20,446,631            | 250,585             | 134,763                | 160,496              | 100,397                |
| Oil and Gas Royalties   | -                   | -                      | -                   | -                   | 211,887              | 184,687               | 2,420,910           | 3,433,295              | 4,825,486            | 6,523,838              |
| Destination Bryan   | -                   | -                      | -                   | -                   | -                    | 206,296               | 83,627              | 84,700                 | 85,792               | 112,423                |
| Other   | 2,585,856           | 3,475,198              | 3,967,606           | 3,604,239           | 3,112,145            | 4,157,127             | 3,037,167           | 3,300,876              | 3,508,911            | 2,543,097              |
| <b>Total Revenues</b>   | <b>72,334,459</b>   | <b>76,814,968</b>      | <b>82,621,033</b>   | <b>88,723,043</b>   | <b>95,581,707</b>    | <b>114,408,953</b>    | <b>112,014,515</b>  | <b>116,787,110</b>     | <b>132,431,101</b>   | <b>140,402,775</b>     |
| <b>Expenditures:</b>  |                     |                        |                     |                     |                      |                       |                     |                        |                      |                        |
| <b>Current:</b>   |                     |                        |                     |                     |                      |                       |                     |                        |                      |                        |
| General Government and Administration                           | 17,579,763          | 16,066,047             | 18,812,321          | 19,262,481          | 20,204,393           | 17,754,096            | 19,086,744          | 19,639,432             | 24,990,042           | 25,787,444             |
| Development Services  | 5,791,992           | 8,130,645              | 5,247,240           | 7,226,350           | 6,327,073            | 6,805,110             | 6,323,380           | 5,847,811              | 6,432,697            | 7,668,880              |
| Public Works Services   | 10,051,020          | 13,339,973             | 11,069,288          | 7,714,354           | 4,177,371            | 4,528,593             | 6,293,519           | 4,633,624              | 7,577,659            | 9,634,678              |
| Public Safety   | 33,636,636          | 37,174,641             | 38,860,500          | 41,429,739          | 43,615,531           | 43,899,962            | 45,560,738          | 48,805,337             | 55,091,122           | 58,926,042             |
| Cultural and Recreational                                       | 7,957,438           | 8,497,669              | 10,801,706          | 10,212,041          | 9,326,946            | 9,677,325             | 11,577,082          | 15,098,823             | 16,172,365           | 18,545,480             |
| Administrative Reimbursement                                    | (3,066,657)         | (3,037,162)            | (3,351,396)         | (5,934,384)         | (6,093,231)          | -                     | -                   | -                      | -                    | -                      |
| Capital Outlay  | 8,511,681           | 17,529,177             | 14,191,321          | 7,236,977           | 24,646,941           | 36,113,557            | 50,306,423          | 35,394,012             | 34,641,763           | 35,419,626             |
| <b>Debt Service:</b>  |                     |                        |                     |                     |                      |                       |                     |                        |                      |                        |
| Bond and Principal Retirement                                   | 7,841,492           | 7,649,158              | 7,801,531           | 7,951,005           | 8,354,991            | 8,166,498             | 9,987,201           | 10,489,162             | 11,273,396           | 10,880,414             |
| Interest and Fiscal Charges                                     | 2,834,697           | 2,702,174              | 2,543,474           | 2,832,450           | 2,267,897            | 5,972,967             | 5,068,485           | 6,205,546              | 5,597,163            | 7,671,699              |
| Debt Issuance Cost  | 149,526             | -                      | 186,174             | 74,520              | 318,825              | 192,500               | 136,409             | -                      | 388,797              | -                      |
| Lease Principal   | -                   | -                      | -                   | -                   | -                    | -                     | 283,791             | 705,154                | 724,935              | 615,199                |
| Lease Interest  | -                   | -                      | -                   | -                   | -                    | -                     | 61,221              | 119,922                | 224,554              | 111,563                |
| <b>Total Expenditures</b>                                       | <b>91,287,588</b>   | <b>108,052,322</b>     | <b>106,162,159</b>  | <b>98,005,533</b>   | <b>113,146,737</b>   | <b>133,110,608</b>    | <b>154,684,993</b>  | <b>146,938,823</b>     | <b>163,114,493</b>   | <b>175,261,025</b>     |
| <b>Excess of Expenditures over Revenues</b>                     | <b>(18,953,129)</b> | <b>(31,237,354)</b>    | <b>(23,541,126)</b> | <b>(9,282,490)</b>  | <b>(17,565,031)</b>  | <b>(18,701,655)</b>   | <b>(42,670,478)</b> | <b>(30,151,713)</b>    | <b>(30,683,392)</b>  | <b>(34,858,250)</b>    |
| <b>Other Financing Sources (uses):</b>                          |                     |                        |                     |                     |                      |                       |                     |                        |                      |                        |
| Proceeds of Long-Term Debt Issued                               | 9,275,000           | -                      | 11,965,000          | -                   | 70,365,000           | 54,700,000            | 27,425,000          | -                      | 39,015,000           | -                      |
| Premium (Discount) on Long-Term Debt Issued                     | 430,700             | -                      | 359,538             | -                   | 2,594,393            | (313,247)             | 1,717,966           | -                      | 3,620,168            | -                      |
| Proceeds of Refunding Bonds Issued                              | 7,755,000           | -                      | 6,265,000           | 4,660,000           | 7,125,000            | -                     | -                   | -                      | -                    | -                      |
| Payment to Refunded Bond Escrow Agent                           | (8,043,773)         | -                      | (6,486,411)         | (4,891,535)         | (7,747,691)          | (54,194,253)          | -                   | -                      | -                    | -                      |
| Premium on Refunding Bonds                                      | 372,165             | -                      | 314,046             | 321,429             | 440,801              | -                     | -                   | -                      | -                    | -                      |
| Issuance of Lease   | -                   | -                      | -                   | -                   | -                    | -                     | 126,657             | 2,108,520              | 361,524              | 916,771                |
| Sales of Capital Assets   | 23,693              | 51,367                 | 61,557              | 397,064             | 836,126              | 105,467               | 26,996              | 462,000                | 16,357               | 140,434                |
| Transfers In  | 17,024,652          | 17,648,735             | 18,180,784          | 17,666,298          | 58,846,311           | 23,553,930            | 24,794,176          | 30,114,407             | 31,836,386           | 28,950,794             |
| Transfers Out   | (2,779,882)         | (2,444,054)            | (4,556,648)         | (3,371,048)         | (24,236,565)         | (11,643,433)          | (10,979,918)        | (24,133,670)           | (16,291,124)         | (12,880,907)           |
| <b>Total Other Financing Sources</b>                            | <b>24,057,555</b>   | <b>15,256,048</b>      | <b>26,102,866</b>   | <b>14,782,208</b>   | <b>108,223,375</b>   | <b>12,208,464</b>     | <b>43,110,877</b>   | <b>8,551,257</b>       | <b>58,558,311</b>    | <b>17,127,092</b>      |
| <b>Net Change in Fund Balances</b>                              | <b>\$ 5,104,426</b> | <b>\$ (15,981,306)</b> | <b>\$ 2,561,740</b> | <b>\$ 5,499,718</b> | <b>\$ 90,658,344</b> | <b>\$ (6,493,191)</b> | <b>\$ 440,399</b>   | <b>\$ (21,600,456)</b> | <b>\$ 27,874,919</b> | <b>\$ (17,731,158)</b> |
| <b>Debt Service as a Percentage of Non-Capital Expenditures</b> | <b>12.90%</b>       | <b>11.44%</b>          | <b>11.25%</b>       | <b>11.88%</b>       | <b>12.00%</b>        | <b>14.58%</b>         | <b>14.42%</b>       | <b>14.97%</b>          | <b>14.23%</b>        | <b>13.81%</b>          |

**City of Bryan, Texas**

Governmental Activities Tax Revenues By Source

Last Ten Fiscal Years

(Accrual basis of accounting)

Table 5

| <b>Fiscal Year</b>  | <b>Property Taxes</b> | <b>Sales Taxes</b> | <b>Franchise Taxes</b> | <b>Alcoholic Beverage Taxes</b> | <b>Bingo Taxes</b> | <b>Hotel Occupancy Taxes</b> | <b>Transportation and Drainage Assessments</b> | <b>Total</b>  |
|---------------------|-----------------------|--------------------|------------------------|---------------------------------|--------------------|------------------------------|--|---------------|
| 2016                | \$ 29,674,521         | \$ 19,025,856      | \$ 2,037,593           | \$ 153,522                      | \$ 261,943         | \$ 1,182,916                 | \$ 6,589,263                                   | \$ 58,925,614 |
| 2017                | 31,409,788            | 19,608,634         | 2,179,203              | 154,279                         | 261,967            | 1,453,321                    | 6,639,924                                      | 61,707,116    |
| 2018                | 34,140,282            | 21,290,148         | 2,230,544              | 161,631                         | 208,508            | 1,748,501                    | 6,721,956                                      | 66,501,570    |
| 2019                | 36,998,975            | 23,580,209         | 2,081,194              | 186,568                         | 241,346            | 1,798,691                    | 6,847,716                                      | 71,734,699    |
| 2020                | 39,431,870            | 24,465,953         | 1,938,892              | 140,082                         | 294,040            | 1,095,785                    | 6,988,935                                      | 74,355,557    |
| 2021                | 41,510,242            | 25,477,704         | 2,037,423              | 179,443                         | 251,717            | 1,393,369                    | 7,169,131                                      | 78,019,029    |
| 2022                | 43,330,469            | 29,581,453         | 2,198,001              | 267,554                         | 314,326            | 2,027,840                    | 7,355,803                                      | 85,075,446    |
| 2023                | 48,728,730            | 30,712,088         | 2,092,162              | 307,698                         | 262,356            | 2,349,175                    | 7,517,363                                      | 91,969,572    |
| 2024                | 57,344,591            | 31,179,227         | 2,008,258              | 347,528                         | 200,193            | 2,767,120                    | 7,675,013                                      | 101,521,930   |
| 2025                | 60,630,220            | 31,961,976         | 2,019,463              | 323,857                         | 246,966            | 2,931,409                    | 7,802,754                                      | 105,916,645   |
| Change<br>2016-2025 | 104.32%               | 67.99%             | -0.89%                 | 110.95%                         | -5.72%             | 147.81%                      | 18.42%   | 79.75%        |

**City of Bryan, Texas**

Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years

Table 6

| Fiscal Year | Real Property        |                     | Personal Property | Less: Tax Exempt Real Property | Total Taxable Assessed Value | Total Direct Tax Rate | Estimated Actual Taxable Value |
|-------------|----------------------|---------------------|-------------------|--------------------------------|------------------------------|-----------------------|--------------------------------|
|             | Residential Property | Commercial Property |                   |                                |                              |                       |                                |
| 2016        | \$ 3,114,809,537     | \$ 1,024,444,205    | \$ 671,458,469    | \$ 207,760,861                 | \$ 4,602,951,350             | \$ 0.629990           | \$ 4,602,951,350               |
| 2017        | 3,399,061,710        | 1,078,228,695       | 661,133,415       | 240,621,455                    | 4,897,802,365                | 0.629990              | 4,897,802,365                  |
| 2018        | 4,474,267,958        | 1,284,954,223       | 742,893,376       | 300,760,635                    | 6,201,354,922                | 0.629990              | 6,201,354,922                  |
| 2019        | 4,113,109,107        | 1,176,590,609       | 820,476,499       | 320,825,723                    | 5,789,350,492                | 0.629990              | 5,789,350,492                  |
| 2020        | 4,474,267,958        | 1,284,954,223       | 742,893,376       | 300,760,635                    | 6,201,354,922                | 0.629990              | 6,201,354,922                  |
| 2021        | 4,745,816,451        | 1,310,733,268       | 824,624,342       | 323,138,236                    | 6,558,035,825                | 0.629000              | 6,558,035,825                  |
| 2022        | 5,020,123,755        | 1,315,783,842       | 845,052,665       | 317,962,209                    | 6,862,998,053                | 0.629000              | 6,862,998,053                  |
| 2023        | 5,991,483,430        | 1,466,236,315       | 905,785,261       | 503,283,324                    | 7,860,221,682                | 0.624000              | 7,860,221,682                  |
| 2024        | 7,433,792,762        | 1,804,824,556       | 991,855,844       | 798,134,436                    | 9,432,338,726                | 0.624000              | 9,432,338,726                  |
| 2025        | 7,635,779,831        | 1,855,276,544       | 1,359,068,537     | 803,318,746                    | 10,046,806,166               | 0.624000              | 10,046,806,166                 |

Source: Brazos Central Appraisal District

City of Bryan, Texas  
Property Tax Rates and Ratios Per \$100 Value  
Direct and Overlapping Governments  
Last Ten Fiscal Years

Table 7

| Fiscal Year | Overlapping Rates            |                      |                    |                              |                      |                      |  |                      |                    |                       |                            |                                  |
|-------------|------------------------------|----------------------|--------------------|------------------------------|----------------------|----------------------|--|----------------------|--------------------|-----------------------|----------------------------|----------------------------------|
|             | City of Bryan <sup>(1)</sup> |                      |                    | Brazos County <sup>(1)</sup> |                      |                      | Bryan Independent School District <sup>(1)</sup> |                      |                    | Subtotal Direct Rates | Subtotal Overlapping Rates | Total Direct & Overlapping Rates |
|             | Operating Millage            | Debt Service Millage | Total City Millage | Operating Millage            | Debt Service Millage | Total County Millage | Operating Millage                                | Debt Service Millage | Total BISD Millage |                       |                            |                                  |
| 2016        | \$ 0.443253                  | \$ 0.186737          | \$ 0.629990        | \$ 0.424700                  | \$ 0.060300          | \$ 0.485000          | \$ 1.040000                                      | \$ 0.310000          | \$ 1.3500          | \$ 0.629990           | \$ 1.8350                  | \$ 2.4650                        |
| 2017        | 0.448172                     | 0.181818             | 0.629990           | 0.425800                     | 0.059200             | 0.485000             | 1.040000   | 0.310000             | 1.3500             | 0.629990              | 1.8350                     | 2.4650                           |
| 2018        | 0.464587                     | 0.165403             | 0.629990           | 0.429000                     | 0.056000             | 0.485000             | 1.060000   | 0.280000             | 1.3400             | 0.629990              | 1.8250                     | 2.4550                           |
| 2019        | 0.478708                     | 0.151282             | 0.629990           | 0.431700                     | 0.053300             | 0.485000             | 1.060000   | 0.280000             | 1.3400             | 0.629990              | 1.8250                     | 2.4550                           |
| 2020        | 0.476018                     | 0.153972             | 0.629990           | 0.447500                     | 0.050000             | 0.497500             | 0.990000   | 0.280000             | 1.2700             | 0.629990              | 1.7675                     | 2.3975                           |
| 2021        | 0.454001                     | 0.174999             | 0.629000           | 0.440700                     | 0.054300             | 0.495000             | 0.952500   | 0.280000             | 1.2325             | 0.629000              | 1.7275                     | 2.3565                           |
| 2022        | 0.418980                     | 0.210020             | 0.629000           | 0.442257                     | 0.051243             | 0.493500             | 0.951800   | 0.275000             | 1.2268             | 0.629000              | 1.7203                     | 2.3493                           |
| 2023        | 0.412996                     | 0.211004             | 0.624000           | 0.389314                     | 0.040097             | 0.429411             | 0.864600   | 0.275000             | 1.1396             | 0.624000              | 1.5690                     | 2.1930                           |
| 2024        | 0.430822                     | 0.193178             | 0.624000           | 0.368986                     | 0.040714             | 0.409700             | 0.679200   | 0.270000             | 0.9492             | 0.624000              | 1.3589                     | 1.9829                           |
| 2025        | 0.463630                     | 0.160370             | 0.624000           | 0.381834                     | 0.037866             | 0.419700             | 0.676900   | 0.270000             | 0.9469             | 0.624000              | 1.3666                     | 1.9906                           |

<sup>(1)</sup> <https://brazoscad.org/tax-information/adopted-tax-rates/>

**City of Bryan, Texas**  
Principal Property Taxpayers  
As of September 30, 2025

Table 8

| Taxpayer                             | 2025                  |      |                                      | 2016                  |      |                                      |
|--------------------------------------|-----------------------|------|--------------------------------------|-----------------------|------|--------------------------------------|
|                                      | Taxable Assessed      | Rank | Percentage of Total Taxable Assessed | Taxable Assessed      | Rank | Percentage of Total Taxable Assessed |
|                                      | Value                 |      | Value                                | Value                 |      | Value                                |
| Sanderson Farms                      | \$ 94,099,512         | 1    | 0.94%                                | \$ 47,525,861         | 1    | 1.10%                                |
| Liquidpower Specialty Products       | 88,621,874            | 2    | 0.88%                                |                       |      |                                      |
| West Shore Traditions LLC            | 55,252,000            | 3    | 0.55%                                |                       |      |                                      |
| SZ College Station Cottages          | 51,047,969            | 4    | 0.51%                                |                       |      |                                      |
| Comcapp Willowick LLC                | 37,435,000            | 5    | 0.37%                                |                       |      |                                      |
| Atmos Energy/Mid-Tex Distribution    | 35,538,528            | 6    | 0.35%                                |                       |      |                                      |
| Jamespoint Management Co.            | 34,054,061            | 7    | 0.34%                                | 34,048,513            | 3    | 0.79%                                |
| Adam Development Properties LP       | 32,883,006            | 8    | 0.33%                                |                       |      |                                      |
| SW Meadows Point LP                  | 32,500,000            | 9    | 0.32%                                | 24,956,455            | 5    | 0.58%                                |
| LCP Bryan LLC                        | 31,200,000            | 10   | 0.31%                                |                       |      |                                      |
| Bryan Student Housing                |                       |      |                                      | 38,112,800            | 2    | 0.88%                                |
| Wal-Mart Real Estate                 |                       |      |                                      | 32,796,350            | 4    | 0.76%                                |
| KC Presidio Apartments LLC           |                       |      |                                      | 24,043,779            | 6    | 0.55%                                |
| Legacy Texas Apartments LLC          |                       |      |                                      | 23,188,311            | 7    | 0.54%                                |
| Park Hudson Place Apartments LLC     |                       |      |                                      | 22,185,012            | 8    | 0.51%                                |
| 21 Gramercy Park LP                  |                       |      |                                      | 20,417,750            | 9    | 0.47%                                |
| Texas A&M Univ System - Ground Lease |                       |      |                                      | 19,230,960            | 10   | 0.44%                                |
| Totals                               | <u>\$ 492,631,950</u> |      | <u>4.90%</u>                         | <u>\$ 286,505,791</u> |      | <u>6.62%</u>                         |

