

**CITY OF SAN ANTONIO, TEXAS**



**Continuing Disclosure of  
Financial and Operating Data Information  
(Pursuant to S.E.C. Rule 15c2-12)**

**March 31, 2016**

## TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTION	i
AUDITED FINANCIAL STATEMENTS	i
BONDS AND CERTIFICATES OF OBLIGATION ISSUED FROM APRIL 1, 2015 THROUGH MARCH 31, 2016	i
OUTSTANDING OBLIGATIONS ISSUED SINCE JULY 3, 1995	ii
MISCELLANEOUS	iv
PLANNED ISSUANCES	iv
GENERAL OBLIGATION DEBT	
Assessed Valuation – Table 1A	1
Debt Payable from Ad Valorem Taxes – Table 1B	2
Outstanding Principal and Interest Requirements – Table 2	3
Tax Adequacy – Table 3	5
Interest and Sinking Fund Management Index – Table 4	5
Ad Valorem Tax Debt Principal Repayment Schedule – Table 5	6
Debt Obligations – Capital Leases Payable – Table 6	7
Tax Data – Table 7	8
Tax Rate Distribution – Table 8	8
Principal Taxpayers – Table 9	8
Net Taxable Assessed Valuation for Tax Years 2006-2015 – Table 10	9
Net Taxable Assessed Valuation and Ad Valorem Tax Debt – Table 11	9
Authorized but Unissued Ad Valorem Tax Debt – Table 12	10
Classification of Assessed Valuation – Table 13	11
REVENUE SOURCES AND EXPENDITURES	
Sources of Revenues	12
General Fund Comparative Statement of Revenues and Expenditures and Analysis of Changes in Fund Balances – Table 16	12
Collections and Equivalent Rates	13
Municipal Sales Taxes – Table 17	13
Comparison of Selected Sources of Revenues – Table 18	14
Expenditures for Selected Functions – Table 19	15
AIRPORT SYSTEM REVENUE BONDS	
Total Domestic and International Enplaned Passengers – Table 1	16
Domestic and International Enplaned Passengers by Airline – Table 2	17
Total Enplaned and Deplaned International Passengers – Table 3	18
Air Carrier Landed Weight (1,000 lbs.) – Table 4	19
Enplaned Air Cargo Weights (U.S. Tons) – Table 5	20
Current Parking Rates (effective October 1, 2014) – Table 6	20
Airport Parking System Revenues – Table 7	21
Comparative Statement of Gross Revenues and Expenses – Table 8	22
Historical Debt Service Coverages – Table 9	23
CUSTOMER FACILITY CHARGE REVENUE BONDS	24
Actual and Projected CFC Revenues and Debt Service Coverage Ratios	25
Airport Rental Car Operators as of September 30, 2015	26
CFC Report Fiscal Year End 2015 and Projected Fiscal Year End 2016	27
MUNICIPAL DRAINAGE UTILITY SYSTEM REVENUE BONDS	
Condensed Statement of Operations – Table 1	30
Coverage and Fund Balances – Table 2	31

## TABLE OF CONTENTS

	<u>Page</u>
Historical and Projected System Operating Cashflow – Table 3	31
Debt Service Schedule – Table 4	32
MUNICIPAL FACILITIES CORPORATION LEASE REVENUE BONDS	33
STARBRIGHT INDUSTRIAL DEVELOPMENT CORPORATION CONTRACT REVENUE BONDS	
Historical Revenues and Benefits Received from the City’s Electric and Gas System – Table 2	34
CONVENTION CENTER HOTEL FINANCE CORPORATION CONTRACT REVENUE BONDS	35
Cash Flow Summary of City of San Antonio, Texas Convention Center Hotel – Table 5	36
Available City Tax Revenues for Credit Support of Debt Service – Table 6	37
PUBLIC FACILITIES CORPORATION LEASE REVENUE BONDS	38
Convention Statistics – Table 1	39
Debt Service Requirements – Table 2	39
Assessed Valuation and Tax Rate of Overlapping Issuers – Table 17	40
Expansion Hotel Occupancy Tax Revenues – 2% Collection Rate – Table 18	40
General Hotel Occupancy Tax Revenues – 7% Collection Rate – Table 19	41
Hotel Occupancy Tax – Top Ten Hotels – Table 20	42
San Antonio Hotel Occupancies and Average Daily Rates/History – Table 21	43
Appendix 1	Obligations Defeased During April 1, 2015 – March 31, 2016
Appendix 2	Municipal Securities Rulemaking Board (“MSRB”) filing through its Electronic Municipal Market Access (“EMMA”) System

**CITY OF SAN ANTONIO, TEXAS**  
**Continuing Disclosure of Financial and Operating Data Information**

**INTRODUCTION**

This report is filed in compliance with Securities and Exchange Commission (“SEC”) Continuing Disclosure of Financial and Operating Data Information pursuant to Rule 15c2-12 and pursuant to the ordinances authorizing the issuance of obligations by the City of San Antonio, Texas (the “City”) since July 3, 1995. The obligations are described in the City’s offering documents. This report is provided solely to comply with the City’s commitment to provide updated annual financial and operating data information, is not made in connection with a purchase or sale of obligations, and accordingly is not intended to contain all information material to a decision to purchase or sell obligations provided; however, the City incorporates by reference its Final Official Statement dated July 28, 2015, that was filed with the Municipal Securities Rulemaking Board (“MSRB”) with respect to obligations designated as “City of San Antonio, Texas General Improvement and Refunding Bonds, Series 2015”, in the original principal amount of \$234,510,000; “City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2015”, in the original principal amount of \$36,360,000; “City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Taxable Series 2015”, in the original principal amount of \$43,820,000; and “City of San Antonio, Texas Tax Notes, Series 2015”, in the original principal amount of \$4,780,000.

Any terms used herein that are not defined or may be in conflict with a term in the offering documents shall have the meanings ascribed to them in the City’s offering documents.

**AUDITED FINANCIAL STATEMENTS**

The City’s Comprehensive Annual Financial Report (“CAFR”) for the fiscal year ended September 30, 2015 will be submitted as a separate enclosure to the MSRB through its Electronic Municipal Market Access (“EMMA”) system. The City has determined, in reliance on guidance from the Municipal Advisory Council of Texas (“MAC”), that making its continuing disclosure filings solely with the MSRB will satisfy its obligations to make filings with the State of Texas State Information Depository (“SID”).

**BONDS AND CERTIFICATES OF OBLIGATION ISSUED  
FROM APRIL 1, 2015 THROUGH MARCH 31, 2016**

On July 15, 2015, the City sold \$38,805,000 “City of San Antonio, Texas Airport System Revenue Improvement Bonds, Series 2015 (AMT)” (the “2015 GARBs”). The 2015 GARBs were issued to finance the Public Parking Area of the Consolidated Rental Car Facility (“CONRAC facility”) at the San Antonio International Airport. The 2015 GARBs were delivered on July 29, 2015.

On July 15, 2015, the City sold \$123,900,000 “City of San Antonio, Texas Customer Facility Charge Revenue Bonds, Taxable Series 2015 (Consolidated Rental Car Special Facilities Project)” (the “2015 CFC Bonds”). The 2015 CFC Bonds were issued to finance the CONRAC facility. The 2015 CFC Bonds were delivered on July 29, 2015.

On July 28, 2015, the City sold \$234,510,000 “City of San Antonio, Texas General Improvement and Refunding Bonds, Series 2015” (the “2015 Bonds”). The 2015 Bonds were issued to (i) finance improvements to streets, bridges, and sidewalks; drainage and flood control; parks, recreation, and open spaces; library, museum, and cultural arts facilities; and public safety facilities; and (ii) refund certain outstanding City obligations. The 2015 Bonds represent the fourth issuance of the 2012 authorization. The 2015 Bonds were delivered on August 25, 2015.

On July 28, 2015, the City sold \$36,360,000 “City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2015” (the “2015 Certificates”). The 2015 Certificates were issued to finance street lighting improvements, parks and recreation facilities, public safety facilities, drainage facilities, street improvements, and information technology systems. The 2015 Certificates were delivered on August 25, 2015.

On July 28, 2015, the City sold \$43,820,000 “City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Taxable Series 2015” (the “2015 Taxable Certificates”). The 2015 Taxable Certificates were issued to finance improvements to the Alamodome. The 2015 Taxable Certificates were delivered on August 25, 2015.

On July 28, 2015, the City sold \$4,780,000 “City of San Antonio, Texas Tax Notes, Series 2015” (the “2015 Notes”). The 2015 Notes were issued to finance improvements to streets, sidewalks, and drainage improvements. The 2015 Tax Notes were delivered on August 25, 2015.

The obligations the City has sold and are currently outstanding since July 3, 1995 are listed on the following table.

**OUTSTANDING OBLIGATIONS ISSUED SINCE JULY 3, 1995**

<u>Sale Date</u>	<u>Bond Issue</u>
December 2, 2004	\$33,090,000 City of San Antonio, Texas General Improvement Forward Refunding Bonds, Series 2006
May 5, 2005	\$38,085,000 City of San Antonio, Texas Passenger Facility Charge and Subordinate Lien Airport System Revenue Improvement Bonds, Series 2005 (AMT)
May 10, 2005	\$129,930,000 City of San Antonio, Texas Convention Center Hotel Finance Corporation Contract Revenue Empowerment Zone Bonds, Series 2005A (AMT)
May 10, 2005	\$78,215,000 City of San Antonio, Texas Convention Center Hotel Finance Corporation Contract Revenue Bonds, Taxable Series 2005B
November 9, 2006	\$170,785,000 City of San Antonio, Texas General Improvement and Refunding Bonds, Series 2006
November 9, 2006	\$73,155,000 City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2006
November 29, 2007	\$121,220,000 City of San Antonio, Texas General Improvement and Refunding Bonds, Series 2007
November 29, 2007	\$106,755,000 City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2007
November 29, 2007	\$82,400,000 City of San Antonio, Texas Airport System Revenue Improvement Bonds, Series 2007 (AMT)
November 29, 2007	\$74,860,000 City of San Antonio, Texas Passenger Facility Charge and Subordinate Lien Airport System Revenue Improvement Bonds, Series 2007 (AMT)
October 22, 2008	\$10,120,000 City of San Antonio, Texas Taxable General Improvement Refunding Bonds, Series 2008
December 4, 2008	\$75,060,000 City of San Antonio, Texas General Improvement Bonds, Series 2008
December 4, 2008	\$85,005,000 City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2008
March 2, 2010	\$156,255,000 City of San Antonio, Texas General Improvement Refunding Bonds, Series 2010
March 2, 2010	\$9,090,000 City of San Antonio, Texas Municipal Facilities Corporation Lease Revenue Refunding Bonds, Series 2010 (Development & Business Services Center Project)
June 16, 2010	\$8,800,000 City of San Antonio, Texas General Improvement Bonds, Series 2010A

(Table continues on next page.)

<u>Sale Date</u>	<u>Bond Issue</u>
June 16, 2010	\$191,550,000 City of San Antonio, Texas General Improvement Bonds, Taxable Series 2010B (Direct Subsidy – Build America Bonds)
June 16, 2010	\$38,375,000 City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2010
December 9, 2010	\$42,220,000 City of San Antonio, Texas Airport System Revenue Improvement and Refunding Bonds, Series 2010A
December 9, 2010	\$20,885,000 City of San Antonio, Texas Airport System Revenue Refunding Bonds, Taxable Series 2010B
December 9, 2010	\$37,335,000 City of San Antonio, Texas Passenger Facility Charge and Subordinate Lien Airport System Revenue Improvement and Refunding Bonds, Series 2010
July 12, 2011	\$59,485,000 City of San Antonio, Texas General Improvement Bonds, Series 2011
July 12, 2011	\$79,780,000 City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2011
July 12, 2011	\$9,445,000 City of San Antonio, Texas Tax Notes, Series 2011
July 12, 2011	\$27,925,000 City of San Antonio, Texas Municipal Facilities Corporation Lease Revenue Bonds, Series 2011 (Public Safety Answering Point Project)
March 27, 2012	\$33,410,000 City of San Antonio, Texas General Improvement Refunding Bonds, Series 2012
May 1, 2012	\$70,135,000 City of San Antonio, Texas Airport System Revenue Refunding Bonds, Series 2012 (AMT)
May 1, 2012	\$25,790,000 City of San Antonio, Texas Passenger Facility Charge and Subordinate Lien Airport System Revenue Refunding Bonds, Series 2012 (AMT)
August 2, 2012	\$148,600,000 City of San Antonio, Texas General Improvement Bonds, Series 2012
August 2, 2012	\$19,340,000 City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2012
October 11, 2012	\$550,373,641.50 City of San Antonio, Texas Public Facilities Corporation Improvement and Refunding Lease Revenue Bonds, Series 2012 (Convention Center Refinancing and Expansion Project)
April 24, 2013	\$70,685,000 City of San Antonio, Texas Municipal Drainage Utility System Revenue Refunding Bonds, Series 2013
June 4, 2013	\$20,890,000 City of San Antonio, Texas, Starbright Industrial Development Corporation Contract Revenue Refunding Bonds, Taxable Series 2013 (Starbright Project)
July 16, 2013	\$114,435,000 City of San Antonio, Texas General Improvement Bonds, Series 2013
July 16, 2013	\$15,145,000 City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2013
December 5, 2013	\$20,900,000 City of San Antonio, Texas Revenue Notes, Taxable Series 2013A
June 19, 2014	\$1,400,000 City of San Antonio, Texas Tax Notes, Series 2014
July 30, 2014	\$5,970,000 City of San Antonio, Texas Tax Notes, Series 2014B
July 30, 2014	\$227,275,000 City of San Antonio, Texas General Improvement and Refunding Bonds, Series 2014
November 18, 2014	\$51,955,000 City of San Antonio, Texas General Improvement Refunding Bonds, Series 2014

(Table continues on next page.)

<u>Sale Date</u>	<u>Bond Issue</u>
July 15, 2015	\$123,900,000 City of San Antonio, Texas Customer Facility Charge Revenue Bonds, Taxable Series 2015 (Consolidated Rental Car Special Facilities Project)
July 15, 2015	\$38,805,000 City of San Antonio, Texas Airport System Revenue Improvement Bonds, Series 2015 (AMT)
July 28, 2015	\$234,510,000 City of San Antonio, Texas General Improvement and Refunding Bonds, Series 2015
July 28, 2015	\$36,360,000 City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2015
July 28, 2015	\$43,820,000 City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Taxable Series 2015
July 28, 2015	\$4,780,000 City of San Antonio, Texas Tax Notes, Series 2015

Reference is made to Appendix 1 for the Notices of Redemption for obligations refunded from April 1, 2015 through March 31, 2016.

The City's defeased, but outstanding obligations at February 1, 2016 was \$148,870,000.

#### **MISCELLANEOUS**

The information set forth herein has been obtained from the City's records and other sources which are considered reliable. Any statement in this report which includes a matter of opinion, whether or not expressly so stated is intended as such, and not as a representation of fact. The information contained in this report is provided as of the respective dates specified herein and is subject to change without notice, and the filing of this report shall not, under any circumstances, create any implication that there has been no change in the affairs of the City or in the other matters described herein since the date as of which such information is provided.