Source: Brazos Central Appraisal District

**City of Bryan, Texas**  
 Property Tax Levies and Collections  
 Last Ten Fiscal Years  
 As of September 30, 2025

Table 9

| Fiscal Year | Total Tax Levy for Fiscal Year | Collected within the Fiscal Year of the Levy |                    | Collections in Subsequent Years | Total Collections to Date |                    |
|-------------|--------------------------------|--|--------------------|---------------------------------|---------------------------|--------------------|
|             |                                | Amount                                       | Percentage of Levy |                                 | Amount                    | Percentage of Levy |
| 2016        | \$ 28,568,696                  | \$ 28,011,317                                | 98.05%             | \$ 500,511                      | \$ 28,511,828             | 99.80%             |
| 2017        | 30,254,227                     | 29,819,509                                   | 98.56%             | 377,850                         | 30,197,359                | 99.81%             |
| 2018        | 32,736,990                     | 32,268,978                                   | 98.57%             | 400,348                         | 32,669,326                | 99.79%             |
| 2019        | 35,438,038                     | 34,950,886                                   | 98.63%             | 410,424                         | 35,361,310                | 99.78%             |
| 2020        | 37,845,056                     | 37,302,171                                   | 98.57%             | 434,500                         | 37,736,671                | 99.71%             |
| 2021        | 39,861,557                     | 39,355,268                                   | 98.73%             | 381,851                         | 39,737,119                | 99.69%             |
| 2022        | 41,729,547                     | 41,187,242                                   | 98.70%             | 375,457                         | 41,562,699                | 99.60%             |
| 2023        | 47,136,025                     | 46,614,509                                   | 98.89%             | 272,016                         | 46,886,525                | 99.47%             |
| 2024        | 56,155,467                     | 54,808,105                                   | 97.60%             | 929,657                         | 55,737,762                | 99.26%             |
| 2025        | 59,349,681                     | 58,086,805                                   | 97.87%             | -                               | 58,086,805                | 97.87%             |

**City of Bryan, Texas**

Top Ten Electric Customers

For Fiscal Year Ended September 30, 2025

Table 10

**Electric Customers - City Electric**

| <u>Customer</u>                    | <u>Type of Industry</u> | <u>Electric Usage<br/>kWh</u> | <u>Rank</u> | <u>Percentage of<br/>Top Ten Electric<br/>Users</u> |
|------------------------------------|-------------------------|-------------------------------|-------------|---|
| Sanderson Farms Inc                | Food Processing         | 47,248,378                    | 1           | 2.10%   |
| Texas A&M University               | Education               | 37,607,274                    | 2           | 1.67%   |
| Axis Pipe & Tube                   | Manufacturing           | 36,855,387                    | 3           | 1.64%   |
| City of Bryan                      | Local Government        | 35,187,912                    | 4           | 1.56%   |
| Bryan ISD                          | Education               | 29,133,557                    | 5           | 1.29%   |
| CHI St Joseph Hospital             | Health Care Facility    | 22,535,047                    | 6           | 1.00%   |
| B Way Corporation                  | Corporation             | 21,251,042                    | 7           | 0.94%   |
| Brazos County                      | Local Government        | 18,381,818                    | 8           | 0.82%   |
| Fibertown DC, LLC                  | Corporation             | 11,029,102                    | 9           | 0.49%   |
| Liquidpower Specialty Products Inc | Manufacturing           | 10,599,881                    | 10          | 0.47%   |
| Total                              |                         | <u>269,829,401</u>            |             | <u>11.99%</u>                                       |
| Total City Electric System kWh     |                         | 2,251,047,136                 |             |   |

**Electric Customers - Rural Electric**

| <u>Customer</u>                 | <u>Type of Industry</u> | <u>Electric Usage<br/>kWh</u> | <u>Rank</u> | <u>Percentage of<br/>Top Ten Electric<br/>Users</u> |
|---------------------------------|-------------------------|-------------------------------|-------------|---|
| City of College Station         | Local Government        | 11,589,324                    | 1           | 2.18%   |
| Hawkwood Energy Operating LLC   | Oil and Gas Corporation | 9,197,616                     | 2           | 1.73%   |
| Texas A&M University            | Education               | 8,538,978                     | 3           | 1.61%   |
| College Station ISD             | Education               | 5,920,569                     | 4           | 1.12%   |
| Frontier Southwest Inc          | Telecommunications      | 5,193,316                     | 5           | 0.98%   |
| MPS Egg Farms                   | Agriculture             | 5,147,306                     | 6           | 0.97%   |
| ST Feed Mill LLC                | Agriculture             | 3,169,264                     | 7           | 0.60%   |
| Wickson Creek SUD               | Rural Water District    | 2,938,077                     | 8           | 0.55%   |
| Inguran UC                      | Agriculture             | 2,743,412                     | 9           | 0.52%   |
| G-Con Manufacturing             |                         | 2,649,360                     | 10          | 0.50%   |
| Total                           |                         | <u>57,087,222</u>             |             | <u>10.76%</u>                                       |
| Total Rural Electric System kWh |                         | 530,790,835                   |             |   |

**City of Bryan, Texas**  
Electricity Sold by Type of Customer  
Last Ten Fiscal Years  
(in kilowatt hours)

Table 11

|                           | <u>2016</u>          | <u>2017</u>          | <u>2018</u>          | <u>2019</u>          | <u>2020</u>          | <u>2021</u>          | <u>2022</u>          | <u>2023</u>          | <u>2024</u>          | <u>2025</u>          |
|---------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>City Electric</b>      |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| <b>Type of Customer</b>   |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Residential               | 375,152,000          | 381,241,000          | 405,081,000          | 405,212,000          | 408,468,000          | 410,581,000          | 459,514,000          | 465,116,000          | 445,739,000          | 467,033,700          |
| Commercial and Industrial | 570,736,000          | 595,565,000          | 613,771,000          | 626,585,000          | 599,808,000          | 594,017,000          | 633,960,000          | 631,354,000          | 632,757,000          | 639,958,800          |
| Rural                     | 439,341,000          | 437,988,000          | 493,829,000          | 501,818,000          | 496,104,000          | 495,300,000          | 551,208,000          | 550,359,000          | 546,256,000          | 576,628,400          |
| Other Utilities           | 708,571,000          | 657,519,000          | 679,085,000          | 570,779,000          | 669,703,000          | 587,608,000          | 550,925,000          | 553,528,000          | 572,554,000          | 567,426,200          |
|                           | <u>2,093,800,000</u> | <u>2,072,313,000</u> | <u>2,191,766,000</u> | <u>2,104,394,000</u> | <u>2,174,083,000</u> | <u>2,087,506,000</u> | <u>2,195,607,000</u> | <u>2,200,357,000</u> | <u>2,197,306,000</u> | <u>2,251,047,100</u> |
| <b>Rural Electric</b>     |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| <b>Type of Customer</b>   |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Residential               | 265,036,000          | 272,097,000          | 303,678,000          | 302,390,000          | 303,080,000          | 309,725,000          | 335,480,052          | 340,082,000          | 333,671,000          | 343,984,200          |
| Commercial and Industrial | 127,789,000          | 133,407,000          | 151,836,000          | 149,395,000          | 143,881,000          | 142,460,000          | 165,733,000          | 172,222,000          | 175,644,000          | 184,742,200          |
| Other Utilities           | 1,888,000            | 1,914,000            | 1,936,000            | 1,969,000            | 1,944,000            | 1,992,000            | 2,044,000            | 2,058,000            | 2,063,000            | 2,064,400            |
|                           | <u>394,713,000</u>   | <u>407,418,000</u>   | <u>457,450,000</u>   | <u>453,754,000</u>   | <u>448,905,000</u>   | <u>454,177,000</u>   | <u>503,257,052</u>   | <u>514,362,000</u>   | <u>511,378,000</u>   | <u>530,790,800</u>   |

City of Bryan, Texas  
Electric Rates  
Last Ten Fiscal Years

Table 12

|                                       | 2016                      |               |              | 2017                      |               |              | 2018                      |               |              | 2019                      |               |              | 2020                      |               |              |
|---------------------------------------|---------------------------|---------------|--------------|---------------------------|---------------|--------------|---------------------------|---------------|--------------|---------------------------|---------------|--------------|---------------------------|---------------|--------------|
|                                       | Customer Charge per Month | Demand per kW | Rate per kWh | Customer Charge per Month | Demand per kW | Rate per kWh | Customer Charge per Month | Demand per kW | Rate per kWh | Customer Charge per Month | Demand per kW | Rate per kWh | Customer Charge per Month | Demand per kW | Rate per kWh |
| <b>City Electric System</b>           |                           |               |              |                           |               |              |                           |               |              |                           |               |              |                           |               |              |
| Residential Winter (Nov-Apr)          | \$ 11.00                  | \$ -          | \$ 0.0837    | \$ 11.00                  | \$ -          | \$ 0.0837    | \$ 11.00                  | \$ -          | \$ 0.0837    | \$ 11.00                  | \$ -          | \$ 0.0833    | \$ 11.00                  | \$ -          | \$ 0.0824    |
| Residential Summer (May-Oct)          | 11.00                     | -             | 0.0964       | 11.00                     | -             | 0.0964       | 11.00                     | -             | 0.0964       | 11.00                     | -             | 0.0960       | 11.00                     | -             | 0.0951       |
| Small Commercial                      | 15.50                     | -             | 0.0952       | 15.50                     | -             | 0.0924       | 15.50                     | -             | 0.0924       | 15.50                     | -             | 0.0900       | 15.50                     | -             | 0.0890       |
| General Service Commercial            | 33.25                     | 7.81          | 0.0476       | 37.00                     | 9.39          | 0.0412       | 37.00                     | 9.39          | 0.0412       | 37.00                     | 9.39          | 0.0412       | 37.00                     | 9.39          | 0.0384       |
| Large Industrial                      | 400.00                    | 12.50         | 0.0401       | 400.00                    | 12.50         | 0.0401       | 400.00                    | 12.50         | 0.0401       | 400.00                    | 12.50         | 0.0401       | 400.00                    | 12.50         | 0.0373       |
| Primary Service                       | 400.00                    | 12.25         | 0.0390       | 400.00                    | 12.25         | 0.0389       | 400.00                    | 12.25         | 0.0389       | 400.00                    | 12.25         | 0.0393       | 400.00                    | 12.25         | 0.0366       |
| Transmission Service                  | 1,725.00                  | 12.68         | 0.0323       | 1,725.00                  | 12.68         | 0.0322       | 1,725.00                  | 12.68         | 0.0322       | 1,725.00                  | 12.68         | 0.0322       | 1,725.00                  | 12.68         | 0.0296       |
| Rural Electric Division               | 17,200.00                 | 10.28         | 0.0395       | 22,400.00                 | 13.33         | 0.0316       | 22,400.00                 | 13.33         | 0.0343       | 200,000.00                | 1.43          | 0.0413       | 200,000.00                | 1.43          | 0.0421       |
| <b>Rural Electric System</b>          |                           |               |              |                           |               |              |                           |               |              |                           |               |              |                           |               |              |
| Residential Winter (Nov-Apr)          | 11.50                     | -             | 0.0906       | 12.00                     | -             | 0.0930       | 12.00                     | -             | 0.0908       | 12.00                     | -             | 0.0907       | 12.00                     | -             | 0.0908       |
| Residential Summer (May-Oct)          | 11.50                     | -             | 0.1048       | 12.00                     | -             | 0.1084       | 12.00                     | -             | 0.1062       | 12.00                     | -             | 0.1061       | 12.00                     | -             | 0.1062       |
| Residential College Station (Nov-Apr) | 11.00                     | -             | 0.0889       | 11.00                     | -             | 0.0889       | 11.00                     | -             | 0.0867       | 11.00                     | -             | 0.0859       | 11.00                     | -             | 0.0858       |
| Residential College Station (May-Oct) | 11.00                     | -             | 0.1022       | 11.00                     | -             | 0.1022       | 11.00                     | -             | 0.1000       | 11.00                     | -             | 0.0992       | 11.00                     | -             | 0.0991       |
| Small Commercial                      | 15.00                     | -             | 0.0959       | 16.00                     | -             | 0.0904       | 16.00                     | -             | 0.0882       | 16.00                     | -             | 0.0863       | 16.00                     | -             | 0.0858       |
| General Service Commercial            | 21.00                     | 7.50          | 0.0520       | 21.00                     | 9.02          | 0.0457       | 21.00                     | 9.02          | 0.0435       | 21.00                     | 9.02          | 0.0434       | 21.00                     | 9.02          | 0.0406       |
| Large Industrial                      | 400.00                    | 12.81         | 0.0430       | 400.00                    | 12.81         | 0.0430       | 400.00                    | 12.81         | 0.0408       | 400.00                    | 12.81         | 0.0407       | 400.00                    | 12.81         | 0.0379       |
| Primary Service                       | 400.00                    | 12.56         | 0.0416       | 400.00                    | 12.56         | 0.0416       | 400.00                    | 12.56         | 0.0394       | 400.00                    | 12.56         | 0.0396       | 400.00                    | 12.56         | 0.0369       |
|                                       |                           |               |              |                           |               |              |                           |               |              |                           |               |              |                           |               |              |
|                                       | 2021                      |               |              | 2022                      |               |              | 2023                      |               |              | 2024                      |               |              | 2025                      |               |              |
|                                       | Customer Charge per Month | Demand per kW | Rate per kWh | Customer Charge per Month | Demand per kW | Rate per kWh | Customer Charge per Month | Demand per kW | Rate per kWh | Customer Charge per Month | Demand per kW | Rate per kWh | Customer Charge per Month | Demand per kW | Rate per kWh |
| <b>City Electric System</b>           |                           |               |              |                           |               |              |                           |               |              |                           |               |              |                           |               |              |
| Residential Winter (Nov-Apr)          | \$ 11.00                  | \$ -          | \$ 0.0824    | \$ 11.00                  | \$ -          | \$ 0.0914    | \$ 11.00                  | \$ -          | \$ 0.0914    | \$ 11.00                  | \$ -          | \$ 0.0931    | \$ 11.00                  | \$ -          | \$ 0.0931    |
| Residential Summer (May-Oct)          | 11.00                     | -             | 0.0951       | 11.00                     | -             | 0.1041       | 11.00                     | -             | 0.1041       | 11.00                     | -             | 0.1058       | 11.00                     | -             | 0.1058       |
| Small Commercial                      | 15.50                     | -             | 0.0890       | 15.50                     | -             | 0.0958       | 15.50                     | -             | 0.0958       | 15.50                     | -             | 0.0969       | 15.50                     | -             | 0.0969       |
| General Service Commercial            | 37.00                     | 9.39          | 0.0384       | 37.00                     | 9.39          | 0.0444       | 37.00                     | 9.39          | 0.0444       | 37.00                     | 9.39          | 0.0444       | 37.00                     | 9.39          | 0.0444       |
| Large Industrial                      | 400.00                    | 12.50         | 0.0373       | 400.00                    | 12.50         | 0.0433       | 400.00                    | 12.50         | 0.0433       | 400.00                    | 12.50         | 0.0433       | 400.00                    | 12.50         | 0.0433       |
| Primary Service                       | 400.00                    | 12.25         | 0.0366       | 400.00                    | 12.25         | 0.0425       | 400.00                    | 12.25         | 0.0425       | 400.00                    | 12.25         | 0.0425       | 400.00                    | 12.25         | 0.0425       |
| Transmission Service                  | 1,725.00                  | 12.68         | 0.0296       | 1,725.00                  | 12.68         | 0.0354       | 1,725.00                  | 12.68         | 0.0354       | 1,725.00                  | 12.68         | 0.0354       | 1,725.00                  | 12.68         | 0.0354       |
| Rural Electric Division               | 200,000.00                | 1.43          | 0.0595       | 200,000.00                | 1.43          | 0.0631       | 200,000.00                | 1.43          | 0.0631       | 200,000.00                | 1.43          | 0.0420       | 200,000.00                | 1.43          | 0.0420       |
| <b>Rural Electric System</b>          |                           |               |              |                           |               |              |                           |               |              |                           |               |              |                           |               |              |
| Residential Winter (Nov-Apr)          | 12.00                     | -             | 0.0908       | 12.00                     | -             | 0.0979       | 12.00                     | -             | 0.0979       | 12.00                     | -             | 0.0994       | 12.00                     | -             | 0.0994       |
| Residential Summer (May-Oct)          | 12.00                     | -             | 0.1062       | 12.00                     | -             | 0.1133       | 12.00                     | -             | 0.1133       | 12.00                     | -             | 0.1148       | 12.00                     | -             | 0.1148       |
| Residential College Station (Nov-Apr) | 11.00                     | -             | 0.0858       | 11.00                     | -             | 0.0936       | 11.00                     | -             | 0.0936       | 11.00                     | -             | 0.0926       | 11.00                     | -             | 0.0926       |
| Residential College Station (May-Oct) | 11.00                     | -             | 0.0991       | 11.00                     | -             | 0.1069       | 11.00                     | -             | 0.1069       | 11.00                     | -             | 0.1059       | 11.00                     | -             | 0.1059       |
| Small Commercial                      | 16.00                     | -             | 0.0858       | 16.00                     | -             | 0.0929       | 16.00                     | -             | 0.0929       | 16.00                     | -             | 0.0940       | 16.00                     | -             | 0.0940       |
| General Service Commercial            | 21.00                     | 9.02          | 0.0406       | 21.00                     | 9.02          | 0.0467       | 21.00                     | 9.02          | 0.0467       | 21.00                     | 9.02          | 0.0467       | 21.00                     | 9.02          | 0.0467       |
| Large Industrial                      | 400.00                    | 12.81         | 0.0379       | 400.00                    | 12.81         | 0.0440       | 400.00                    | 12.81         | 0.0440       | 400.00                    | 12.81         | 0.0440       | 400.00                    | 12.81         | 0.0440       |
| Primary Service                       | 400.00                    | 12.56         | 0.0369       | 400.00                    | 12.56         | 0.0428       | 400.00                    | 12.56         | 0.0428       | 400.00                    | 12.56         | 0.0428       | 400.00                    | 12.56         | 0.0428       |

**City of Bryan, Texas**  
 Top Ten Water Customers  
 For Fiscal Year Ended September 30, 2025

Table 13

| <b>Customer</b>                   | <b>Type of Industry</b>   | <b>Water Usage<br/>Gallons</b> | <b>Rank</b> | <b>Percentage of<br/>Total Water<br/>Usage</b> |
|-----------------------------------|---------------------------|--------------------------------|-------------|--|
| Wellborn Special Utility District | Utility District          | 415,543,310                    | 1           | 8.95%  |
| Wickson Water Supply              | Utility District          | 110,273,000                    | 2           | 2.37%  |
| Bryan ISD                         | Education                 | 101,523,300                    | 3           | 2.19%  |
| CHI St Joseph Hospital            | Health Care Facility      | 100,048,600                    | 4           | 2.15%  |
| Comcapp Bryan                     | Housing                   | 99,521,700                     | 5           | 2.14%  |
| City of Bryan                     | Local Government          | 89,736,700                     | 6           | 1.93%  |
| Brazos County                     | County Government         | 62,990,200                     | 7           | 1.36%  |
| TDCJ - Hamilton Unit              | Correctional Facility     | 58,179,200                     | 8           | 1.25%  |
| TAMU System Health Science Center | Education/College/Medical | 41,164,900                     | 9           | 0.89%  |
| Oakwood/Country Village MHC       | Housing                   | 40,526,700                     | 10          | 0.87%  |
| Total                             |                           | <u>1,119,507,610</u>           |             | <u>24.11%</u>                                  |
| Total gallons of water sold       |                           | 4,643,955,500                  |             |  |

**City of Bryan, Texas**

Top Ten Sewer Customers

For Fiscal Year Ended September 30, 2025

Table 14

| <b>Customer</b>                     | <b>Type of Industry</b>   | <b>Sewer Usage<br/>Gallons</b> | <b>Rank</b> | <b>Percentage of<br/>Total Gallons of<br/>Sewer Treated</b> |
|-------------------------------------|---------------------------|--------------------------------|-------------|---|
| Bryan ISD                           | Education                 | 50,256,193                     | 1           | 1.57%   |
| Reveille Ranch Bryan, LTD           | Housing                   | 36,449,957                     | 2           | 1.14%   |
| CHI St Joseph Hospital              | Health Care Facility      | 23,896,150                     | 3           | 0.74%   |
| Comcapp Bryan                       | Housing                   | 22,492,055                     | 4           | 0.70%   |
| TDCJ - Hamilton Unit                | Correctional Facility     | 16,608,368                     | 5           | 0.52%   |
| Saint-Gobain Norpro                 | Manufacturing             | 16,025,575                     | 6           | 0.50%   |
| Axis Pipe and Tube                  | Manufacturing             | 13,670,273                     | 7           | 0.43%   |
| Brazos County                       | County Government         | 13,430,110                     | 8           | 0.42%   |
| Oakwood/Country Village MHC LTD     | Housing                   | 13,088,566                     | 9           | 0.41%   |
| TAMU System Health Science Center   | Education/College/Medical | 13,081,995                     | 10          | 0.41%   |
| <b>Total</b>                        |                           | <b>218,999,242</b>             |             | <b>6.82%</b>  |
| Total gallons of wastewater treated |                           | 3,210,040,000                  |             |   |

**City of Bryan, Texas**  
 Monthly Water Rates  
 Effective September 30, 2025

Table 15

**Monthly Water Rates**

| <b>Water Class</b>    | <b>Minimum Customer</b> | <b>Volume Charge Per</b>              | <b>Volume Charge Per</b>                   | <b>Volume Charge Per</b>                |
|-----------------------|-------------------------|---------------------------------------|--|---|
|                       | <b>Charge Per Month</b> | <b>1,000 Gallons 0-30,000 Gallons</b> | <b>1,000 Gallons 30,001-50,000 Gallons</b> | <b>1,000 Gallons &gt;50,000 Gallons</b> |
| Residential           | \$ 9.70                 | \$ 2.76                               | \$ 3.00                                    | \$ 3.50                                 |
| Commercial/Industrial | 13.80                   | 2.38                                  | 2.38                                       | 2.38                                    |
| Bryan Public Schools  | 13.80                   | 2.38                                  | 2.38                                       | 2.38                                    |
| Interdepartmental     | 13.80                   | 2.38                                  | 2.38                                       | 2.38                                    |
| Special Contracts     | 13.74                   | 4.05                                  | 4.05                                       | 4.05                                    |
| Bulk Sales            | N/A                     | 11.08                                 | 11.08                                      | 11.08                                   |

**Monthly Sewer Rates**

| <b>Customer Class</b> | <b>Monthly Customer Charge</b> | <b>Volume Charge per 1000 gallons</b> |
|-----------------------|--------------------------------|---------------------------------------|
| Non Commercial        | \$ 7.88                        | \$ 4.03                               |
| Commercial/Industrial | 7.88                           | 4.03                                  |

**City of Bryan**  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

Table 16

| Fiscal Year         | Governmental Activities  |                            |           |         |                                     | Business-Type Activities |                                 |                          |                            |        | Total Primary Government | Percentage Of Personal Income | Per <sup>(a)</sup> Capita |
|---------------------|--------------------------|----------------------------|-----------|---------|-------------------------------------|--------------------------|---------------------------------|--------------------------|----------------------------|--------|--------------------------|-------------------------------|---------------------------|
|                     | General Obligation Bonds | Certificates of Obligation | Leases    | SBITA   | Govt Only Per <sup>(a)</sup> Capita | Utility Revenue Bonds    | Private Placement Revenue Bonds | General Obligation Bonds | Certificates of Obligation | Leases |                          |                               |                           |
| 2016 <sup>(b)</sup> | \$ 47,454,065            | \$ 39,702,812              | \$ -      | \$ -    | \$ 1,061                            | \$ 294,814,702           | \$ -                            | \$ 14,200,379            | \$ 44,773,867              | \$ -   | \$ 440,945,825           | 15.2%                         | \$ 2,848                  |
| 2017 <sup>(b)</sup> | 41,869,330               | 37,487,404                 | -         | -       | 953                                 | 282,517,866              | -                               | 12,606,696               | 42,643,876                 | -      | 417,125,172              | 13.3%                         | 2,692                     |
| 2018 <sup>(b)</sup> | 42,756,016               | 41,074,572                 | -         | -       | 998                                 | 270,254,753              | -                               | 11,138,755               | 40,294,548                 | -      | 405,518,644              | 12.2%                         | 2,600                     |
| 2019 <sup>(b)</sup> | 41,706,737               | 34,033,443                 | -         | -       | 886                                 | 297,265,999              | -                               | 9,735,288                | 37,970,219                 | -      | 420,711,686              | 11.8%                         | 2,340                     |
| 2020 <sup>(b)</sup> | 42,816,407               | 97,339,479                 | -         | -       | 1,645                               | 282,192,396              | -                               | 8,300,808                | 35,695,890                 | -      | 466,344,980              | 12.4%                         | 2,925                     |
| 2021 <sup>(b)</sup> | 90,135,811               | 95,888,772                 | -         | -       | 2,147                               | 381,166,606              | -                               | 6,822,834                | 33,341,562                 | -      | 607,355,586              | 14.7%                         | 7,010                     |
| 2022 <sup>(c)</sup> | 82,771,394               | 122,047,433                | 1,604,296 | -       | 2,408                               | 348,319,998              | 24,330,000                      | 5,320,956                | 30,962,639                 | 78,363 | 615,435,079              | 14.8%                         | 7,180                     |
| 2023 <sup>(c)</sup> | 75,115,016               | 118,820,090                | 3,398,602 | 904,489 | 2,192                               | 333,456,808              | 22,385,000                      | 3,768,010                | 29,474,935                 | 78,363 | 587,401,313              | 12.6%                         | 6,495                     |
| 2024 <sup>(c)</sup> | 67,174,404               | 157,431,319                | 3,003,094 | 896,852 | 2,477                               | 333,317,139              | 20,540,000                      | 2,169,296                | 33,768,236                 | 59,909 | 618,360,249              | 12.7%                         | 6,703                     |
| 2025 <sup>(c)</sup> | 59,841,774               | 153,567,635                | 2,749,629 | 803,660 | 2,265                               | 354,855,894              | 18,995,000                      | 787,602                  | 32,135,626                 | 40,717 | 623,777,539              | N/A                           | 6,512                     |

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

<sup>(a)</sup> See Table 24 for population data. These ratios are calculated using the information from the referenced schedule.

<sup>(b)</sup> Reported net of premium or discount.

<sup>(c)</sup> Reported net of premium or discount, and private placement bonds reported separately as of FY 2022.

As a Home Rule City, the City of Bryan is not limited by law in the amount of debt that may be issued. The City's charter (Section 12) states:

"The city council of the city shall have the power, and is hereby authorized to levy, assess and collect not to exceed one dollar and fifty cents (\$1.50) on each one hundred dollars (\$100) assessed valuation of all real and personal property within the city limits of the city not exempt from taxation by the constitution and laws of the State of Texas."

Article II, Section 5 of the State of Texas Constitution states in part:

"...but no tax for any purpose shall ever be lawful for any one year, which shall exceed two and one-half percent of the taxable property of such city."

The tax rate at September 30, 2025 is \$0.62400 per \$100 assessed valuation with assessed valuation being 100% of appraised values.

**City of Bryan, Texas**  
Ratios of Net General Bonded Debt Outstanding  
Last Ten Fiscal Years

Table 18

| <b>Fiscal Year</b> | <b>General Obligation Debt <sup>(a)</sup></b> | <b>Less Interest and Sinking Funds <sup>(b)</sup></b> | <b>Net Bonded Debt</b> | <b>Percentage of Actual Taxable Value of Property</b> | <b>Per Capita <sup>(c)</sup></b> |
|--------------------|---|---|------------------------|---|----------------------------------|
| 2016               | \$ 146,131,123                                | \$ 14,898,831   | \$ 131,232,292         | 2.85%   | \$ 1,598                         |
| 2017               | 134,607,306                                   | 13,610,261  | 120,997,045            | 2.47%   | 1,469                            |
| 2018               | 135,263,891                                   | 19,455,596  | 115,808,295            | 1.87%   | 1,378                            |
| 2019               | 123,445,687                                   | 10,978,007  | 112,467,680            | 1.94%   | 1,316                            |
| 2020               | 184,152,584                                   | 10,978,007  | 173,174,577            | 2.79%   | 2,032                            |
| 2021               | 226,188,980                                   | 10,670,182  | 215,518,798            | 3.29%   | 2,488                            |
| 2022               | 241,102,422                                   | 13,971,856  | 227,130,566            | 3.31%   | 2,650                            |
| 2023               | 227,178,051                                   | 15,114,688  | 212,063,363            | 2.70%   | 2,345                            |
| 2024               | 260,543,255                                   | 17,372,227  | 243,171,028            | 2.58%   | 2,636                            |
| 2025               | 246,332,638                                   | 21,460,820  | 224,871,818            | 2.24%   | 2,347                            |

<sup>(a)</sup> Includes Certificates of Obligation and General Obligation bond issues for Governmental Activities and Business-type Activities. Fiscal Years 2016 - 2025 debt is presented net of any premiums and discounts.

<sup>(b)</sup> Includes the Debt Service Fund balance less the Interfund Advance and Enterprise Fund cash restricted for debt service.

<sup>(c)</sup> See Table 24 for population data.

**City of Bryan, Texas**

Direct and Overlapping Governmental Activities Debt  
For Fiscal Year Ended September 30, 2025

Table 19

| <b>Governmental Unit</b>                         | <b>Debt<br/>Outstanding</b> | <b>Estimated<br/>Percentage<br/>Applicable</b> | <b>Estimated Share<br/>of Direct and<br/>Overlapping<br/>Debt</b> |
|--|-----------------------------|--|---|
| Debt repaid with property taxes                  |                             |  |   |
| Bryan Independent School District                | \$ 271,075,000              | 76.91%   | \$ 208,486,390  |
| Brazos County                                    | 81,235,000                  | 32.63%   | 26,504,228  |
| Subtotal, overlapping debt                       |                             |  | <u>234,990,620</u>  |
| <br>City of Bryan net bonded debt <sup>(1)</sup> | <br>213,409,409             | <br>100.00%                                    | <br><u>213,409,409</u>  |
|  |                             |  | <u><u>\$ 448,400,028</u></u>                                      |

Note: Overlapping governments are those that coincide, at least in part, with the geographic 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 the City of Bryan. This process recognizes, that when considering the government'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.

<sup>(1)</sup> Includes outstanding balance of Certificates of Obligation and General Obligation bond issues for Governmental Activities including interest.

**City of Bryan, Texas**

Pledged Revenue Coverage<sup>(1)</sup>

Last Ten Fiscal Years

Table 20

| <b>City Electric Fund</b> |                                |                                 |                                |   |  |                               |
|---------------------------|--------------------------------|---------------------------------|--------------------------------|---|--|-------------------------------|
| <b>Fiscal Year</b>        | <b>Gross Operating Revenue</b> | <b>Less: Operating Expenses</b> | <b>Plus: Interest Earnings</b> | <b>Net Revenue<sup>(2)</sup> Available for Debt Service</b> | <b>Average Annual Debt Service Requirement</b> | <b>Coverage<sup>(3)</sup></b> |
| 2016                      | \$ 187,624,655                 | \$ 144,700,287                  | \$ 652,368                     | \$ 43,576,736   | \$ 12,713,952                                  | 3.43                          |
| 2017                      | 190,064,226                    | 142,404,243                     | 784,398                        | 48,444,381  | 13,817,239                                     | 3.51                          |
| 2018                      | 199,082,844                    | 139,384,323                     | 776,947                        | 60,475,468  | 11,470,498                                     | 5.26                          |
| 2019                      | 204,747,110                    | 127,683,020                     | 4,909,309                      | 81,973,399  | 12,298,368                                     | 6.67                          |
| 2020                      | 185,889,665                    | 116,693,788                     | 3,318,858                      | 72,514,735  | 12,106,991                                     | 5.99                          |
| 2021                      | 362,660,519                    | 284,372,491                     | 363,245                        | 78,651,273  | 15,417,863                                     | 4.87                          |
| 2022                      | 237,447,855                    | 149,036,570                     | (3,109,835)                    | 85,301,450  | 16,538,837                                     | 5.30                          |
| 2023                      | 235,528,777                    | 158,736,138                     | 8,604,230                      | 85,396,869  | 16,227,739                                     | 5.04                          |
| 2024                      | 228,661,203                    | 148,781,754                     | 14,139,415                     | 94,018,864  | 14,409,888                                     | 6.56                          |
| 2025                      | 234,051,567                    | 151,752,138                     | 8,717,665                      | 91,017,094  | 14,109,812                                     | 4.39                          |

<sup>(1)</sup> Effective 2012, BTU Transmission revenue and costs billed through the ERCOT Transmission Matrix were grossed up, increasing total revenues and expenses, but having no impact on net available for debt service.

<sup>(2)</sup> Net Revenue as defined in the bond Ordinance includes operating income before depreciation and non-cash pension expenses, plus certain interest income.

<sup>(3)</sup> Required minimum coverage is 1.10 times annual debt service requirement, per the bond resolutions.

**City of Bryan, Texas**  
Pledged Revenue Coverage  
Last Ten Fiscal Years

Table 21

| <b>Rural Electric Fund</b> |  |                                 |                                |   |  |                               |
|----------------------------|--|---------------------------------|--------------------------------|---|--|-------------------------------|
| <b>Fiscal Year</b>         | <b>Gross Operating and Other Revenue</b> | <b>Less: Operating Expenses</b> | <b>Plus: Interest Earnings</b> | <b>Net Revenue<sup>(1)</sup> as Defined in Bond Ordinance</b> | <b>Average Annual Debt Service Requirement</b> | <b>Coverage<sup>(2)</sup></b> |
| 2016                       | \$ 41,931,026                            | \$ 36,548,815                   | \$ 41,114                      | \$ 5,423,325  | \$ 1,015,578                                   | 5.34                          |
| 2017                       | 44,224,725                               | 38,056,142                      | 70,839                         | 6,239,422   | 1,270,049                                      | 4.91                          |
| 2018                       | 48,935,501                               | 42,361,826                      | 125,977                        | 6,699,652   | 981,759  | 6.82                          |
| 2019                       | 47,539,896                               | 33,970,851                      | 740,837                        | 14,309,883  | 2,035,338                                      | 7.03                          |
| 2020                       | 45,850,000                               | 31,483,606                      | 448,538                        | 14,814,932  | 2,012,211                                      | 7.36                          |
| 2021                       | 48,006,906                               | 32,947,942                      | 68,686                         | 15,127,650  | 2,897,110                                      | 5.22                          |
| 2022                       | 57,642,815                               | 37,864,612                      | (683,890)                      | 19,094,313  | 3,063,567                                      | 6.23                          |
| 2023                       | 57,824,648                               | 39,840,526                      | 1,715,266                      | 19,699,388  | 3,033,586                                      | 6.49                          |
| 2024                       | 57,034,354                               | 41,060,667                      | 2,500,046                      | 18,473,733  | 3,471,367                                      | 5.32                          |
| 2025                       | 59,021,504                               | 42,942,584                      | 2,195,390                      | 18,274,310  | 3,435,883                                      | 5.38                          |

<sup>(1)</sup> Net Revenue as defined in the bond Ordinance includes operating income before depreciation, plus certain interest income.