The historical information set forth in this report is not necessarily indicative of future results or performance due to various factors, including, among others, those discussed in the City's offering documents pertaining to its outstanding obligations. These offering documents have been filed with the MSRB through its EMMA System.

In the ordinances, the City disclaims any contractual or tort liability for damages resulting in whole or in part from any breach of its continuing disclosure agreement or from any statement made pursuant to its agreement, although holders of the obligations may seek a writ of mandamus to compel the City to comply with its agreements. See "CONTINUING DISCLOSURE OF INFORMATION" in each of these offering documents.

#### **PLANNED ISSUANCES**

The following information is from the Debt Management Plan.

**Long-Term Debt Planning.** The City employs a comprehensive multi-year, long-term capital improvement planning program that is updated annually. Debt management is a major component of the financial planning model which incorporates projected financing needs for infrastructure development that is consistent with the City's growth while at the same time measuring and assessing the cost and timing of each debt issuance.

The assumptions in the FY 2015-2016 Debt Management Plan include: (i) assessed valuation growth at 6.24% in fiscal year 2015, a projected growth rate of 14.28% in fiscal year 2016, 6.50% in fiscal year 2017, 4.00% in fiscal year 2018, 3.00% in fiscal year 2019, and held constant thereafter; (ii) tax collections at 98.0%; (iii) tax freeze for elderly and disabled; (iv) the adopted debt service tax rate which remains constant at 21.15 cents through fiscal year 2028; and (v) \$596,000,000 General Improvement Bonds authorized by the voters in the May 12, 2012 election, of

which \$538,218,998 has been previously issued, with the final issuance in the amount of \$53,781,002 to be sold in fiscal year 2016. The City has realized savings with respect to certain projects included within the 2012 authorization, which savings total \$4,000,000 when compared to original cost projections. As a result, the City will not issue a corresponding amount of general obligation bonds from the 2012 voted general obligation bond authorization capacity. Based on these assumptions and the projected maximum debt service tax rate of 21.15 cents, additional bond authorizations in May of 2017 and May of 2022 are included in the Debt Plan in the currently estimated amount of \$750,000,000 for each authorization. In addition, the FY 2015-2016 Debt Management Plan includes the issuance of certificates of obligation, which are scheduled to be sold as follows: approximately \$82,460,000 for fiscal year 2016, approximately \$154,770,000 for fiscal years 2017 through 2021, and approximately \$150,000,000 for fiscal years 2022 through 2026. The FY 2015-2016 Debt Management Plan also includes the issuance of taxable certificates of obligation, which are scheduled to be sold as follows: approximately \$18,140,000 for fiscal year 2017. Additionally, the FY 2015-2016 Debt Management Plan includes the issuance of short-term tax notes, which are scheduled to be sold as follows: approximately \$28,871,790 for fiscal year 2016, approximately \$110,000,000 for fiscal years 2017 through 2021, and approximately \$100,000,000 for fiscal years 2022 through 2026.

Additionally, the City routinely reviews the possibility of refunding certain of its outstanding debt to effectuate interest cost savings.

**General Obligation Bonds.** The City is authorized to issue bonds payable from ad valorem taxes pursuant to the City Charter, the general laws of the State of Texas (the “State”), and ordinances adopted by the City Council. Such bonds must be authorized by the voters of the City at elections held within the City. The City had \$596,000,000 ad valorem tax-supported debt approved by its voters on May 12, 2012, of which \$53,781,002 remains unissued. For the fiscal year ended September 30, 2015, the City had \$1,265,905,000 general obligation bonds outstanding.

**Certificates of Obligation.** The City is authorized to issue certificates of obligation pursuant to the City Charter, applicable State laws, and ordinances adopted by the City Council. Certificates of obligation are issued for various purposes to include financing revenue-producing capital improvements and for infrastructure support and development. For the fiscal year ended September 30, 2015, the City had \$294,180,000 certificates of obligation outstanding.

**Tax Notes.** The City is authorized to issue short term tax notes, having a maturity not exceeding seven years, pursuant to the general laws of the State and ordinances authorized by the City Council and are payable from ad valorem taxes. For the fiscal year ended September 30, 2015, the City had \$26,610,000 tax notes outstanding.

**Airport System Improvement Revenue Bonds.** The City updated the Master Plan (“Vision 2050”), which was approved by City Council on March 31, 2011 and provides direction for the development of the Airport for five, ten, and 20 years into the future. For the five-year plan, the Vision 2050 update recommends modest improvements to complement the Capital Improvement Plan. Among the recommended improvements to be financed and constructed by the City are renovating and renewing Terminal A, land acquisition, constructing a taxiway connector, an Airport maintenance facility, and an administrative center. Additionally, recommended improvements included in Vision 2050 to be financed and constructed by non-City sources, such as third party and/or tenant financing, include an expansion of the Airport fuel farm and the expansion of tenant ground service equipment maintenance and storage facilities.

**Debt Limitations.** The amount of ad valorem tax-supported debt that the City may incur is limited by City Charter and by the Constitution of the State. The City Charter establishes a limitation on the general obligation debt supported by ad valorem taxes to an amount not to exceed ten percent of the total assessed valuation.

The State Constitution and the City Charter provide that the ad valorem taxes levied by the City for general purposes and for the purpose of paying the principal of and interest on the City’s indebtedness must not exceed \$2.50 for each \$100 of assessed valuation of taxable property. There is no constitutional or statutory limitation within the \$2.50 rate for interest and sinking fund purposes; however, the Texas Attorney General has adopted an administrative policy that prohibits the issuance of debt by a municipality, such as the City, if its issuance produces debt service requirements exceeding that which can be paid from \$1.50 of the foregoing \$2.50 maximum tax rate calculated at 90% collections. In addition, Section 1331.051, Texas Government Code, and the City Charter

prohibit the total debt of the City from exceeding 10% of the total assessed valuation of property shown by the last assessment roll, and the City Charter excludes (1) any indebtedness secured in whole or in part by special assessments, (2) the debt of any improvement district, and (3) any indebtedness secured by revenues, other than taxes of the City or of any department or agency thereof.

**Ad Valorem Tax Rate.** The ad valorem tax rate approved by City ordinance for the fiscal year ended September 30, 2015, was \$0.56569 per \$100 assessed valuation, of which the debt service component is \$0.21150 and the maintenance and operations portion is \$0.34677.

**Ratings.** The City's general obligation debt is rated "AAA" (stable outlook), "Aaa" (stable outlook), and "AAA" (stable outlook), by Fitch, Moody's, and S&P, respectively. An explanation of the significance of such ratings may be obtained from Fitch, Moody's, and S&P. The respective ratings of the City's general obligation debt by Fitch, Moody's, and S&P reflect only the views of said companies at the time the ratings are given, and the City makes no representations as to the appropriateness of the ratings. There is no assurance that the ratings will continue for any given period of time, or that the ratings will not be revised downward or withdrawn entirely by Fitch, Moody's, or S&P if, in the judgment of said companies, circumstances so warrant. Any such downward revision or withdrawal of the ratings may have an adverse effect on the market price of the City's general obligation debt.

\* \* \*

**GENERAL OBLIGATION DEBT**

**Debt Statement:**

**Assessed Valuation, Outstanding Debt Payable from Ad Valorem Taxes, and Debt Ratios**

**Assessed Valuation**<sup>1</sup>

**Table 1A**

Tax Year 2015 Actual Market Value of Taxable Property		\$105,192,296,491
Less:		
Residence Homestead Exemptions – Optional 65 or Older	\$ 4,975,958,821	
Residence Homestead Exemptions – Disabled	105,837,968	
Disabled Veterans’ Exemptions	182,177,135	
Disabled Veterans’ 100% Exemptions	825,946,008	
Historical Property Exemptions	138,654,701	
Freeport Goods Exemptions	437,918,338	
Tax Abatement/Phase-In Exemptions	998,447,412	
Residence Homestead Appraised Value 10% Limitations	1,228,735,116	
Agricultural Productivity Loss	499,515,504	
Pollution Control Exemptions	73,049,323	
Low Income Housing Exemptions	96,491,996	
Absolute Value Exemptions	4,700,652,685	
Pro-Rated Exemptions	25,277,153	
Community Housing Development Organizations	306,295,922	
Armed Services Surviving Spouse Exemptions	3,175,072	
Personal Property Vehicle Exemptions	2,049,530	
Total Exemptions	\$ 14,600,182,684	
Tax Year 2015 Net Taxable Assessed Valuation (100% of Actual Market) <sup>2</sup>		<u>\$ 90,592,113,807</u>

<sup>1</sup> Based on Tax Year 2015 Net Taxable Assessed Valuation certified by the Bexar Appraisal District as of July 24, 2015.

<sup>2</sup> The City anticipates that the taxable assessed value of real property subject to the 65 years of age and older and disabled homeowners tax freeze totals approximately \$1,603,638,204, resulting in a fiscal year 2016 loss in ad valorem tax revenue of approximately \$8,952,631.

(The remainder of this page is intentionally left blank.)

**Debt Payable from Ad Valorem Taxes****Table 1B**

<b>The Outstanding Ad Valorem Tax Debt (at 3/31/2016)</b>	
General Obligation Bonds	\$ 1,193,975,000
Combination Tax and Revenue Certificates of Obligation	286,050,000
Tax Notes	<u>10,670,000</u>
<b>Total Gross Outstanding Ad Valorem Tax Debt</b>	<b>\$ 1,490,695,000</b>
Less: Self-Supporting Debt <sup>1</sup>	<u>87,620,000</u>
<b>Total Net Debt Payable from Ad Valorem Taxes</b>	<b>\$ <u>1,403,075,000</u></b>
Interest and Sinking Fund Balance (at 9/30/2015)	\$ 42,035,488
Ratio of Gross Debt to Actual Market Value <sup>2</sup>	1.42%
Ratio of Gross Debt to Net Taxable Assessed Value <sup>2</sup>	1.65%
Ratio of Net Debt to Actual Market Value <sup>2</sup>	1.33%
Ratio of Net Debt to Net Taxable Assessed Value <sup>2</sup>	1.55%
Tax Year 2015 Actual Market Value of Taxable Property <sup>2</sup>	\$ 105,192,296,491
Tax Year 2015 Net Taxable Assessed Value (100% of Actual Market) <sup>2</sup>	\$ 90,592,113,807
Per Capita 2015 Net Taxable Assessed Valuation <sup>2,3</sup>	\$ 62,325
Per Capita Gross Debt <sup>3</sup>	\$ 1,026
Per Capita Net Debt <sup>3</sup>	\$ 965

<sup>1</sup> To maintain this debt as self-supporting, payments will be made from Solid Waste Management Fees, Police Confiscated Property Funds, Brooks City-Base Tax Increment Reinvestment Zone Revenue, Golf Course Revenue, Midtown Tax Increment Reinvestment Zone Revenue, Parking System Revenue, Stormwater Revenue, Mission del Lago Tax Increment Reinvestment Zone Revenue, General Fund Revenue, and Alamodome Revenue. Though expected to be self-supporting from these respective sources, the sole or primary source of payment for these obligations is the City's pledge of ad valorem tax collections, within the limitations prescribed by law.

<sup>2</sup> Based on Tax Year 2015 Net Taxable Assessed Valuation certified by the Bexar Appraisal District as of July 24, 2015.

<sup>3</sup> Based on the City's Information Technology Services Department estimated population of 1,453,549 in 2016.

(The remainder of this page is intentionally left blank.)

**Outstanding Principal and Interest Requirements<sup>1,2</sup> (Continues on next page)**

**Table 2**

Fiscal Year	The 2015 General Obligation Bonds			The 2015 Certificates				
	Existing Debt Service	Refunded Debt Service	Principal	Interest	Annual Debt Service	Principal	Interest	Annual Debt Service
2016	\$ 60,306,799	\$ 2,257,437	\$ -	\$ 5,057,175	\$ 5,057,175	\$ -	\$ 820,275	\$ 820,275
2017	141,664,605	4,514,875	39,150,000	9,331,350	48,481,350	1,155,000	1,629,000	2,784,000
2018	140,743,470	4,514,875	19,970,000	8,049,100	28,019,100	1,195,000	1,587,575	2,782,575
2019	137,625,889	4,514,875	4,855,000	7,428,475	12,283,475	1,260,000	1,526,200	2,786,200
2020	131,592,762	4,514,875	5,100,000	7,179,600	12,279,600	1,320,000	1,461,700	2,781,700
2021	127,830,651	4,514,875	5,365,000	6,917,975	12,282,975	1,390,000	1,393,950	2,783,950
2022	122,315,409	14,059,875	6,710,000	6,616,100	13,326,100	1,460,000	1,322,700	2,782,700
2023	113,933,862	14,062,875	7,055,000	6,271,975	13,326,975	1,535,000	1,247,825	2,782,825
2024	106,278,433	19,986,438	13,490,000	5,758,350	19,248,350	1,615,000	1,169,075	2,784,075
2025	98,175,967	19,985,550	14,180,000	5,066,600	19,246,600	1,700,000	1,086,200	2,786,200
2026	95,137,244	19,980,713	14,910,000	4,339,350	19,249,350	1,785,000	999,075	2,784,075
2027	83,858,365	13,407,825	8,925,000	3,743,475	12,668,475	1,875,000	907,575	2,782,575
2028	85,529,422	13,410,075	9,385,000	3,285,725	12,670,725	1,970,000	811,450	2,781,450
2029	55,264,247	-	8,000,000	2,851,100	10,851,100	2,075,000	710,325	2,785,325
2030	55,259,320	-	8,415,000	2,440,725	10,855,725	2,180,000	603,950	2,783,950
2031	55,243,629	-	8,845,000	2,009,225	10,854,225	2,290,000	492,200	2,782,200
2032	44,272,504	-	9,295,000	1,555,725	10,850,725	2,410,000	374,700	2,784,700
2033	34,654,919	-	9,775,000	1,078,975	10,853,975	2,530,000	251,200	2,781,200
2034	26,004,591	-	10,225,000	630,100	10,855,100	2,640,000	141,750	2,781,750
2035	13,631,822	-	10,640,000	212,800	10,852,800	2,730,000	47,775	2,777,775
2036	13,614,875	-	-	-	-	-	-	-
2037	13,595,841	-	-	-	-	-	-	-
2038	13,579,110	-	-	-	-	-	-	-
2039	13,558,867	-	-	-	-	-	-	-
2040	13,544,503	-	-	-	-	-	-	-
<b>Total</b>	<b>\$1,797,217,106</b>	<b>\$139,725,163</b>	<b>\$214,290,000</b>	<b>\$89,823,900</b>	<b>\$304,113,900</b>	<b>\$35,115,000</b>	<b>\$18,584,500</b>	<b>\$53,699,500</b>

<sup>1</sup> As of March 31, 2016.

<sup>2</sup> Excludes debt service anticipated to be paid by Build America Bonds direct subsidy, which, effective October 1, 2015, was reduced by 6.8% due to the effect of Sequestration.