<sup>(2)</sup> Required minimum coverage is 1.20 times annual debt service requirement, per the bond resolutions.

**City of Bryan, Texas**  
Pledged Revenue Coverage  
Last Ten Fiscal Years

Table 22

| <b>Water and Wastewater Funds</b> |  |                                 |                          |   |  |                               |
|-----------------------------------|--|---------------------------------|--------------------------|---|--|-------------------------------|
| <b>Fiscal Year</b>                | <b>Gross Operating and Other Revenue</b> | <b>Less: Operating Expenses</b> | <b>Interest Earnings</b> | <b>Net Revenue as Defined in Bond Ordinance<sup>(1)</sup></b> | <b>Average Annual Debt Service Requirement</b> | <b>Coverage<sup>(2)</sup></b> |
| 2016                              | \$ 25,663,471                            | \$ 13,549,228                   | \$ 124,733               | \$ 12,238,976   | \$ 3,629,985                                   | 3.37                          |
| 2017                              | 26,540,053                               | 13,801,959                      | 159,416                  | 12,897,510  | 2,438,825                                      | 5.29                          |
| 2018                              | 27,357,530                               | 13,490,834                      | 215,389                  | 14,120,958  | 2,304,451                                      | 6.13                          |
| 2019                              | 26,223,442                               | 12,717,975                      | 674,251                  | 14,179,718  | 2,127,637                                      | 6.66                          |
| 2020                              | 27,836,722                               | 12,333,398                      | 332,652                  | 15,835,976  | 1,942,211                                      | 8.15                          |
| 2021                              | 26,878,952                               | 13,675,183                      | 47,611                   | 13,251,380  | 1,766,586                                      | 7.50                          |
| 2022                              | 30,221,687                               | 16,373,723                      | (178,279)                | 13,669,685  | 2,019,522                                      | 6.77                          |
| 2023                              | 32,387,856                               | 16,795,091                      | 1,418,995                | 17,011,760  | 1,926,038                                      | 8.83                          |
| 2024                              | 32,052,737                               | 17,130,232                      | 2,347,086                | 17,269,591  | 1,829,757                                      | 9.44                          |
| 2025                              | 32,874,086                               | 17,401,188                      | 2,345,335                | 17,818,233  | 4,452,615                                      | 4.00                          |

<sup>(1)</sup> Net Revenue as defined in the bond Ordinance includes operating income before depreciation and non-cash pension expenses, plus certain interest income.

<sup>(2)</sup> Required minimum coverage is 1.25 times average annual debt service requirement, per the bond resolutions.

**City of Bryan, Texas**  
**Sales Tax by Category**  
**Last Ten Calendar Years**

**Table 23**

|                                    | <u>2016</u>          | <u>2017</u>          | <u>2018</u>          | <u>2019</u>          | <u>2020</u>          | <u>2021</u>          | <u>2022</u>          | <u>2023</u>          | <u>2024</u>          | <u>2025</u>          |
|------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>Category:</b>                   |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Communications and Information     | \$ 1,524,893         | \$ 1,470,983         | \$ 1,509,698         | \$ 1,703,365         | \$ 1,563,603         | \$ 1,163,946         | \$ 1,250,247         | \$ 1,343,315         | \$ 1,361,059         | \$ 1,453,283         |
| Home Furnishings and Appliances    | 328,616              | 345,163              | 369,672              | 407,103              | 693,296              | 547,982              | 536,182              | 717,719              | 495,675              | 447,485              |
| Eating and Drinking Establishments | 2,023,825            | 2,126,150            | 2,174,487            | 2,279,622            | 2,130,042            | 2,481,355            | 2,759,852            | 2,980,036            | 3,166,069            | 3,303,914            |
| Department and Retail Stores       | 1,875,662            | 430,245              | 481,503              | 1,996,100            | 2,567,016            | 2,768,767            | 4,282,855            | 3,272,019            | 4,644,025            | 4,336,939            |
| Oil and Gas Operations             | 114,837              | 269,493              | 251,862              | 756,752              | 1,376,802            | 110,151              | 315,087              | 107,920              | 70,443               | 91,443               |
| Construction and Building          | 343,702              | 1,005,179            | 827,170              | 947,341              | 1,639,931            | 152,527              | 417,622              | 1,489,486            | 682,723              | 901,708              |
| Auto Dealers and Supplies          | 652,612              | 718,897              | 704,537              | 597,451              | 968,231              | 991,601              | 1,184,627            | 1,114,011            | 1,213,981            | 1,302,206            |
| Printing/Publishers                | 216,618              | 221,505              | 167,090              | 254,085              | 267,298              | 271,152              | 329,510              | 364,854              | 499,818              | 533,952              |
| Contractors                        | 363,622              | 386,891              | 245,128              | 288,136              | 423,983              | 734,718              | 978,405              | 201,060              | 926,569              | 784,872              |
| Manufacturing                      | 805,400              | 573,477              | 653,035              | 633,968              | 1,018,286            | 1,116,055            | 1,672,428            | 853,400              | 947,600              | 881,927              |
| Wholesalers                        | 1,674,185            | 1,883,080            | 2,567,259            | 2,990,406            | 1,519,784            | 3,383,865            | 3,981,835            | 3,479,697            | 1,808,874            | 2,875,900            |
| Food Stores                        | 734,517              | 754,479              | 896,542              | 760,438              | 769,970              | 877,316              | 936,303              | 1,001,600            | 1,039,265            | 1,085,000            |
| Other Stores                       | 3,842,518            | 3,809,206            | 3,852,800            | 2,700,665            | 3,625,756            | 5,748,276            | 3,919,949            | 4,249,751            | 3,794,129            | 4,838,827            |
| Apparel                            | 232,003              | 234,169              | 253,121              | 403,383              | 389,522              | 531,825              | 596,513              | 629,141              | 700,874              | 747,645              |
| All Other Outlets                  | 9,787                | 9,636                | 2,498                | 5,471                | 12,069               | 9,988                | 8,240                | 20,698               | 11,661               | 18,083               |
| Financial Services                 | 163,384              | 105,108              | 79,308               | 84,147               | 102,188              | 125,116              | 113,655              | 133,049              | 151,564              | 172,191              |
| Rentals and Leasing                | 594,701              | 654,428              | 785,407              | 797,605              | 723,017              | 619,086              | 922,718              | 930,381              | 770,302              | 869,972              |
| Professional Services              | 751,653              | 782,118              | 969,471              | 1,394,227            | 953,860              | 853,814              | 1,315,516            | 1,416,148            | 1,541,053            | 1,545,193            |
| Repair and Maintenance             | 480,890              | 507,419              | 498,343              | 400,363              | 1,222,753            | 677,160              | 724,011              | 593,997              | 348,625              | 703,967              |
| Hotels/Motels                      | 10,890               | 21,347               | 35,511               | 36,278               | 36,278               | 73,831               | 64,534               | 52,834               | 59,919               | 59,721               |
| Other Products and Equipment       | 13,823               | 100,232              | 3,555                | 66,936               | 47,832               | 93,792               | 110                  | 828,669              | 1,015,745            | 378,343              |
| Other                              | 1,595,668            | 2,604,477            | 3,596,405            | 3,768,238            | 2,414,435            | 2,145,383            | 3,271,254            | 4,932,303            | 5,929,255            | 4,629,405            |
| <b>Total</b>                       | <u>\$ 18,353,806</u> | <u>\$ 19,013,682</u> | <u>\$ 20,924,402</u> | <u>\$ 23,272,080</u> | <u>\$ 24,465,952</u> | <u>\$ 25,477,706</u> | <u>\$ 29,581,453</u> | <u>\$ 30,712,088</u> | <u>\$ 31,179,228</u> | <u>\$ 31,961,976</u> |

**City of Bryan, Texas**  
Demographic & Economic Statistics  
Last Ten Fiscal Years

Table 24

| <b>Fiscal Year</b> | <b>Population <sup>(1)</sup></b> | <b>School Enrollment <sup>(2)</sup></b> | <b>Personal Income <sup>(3)</sup></b> | <b>Per Capita Personal Income <sup>(3)</sup></b> | <b>Unemployment Rate <sup>(4)</sup></b> |
|--------------------|----------------------------------|---|---------------------------------------|--|---|
| 2016               | 82,118                           | 16,138                                  | \$ 9,024,715,000                      | \$ 35,401  | 3.70%                                   |
| 2017               | 83,260                           | 16,201                                  | 9,729,200,000                         | 37,704   | 2.70%                                   |
| 2018               | 84,021                           | 16,157                                  | 10,374,675,000                        | 39,533   | 2.90%                                   |
| 2019               | 85,445                           | 15,906                                  | 11,050,339,000                        | 41,742   | 2.60%                                   |
| 2020               | 85,226                           | 16,167                                  | 11,811,883,000                        | 44,037   | 5.50%                                   |
| 2021               | 86,637                           | 15,725                                  | 13,004,370,000                        | 47,803   | 3.80%                                   |
| 2022               | 85,713                           | 16,005                                  | 13,478,398,000                        | 48,514   | 3.10%                                   |
| 2023               | 90,442                           | 16,011                                  | 14,496,283,000                        | 51,507   | 3.20%                                   |
| 2024               | 92,251                           | 15,897                                  | 13,222,610,000                        | 52,970   | 3.20%                                   |
| 2025               | 95,793                           | 16,044                                  | not available                         | not available                                    | 3.70%                                   |

<sup>(1)</sup> Data provided by the City of Bryan Development Services Department.

<sup>(2)</sup> Texas Education Agency 2024-2025 TAPR Report for Bryan ISD

<sup>(3)</sup> Bureau of Economic Analysis; <https://apps.bea.gov>; [www.stlouisfed.org](http://www.stlouisfed.org) (FRED) Fed Reserve Bank of St Louis and totals represent

<sup>(4)</sup> Bureau of Labor Statistics [http://www.bls.gov/eag/eag.tx\\_collegestation\\_msa.htm](http://www.bls.gov/eag/eag.tx_collegestation_msa.htm). Includes College Station and Bryan.

**City of Bryan, Texas**  
 Principal Employers  
 Current Year and Ten Years Ago

Table 25

| <u>2025</u>                       | <u>2016</u>                                 |
|-----------------------------------|---|
| Axis Pipe and Tube                | Blinn College                               |
| Fujifilm Diosynth Biotechnologies | Bryan Independent School District           |
| G-CON                             | College Station Independent School District |
| Honeywell                         | HEB Grocery                                 |
| Matica                            | Reynolds & Reynolds                         |
|                                   | Sanderson Farms                             |
|                                   | St. Joseph Regional Hospital                |
|                                   | Texas A&M Health Science Center             |
|                                   | Texas A&M University System                 |
|                                   | Wal-Mart                                    |

Employers are listed in alphabetical order and do not reflect any ranking.

Source: Brazos Valley Economic Development Corporation <https://brazosvalleyedc.org/data/leading-employers> was replaced by Greater Brazos Partnership - EDC for Bryan/College Station, TX in late 2024. Greaterbrazos.org only lists 5 Top Employers, but this does not materially affect the FY 2025 financials.

The information contained in the above table represents information for Bryan only.  
 Other major employers in the area are classified as being in College Station by the BVEDC.

**City of Bryan, Texas**  
**Actual Full-time Equivalent City Government Employees by Function**  
**Last Ten Fiscal Years**

Table 26

| <b>Function</b>                                   | <b>2016</b> | <b>2017</b> | <b>2018</b> | <b>2019</b> | <b>2020</b> | <b>2021</b> | <b>2022</b> | <b>2023</b> | <b>2024</b> | <b>2025</b> |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <b>General Government and Administration</b>      |             |             |             |             |             |             |             |             |             |             |
| Executive Services                                | 5           | 6           | 6           | 6           | 6           | 6           | 6           | 6           | 6           | 6           |
| Communications & Marketing                        | 4           | 4           | 4           | 4           | 4           | 4           | 5           | 4           | 5           | 5           |
| Neighborhood and Youth Services                   | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | -           | -           |
| Economic Development                              | 4           | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           |
| Internal Audit                                    | 1           | 1           | -           | -           | -           | -           | -           | -           | -           | -           |
| City Secretary                                    | 6           | 6           | 6           | 6           | 6           | 6           | 6           | 6           | 6           | 5           |
| Legal Services                                    | 5           | 5           | 5           | 5           | 5           | 6           | 7           | 5           | 5           | 5           |
| <b>Support Services</b>                           |             |             |             |             |             |             |             |             |             |             |
| Fiscal Services                                   | 11          | 11          | 12          | 12          | 10          | 11          | 11          | 14          | 14          | 14          |
| Purchasing Services                               | 3           | 3           | 2           | 2           | 2           | 3           | 3           | 3           | 5           | 4           |
| Information Technology                            | 19          | 19          | 19          | 37          | 37          | 38          | 38          | 40          | 40          | 42          |
| Human Resources                                   | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           |
| Facility Services                                 | 17          | 15          | 17          | 17          | 18          | 18          | 18          | 16          | 15          | 18          |
| Fleet Services                                    | 9           | 8           | 9           | 10          | 10          | 11          | 11          | 6           | 9           | 10          |
| Warehouse   | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           |
| Risk Management                                   | 6           | 6           | 6           | 6           | 6           | 6           | 6           | 6           | 6           | 6           |
| <b>Development Services</b>                       |             |             |             |             |             |             |             |             |             |             |
| Planning and Development                          | 7           | 7           | 6           | 7           | 8           | 10          | 14          | 14          | 14          | 14          |
| Building Services                                 | 11          | 14          | 14          | 14          | 15          | 18          | 13          | 13          | 13          | 13          |
| Code Enforcement                                  | 4           | 3           | 4           | 4           | 4           | 5           | 4           | 5           | 5           | 5           |
| Community Development                             | 6           | 6           | 6           | 6           | 6           | 6           | 6           | 5           | 5           | 5           |
| <b>Public Works Services</b>                      |             |             |             |             |             |             |             |             |             |             |
| Engineering Services                              | 14          | 13          | 12          | 13          | 14          | 14          | 15          | 14          | 15          | 14          |
| Transportation & Drainage                         | 17          | 16          | 15          | 16          | 16          | 17          | 17          | 13          | 14          | 15          |
| Traffic Services                                  | 9           | 10          | 8           | 11          | 9           | 10          | 10          | 7           | 10          | 10          |
| <b>Public Safety</b>                              |             |             |             |             |             |             |             |             |             |             |
| Police Officers                                   | 146         | 144         | 149         | 154         | 152         | 144         | 147         | 159         | 151         | 158         |
| Civilians   | 33          | 34          | 34          | 31          | 30          | 32          | 34          | 32          | 33          | 33          |
| Firefighters/Emergency Medical Technicians        | 128         | 134         | 129         | 136         | 145         | 150         | 155         | 163         | 160         | 158         |
| Civilians   | 4           | 4           | 4           | 4           | 4           | 5           | 4           | 5           | 5           | 4           |
| Emergency Management Coordinator                  | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |
| Bryan Animal Center                               | 10          | 9           | 11          | 11          | 11          | 11          | 11          | 9           | 11          | 10          |
| Municipal Court                                   | 17          | 17          | 15          | 16          | 15          | 16          | 16          | 15          | 16          | 15          |
| <b>Cultural and Recreation/Community Services</b> |             |             |             |             |             |             |             |             |             |             |
| Library Services                                  | 21          | 20          | 20          | 21          | 19          | 19          | 21          | 15          | 17          | 16          |
| College Station Library                           | 16          | 16          | 16          | 16          | 17          | 18          | 17          | 17          | 17          | 18          |
| Parks and Recreation                              | 22          | 23          | 21          | 22          | 20          | 22          | 22          | 23          | 24          | 24          |
| Midtown Park Operations                           |             |             |             |             |             |             |             | 2           | 2           | 3           |
| <b>Water</b>                                      | 37          | 32          | 36          | 34          | 34          | 36          | 36          | 32          | 30          | 34          |
| <b>Wastewater</b>                                 | 36          | 37          | 36          | 36          | 37          | 41          | 42          | 39          | 38          | 36          |
| <b>Solid Waste</b>                                | 38          | 40          | 37          | 38          | 35          | 40          | 40          | 35          | 39          | 37          |
| Call Center                                       | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           |
| <b>Airport</b>                                    | 2           | 2           | 2           | 2           | 2           | 2           | 4           | 4           | 4           | 4           |
| <b>Electric Department-Municipal and Rural</b>    | 186         | 189         | 189         | 181         | 176         | 185         | 182         | 179         | 181         | 189         |
| <b>Total</b>                                      | <b>869</b>  | <b>874</b>  | <b>870</b>  | <b>897</b>  | <b>892</b>  | <b>928</b>  | <b>941</b>  | <b>925</b>  | <b>933</b>  | <b>949</b>  |

City of Bryan, Texas  
 Operating Indicators by Function  
 Last Ten Fiscal Years