**Outstanding Principal and Interest Requirements<sup>1,2</sup> (Continued from previous page)**

**Table 2**

Fiscal Year	The 2015 Taxable Certificates			The 2015 Tax Notes			Total Debt Service Requirement
	Principal	Interest	Annual Debt Service	Principal	Interest	Annual Debt Service	
2016	\$ -	\$ 677,521	\$ 677,521	\$ -	\$ 81,375	\$ 81,375	\$ 64,685,708
2017	1,715,000	1,347,496	3,062,496	1,585,000	123,125	1,708,125	193,185,701
2018	1,735,000	1,328,689	3,063,689	1,670,000	41,750	1,711,750	171,805,709
2019	1,765,000	1,301,465	3,066,465	-	-	-	151,247,154
2020	1,800,000	1,266,790	3,066,790	-	-	-	145,205,977
2021	1,840,000	1,225,557	3,065,557	-	-	-	141,448,258
2022	1,885,000	1,177,607	3,062,607	-	-	-	127,426,941
2023	1,940,000	1,124,368	3,064,368	-	-	-	119,045,155
2024	2,000,000	1,066,188	3,066,188	-	-	-	111,390,608
2025	2,060,000	1,003,301	3,063,301	-	-	-	103,286,518
2026	2,130,000	935,564	3,065,564	-	-	-	100,255,520
2027	2,205,000	862,232	3,067,232	-	-	-	88,968,822
2028	2,280,000	783,340	3,063,340	-	-	-	90,634,862
2029	2,365,000	698,491	3,063,491	-	-	-	71,964,163
2030	2,455,000	607,320	3,062,320	-	-	-	71,961,315
2031	2,555,000	510,500	3,065,500	-	-	-	71,945,554
2032	2,655,000	408,052	3,063,052	-	-	-	60,970,981
2033	2,765,000	299,304	3,064,304	-	-	-	51,354,398
2034	2,880,000	184,073	3,064,073	-	-	-	42,705,514
2035	3,000,000	62,430	3,062,430	-	-	-	30,324,827
2036	-	-	-	-	-	-	13,614,875
2037	-	-	-	-	-	-	13,595,841
2038	-	-	-	-	-	-	13,579,110
2039	-	-	-	-	-	-	13,558,867
2040	-	-	-	-	-	-	13,544,503
<b>Total</b>	<b>\$42,030,000</b>	<b>\$16,870,288</b>	<b>\$58,900,288</b>	<b>\$3,255,000</b>	<b>\$246,250</b>	<b>\$3,501,250</b>	<b>\$2,077,706,881</b>

<sup>1</sup> As of March 31, 2016.

<sup>2</sup> Excludes debt service anticipated to be paid by Build America Bonds direct subsidy, which, effective October 1, 2015, was reduced by 6.8% due to the effect of Sequestration.

**Tax Adequacy****Table 3**

2015 Net Taxable Assessed Valuation <sup>1</sup>	\$90,592,113,807
Maximum Annual Debt Service Requirements, Fiscal Year Ended 2016	\$ 193,185,701
Indicated Interest and Sinking Fund Tax Rate	\$ 0.2176
Indicated Interest and Sinking Fund Tax Levy at 98% Collections	\$ 193,185,871

<sup>1</sup> Based on Tax Year 2015 Net Taxable Assessed Valuation certified by the Bexar Appraisal District as of July 24, 2015.

**Interest and Sinking Fund Management Index****Table 4**

Interest and Sinking Fund Balance, Fiscal Year Ended 2015	\$ 42,035,488
2015 Actual Interest and Sinking Fund Rate	0.2115
2015 Interest and Sinking Fund Tax Levy at 98% Collections Produces <sup>1</sup>	<u>179,128,665</u>
Total Available for Debt Service	\$221,164,153
Less: Ad Valorem Debt Service Requirements, Fiscal Year Ended 2015 <sup>2</sup>	<u>204,753,539</u>
Estimated Surplus at Fiscal Year Ended 2015 <sup>3</sup>	\$ 16,410,614

<sup>1</sup> Includes deductions for loss in ad valorem tax revenue due to delinquencies, tax increment reinvestment zone contribution, the 65 years of age and older exemption, and the disabled homeowners tax freeze exemption.

<sup>2</sup> Excludes debt service anticipated to be paid by Build America Bonds direct subsidy, which takes into account the effects of Sequestration.

<sup>3</sup> Does not include revenues derived from self-supporting debt operations, delinquent tax collections, penalties and interest on delinquent tax collections, or investment earnings.

(The remainder of this page is intentionally left blank.)

**Ad Valorem Tax Debt Principal Repayment Schedule <sup>1</sup>**

**Table 5**

Fiscal Year	Currently Outstanding Obligations	Less: Refunded Obligations	The 2015 Bonds	The 2015 Certificates	The 2015 Taxable Certificates	The 2015 Tax Notes	Total Outstanding	Obligations Remaining Outstanding End of Year	Cumulative Percent of Principal Retired
2016	\$ 30,455,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,455,000	1,460,240,000	2.04%
2017	84,670,000	-	39,150,000	1,155,000	1,715,000	1,585,000	128,275,000	1,331,965,000	10.65%
2018	87,970,000	-	19,970,000	1,195,000	1,735,000	1,670,000	112,540,000	1,219,425,000	18.20%
2019	89,025,000	-	4,855,000	1,260,000	1,765,000	-	96,905,000	1,122,520,000	24.70%
2020	87,285,000	-	5,100,000	1,320,000	1,800,000	-	95,505,000	1,027,015,000	31.10%
2021	87,705,000	-	5,365,000	1,390,000	1,840,000	-	96,300,000	930,715,000	37.57%
2022	86,065,000	9,545,000	6,710,000	1,460,000	1,885,000	-	86,575,000	844,140,000	43.37%
2023	81,670,000	10,020,000	7,055,000	1,535,000	1,940,000	-	82,180,000	761,960,000	48.89%
2024	77,825,000	16,550,000	13,490,000	1,615,000	2,000,000	-	78,380,000	683,580,000	54.14%
2025	73,240,000	17,290,000	14,180,000	1,700,000	2,060,000	-	73,890,000	609,690,000	59.10%
2026	73,515,000	18,060,000	14,910,000	1,785,000	2,130,000	-	74,280,000	535,410,000	64.08%
2027	65,420,000	12,180,000	8,925,000	1,875,000	2,205,000	-	66,245,000	469,165,000	68.53%
2028	70,245,000	12,790,000	9,385,000	1,970,000	2,280,000	-	71,090,000	398,075,000	73.30%
2029	43,235,000	-	8,000,000	2,075,000	2,365,000	-	55,675,000	342,400,000	77.03%
2030	45,185,000	-	8,415,000	2,180,000	2,455,000	-	58,235,000	284,165,000	80.94%
2031	47,160,000	-	8,845,000	2,290,000	2,555,000	-	60,850,000	223,315,000	85.02%
2032	38,230,000	-	9,295,000	2,410,000	2,655,000	-	52,590,000	170,725,000	88.55%
2033	30,010,000	-	9,775,000	2,530,000	2,765,000	-	45,080,000	125,645,000	91.57%
2034	22,450,000	-	10,225,000	2,640,000	2,880,000	-	38,195,000	87,450,000	94.13%
2035	10,740,000	-	10,640,000	2,730,000	3,000,000	-	27,110,000	60,340,000	95.95%
2036	11,160,000	-	-	-	-	-	11,160,000	49,180,000	96.70%
2037	11,595,000	-	-	-	-	-	11,595,000	37,585,000	97.48%
2038	12,050,000	-	-	-	-	-	12,050,000	25,535,000	98.29%
2039	12,520,000	-	-	-	-	-	12,520,000	13,015,000	99.13%
2040	13,015,000	-	-	-	-	-	13,015,000	-0-	100.00%
	<u>\$1,292,440,000</u>	<u>\$96,435,000</u>	<u>\$214,290,000</u>	<u>\$35,115,000</u>	<u>\$42,030,000</u>	<u>\$3,255,000</u>	<u>\$1,490,695,000</u>		

<sup>1</sup> As of March 31, 2016.