Table 27

| Function:   | 2016          | 2017          | 2018          | 2019               | 2020*              | 2021               | 2022                         | 2023               | 2024               | 2025               |
|---|---------------|---------------|---------------|--------------------|--------------------|--------------------|------------------------------|--------------------|--------------------|--------------------|
| Police  |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| Physical Arrests  | 5,560         | 5,606         | 4,830         | 5,354              | 4,052              | 4,371              | 4,389                        | 4,928              | 4,603              | 4,857              |
| Traffic Citations   | 8,509         | 9,475         | 9,067         | 6,862              | 2,920              | 5,738              | 6,481                        | 9,921              | 11,019             | 11,974             |
| Fire  |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| Number of Fire and EMS calls  | 11,193        | 11,766        | 12,423        | 13,301             | 12,986             | 14,904             | 14,643                       | 15,124             | 14,938             | 14,545             |
| Transportation  |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| Potholes Repaired   | 353           | 547           | 395           | 668                | 372                | 487                | 208                          | 172                | 149                | 169                |
| HMAC (Hot Mix Asphaltic Concrete) Placed (tons)   | 1,065         | 1,309         | 1,063         | 1,426              | 1,122              | 1,267              | 912                          | 914                | 1,335              | 1,606              |
| In-House Concrete Poured (Cubic Yards)  | 462           | 127           | 365           | 498                | 350                | 75                 | 15                           | -                  | 24                 | 20                 |
| Culture and Recreation  |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| New Library Patron Registration   | 5,748         | 5,716         | 4,871         | 3,887              | 5,066              | 2,979              | 6,048                        | 6,207              | 5,996              | 7,405              |
| Library Circulation of Materials  | 866,635       | 750,995       | 834,766       | 724,998            | 702,999            | 408,160            | 675,438                      | 585,692            | 670,484            | 750,663            |
| Number of Cooperative Programs with Bryan ISD and College Station Parks and Recreation Department | 20            | 21            | 22            | 22                 | 14                 | 16                 | 16                           | 18                 | 21                 | 19                 |
| Pavilion Rentals  | 1,801         | 1,022         | 1,166         | 1,207              | 1,022              | 799                | 938                          | 868                | 910                | 880                |
| Athletic Field Usage (Hours)  |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| Travis Park (1 Field)   | n/a           | n/a           | n/a           | Brazos Bombers use | Brazos Bombers use | Brazos Bombers use | Brazos Bombers use           | Brazos Bombers Use | Brazos Bombers Use | Brazos Bombers Use |
| Travis Park (1 Field)   | n/a           | n/a           | n/a           | n/a                | n/a                | n/a                | Little League Fields - 1,350 | 1,881              | 1,744              | 645                |
| Bryan Regional Athletic Complex (4 Softball Fields)   | 2,180         | 2,260         | 2,140         | 1,994              | -                  | 22                 | 1,460                        | 1,645              | 1,520              | 746                |
| Bryan Regional Athletic Complex (9 Soccer Fields)   | 1,135         | 1,235         | 1,390         | 1,405              | -                  | 2                  | 1,095                        | 841                | 540                | 375                |
| Neighborhood/Youth Services   |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| Neighborhood Associations Registered  | 42            | 43            | 43            | 43                 | 43                 | 42                 | 36                           | 31                 | 31                 | 34                 |
| Municipal Court   |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| Number of Cases Filed   | 11,383        | 12,976        | 12,761        | 10,876             | 7,723              | 8,931              | 10,253                       | 10,634             | 11,577             | 12,031             |
| Community Development   |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| Number of Citizens Provided Homebuyers Assistance   | 9             | 11            | 12            | 7                  | 5                  | 2                  | 5                            | 1                  | -                  | 6                  |
| Number of Households Provided Rehabilitation  | 2             | 3             | 2             | 2                  | 2                  | 3                  | 2                            | 2                  | 1                  | -                  |
| Number of Households Provided Minor Rehabilitation  | 60            | 70            | 50            | 62                 | 66                 | 66                 | 55                           | 17                 | 35                 | 54                 |
| Housing Development (New Construction)  | 1             | 1             | -             | 2                  | -                  | -                  | 4                            | 1                  | -                  | -                  |
| Housing Development Voluntary Demolitions   | -             | -             | -             | -                  | -                  | -                  | -                            | -                  | -                  | 2                  |
| Water   |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| Number of New Connections   | 115           | 288           | 393           | 498                | 641                | 759                | 306                          | 381                | 572                | 227                |
| Maximum Daily Capacity (Gallons)  | 37,700,000    | 37,700,000    | 37,700,000    | 37,708,000         | 37,708,000         | 37,708,000         | 37,700,000                   | 37,700,000         | 23,154,000         | 37,700,000         |
| Daily Average Usage (Gallons)   | 10,368,469    | 11,046,148    | 11,268,994    | 10,260,717         | 11,126,408         | 10,266,205         | 12,688,670                   | 12,940,306         | 12,042,582         | 12,723,166         |
| Total Usage (Gallons)   | 3,794,859,500 | 4,031,844,200 | 4,113,182,700 | 3,745,161,600      | 4,072,265,000      | 3,732,564,900      | 4,631,364,500                | 4,723,211,600      | 4,407,584,900      | 4,643,955,500      |
| Wastewater  |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| Combined Capacity (Gallons Per Day)   | 14,000,000    | 14,000,000    | 14,000,000    | 12,000,000         | 14,000,000         | 14,000,000         | 14,000,000                   | 14,000,000         | 14,000,000         | 14,000,000         |
| Daily Average Usage (Gallons)   | 7,282,932     | 7,070,904     | 6,928,060     | 7,783,033          | 7,066,411          | 7,551,836          | 7,114,466                    | 7,634,301          | 8,487,923          | 8,794,630          |
| Total Treated (Gallons)   | 2,658,270,000 | 2,580,880,000 | 2,535,670,000 | 2,848,590,000      | 2,579,240,000      | 2,756,420,000      | 2,596,780,000                | 2,786,520,000      | 3,106,580,000      | 3,210,040,000      |
| Solid Waste   |               |               |               |                    |                    |                    |                              |                    |                    |                    |
| Refuse Collected (Tons)   | 60,760        | 65,444        | 62,063        | 67,227             | 66,078             | 69,196             | 60,563                       | 69,296             | 71,322             | 69,150             |

Sources: Various City Departments

\* The FY2020 changes are a result of the impacts of the COVID-19 Pandemic.

**City of Bryan, Texas**  
**Capital Asset Statistics by Function**  
**Last Ten Fiscal Years**

Table 28

| <b>Function:</b>                       | <b>2016</b> | <b>2017</b> | <b>2018</b> | <b>2019</b> | <b>2020</b> | <b>2021</b> | <b>2022</b> | <b>2023</b> | <b>2024</b> | <b>2025</b> |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Public Safety                          |             |             |             |             |             |             |             |             |             |             |
| Police:                                |             |             |             |             |             |             |             |             |             |             |
| Number of Stations                     | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |
| Number of Sworn Personnel              | 146         | 144         | 148         | 148         | 152         | 146         | 147         | 158         | 148         | 155         |
| Fire and Emergency Medical Services:   |             |             |             |             |             |             |             |             |             |             |
| Number of Stations                     | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           |
| Number of Personnel                    | 128         | 139         | 144         | 145         | 150         | 150         | 161         | 166         | 157         | 163         |
| Highways and Streets:                  |             |             |             |             |             |             |             |             |             |             |
| Lane Miles of Paved Streets            | 755         | 762         | 766         | 800         | 806         | 814         | 875         | 888         | 901         | 912         |
| Culture and Recreation:                |             |             |             |             |             |             |             |             |             |             |
| Number of Parks                        | 52          | 52          | 54          | 54          | 55          | 53          | 53          | 53          | 51          | 53          |
| Park Acreage                           | 690         | 703         | 707         | 707         | 709         | 2,434       | 2,434       | 2,434       | 870         | 870         |
| Number of Golf Courses                 | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |
| Golf Course Acreage                    | 127         | 127         | 107         | 114         | 114         | 107         | 107         | 120         | 120         | 118         |
| Hike and Bike Trails - Number of Miles | 37          | 36          | 36          | 36          | 36          | 38          | 38          | 38          | 40          | 40          |
| Number of Cemeteries                   | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           |
| Cemetery Acreage                       | 92          | 92          | 92          | 88          | 88          | 92          | 92          | 92          | 92          | 92          |
| Number of Libraries                    | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           |
| Library Volumes                        | 238,969     | 203,519     | 207,492     | 191,027     | 213,784     | 67,617      | 190,477     | 215,648     | 198,376     | 250,824     |
| Water System:                          |             |             |             |             |             |             |             |             |             |             |
| Miles of Line                          | 490         | 479         | 482         | 486         | 498         | 502         | 505         | 509         | 510         | 528         |
| Number of Connections                  | 22,985      | 23,223      | 23,428      | 23,926      | 24,479      | 25,242      | 25,548      | 26,373      | 26,945      | 27,436      |
| Number of Wells                        | 12          | 12          | 12          | 12          | 12          | 12          | 12          | 12          | 12          | 12          |
| Wastewater System:                     |             |             |             |             |             |             |             |             |             |             |
| Miles of Line                          | 393         | 400         | 401         | 407         | 410         | 422         | 426         | 428         | 433         | 443         |
| Number of Connections                  | 22,538      | 22,907      | 23,373      | 23,968      | 24,691      | 25,655      | 26,475      | 27,042      | 27,539      | 28,174      |
| Number of Treatment Plants             | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           |
| Electric System:                       |             |             |             |             |             |             |             |             |             |             |
| Generating Capacity (kW)               | 226,000     | 226,000     | 226,000     | 226,000     | 226,000     | 226,000     | 226,000     | 226,000     | 226,000     | 226,000     |
| Number of Substations                  | 7           | 7           | 7           | 7           | 7           | 8           | 8           | 8           | 9           | 10          |
| Number of Connections                  | 35,716      | 36,819      | 37,660      | 38,758      | 39,536      | 40,482      | 41,416      | 42,193      | 43,125      | 43,970      |
| Miles of Distribution Lines            |             |             |             |             |             |             |             |             |             |             |
| Rural Electric System:                 |             |             |             |             |             |             |             |             |             |             |
| Number of Utility Connections          | 20,155      | 21,121      | 21,637      | 22,048      | 22,911      | 23,520      | 24,230      | 24,854      | 25,382      | 25,963      |
| Number of Substations                  | 21          | 21          | 20          | 23          | 24          | 23          | 24          | 24          | 23          | 22          |

Sources: Various City Departments

**CONTINUING FINANCIAL DISCLOSURE TABLES  
(UNAUDITED)**

The Continuing Financial Disclosure Tables present various financial data originally distributed in a debt official statement. The City is required to update financial tables originally distributed in a debt official statement within six months after the end of each fiscal year. This financial information is provided to the Municipal Securities Rulemaking Board (MSRB) annually via the Electronic Municipal Market Access (EMMA) system.

**TYPE OF DEBT**

**TABLE SERIES**

|   |               |
|---|---------------|
| General Obligation Bonds                  | GO-1 – GO-13  |
| Waterworks and Sewer System Revenue Bonds | RW-1 – RW-10  |
| City Electric System Revenue Bonds        | REC-1 – REC-7 |
| Rural Electric System Revenue Bonds       | RER-1 – RER-6 |

**City of Bryan, Texas**

Valuation, Exemptions and General Obligation Debt  
As of September 30, 2025

Table GO-1

|  |                  |                          |
|--|------------------|--------------------------|
| 2024/2025 Market Valuation Established by Brazos Central Appraisal District<br>(Excluding totally exempt property) |                  | \$ 10,850,124,912        |
| Less Exemptions/Reductions at 100% Market Value  |                  |                          |
| Over 65 or Disabled Exemptions   | \$ 80,730,020    |                          |
| Homestead Cap Adjustment   | 409,127,340      |                          |
| Disabled Veterans Exemptions   | 120,482,409      |                          |
| Agricultural Land Use Reductions   | 97,312,724       |                          |
| Pollution Control  | 3,323,221        |                          |
| Solar Panels   | 274,585          |                          |
| Freeport Exemptions  | 81,889,684       |                          |
| Member of Armed Services Surviving Spouse  | 400,063          |                          |
| Tax Abatement Reductions   | <u>9,778,700</u> | <u>803,318,746</u>       |
| 2024/2025 Net Taxable Valuation - As reported on Table 6   |                  | <u>\$ 10,046,806,166</u> |
| General Obligation & Certificates of Obligation Debt Payable from Ad Valorem Taxes (as of 9/30/25)                 |                  | \$ 238,005,000           |
| Less : Self Supporting Debt  |                  | <u>63,669,260</u>        |
| Net General Obligation Debt Payable from Ad Valorem Taxes  |                  | <u>\$ 174,335,740</u>    |
| General Obligation Interest and Sinking Fund as of 9/30/2025   |                  | \$ 6,908,474             |
| Ratio Net General Obligation Tax Debt to Taxable Assessed Valuation  |                  | 1.74%                    |

2025 Estimated Population - 95,793  
Per Capita Taxable Assessed Valuation - \$104,880  
Per Capita Net General Obligation Debt Payable from Ad Valorem Taxes - \$1,906

City of Bryan, Texas

Taxable Assessed Valuations by Category

As of September 30, 2025

Table GO-2

| Category                                  | 2025                     |            | 2024                    |            | 2023                    |            | 2022                    |            | 2021                    |            |
|---|--------------------------|------------|-------------------------|------------|-------------------------|------------|-------------------------|------------|-------------------------|------------|
|   | Amount                   | % of Total | Amount                  | % of Total | Amount                  | % of Total | Amount                  | % of Total | Amount                  | % of Total |
| Real, Residential, Single-Family          | \$ 6,565,961,885         | 60.52%     | \$ 6,000,079,994        | 58.65%     | \$ 4,791,196,946        | 57.29%     | \$ 3,902,657,842        | 54.35%     | \$ 3,669,081,582        | 53.32%     |
| Real, Residential, Multi-Family           | 1,069,817,946            | 9.86%      | 1,100,210,464           | 10.75%     | 912,546,468             | 10.91%     | 830,095,979             | 11.56%     | 804,092,274             | 11.69%     |
| Real, Vacant Lots/Tracts                  | 189,628,597              | 1.75%      | 174,692,380             | 1.71%      | 141,827,941             | 1.70%      | 140,104,490             | 1.95%      | 130,584,891             | 1.90%      |
| Real, Acreage (Land Only)                 | 168,105,243              | 1.55%      | 158,555,710             | 1.55%      | 145,658,207             | 1.74%      | 147,006,548             | 2.05%      | 141,801,524             | 2.06%      |
| Real, Farm and Ranch Improvements         | 463,361                  | 0.00%      | 254,214                 | 0.00%      | 253,868                 | 0.00%      | 258,896                 | 0.00%      | 256,180                 | 0.00%      |
| Real, Commercial and Industrial           | 1,720,497,031            | 15.86%     | 1,675,920,662           | 16.38%     | 1,349,157,470           | 16.13%     | 1,224,953,780           | 17.06%     | 1,213,975,277           | 17.64%     |
| Real, Oil, Gas and Other Mineral Reserves | 44,512,953               | 0.41%      | 45,756,931              | 0.45%      | 45,176,769              | 0.54%      | 30,807,403              | 0.43%      | 43,007,626              | 0.63%      |
| Real and Tangible Personal, Utilities     | 90,266,560               | 0.83%      | 83,146,963              | 0.81%      | 71,902,076              | 0.86%      | 60,022,659              | 0.84%      | 53,750,365              | 0.78%      |
| Tangible Personal, Business               | 872,014,456              | 8.04%      | 871,350,469             | 8.52%      | 787,427,168             | 9.42%      | 734,611,828             | 10.23%     | 723,234,524             | 10.51%     |
| Tangible Personal, Other                  | 59,416,646               | 0.55%      | 55,743,688              | 0.54%      | 34,469,609              | 0.41%      | 35,067,812              | 0.49%      | 34,441,117              | 0.50%      |
| Real, Inventory and Special Inventory     | 69,440,234               | 0.64%      | 64,761,687              | 0.63%      | 83,888,484              | 1.00%      | 75,373,025              | 1.05%      | 66,948,701              | 0.97%      |
| Total Appraised Value before Exemptions   | 10,850,124,912           | 100.00%    | 10,230,473,162          | 100.00%    | 8,363,505,006           | 100.00%    | 7,180,960,262           | 100.00%    | 6,881,174,061           | 100.00%    |
| Less: Total Exemptions/Reductions         | 803,318,746              |            | 798,134,436             |            | 503,283,324             |            | 317,962,209             |            | 323,138,236             |            |
| Taxable Assessed Value                    | <u>\$ 10,046,806,166</u> |            | <u>\$ 9,432,338,726</u> |            | <u>\$ 7,860,221,682</u> |            | <u>\$ 6,862,998,053</u> |            | <u>\$ 6,558,035,825</u> |            |

NOTE: Valuations shown are certified taxable assessed values reported by the Brazos Central 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.

**City of Bryan, Texas**

Valuation and General Obligation Debt History  
As of September 30, 2025

Table GO-3

| <b><u>Fiscal Year Ended 9-30</u></b> | <b><u>Estimated Population</u></b> | <b><u>Taxable Assessed Valuation <sup>(1)</sup></u></b> | <b><u>Taxable Assessed Valuation Per Capita</u></b> | <b><u>G.O. Tax Debt Outstanding at End of Year <sup>(2)</sup></u></b> | <b><u>Ratio of G.O. Tax Debt to Taxable Assessed Valuation</u></b> | <b><u>G.O. Tax Debt Per Capita</u></b> |
|--------------------------------------|------------------------------------|---|---|---|--|--|
| 2021                                 | 86,637                             | \$ 6,558,035,825  | \$ 70,072   | \$ 221,850,000  | 3.38%  | \$ 2,561                               |
| 2022                                 | 85,713                             | 6,862,998,053   | 73,330  | 235,445,000   | 3.43%  | 2,747                                  |
| 2023                                 | 90,442                             | 7,860,221,682   | 83,986  | 235,445,000   | 3.00%  | 2,603                                  |
| 2024                                 | 92,251                             | 9,432,338,726   | 83,986  | 221,920,000   | 2.35%  | 2,406                                  |
| 2025                                 | 95,793                             | 10,046,806,166  | 104,880   | 238,005,000   | 2.37%  | 2,485                                  |

<sup>(1)</sup> As reported by the Brazos Central Appraisal District on City's annual State Property Tax Reports; subject to change during the ensuing year.

<sup>(2)</sup> Includes self-supporting General Obligation Debt. See Table GO-1 Valuation, Exemptions and General Obligation Debt.

**City of Bryan, Texas**

Tax Rate, Levy and Collection History

As of September 30, 2025

Table GO-4

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| <u>Fiscal Year</u><br><u>Ended 9/30</u> | <u>Tax Rate</u> | <u>General Fund</u> | <u>Interest and</u><br><u>Sinking Fund</u> | <u>Tax Levy</u> | <u>% Current</u><br><u>Collections</u> | <u>% Total</u><br><u>Collections</u> |
|---|-----------------|---------------------|--|-----------------|--|--------------------------------------|
| 2021                                    | \$ 0.629000     | \$ 0.454001         | \$ 0.174999                                | \$ 39,861,557   | 98.73%                                 | 99.58%                               |
| 2022                                    | 0.629000        | 0.418980            | 0.210020                                   | 41,729,547      | 98.70%                                 | 99.40%                               |
| 2023                                    | 0.624000        | 0.412996            | 0.211004                                   | 47,136,025      | 98.89%                                 | 99.17%                               |
| 2024                                    | 0.624000        | 0.430822            | 0.193178                                   | 56,155,467      | 97.60%                                 | 99.26%                               |
| 2025                                    | 0.624000        | 0.463630            | 0.160370                                   | 59,349,681      | 97.87%                                 | 97.87%                               |

**City of Bryan, Texas**

Ten Largest Taxpayers

As of September 30, 2025

Table GO-5

| <u>Name of Taxpayer</u>           | <u>Nature of Property</u> | <u>2024 - 2025<br/>Assessed Valuation</u> | <u>% of Total Taxable<br/>Assessed Valuation</u> |
|-----------------------------------|---------------------------|---|--|
| Sanderson Farms                   | Food Processing           | \$ 94,099,512                             | 0.94%  |
| Liquidpower Specialty Products    | Manufacturing             | 88,621,874                                | 0.88%  |
| West Shore Traditions LLC         | Housing                   | 55,252,000                                | 0.55%  |
| SZ College Station Cottages       | Housing                   | 51,047,969                                | 0.51%  |
| Comcapp Willowick LLC             | Housing                   | 37,435,000                                | 0.37%  |
| Atmos Energy/Mid-Tex Distribution | Energy Provider           | 35,538,528                                | 0.35%  |
| Jamespoint Management Co.         | Housing                   | 34,054,061                                | 0.34%  |
| Adam Development Properties LP    | Real Estate Development   | 32,883,006                                | 0.33%  |
| SW Meadows Point LP               | Housing                   | 32,500,000                                | 0.32%  |
| LCP Bryan LLC                     | Housing                   | 31,200,000                                | 0.31%  |
|                                   |                           | <u>\$ 492,631,950</u>                     | <u>4.90%</u>                                     |

City of Bryan, Texas

Debt Information - General Obligation - Debt Service Requirements\*

As of September 30, 2025

Table GO-6

| Fiscal Year Ended | DEBT SERVICE REQUIREMENTS - General Obligation Debt |                      |                       | Less Self Supporting Debt |                      |                      | Total Debt Service    |                      |                       |
|-------------------|---|----------------------|-----------------------|---------------------------|----------------------|----------------------|-----------------------|----------------------|-----------------------|
|                   | Principal   | Interest             | Total                 | Principal                 | Interest             | Total                | Principal             | Interest             | Total                 |
| 2026              | \$ 11,600,000                                       | \$ 7,860,480         | \$ 19,460,480         | \$ 3,931,659              | \$ 2,066,767         | \$ 5,998,426         | \$ 7,668,341          | \$ 5,793,713         | \$ 13,462,054         |
| 2027              | 11,365,000  | 7,448,593            | 18,813,593            | 3,635,352                 | 1,951,487            | 5,586,839            | 7,729,648             | 5,497,106            | 13,226,754            |
| 2028              | 11,930,000  | 7,039,627            | 18,969,627            | 3,793,356                 | 1,839,020            | 5,632,376            | 8,136,644             | 5,200,607            | 13,337,251            |
| 2029              | 11,605,000  | 6,603,016            | 18,208,016            | 3,758,751                 | 1,717,965            | 5,476,716            | 7,846,249             | 4,885,051            | 12,731,300            |
| 2030              | 11,245,000  | 6,199,006            | 17,444,006            | 3,493,546                 | 1,599,422            | 5,092,968            | 7,751,454             | 4,599,584            | 12,351,038            |
| 2031              | 11,185,000  | 5,808,951            | 16,993,951            | 3,594,269                 | 1,489,203            | 5,083,472            | 7,590,731             | 4,319,748            | 11,910,479            |
| 2032              | 11,260,000  | 5,461,128            | 16,721,128            | 3,620,498                 | 1,376,551            | 4,997,049            | 7,639,502             | 4,084,577            | 11,724,079            |
| 2033              | 11,770,000  | 5,110,292            | 16,880,292            | 3,800,435                 | 1,261,149            | 5,061,584            | 7,969,565             | 3,849,143            | 11,818,708            |
| 2034              | 11,875,000  | 4,743,605            | 16,618,605            | 3,561,719                 | 1,139,737            | 4,701,456            | 8,313,281             | 3,603,868            | 11,917,149            |
| 2035              | 11,925,000  | 4,371,147            | 16,296,147            | 3,735,479                 | 1,027,667            | 4,763,146            | 8,189,521             | 3,343,480            | 11,533,001            |
| 2036              | 12,460,000  | 3,991,453            | 16,451,453            | 3,908,983                 | 908,307              | 4,817,290            | 8,551,017             | 3,083,146            | 11,634,163            |
| 2037              | 12,410,000  | 3,586,317            | 15,996,317            | 4,021,188                 | 780,642              | 4,801,830            | 8,388,812             | 2,805,675            | 11,194,487            |
| 2038              | 12,995,000  | 3,172,070            | 16,167,070            | 4,219,265                 | 646,067              | 4,865,332            | 8,775,735             | 2,526,003            | 11,301,738            |
| 2039              | 12,645,000  | 2,736,000            | 15,381,000            | 4,390,326                 | 503,249              | 4,893,575            | 8,254,674             | 2,232,751            | 10,487,425            |
| 2040              | 11,155,000  | 2,301,910            | 13,456,910            | 2,499,580                 | 352,379              | 2,851,959            | 8,655,420             | 1,949,531            | 10,604,951            |
| 2041              | 6,370,000   | 1,940,931            | 8,310,931             | 661,262                   | 274,869              | 936,131              | 5,708,738             | 1,666,062            | 7,374,800             |
| 2042              | 6,580,000   | 1,725,856            | 8,305,856             | 684,640                   | 251,285              | 935,925              | 5,895,360             | 1,474,571            | 7,369,931             |
| 2043              | 6,815,000   | 1,503,031            | 8,318,031             | 713,018                   | 226,746              | 939,764              | 6,101,982             | 1,276,285            | 7,378,267             |
| 2044              | 7,035,000   | 1,272,231            | 8,307,231             | 735,875                   | 201,272              | 937,147              | 6,299,125             | 1,070,959            | 7,370,084             |
| 2045              | 5,585,000   | 1,067,156            | 6,652,156             | 758,731                   | 174,972              | 933,703              | 4,826,269             | 892,184              | 5,718,453             |
| 2046              | 5,070,000   | 888,606              | 5,958,606             | 788,599                   | 147,703              | 936,302              | 4,281,401             | 740,903              | 5,022,304             |
| 2047              | 5,235,000   | 721,456              | 5,956,456             | 813,952                   | 119,428              | 933,380              | 4,421,048             | 602,028              | 5,023,076             |
| 2048              | 5,410,000   | 548,481              | 5,958,481             | 845,311                   | 90,112               | 935,423              | 4,564,689             | 458,369              | 5,023,058             |
| 2049              | 5,590,000   | 366,081              | 5,956,081             | 876,670                   | 59,317               | 935,987              | 4,713,330             | 306,764              | 5,020,094             |
| 2050              | 4,095,000   | 211,075              | 4,306,075             | 264,534                   | 27,781               | 292,315              | 3,830,466             | 183,294              | 4,013,760             |
| 2051              | 1,370,000   | 84,400               | 1,454,400             | 275,599                   | 16,978               | 292,577              | 1,094,401             | 67,422               | 1,161,823             |
| 2052              | 1,425,000   | 28,500               | 1,453,500             | 286,663                   | 5,733                | 292,396              | 1,138,337             | 22,767               | 1,161,104             |
|                   | <u>\$ 238,005,000</u>                               | <u>\$ 86,791,399</u> | <u>\$ 324,796,399</u> | <u>\$ 63,669,260</u>      | <u>\$ 20,255,808</u> | <u>\$ 83,925,068</u> | <u>\$ 174,335,740</u> | <u>\$ 66,535,591</u> | <u>\$ 240,871,331</u> |

\*Includes all General Obligation Bonds (CO's and GO's) - Not reported net of premium or discount

**City of Bryan, Texas**

Interest and Sinking Fund Budget Projection

As of September 30, 2025

Table GO-7

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|   |                |                              |
|---|----------------|------------------------------|
| Estimated Debt Service Requirements, Fiscal Year Ending 9-30-26 |                | \$ 17,788,500 <sup>(1)</sup> |
| Interest and Sinking Fund, 09-30-26                             | 6,908,474      |                              |
| 2026 Interest and Sinking Fund Tax Levy Collection              | 16,571,500     |                              |
| Delinquent Tax Collections                                      | 50,000         |                              |
| Budget Transfers  | 2,331,800      |                              |
| Estimated Investment and Other Income                           | <u>429,800</u> | <u>26,291,574</u>            |
| Estimated Balance, 9-30-26                                      |                | <u>\$ 8,503,074</u>          |

<sup>(1)</sup> Fiscal Year 2026 Budget Projection.

**City of Bryan, Texas**

Computation of Self-Supporting Debt <sup>(1)</sup>

As of September 30, 2025

Table GO-8

|  |                       |
|--|-----------------------|
| Net System Revenue, FYE 9-30-25  | \$ 134,783,967        |
| Less: System Revenue Bond Requirements,<br>For Fiscal Year Ending 09-30-26             | <u>31,987,567</u>     |
| Balance Available for Other Purposes   | <u>\$ 102,796,400</u> |
| Self Supporting System GO and CO Bond Requirements,<br>For Fiscal Year Ending 09-30-26 | \$ 5,998,426          |

Percentage of System General Obligation Bonds

Self Supporting

100%

<sup>(1)</sup> Self Supporting debt is primarily supported by revenues from Water and Sewer system, City Electric, Rural Electric, TIRZs, and BVSWMA.

**City of Bryan, Texas**

Authorized by Unissued General Obligation Bonds

As of September 30, 2025

Table GO-9

| <b>Purpose</b>            | <b>Date<br/>Authorized</b> | <b>Amount<br/>Authorized</b> | <b>Amount<br/>Previously<br/>Issued</b> | <b>Amount Being<br/>Issued</b> | <b>Unissued<br/>Balance</b> |
|---------------------------|----------------------------|------------------------------|---|--------------------------------|-----------------------------|
| Streets                   | 1-24-84                    | \$ 14,525,000                | \$ 6,300,000                            | \$ -                           | \$ 8,225,000                |
| Parks and Recreation      | 1-24-84                    | 7,100,000                    | 5,325,000                               | -                              | 1,775,000                   |
| Railroad Grade Separation | 1-24-84                    | 3,200,000                    | 350,000                                 | -                              | 2,850,000                   |
| Sanitary Landfill         | 1-24-84                    | 1,000,000                    | 800,000                                 | -                              | 200,000                     |
|                           |                            | <u>\$ 25,825,000</u>         | <u>\$ 12,775,000</u>                    | <u>-</u>                       | <u>\$ 13,050,000</u>        |

**City of Bryan, Texas**  
Other Obligations  
As of September 30, 2025

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GO-10

The City has no Other Obligations outstanding as of September 30, 2025

**City of Bryan, Texas**

General Fund Revenues and Expenditure History (modified accrual basis)

For the Year Ended September 30, 2025

Table GO-11

|  | Fiscal Year Ended September 30 |                      |                      |                      |                      |
|--|--------------------------------|----------------------|----------------------|----------------------|----------------------|
|  | 2025                           | 2024                 | 2023                 | 2022                 | 2021                 |
| <b>Revenues</b>  |                                |                      |                      |                      |                      |
| Taxes  | \$ 74,722,115                  | \$ 68,776,999        | \$ 62,070,648        | \$ 57,857,497        | \$ 54,270,342        |
| Licenses and Permits                                   | 1,223,549                      | 1,399,275            | 1,022,262            | 1,587,507            | 1,382,111            |
| Grants   | 7,105,869                      | 2,237,891            | 1,784,174            | 11,607,390           | 1,364,282            |
| Charges for Services                                   | 7,182,025                      | 6,322,227            | 6,621,617            | 6,054,751            | 4,353,023            |
| Investment Earnings                                    | 2,282,883                      | 4,112,447            | 2,700,002            | (907,930)            | 95,373               |
| Fines and Forfeitures                                  | 1,876,127                      | 1,644,583            | 1,797,735            | 1,624,498            | 1,256,660            |
| Miscellaneous  | 2,162,986                      | 3,132,144            | 3,003,973            | 2,403,989            | 1,980,693            |
| <b>Total Revenues</b>                                  | <b>96,555,554</b>              | <b>87,625,566</b>    | <b>79,000,411</b>    | <b>80,227,702</b>    | <b>64,702,484</b>    |
| <b>Expenditures</b>                                    |                                |                      |                      |                      |                      |
| General Government                                     | 22,749,978                     | 22,258,552           | 17,368,400           | 17,434,862           | 16,735,476           |
| Public Safety  | 58,216,202                     | 54,664,171           | 48,589,847           | 45,328,599           | 43,443,049           |
| Development Services                                   | 5,514,218                      | 5,276,279            | 4,698,701            | 4,580,259            | 4,289,061            |
| Public Works   | 4,171,779                      | 3,950,791            | 3,830,704            | 3,882,875            | 3,548,004            |
| Cultural and Recreational                              | 8,915,004                      | 8,401,279            | 8,516,334            | 7,470,181            | 6,877,350            |
| Capital Outlay   | 16,174,186                     | 5,450,767            | 11,609,943           | 3,952,597            | 2,125,375            |
| Debt Service   | 570,315                        | 828,956              | 736,782              | 279,080              | -                    |
| <b>Total Expenditures</b>                              | <b>116,311,682</b>             | <b>100,830,795</b>   | <b>95,350,711</b>    | <b>82,928,453</b>    | <b>77,018,315</b>    |
| Excess (Deficit) Revenues<br>Over (Under) Expenditures | (19,756,128)                   | (13,205,229)         | (16,350,300)         | (2,700,751)          | (12,315,831)         |
| Lease Financing  | 635,766                        | -                    | 2,108,520            | -                    | -                    |
| Operating Transfers In                                 | 18,382,297                     | 20,604,620           | 19,915,360           | 19,722,779           | 18,707,421           |
| Operating Transfers Out                                | (4,210,629)                    | (7,002,071)          | (17,100,340)         | (4,864,583)          | (1,771,838)          |
| Sale of Capital Assets                                 | 140,434                        | 16,357               | 462,000              | 26,996               | 105,467              |
| <b>Total Other</b>                                     | <b>14,947,868</b>              | <b>13,618,906</b>    | <b>5,385,540</b>     | <b>14,885,192</b>    | <b>17,041,050</b>    |
| Net Increase (Decrease)                                | (4,808,260)                    | 413,677              | (10,964,760)         | 12,184,441           | 4,725,219            |
| Beginning Fund Balance                                 | 52,570,547                     | 52,156,870           | 63,121,630           | 50,937,189           | 46,211,970           |
| Ending Fund Balance                                    | <u>\$ 47,762,287</u>           | <u>\$ 52,570,547</u> | <u>\$ 52,156,870</u> | <u>\$ 63,121,630</u> | <u>\$ 50,937,189</u> |

**City of Bryan, Texas**

Changes in Net Position

For the Year Ended September 30, 2025

Table GO-11A

|   | Governmental Activities |                |                |                |                |
|---|-------------------------|----------------|----------------|----------------|----------------|
|   | 2025                    | 2024           | 2023           | 2022           | 2021           |
| <u>Revenues</u>                           |                         |                |                |                |                |
| Program Revenues                          |                         |                |                |                |                |
| Charges for Services                      | \$ 16,843,214           | \$ 14,225,911  | \$ 12,911,079  | \$ 11,720,062  | \$ 7,018,000   |
| Operating Grant and Contributions         | 9,490,180               | 3,514,089      | 3,024,264      | 13,380,520     | 4,020,453      |
| Capital Grants and Contributions          | 13,895,565              | 8,203,032      | 9,860,741      | 11,244,886     | 7,740,216      |
| General Revenues                          |                         |                |                |                |                |
| Property Taxes                            | 60,630,220              | 57,344,591     | 48,823,436     | 43,305,764     | 41,610,800     |
| Other Taxes                               | 45,286,425              | 44,177,339     | 43,240,842     | 41,744,977     | 36,508,787     |
| Other                                     | 9,672,311               | 13,110,839     | 7,918,240      | 1,113,952      | 8,927,005      |
| Total Revenues                            | 155,817,915             | 140,575,801    | 125,778,602    | 122,510,161    | 105,825,261    |
| <u>Expenditures</u>                       |                         |                |                |                |                |
| General Government and Administration     | 27,179,830              | 26,970,212     | 24,174,546     | 14,590,813     | 17,129,907     |
| Development Services                      | 7,788,940               | 6,298,537      | 5,856,843      | 6,333,102      | 6,746,206      |
| Public Works Services                     | 20,981,024              | 18,187,714     | 14,639,232     | 16,010,652     | 13,186,070     |
| Public Safety                             | 62,086,689              | 57,697,310     | 49,622,658     | 47,773,925     | 45,774,029     |
| Culture and Recreation                    | 22,946,833              | 18,699,205     | 16,568,038     | 12,850,552     | 10,779,452     |
| Interest on Long Term Debt                | 7,697,257               | 6,440,302      | 6,015,107      | 5,611,708      | 5,689,781      |
| Total Expenditures                        | 148,680,573             | 134,293,280    | 116,876,424    | 103,170,752    | 99,305,445     |
| Decrease in Net Position Before Transfers | 7,137,342               | 6,282,521      | 8,902,178      | 19,339,409     | 6,519,816      |
| Transfers                                 | 16,302,356              | 15,464,401     | 8,106,294      | 14,054,602     | 12,136,417     |
| Change in Net Position After Transfers    | 23,439,698              | 21,746,922     | 17,008,472     | 33,394,011     | 18,656,233     |
| Net Position - October 1 *                | 267,180,447             | 247,528,544    | 230,520,072    | 197,126,061    | 175,861,575    |
| Net Position- Sept 30                     | \$ 290,620,145          | \$ 269,275,466 | \$ 247,528,544 | \$ 230,520,072 | \$ 194,517,808 |

\* Net Position for FY 2022, FY 2024 and FY2025 restated.