**Debt Obligations – Capital Leases Payable**

**Table 6**

The City has entered into various lease purchase agreements for the acquisition of various refuse collection trucks (diesel and compressed natural gas), brush collection trucks, brush grappler trucks, brush tractor/trailer combinations, wheel loader trucks, roll off trucks, refuse collection containers, emergency breaking apparatus, thermal imaging cameras, a police helicopter, and energy/water savings conservation improvements. Shown below is the gross value of the assets at March 31, 2016. Payments on each of the lease purchases will be made from budgeted annual appropriations approved by the City Council. The following is a schedule of the projected remaining future minimum lease payments under these capital leases together with the net minimum lease payments as of March 31, 2016.

Description	Lease Termination Date	Minimum Lease Payment	Amount Representing Interest	Total Minimum Lease Payments
42 Automated Refuse Collection Trucks	5/1/2016	413,196	3,377	416,573
8 Automated Refuse Collection Trucks and 1 Brush Collection Tractor	2/1/2017	185,106	4,043	189,149
Refuse Collection Containers	11/1/2018	1,001,130	17,807	1,018,937
Toughbook Laptops	11/1/2018	404,975	7,203	412,178
Refuse Collection Containers	05/1/2019	18,945,936	379,703	19,325,639
Brush Collection Trucks and Refuse Trucks	08/1/2019	2,828,044	79,106	2,907,150
Breathing Apparatus & Thermal Imaging Cameras	11/1/2020	4,117,024	155,070	4,272,094
Automated Refuse Collection Trucks	11/1/2020	2,677,113	100,835	2,777,948
Automated Refuse Collection Trucks	05/1/2021	5,084,982	187,430	5,272,412
Automated Trucks, Brush Trucks, Wheel Loaders, Grapplers & Roll Off Tracks	08/1/2021	3,556,186	175,336	3,731,522
Police Helicopter	05/1/2023	2,858,759	184,306	3,043,065
Energy/Water Savings Conservation Improvements (Aviation)	11/1/2026	2,465,526	506,078	2,971,604
Energy/Water Savings Conservation Improvements (Convention, Sports, and Entertainment Facilities)	11/1/2026	6,734,600	1,359,515	8,094,115
<b>Total</b>		<u>\$51,272,577</u>	<u>\$3,159,809</u>	<u>\$54,432,386</u>

The adopted budget for FY 2016 includes appropriations for lease purchase arrangements to acquire a police patrol helicopter, refuse collection containers, and automated side and rear loader refuse collection trucks. The funding for the lease purchase arrangements occurred in February 2016.

(The remainder of this page is intentionally left blank.)

**Tax Data****Table 7**

Tax Year	Fiscal Year	Net Taxable Assessed Valuation <sup>1</sup>	Tax Rate	Tax Levy	Percent Collections Current	Percent Collected Total <sup>2</sup>
2006	2007	56,767,701,702	0.57854	326,326,395	98.43	99.61
2007	2008	65,954,866,793	0.57230	372,822,531	98.41	99.44
2008	2009	72,541,141,480	0.56714	405,009,920	98.30	99.23
2009	2010	72,743,219,689	0.56569	405,896,458	97.90	98.80
2010	2011	71,007,546,958	0.56569	396,621,452	98.18	99.23
2011	2012	70,681,198,861	0.56569	395,465,973	98.42	99.43
2012	2013	71,398,955,135	0.56569	400,054,776	98.68	99.68
2013	2014	74,612,066,281	0.56569	417,936,362	98.93	99.10
2014	2015	79,230,253,859	0.56569	442,164,120	99.00	99.00
2015	2016	90,592,113,807	0.55827	496,795,963	In Process of Collection	

<sup>1</sup> Based on Net Taxable Assessed Valuation certified by the Bexar Appraisal District.

<sup>2</sup> Includes collection of prior years' tax levies in subsequent years.

**Tax Rate Distribution****Table 8**

Tax Rate	Fiscal Year Ended September 30				
	2016	2015	2014	2013	2012
General Fund	\$0.34677	\$0.35419	\$0.35419	\$0.35419	\$0.35419
Interest and Sinking Fund	0.21150	0.21150	0.21150	0.21150	0.21150
Total Tax Rate	<u>\$0.55827</u>	<u>\$0.56569</u>	<u>\$0.56569</u>	<u>\$0.56569</u>	<u>\$0.56569</u>

**Principal Taxpayers****Table 9**

Name	Type of Property	FY 2016 Taxable Assessed Valuation	Percent of FY 2016 Taxable Assessed Valuation
H.E. Butt Grocery Company	Retail/Grocery	\$1,181,456,969	1.30%
Wal-Mart Stores, Inc.	Retail/Grocery	625,967,935	0.69%
VHS San Antonio Partners LP	Hospital/Healthcare	505,877,542	0.56%
Methodist Healthcare System	Hospital/Healthcare	493,284,444	0.54%
Toyota Motor Manufacturing Texas, Inc.	Automobile Manufacturer	389,370,885	0.43%
Hyatt Regency Hotels	Hotel Chain	376,380,031	0.42%
United Services Automobile Association	Insurance/Banking	361,902,240	0.40%
La Cantera Retail LTD Partnership	Shopping Center	350,802,580	0.39%
Marriott Corporation	Hotel Chain	298,254,010	0.33%
Frankel Family Trust	Apartments	286,858,780	0.32%
Total		<u>\$4,870,155,416</u>	<u>5.38%</u>

**Net Taxable Assessed Valuation for Tax Years 2006-2015****Table 10**

Tax Year	Fiscal Year Ended 9/30	Net Taxable Assessed Valuation <sup>1</sup>	Change From Preceding Year	
			Amount	Percent
2006	2007	56,767,701,702	\$ -	-
2007	2008	65,954,866,793	9,187,165,091	16.18
2008	2009	72,541,141,480	6,586,274,687	9.99
2009	2010	72,743,219,689	202,078,209	0.28
2010	2011	71,007,546,958	(1,735,672,731)	(2.39)
2011	2012	70,681,198,861	(326,348,097)	(0.46)
2012	2013	71,398,955,135	717,756,274	1.02
2013	2014	74,612,066,281	3,213,111,416	4.50
2014	2015	79,230,253,859	4,618,187,578	6.19
2015	2016	90,592,113,807	11,361,859,948	14.34

<sup>1</sup> Based on Net Taxable Assessed Valuation certified by the Bexar Appraisal District.

**Net Taxable Assessed Valuation and Ad Valorem Tax Debt****Table 11**

Tax Year	Fiscal Year Ended 9/30	Net Taxable Assessed Valuation <sup>1</sup>	Ad Valorem Gross Debt	Debt Ratios
				Percent
2006	2007	56,767,701,702	945,755,000	1.67
2007	2008	65,954,866,793	1,039,105,000	1.58
2008	2009	72,541,141,480	1,148,950,000	1.58
2009	2010	72,743,219,689	1,300,330,000	1.79
2010	2011	71,007,546,958	1,303,345,000	1.84
2011	2012	70,681,198,861	1,384,630,000	1.96
2012	2013	71,398,955,135	1,406,185,000	1.97
2013	2014	74,612,066,281	1,494,770,000	2.00
2014	2015	79,230,253,859	1,595,530,000	2.01
2015	2016	90,952,113,807	1,460,240,000	1.61

<sup>1</sup> Based on Net Taxable Assessed Valuation certified by the Bexar Appraisal District.