**City of Bryan, Texas**

Municipal Sales Tax History

For the Year Ended September 30, 2025

Table GO-12

The City has adopted the Municipal Sales and Use Tax Act, Tax Code, Chapter 321, which grants the City the power to impose and levy a 1% Local Sales and Use Tax within the City. The proceeds are credited to the General Fund and are not pledged to the payment of debt. The Sales and Use Tax is collected by the Comptroller of Public Accounts, State of Texas, who remits the proceeds of the tax, after deduction of a 2% service fee, to the City monthly. In addition, the Tax Code provides certain cities the option of assessing a maximum one-half percent (1/2%) sales tax on retail sales of taxable items for the purpose of reducing its ad valorem, taxes, if approved by a majority of the voters in a local option election. If the additional tax is approved and levied, the ad valorem property tax levy must be reduced by the estimated amount of the sales tax revenues to be generated in the current year.

Subject to the approval of a majority of the voters in a local option election, state law also provides certain cities the option of assessing a sales and use tax for a variety of other purposes, including economic and industrial development, municipal street maintenance and repair, and sports and community venues.

State law limits the maximum aggregate sales and use tax rate in any area to 8 1/4%. Accordingly, the collection of local sales and use taxes in the area of the City (including sales and use taxes levied by the County) is limited to no more than 2%.

In addition to the one percent (1%) local sales and use tax referred to above, voters of the City approved an additional sales and use tax of one-half of one percent (1/2 of 1%) for property tax reductions effective October 1, 1990. The following table sets forth the City's historical collections of sales and use taxes.

| <u>Fiscal Year<br/>Ended 9/30</u> | <u>Tax Collected</u> | <u>% of Ad Valorem<br/>Tax Levy</u> | <u>Equivalent of<br/>Ad Valorem<br/>Tax Rate</u> | <u>Per Capita</u> |
|-----------------------------------|----------------------|-------------------------------------|--|-------------------|
| 2021                              | \$ 25,477,704        | 63.92%                              | \$ 0.4027  | \$ 265.97         |
| 2022                              | 29,581,453           | 70.89%                              | 0.4466   | 308.81            |
| 2023                              | 30,712,088           | 65.16%                              | 0.4066   | 320.61            |
| 2024                              | 31,179,227           | 55.52%                              | 0.3465   | 325.49            |
| 2025                              | 31,961,976           | 53.85%                              | 0.3360   | 333.66            |

**City of Bryan, Texas**

Current Investments and Cash Deposits <sup>(1)</sup>

For the Year Ended September 30, 2025

Table GO-13

As of September 30, 2025 the following percentages of the City's investable funds were invested in the following investment categories.

| <u>Type of Investment</u>    | <u>Carrying Value</u> | <u>Percentage</u> |
|------------------------------|-----------------------|-------------------|
| U.S. Agencies and Treasuries | \$ 94,222,047         | 39.1%             |
| Municipal Bonds              | 32,839,939            | 13.6%             |
| Government Pools             | 17,558,607            | 7.3%              |
| Demand Deposits              | 96,362,614            | 40.0%             |
| Total Investable Funds       | <u>\$ 240,983,207</u> | <u>100.0%</u>     |

<sup>(1)</sup> This table excludes City Electric and Rural Electric investments.

**City of Bryan, Texas**

Historical Water Consumption (Gallons)

Last Five Fiscal Years

Table RW-1

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| <b>Fiscal Year<br/>Ended<br/>9/30</b> | <b>Daily<br/>Average<br/>Usage</b> | <b>Peak<br/>Daily<br/>Usage</b> | <b>Total Usage</b> |
|---------------------------------------|------------------------------------|---------------------------------|--------------------|
| 2021                                  | 10,226,205                         | 26,260,000                      | 3,732,564,900      |
| 2022                                  | 12,688,670                         | 24,821,000                      | 4,631,364,500      |
| 2023                                  | 12,940,306                         | 24,160,000                      | 4,723,211,600      |
| 2024                                  | 12,042,582                         | 23,154,000                      | 4,407,584,900      |
| 2025                                  | 12,083,083                         | 21,427,000                      | 4,410,325,400      |

**City of Bryan, Texas**

Ten Largest Water and Wastewater Customers (Based on Gallons of Water Consumed)

For the Year Ended September 30, 2025

Table RW-2

| <u>Customer</u>                   | <u>Type of Industry</u>    | <u>Water Usage</u>   | <u>% of Total Water Usage</u> |
|-----------------------------------|----------------------------|----------------------|-------------------------------|
| Wellborn Special Utility District | Utility District           | 415,543,310          | 9.42%                         |
| Wickson Water Supply              | Utility District           | 110,273,000          | 2.50%                         |
| Bryan ISD                         | Education - Public School  | 101,523,300          | 2.30%                         |
| St. Joseph Hospital               | Health Care Facility       | 100,048,600          | 2.27%                         |
| Comcapp Bryan                     | Housing                    | 99,521,700           | 2.26%                         |
| City of Bryan                     | Local Government           | 89,736,700           | 2.03%                         |
| Brazos County                     | County Government          | 62,990,200           | 1.43%                         |
| TDCJ - Hamilton Unit              | Correctional Facility      | 58,179,200           | 1.32%                         |
| TAMU System - HSC                 | Education/College/Medical  | 41,164,900           | 0.93%                         |
| Oakwood/Country Village MHC       | Housing - Mobile Home Park | 40,526,700           | 0.92%                         |
| Total                             |                            | <u>1,119,507,610</u> | <u>25.38%</u>                 |
| Total gallons of water sold       |                            | 4,410,325,400        |                               |

**City of Bryan, Texas**

Monthly Water Rates

For the Year Ended September 30, 2025

Table RW-3

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| <b>Water Class</b>    | <b>Minimum<br/>Customer<br/>Charge<br/>Per Month</b> | <b>Volume<br/>Charge Per<br/>1,000 Gallons<br/>0-30,000 Gallons</b> | <b>Volume<br/>Charge Per<br/>1,000 Gallons<br/>30,001-50,000 Gallons</b> | <b>Volume<br/>Charge Per<br/>1,000 Gallons<br/>&gt;50,000 Gallons</b> |
|-----------------------|--|---|--|---|
| Residential           | \$ 9.70  | \$ 2.76   | \$ 3.00  | \$ 3.50   |
| Commercial/Industrial | 13.80  | 2.38  | 2.38   | 2.38  |
| Bryan Public Schools  | 13.80  | 2.38  | 2.38   | 2.38  |
| Interdepartmental     | 13.80  | 2.38  | 2.38   | 2.38  |
| Special Contracts     | 13.74  | 4.05  | 4.05   | 4.05  |
| Bulk Sales            | N/A  | 11.08   | 11.08  | 11.08   |

**City of Bryan, Texas**  
Wastewater Treated (Gallons)  
Last Five Fiscal Years

Table RW-4

| <b>Fiscal Year<br/>Ended<br/>9/30</b> | <b>Daily<br/>Average</b> | <b>Monthly<br/>Average</b> | <b>Total<br/>Treated</b> | <b>Total<br/>Fiscal Year End<br/>Revenue</b> |
|---------------------------------------|--------------------------|----------------------------|--------------------------|--|
| 2021                                  | 7,551,836                | 229,701,667                | 2,756,420,000            | 13,625,996                                   |
| 2022                                  | 7,114,466                | 216,398,333                | 2,596,780,000            | 14,296,820                                   |
| 2023                                  | 7,634,301                | 232,210,000                | 2,786,520,000            | 15,981,265                                   |
| 2024                                  | 8,487,923                | 258,881,667                | 3,106,580,000            | 14,586,049                                   |
| 2025                                  | 8,885,671                | 270,272,500                | 3,243,270,000            | 15,164,927                                   |

**City of Bryan, Texas**

Monthly Wastewater Rates

For the Year Ended September 30, 2025

Table RW-5

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| <u>Wastewater Class</u> | <u>Customer Charge Per Month</u> | <u>Volume Charge Per 1,000 Gallons</u> |
|-------------------------|----------------------------------|--|
| Non Commercial          | \$ 7.88                          | \$ 4.03                                |
| Commercial/Industrial   | 7.88                             | 4.03                                   |

**City of Bryan, Texas**

Debt Information - Waterworks and Sewer System Debt Service Requirements\*

As of September 30, 2025

Table RW-6

| <b>Fiscal<br/>Year<br/>Ended</b> | <b>Principal</b>     | <b>Interest</b>      | <b>Total</b>         | <b>% of Principal<br/>Retired</b> |
|----------------------------------|----------------------|----------------------|----------------------|-----------------------------------|
| 2026                             | \$ 3,840,000         | \$ 3,116,060         | \$ 6,956,060         |                                   |
| 2027                             | 4,575,000            | 2,349,134            | 6,924,134            |                                   |
| 2028                             | 4,625,000            | 2,204,165            | 6,829,165            |                                   |
| 2029                             | 4,725,000            | 2,053,659            | 6,778,659            |                                   |
| 2030                             | 4,305,000            | 1,892,728            | 6,197,728            | 32.85%                            |
| 2031                             | 2,920,000            | 1,751,170            | 4,671,170            |                                   |
| 2032                             | 3,020,000            | 1,646,650            | 4,666,650            |                                   |
| 2033                             | 2,525,000            | 1,536,256            | 4,061,256            |                                   |
| 2034                             | 2,625,000            | 1,437,908            | 4,062,908            |                                   |
| 2035                             | 2,730,000            | 1,334,448            | 4,064,448            | 20.57%                            |
| 2036                             | 2,835,000            | 1,225,568            | 4,060,568            |                                   |
| 2037                             | 2,660,000            | 1,111,264            | 3,771,264            |                                   |
| 2038                             | 2,775,000            | 999,737              | 3,774,737            |                                   |
| 2039                             | 2,890,000            | 883,095              | 3,773,095            |                                   |
| 2040                             | 3,015,000            | 761,386              | 3,776,386            | 21.10%                            |
| 2041                             | 3,135,000            | 633,619              | 3,768,619            |                                   |
| 2042                             | 3,125,000            | 523,351              | 3,648,351            |                                   |
| 2043                             | 3,240,000            | 406,433              | 3,646,433            |                                   |
| 2044                             | 3,365,000            | 281,868              | 3,646,868            |                                   |
| 2045                             | 3,495,000            | 152,268              | 3,647,268            | 24.35%                            |
| 2046                             | 760,000              | 19,152               | 779,152              | 1.13%                             |
|                                  | <u>\$ 67,185,000</u> | <u>\$ 26,319,919</u> | <u>\$ 93,504,919</u> | <u>100.00%</u>                    |

\*Includes private placement and revenue bonds

**City of Bryan, Texas**

Waterworks and Sewer System Condensed Statement of Operations  
Last Five Years

Table RW-8

|                                | <b>Fiscal Year Ended September 30</b> |                      |                      |                      |                      |
|--------------------------------|---------------------------------------|----------------------|----------------------|----------------------|----------------------|
|                                | <b>2025</b>                           | <b>2024</b>          | <b>2023</b>          | <b>2022</b>          | <b>2021</b>          |
| Revenues                       |                                       |                      |                      |                      |                      |
| Waterworks                     | \$ 16,892,821                         | \$ 16,375,022        | \$ 17,286,917        | \$ 15,924,867        | \$ 13,252,956        |
| Sewer System                   | 15,981,265                            | 15,677,715           | 15,100,939           | 14,296,820           | 13,625,996           |
| Interest Income                | 2,345,335                             | 2,347,086            | 1,418,995            | (178,279)            | 47,611               |
| Total Revenues                 | <u>35,219,421</u>                     | <u>34,399,823</u>    | <u>33,806,851</u>    | <u>30,043,408</u>    | <u>26,926,563</u>    |
| Expenses <sup>(1)</sup> :      |                                       |                      |                      |                      |                      |
| Waterworks                     | 8,993,001                             | 8,552,355            | 8,149,635            | 7,876,405            | 6,790,996            |
| Sewer System                   | 8,408,187                             | 8,577,877            | 8,645,456            | 8,497,318            | 6,884,187            |
| Total Expenses                 | <u>17,401,188</u>                     | <u>17,130,232</u>    | <u>16,795,091</u>    | <u>16,373,723</u>    | <u>13,675,183</u>    |
| Net Available for Debt Service | <u>\$ 17,818,233</u>                  | <u>\$ 17,269,591</u> | <u>\$ 17,011,760</u> | <u>\$ 13,669,685</u> | <u>\$ 13,251,380</u> |
| Water Connections              | 27,436                                | 26,945               | 26,373               | 25,895               | 25,242               |
| Sewer Connections              | 28,174                                | 27,539               | 27,042               | 26,475               | 25,655               |

<sup>(1)</sup> Excludes depreciation and amortization and includes an adjustment to reflect actual pension contributions.

**City of Bryan, Texas**

Waterworks and Sewer System Coverage and Fund Balances

As of September 30, 2025

Table RW-9

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|  |              |
|--|--------------|
| Average Annual Principal and Interest Requirement, 2026-2046   | \$ 4,452,615 |
| Coverage of Average Requirements by 9-30-2025 Net Income       | 4.00 Times   |
| Maximum Principal and Interest Requirements, 2026-2046         | 6,956,060    |
| Coverage of Maximum Requirements by 9-30-2025 Net Income       | 2.56 Times   |
| Waterworks and Sewer System Revenue Bonds (September 30, 2025) | 67,185,000   |
| Interest and Sinking Fund (September 30, 2025)                 | 7,980,443    |
| Reserve Fund (September 30, 2025) <sup>(1)</sup>               | 2,039,752    |

<sup>(1)</sup> A Reserve Fund for the Waterworks and Sewer System Revenue Bonds has been established based on the Debt Service Requirements of Parity Obligations Outstanding. With the exception of the Series 2017 Waterworks and Sewer System Revenue Bonds, all outstanding Parity Obligations have satisfied the Reserve Fund Requirement with a cash deposit. The Series 2017 Bonds have satisfied the Reserve Fund Requirement with a surety bond issued by Build America Mutual Assurance Company ("BAM"), or any successor.

**City of Bryan, Texas**

Current Investments and Cash Deposits <sup>(1)</sup>

For the Year Ended September 30, 2025

Table RW-10

As of September 30, 2025 the following percentages of the City's investable funds were invested in the following investment categories.

| <b><u>Type of Investment</u></b> | <b><u>Carrying Value</u></b> | <b><u>Percentage</u></b> |
|----------------------------------|------------------------------|--------------------------|
| U.S. Agencies and Treasuries     | \$ 94,222,047                | 39.1%                    |
| Municipal Bonds                  | 32,839,939                   | 13.6%                    |
| Government Pools                 | 17,558,607                   | 7.3%                     |
| Demand Deposits                  | 96,362,614                   | 40.0%                    |
| Total Investable Funds           | <u>\$ 240,983,207</u>        | <u>100.0%</u>            |

<sup>(1)</sup> This table excludes City Electric and Rural Electric investments.

**City of Bryan, Texas**

City Electric Rates

As of September 30, 2025

Table REC-1

| City Class                             | Customer Charge Per Month | Base        |                | Regulatory <sup>(1)</sup> |           | Fuel Charge Per kWh <sup>(1)</sup> |
|--|---------------------------|-------------|----------------|---------------------------|-----------|------------------------------------|
|  |                           | Per kW      | Per kWh        | Per kW                    | Per kWh   |                                    |
| Residential Winter (Nov. - Apr)        | \$ 11.00                  | \$ -        | \$ 0.0378      | \$ -                      | \$ 0.0195 | 0.0358                             |
| Residential Summer (May - Oct.)        | 11.00                     | -           | 0.0505         | -                         | 0.0195    | 0.0358                             |
| Small Commercial                       | 15.50                     | -           | 0.0455         | -                         | 0.0156    | 0.0358                             |
| Small Commercial Demand                | 37.00                     | 9.3900      | 0.0086         | 5.0000                    | -         | 0.0358                             |
| Small Commercial Demand Time of Use    | 137.00                    | -           | 0.0314 -0.0918 | -                         | 0.1879    | 0.0358                             |
| General Service Commercial Time of Use | 26.91                     | 2.70 - 4.14 | 0.0142         | 4.1750                    | -         | 0.0358                             |
| Large Industrial                       | 400.00                    | 12.5000     | 0.0075         | 6.5600                    | -         | 0.0358                             |
| Primary Service                        | 400.00                    | 12.2500     | 0.0074         | 6.7500                    | -         | 0.0351                             |
| Transmission Service                   | 1,725.00                  | 12.6800     | 0.0010         | 2.7000                    | -         | 0.0344                             |
| Security Lighting Service              | 9.78 Per Lamp             | -           | -              | -                         | -         | 0.0358                             |
| Street Lighting Service                | 4.75-10.85 Per Lamp       | -           | -              | -                         | -         | 0.0358                             |
| Rural Electric Division                | 200,000.00                | 1.4300      | 0.0136         | 1.4090                    | -         | 0.0285                             |

<sup>(1)</sup> Regulatory and fuel charges are subject to change. Rural Wholesale regulatory rate calculated based on BTU Avg 4CP as of June 2025.