(The remainder of this page is intentionally left blank.)

**Authorized but Unissued Ad Valorem Tax Debt****Table 12**

<u>Date of Authorization</u>	<u>Improvements</u>	<u>Amount Authorized</u>	<u>Debt Issued To Date <sup>1</sup></u>	<u>Debt Authorized But Unissued</u>
5/12/2012	Streets, Bridges, and Sidewalks <sup>2</sup>	\$337,441,000	\$298,545,999	\$34,895,001
5/12/2012	Drainage and Flood Control	128,031,000	112,410,999	15,620,001
5/12/2012	Parks, Recreation, and Open Space	87,150,000	85,292,001	1,857,999
5/12/2012	Library, Museum, and Cultural Arts Facilities	29,032,000	28,023,000	1,009,000
5/12/2012	Public Safety Facilities	<u>14,346,000</u>	<u>13,946,999</u>	<u>399,001</u>
		<u>\$596,000,000</u>	<u>\$538,218,998</u>	<u>\$53,781,002</u>

<sup>1</sup> Includes, from prior bond issues sold pursuant to the 2012 voted authority, a portion of the net reoffering premium in the amount of \$60,711,712.84 allocated against voter authorization.

<sup>2</sup> The City has realized savings with respect to certain projects included within this proposition, which savings total \$4,000,000 when compared to original cost projections. As a result, the City will not issue a corresponding amount from the 2012 voted authorization capacity from this proposition.

(The remainder of this page is intentionally left blank.)

**Classification of Assessed Valuation**

**Table 13**

	Fiscal Year	% of	Fiscal Year	% of	Fiscal Year	% of	Fiscal Year	% of	Fiscal Year	% of
	2016	Total	2015	Total	2014	Total	2013	Total	2012	Total
Real, Residential, Single-Family	\$49,266,026,193	46.82	\$43,908,306,222	47.48	\$41,251,545,700	47.42	\$40,716,192,401	48.76	\$41,126,475,500	49.76
Real, Residential, Multi-Family	9,857,951,207	9.37	8,089,496,487	8.75	7,427,723,776	8.54	6,115,372,556	7.32	5,821,338,731	7.04
Real, Vacant Lots/Tracts	1,683,851,863	1.60	1,422,735,256	1.54	1,402,508,332	1.61	1,415,866,661	1.70	1,457,710,546	1.76
Real, Acreage (Land Only)	1,069,403,994	1.02	1,008,707,305	1.09	1,055,002,359	1.21	1,060,627,241	1.27	1,089,056,357	1.32
Real, Farm and Ranch Improvements	1,630,994	0.00	6,827,064	0.01	4,463,730	0.01	22,554,972	0.03	22,785,007	0.03
Real, Commercial	25,654,177,372	24.38	21,388,030,314	23.13	19,847,813,601	22.82	18,903,069,206	22.64	18,422,352,304	22.29
Real, Industrial	983,687,056	0.94	797,754,352	0.86	761,144,539	0.88	758,209,246	0.91	637,426,463	0.77
Real, Minerals Oil and Gas	38,870,360	0.04	44,190,779	0.05	40,778,474	0.05	-0-	0.00	-0-	0.00
Real and Tangible Personal Utilities	473,391,845	0.45	417,010,823	0.45	409,324,286	0.47	416,592,008	0.50	440,069,158	0.53
Tangible Personal, Commercial	8,252,521,761	7.85	7,868,969,101	8.51	7,624,397,978	8.77	7,265,056,314	8.70	6,809,105,529	8.24
Tangible Personal, Industrial	1,939,010,814	1.84	1,640,910,220	1.77	1,733,793,446	1.99	1,697,342,449	2.03	1,725,024,595	2.09
Tangible Personal, Mobile Homes	90,871,149	0.09	88,790,053	0.10	86,894,807	0.10	88,251,180	0.11	92,189,230	0.11
Real Property, Inventory	271,834,383	0.26	290,901,117	0.31	325,844,674	0.37	242,995,084	0.29	195,932,328	0.24
Special Inventory Tax	478,659,278	0.46	448,724,409	0.49	407,208,294	0.47	347,104,731	0.42	312,008,952	0.37
Exempt Property	5,130,408,222	4.88	5,050,505,736	5.46	4,604,764,599	5.29	4,445,088,503	5.32	4,505,102,057	5.45
<b>Total Assessed Value</b>	<b>\$105,192,296,491</b>	<b>100.00</b>	<b>\$92,471,859,238</b>	<b>100.00</b>	<b>\$86,983,208,595</b>	<b>100.00</b>	<b>\$83,494,322,552</b>	<b>100.00</b>	<b>\$82,656,576,757</b>	<b>100.00</b>
Less:										
Residence Homestead Exemptions –										
Optional 65 or Older	\$ 4,975,958,821		\$ 4,900,900,131		\$ 4,743,980,773		\$ 4,655,092,975		\$ 4,583,120,248	
Residence Homestead Exemptions –Disabled	105,837,968		117,558,232		119,094,864		120,850,999		121,726,804	
Disabled Veterans’ Exemptions	182,177,135		190,091,411		185,614,019		184,066,361		181,546,134	
Disabled Veterans’ 100% Exemptions	825,946,008		714,430,090		600,209,890		525,737,105		459,127,690	
Historical Property Exemptions	138,654,701		95,479,288		80,685,211		81,192,725		75,129,021	
Freeport Goods Exemptions	437,918,338		448,781,010		486,234,050		487,667,784		457,446,014	
Tax Abatement/Phase-In Exemptions	998,447,412		892,899,259		917,571,286		856,092,688		876,490,549	
Residence Homestead Appraised Value										
10% Limitations	1,228,735,116		276,096,577		70,132,628		47,060,327		61,669,749	
Agricultural Productivity Loss	499,515,504		478,835,614		492,197,156		509,126,569		516,838,960	
Pollution Control Exemptions	73,049,323		73,185,293		62,128,253		62,810,316		64,178,415	
Low Income Housing Exemptions	96,491,996		96,442,150		63,507,971		48,709,371		37,931,985	
Energy Exemptions <sup>1</sup>	-0-		-0-		-0-		6,559,094		6,055,667	
Absolute Value Exemptions	4,700,652,685		4,602,098,772		4,212,144,992		4,443,485,492		4,504,909,082	
Pro-Rated Exemptions										
Community Housing Development	25,277,153		26,594,298		31,058,481		66,915,611		29,207,578	
Organizations	306,295,922		323,257,895		306,582,740		-0-		-0-	
Armed Services Surviving Spouse <sup>2</sup>										
Exemptions	3,175,072		2,823,309		-0-		-0-		-0-	
Personal Property Vehicle Exemptions <sup>3</sup>	2,049,530		2,132,050		-0-		-0-		-0-	
<b>Total Exemptions</b>	<b>\$14,600,182,684</b>		<b>\$13,241,605,379</b>		<b>\$12,371,142,314</b>		<b>\$12,095,367,417</b>		<b>\$11,975,377,896</b>	
<b>Net Taxable Assessed Valuation <sup>4</sup></b>	<b>\$90,592,113,807</b>		<b>\$79,230,253,859</b>		<b>\$74,612,066,281</b>		<b>\$71,398,955,135</b>		<b>\$70,681,198,861</b>	

<sup>1</sup> Based on Net Taxable Assessed Valuation certified by the Bexar Appraisal District.