**City of Bryan, Texas**

Energy Sales by Types of Customers - City Electric

Last Five Years

Table REC-2

| Type of Customer        | 2025                  |                | 2024                  |                | 2023                  |                | 2022                  |                | 2021                  |                |
|-------------------------|-----------------------|----------------|-----------------------|----------------|-----------------------|----------------|-----------------------|----------------|-----------------------|----------------|
|                         | Energy Sales<br>(kWh) | % kWh<br>Sold  | Energy Sales<br>(kWh) | % kWh<br>Sold  | Energy Sales<br>(kWh) | % kWh<br>Sold  | Energy Sales<br>(kWh) | % kWh<br>Sold  | Energy Sales<br>(kWh) | % kWh<br>Sold  |
| Residential             | 467,033,725           | 20.75%         | 445,739,188           | 20.29%         | 465,116,237           | 21.14%         | 459,514,235           | 20.93%         | 410,581,454           | 19.67%         |
| Commercial & Industrial | 639,958,826           | 28.43%         | 632,756,599           | 28.80%         | 631,353,653           | 28.69%         | 633,960,039           | 28.87%         | 594,017,427           | 28.46%         |
| Rural Electric Division | 576,628,383           | 25.62%         | 546,256,487           | 24.86%         | 550,359,238           | 25.01%         | 551,208,181           | 25.11%         | 495,300,070           | 23.73%         |
| Other Utilities         | 561,420,900           | 24.94%         | 566,380,606           | 25.78%         | 547,027,521           | 24.86%         | 544,796,823           | 24.81%         | 581,513,699           | 27.86%         |
| Street Lights           | 6,005,302             | 0.27%          | 6,173,875             | 0.28%          | 6,500,547             | 0.30%          | 6,127,730             | 0.28%          | 6,094,095             | 0.29%          |
| Total                   | <u>2,251,047,136</u>  | <u>100.00%</u> | <u>2,197,306,755</u>  | <u>100.00%</u> | <u>2,200,357,196</u>  | <u>100.00%</u> | <u>2,195,607,008</u>  | <u>100.00%</u> | <u>2,087,506,745</u>  | <u>100.00%</u> |

**City of Bryan, Texas**

Electric System Revenue Debt Service Requirements - City Electric

As of September 30, 2025

Table REC-3

| <b>Fiscal Year Ended</b> | <b>Principal</b>      | <b>Interest</b>      | <b>Total</b>          | <b>% of Principal Retired</b> |
|--------------------------|-----------------------|----------------------|-----------------------|-------------------------------|
| 2026                     | \$ 11,595,000         | \$ 9,114,232         | \$ 20,709,231         |                               |
| 2027                     | 12,165,000            | 8,534,482            | 20,699,481            |                               |
| 2028                     | 12,775,000            | 7,926,231            | 20,701,231            |                               |
| 2029                     | 13,430,000            | 7,287,481            | 20,717,481            |                               |
| 2030                     | 14,100,000            | 6,615,982            | 20,715,981            | 29.35%                        |
| 2031                     | 14,800,000            | 5,910,981            | 20,710,981            |                               |
| 2032                     | 14,755,000            | 5,241,281            | 19,996,281            |                               |
| 2033                     | 13,405,000            | 4,659,681            | 18,064,681            |                               |
| 2034                     | 12,180,000            | 4,081,331            | 16,261,331            |                               |
| 2035                     | 10,605,000            | 3,540,050            | 14,145,050            | 30.12%                        |
| 2036                     | 9,090,000             | 3,077,950            | 12,167,950            |                               |
| 2037                     | 9,470,000             | 2,694,300            | 12,164,300            |                               |
| 2038                     | 9,850,000             | 2,312,850            | 12,162,850            |                               |
| 2039                     | 10,215,000            | 1,947,100            | 12,162,100            |                               |
| 2040                     | 10,580,000            | 1,590,450            | 12,170,450            | 22.54%                        |
| 2041                     | 10,950,000            | 1,220,950            | 12,170,950            |                               |
| 2042                     | 6,960,000             | 855,475              | 7,815,475             |                               |
| 2043                     | 7,180,000             | 629,725              | 7,809,725             |                               |
| 2044                     | 4,590,000             | 396,450              | 4,986,450             |                               |
| 2045                     | 4,720,000             | 268,125              | 4,988,125             | 15.76%                        |
| 2046                     | 4,850,000             | 135,950              | 4,985,950             | 2.22%                         |
|                          | <u>\$ 218,265,000</u> | <u>\$ 78,041,059</u> | <u>\$ 296,306,056</u> | <u>100%</u>                   |

\*Includes only revenue bonds

**City of Bryan, Texas**

Authorized but Unissued Revenue Bonds - City Electric

As of September 30, 2025

Table REC-4

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The City has not voted but unissued electric revenue bonds, and pursuant to State law, the City is not required to obtain the approval of voters to issue its Electric System revenue bonds.

**City of Bryan, Texas**

## Condensed Statement of City Electric System Operations

Last Five Years

REC-5

|  | <b>Fiscal Year Ended September 30</b> |                      |                      |                      |                      |
|--|---------------------------------------|----------------------|----------------------|----------------------|----------------------|
|  | <u>2025</u>                           | <u>2024</u>          | <u>2023</u>          | <u>2022</u>          | <u>2021</u>          |
| Revenues                                     |                                       |                      |                      |                      |                      |
| City Electric System and Other Revenue       | \$ 234,051,567                        | \$ 228,661,203       | \$ 233,681,607       | \$ 237,447,855       | \$ 362,660,519       |
| Investment Income                            | 8,717,665                             | 14,139,415           | 8,604,230            | (3,109,835)          | 363,245              |
| Total Revenues                               | <u>242,769,232</u>                    | <u>242,800,618</u>   | <u>242,285,837</u>   | <u>234,338,020</u>   | <u>363,023,764</u>   |
| City Electric System Expenses <sup>(1)</sup> | <u>151,752,138</u>                    | <u>148,253,675</u>   | <u>158,736,138</u>   | <u>146,627,939</u>   | <u>287,917,032</u>   |
| Net Available for Debt Service               | <u>\$ 91,017,094</u>                  | <u>\$ 94,546,943</u> | <u>\$ 83,549,699</u> | <u>\$ 87,710,081</u> | <u>\$ 75,106,732</u> |
| BTU - City Electric Customers                | 43,970                                | 43,125               | 42,193               | 41,416               | 40,482               |

<sup>(1)</sup> Excludes depreciation and amortization and non-cash pension expense

**City of Bryan, Texas**

City Electric Coverage and Fund Balances

As of September 30, 2025

Table REC-6

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|  |               |
|--|---------------|
| Average Annual Principal and Interest Requirement, 2025-2046                 | \$ 14,109,812 |
| Coverage of Average Requirements by 9-30-2024 Net available for debt service | 6.45 Times    |
| Maximum Principal and Interest Requirements, 2025-2046                       | 20,717,481    |
| Coverage of Maximum Requirements by 9-30-2024 Net available for debt service | 4.39 Times    |
| Electric System Revenue Bonds, 9-30-2025                                     | 218,265,000   |
| Interest and Sinking Fund (September 30, 2025)                               | 5,441,182     |
| Reserve Fund (September 30, 2025)  | 2,824,100     |

**City of Bryan, Texas**

Current Investments and Cash Deposits - City Electric

As of September 30, 2025

Table REC-7

As of September 30, 2025 the following percentages of BTU's City Electric investable funds were invested in the following investment categories.

| <u>Type of Investment</u>     | <u>Carrying Value</u> | <u>Percentage</u> |
|-------------------------------|-----------------------|-------------------|
| Demand Deposits               | \$ 76,986,224         | 38.79%            |
| Investment in Government Pool | 10,961,179            | 5.52%             |
| Treasuries                    | 17,073,220            | 8.60%             |
| Municipal Bonds               | 26,611,660            | 13.41%            |
| Agency Securities             | 66,814,531            | 33.67%            |
| Totals                        | <u>\$ 198,446,814</u> | <u>100.00%</u>    |

**City of Bryan, Texas**

Rural Electric Rates

As of September 30, 2025

Table RER-1

| Rural Class                             | Customer Charge Per Month | Base        |                 | Regulatory <sup>(1)</sup> |           | Fuel Charge Per kWh <sup>(1)</sup> |
|---|---------------------------|-------------|-----------------|---------------------------|-----------|------------------------------------|
|   |                           | Per kW      | Per kWh         | Per kW                    | Per kWh   |                                    |
| Residential Winter (Nov. - Apr)         | \$ 12.00                  | \$ -        | \$ 0.0461       | \$ -                      | \$ 0.0170 | \$ 0.0363                          |
| Residential Summer (May - Oct.)         | 12.00                     | -           | 0.0615          | -                         | 0.0170    | 0.0363                             |
| College Station Residential (Nov - Apr) | 11.00                     | -           | 0.0418          | -                         | 0.0145    | 0.0363                             |
| College Station Residential (May - Oct) | 11.00                     | -           | 0.0551          | -                         | 0.0145    | 0.0363                             |
| Small Commercial                        | 16.00                     | -           | 0.0442          | -                         | 0.0135    | 0.0363                             |
| Small Commercial Demand                 | 21.00                     | 9.02        | 0.0104          | 3.040                     | -         | 0.0363                             |
| Secondary Service Demand Time of Use    | 137.00                    | -           | 0.0321 - 0.0939 | -                         | 0.4999    | 0.0363                             |
| General Service Commercial Time of Use  | 26.62                     | 3.33 - 4.72 | 0.0152          | 2.825                     | -         | 0.0363                             |
| Large Industrial                        | 400.00                    | 12.81       | 0.0077          | 3.570                     | -         | 0.0363                             |
| Large Industrial - Low Load Factor      | 400.00                    | 6.28 - 6.80 | -               | 1.390                     | -         | 0.0363                             |
| Primary Service                         | 400.00                    | 12.56       | 0.0075          | 3.570                     | -         | 0.0353                             |
| Secondary Service Irrigation            | -                         | -           | 0.0866          | -                         | 0.0441    | 0.0363                             |
| Security Lighting Service               | 9.85 Per Lamp             | -           | -               | -                         | -         | 0.0363                             |
| Street Lighting Service                 | 6.61 - 15.36 Per Lamp     | -           | -               | -                         | -         | 0.0363                             |

<sup>(1)</sup> Regulatory and fuel charges are subject to change.

**City of Bryan, Texas**

Energy Sales by Types of Customers - Rural Electric

Last Five Years

Table RER-2

| Type of Customer | 2025                  |               | 2024                  |               | 2023                  |               | 2022                  |               | 2021                  |               |
|------------------|-----------------------|---------------|-----------------------|---------------|-----------------------|---------------|-----------------------|---------------|-----------------------|---------------|
|                  | Energy Sales<br>(kWh) | % kWh<br>Sold | Energy Sales<br>(kWh) | % kWh<br>Sold | Energy Sales<br>(kWh) | % kWh<br>Sold | Energy Sales<br>(kWh) | % kWh<br>Sold | Energy Sales<br>(kWh) | % kWh<br>Sold |
| Residential      | 343,984,231           | 64.81%        | 333,671,214           | 65.25%        | 340,081,616           | 66.12%        | 335,480,052           | 66.66%        | 309,725,064           | 68.19%        |
| Commercial       | 186,806,604           | 35.19%        | 177,706,627           | 34.75%        | 174,280,242           | 33.88%        | 167,776,321           | 33.34%        | 144,451,850           | 31.81%        |
| Total            | 530,790,835           | 100.00%       | 511,377,841           | 100.00%       | 514,361,858           | 100.00%       | 503,256,373           | 100.00%       | 454,176,914           | 100.00%       |

**City of Bryan, Texas**

Rural Electric System Revenue Debt Service Requirements

As of September 30, 2025

Table RER-3

| <b>Fiscal<br/>Year<br/>Ending</b> | <b>Principal</b>     | <b>Interest</b>      | <b>Total</b>         | <b>% of Principal<br/>Retired</b> |
|-----------------------------------|----------------------|----------------------|----------------------|-----------------------------------|
| 2026                              | \$ 2,050,000         | \$ 2,272,275         | \$ 4,322,275         |                                   |
| 2027                              | 2,160,000            | 2,169,775            | 4,329,775            |                                   |
| 2028                              | 2,265,000            | 2,061,775            | 4,326,775            |                                   |
| 2029                              | 2,375,000            | 1,948,525            | 4,323,525            | 15.38%                            |
| 2030                              | 2,485,000            | 1,837,175            | 4,322,175            |                                   |
| 2031                              | 2,590,000            | 1,727,275            | 4,317,275            |                                   |
| 2032                              | 2,715,000            | 1,612,675            | 4,327,675            |                                   |
| 2033                              | 2,830,000            | 1,492,475            | 4,322,475            | 18.45%                            |
| 2034                              | 2,945,000            | 1,383,325            | 4,328,325            |                                   |
| 2035                              | 2,685,000            | 1,269,625            | 3,954,625            |                                   |
| 2036                              | 2,785,000            | 1,162,675            | 3,947,675            |                                   |
| 2037                              | 2,895,000            | 1,060,125            | 3,955,125            | 19.65%                            |
| 2038                              | 2,995,000            | 953,325              | 3,948,325            |                                   |
| 2039                              | 3,115,000            | 842,675              | 3,957,675            |                                   |
| 2040                              | 3,225,000            | 727,425              | 3,952,425            |                                   |
| 2041                              | 3,350,000            | 607,925              | 3,957,925            | 22.04%                            |
| 2042                              | 2,795,000            | 483,575              | 3,278,575            |                                   |
| 2043                              | 2,890,000            | 387,000              | 3,277,000            |                                   |
| 2044                              | 1,835,000            | 287,000              | 2,122,000            |                                   |
| 2045                              | 1,900,000            | 229,575              | 2,129,575            | 16.37%                            |
| 2046                              | 1,955,000            | 170,000              | 2,125,000            |                                   |
| 2047                              | 870,000              | 108,600              | 978,600              |                                   |
| 2048                              | 905,000              | 73,800               | 978,800              |                                   |
| 2049                              | 940,000              | 37,600               | 977,600              | 8.11%                             |
|                                   | <u>\$ 57,555,000</u> | <u>\$ 24,906,200</u> | <u>\$ 82,461,200</u> | <u>100.00%</u>                    |

\*Includes only revenue bonds

**City of Bryan, Texas**

Condensed Statement of Rural Electric System Operations  
Last Five Years

Table RER-4

|   | <b>Fiscal Year Ended September 30</b> |                      |                      |                      |                      |
|---|---------------------------------------|----------------------|----------------------|----------------------|----------------------|
|   | <u>2025</u>                           | <u>2024</u>          | <u>2023</u>          | <u>2022</u>          | <u>2021</u>          |
| Revenues                                      |                                       |                      |                      |                      |                      |
| Rural Electric System                         | \$ 59,021,504                         | \$ 57,034,354        | \$ 57,824,648        | \$ 57,642,815        | \$ 48,006,906        |
| Investment Income                             | 2,195,390                             | 2,500,046            | 1,715,266            | (683,890)            | 68,686               |
| Total Revenues                                | <u>61,216,894</u>                     | <u>59,534,400</u>    | <u>59,539,914</u>    | <u>56,958,925</u>    | <u>48,075,592</u>    |
| Rural Electric System Expenses <sup>(1)</sup> | <u>42,942,584</u>                     | <u>41,060,667</u>    | <u>39,840,526</u>    | <u>37,864,612</u>    | <u>32,947,942</u>    |
| NET AVAILABLE FOR DEBT SERVICE                | <u>\$ 18,274,310</u>                  | <u>\$ 18,473,733</u> | <u>\$ 19,699,388</u> | <u>\$ 19,094,313</u> | <u>\$ 15,127,650</u> |
| Rural Electric Customers                      | 25,963                                | 25,382               | 24,854               | 24,230               | 23,520               |

<sup>(1)</sup> Excludes depreciation.

**City of Bryan, Texas**

Rural Electric Coverage and Fund Balances

As of September 30, 2025

Table RER-5

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|  |              |
|--|--------------|
| Average Annual Principal and Interest Requirement, 2025-2049                 | \$ 3,435,883 |
| Coverage of Average Requirements by 9-30-2025 Net available for debt service | 5.38 Times   |
| Maximum Principal and Interest Requirements, 2025-2049                       | 4,329,775    |
| Coverage of Maximum Requirements by 9-30-2025 Net Available for debt service | 4.27 Times   |
| Rural Electric System Revenue Bonds, 9-30-2025                               | 57,555,000   |
| Interest and Sinking Fund (September 30, 2025)                               | 1,130,721    |
| Reserve Fund (September 30, 2025)  | -            |

**City of Bryan, Texas**

Current Investments and Cash Deposits - Rural Electric  
As of September 30, 2025

Table RER-6

As of September 30, 2025 the following percentages of BTU's Rural Electric investable funds were invested in the following investment categories.

| <u>Type of Investment</u> | <u>Carrying Value</u> | <u>Percentage</u> |
|---------------------------|-----------------------|-------------------|
| Demand deposits           | \$ 30,955,307         | 70.58%            |
| Investment pools          | 552,958               | 1.26%             |
| Treasuries                | 1,020,350             | 2.33%             |
| Municipal bonds           | 5,349,504             | 12.20%            |
| Agency securities         | 5,979,630             | 13.63%            |
| Totals                    | <u>\$ 43,857,749</u>  | <u>100.00%</u>    |