<sup>2</sup> This exemption took effect on January 1, 2014.

<sup>3</sup> Exemption amount not reported by Bexar Appraisal District before FY 2015.

<sup>4</sup> Based on Net Taxable Assessed Valuation certified by the Bexar Appraisal District.

## REVENUE SOURCES AND EXPENDITURES

### Sources of Revenues

The City's General Fund revenue sources include ad valorem taxes, sales taxes, franchise taxes, contributions from City-owned utilities, fines, penalties, licenses and permits, various service charges, and miscellaneous sources.

### General Fund Comparative Statement of Revenues and Expenditures and Analysis of Changes in Fund Balances

Table 16

The following statements set forth in condensed form reflect the historical operations of the City. The City has prepared such summary for inclusion herein based upon information obtained from the City's Comprehensive Annual Financial Report and financial records. Reference is made to such statements for further and complete information.

	Fiscal Year Ended September 30				
	2015	2014 <sup>1</sup>	2013 <sup>2</sup>	2012	2011
<b>Fund Balance - Beginning of Year</b>	\$ 218,594,136	\$ 185,164,575	\$ 216,511,353	\$ 232,692,630	\$ 230,822,170
<b>Revenues</b>					
Taxes	\$ 571,780,175	\$ 547,578,200	\$ 516,689,766	\$ 500,678,710	\$ 483,197,137
Licenses and Permits	8,107,374	7,394,636	8,342,572	8,469,233	8,679,145
Intergovernmental	8,070,603	8,303,590	6,891,601	7,996,874	5,402,948
Revenues from Utilities	348,996,708	348,480,225	307,299,730	299,306,298	308,451,148
Charges for Services	70,691,928	56,796,911	50,093,652	47,960,498	50,134,656
Fines and Forfeits	12,235,347	13,204,143	13,507,600	14,401,007	13,697,473
Interest Earned <sup>4</sup>	525,292	-0-	-0-	-0-	-0-
Miscellaneous <sup>5</sup>	10,789,957	12,881,244	14,695,940	19,350,606	20,698,991
Contributions	185,807	-0-	-0-	-0-	-0-
<b>Total Revenues</b>	<u>\$ 1,031,383,191</u>	<u>\$ 994,638,949</u>	<u>\$ 917,520,861</u>	<u>\$ 898,163,226</u>	<u>\$ 890,261,498</u>
<b>Expenditures <sup>3</sup></b>					
General Government	\$ 74,075,071	\$ 70,165,457	\$ 93,376,741	\$ 96,609,427	\$ 81,728,707
Public Safety	693,368,377	664,256,910	642,221,531	540,124,078	530,955,086
Streets and Roadways	57,312,324	56,044,241	40,896,947	43,711,136	45,357,138
Health Services	23,425,651	22,694,725	16,420,724	78,719,028	76,619,419
Sanitation	-	-0-	5,860,228	3,310,971	3,354,097
Welfare	34,166,180	33,563,847	46,051,541	41,857,130	44,342,218
Culture and Recreation	88,568,432	85,459,552	82,676,995	83,644,099	83,290,670
Economic Dev. and Opportunity	27,044,437	16,031,415	15,402,837	16,142,461	13,427,585
Convention and Tourism	739,119	670,771	-0-	-0-	-0-
Urban Redevelopment and Housing	15,381,370	15,248,353	-0-	-0-	-0-
Debt Service	12,792,172	11,704,291	-0-	-0-	-0-
<b>Total Expenditures</b>	<u>\$ 1,026,873,133</u>	<u>\$ 975,839,562</u>	<u>\$ 942,907,544</u>	<u>\$ 904,118,330</u>	<u>\$ 879,074,920</u>
<b>Excess of Revenues Over Expenditures</b>	<u>\$ 4,510,058</u>	<u>\$ 18,799,387</u>	<u>\$(25,386,683)</u>	<u>\$ (5,955,104)</u>	<u>\$ 11,186,578</u>
<b>Other Financing Sources (Uses)</b>					
Operating Transfers In	\$ 27,773,269	\$ 27,697,605	\$ 17,341,600	\$ 18,877,275	\$ 14,603,171
Operating Transfers Out	(48,920,565)	(49,033,077)	(60,382,845)	(62,662,108)	(55,499,262)
<b>Total Other Financing Sources (Uses)</b>	\$(21,147,296)	\$(21,335,472)	\$(43,041,245)	\$(43,784,833)	\$(40,896,091)
Add Encumbrances <sup>3</sup>	41,511,200	35,965,646	37,081,150	33,558,660	31,579,973
<b>Fund Balance - End of Year</b>	<u>\$ 243,468,098</u>	<u>\$ 218,594,136</u>	<u>\$ 185,164,575</u>	<u>\$ 216,511,353</u>	<u>\$ 232,692,630</u>

<sup>1</sup> In FY 2014, revenues and business area expenditures were reclassified to be more in line with Adopted Budget categories.

<sup>2</sup> Expenditures for Public Safety increased and Health Services decreased due to recategorizing EMS from Health Services to Public Safety.

<sup>3</sup> Expenditures are reported on a budgetary basis with encumbrances added back to arrive at a "Generally Accepted Accounting Principles" fund balance.

<sup>4</sup> In prior years Interest Earned was reported as Miscellaneous Revenue.

<sup>5</sup> Beginning in FY 2015, contributions are reported separately from Intergovernmental Revenues.

## Collections and Equivalent Rates

Net sales tax collections and the equivalent ad valorem tax rates on a fiscal year basis are as follows:

### Municipal Sales Taxes

Table 17

Fiscal Year Ended 9/30	Sales Tax Collected <sup>1</sup>	Ad Valorem Tax Levy <sup>1,2</sup>	Percent of Ad Valorem Tax Levy	Net Taxable Assessed Valuation <sup>3</sup>	Equivalent Tax Rate
2006	210,141,500	288,511,855	72.84	49,868,955,425	0.4214
2007	224,479,807	326,326,395	68.79	56,767,701,702	0.3954
2008	232,348,127	372,822,531	62.32	65,954,866,793	0.3523
2009	221,745,867	405,009,920	54.75	72,541,141,480	0.3057
2010	223,475,321	405,896,458	55.06	72,743,219,689	0.3072
2011	236,818,058	396,621,452	59.71	71,007,546,958	0.3335
2012	259,925,780	395,465,973	65.73	70,681,198,861	0.3677
2013	287,943,962	400,054,776	71.98	71,398,955,135	0.4033
2014	324,611,227	417,936,362	77.67	74,612,066,281	0.4351
2015	339,012,386 <sup>4</sup>	442,164,120 <sup>5</sup>	76.67	79,230,253,859	0.4279

<sup>1</sup> Includes the City's General Fund component of sales tax at the rate of 1%. Also includes 1/8 of 1% sales and use tax, authorized by voters in a May 6, 2000, May 7, 2005, and November 2, 2010 election, to fund various venue projects, including park land acquisition and improvements over the Edwards Aquifer and linear parks along the Salado and Leon Creeks. Beginning in fiscal year 2005, also includes the Advanced Transportation District revenues received by the City from the 1/4 of 1% Advanced Transportation District sales tax levied within the City (of which the City receives 25% of such total taxes collected). On November 6, 2012, the City approved a 1/8 of 1% sales and use tax to fund two early childhood education centers of excellence and an early childhood education program within the City. The tax revenue will be combined with State funds, allowing for full-day pre-kindergarten programs. This sales and use tax increase brings the cumulative sales and use tax rate imposed and collected within the City by all governmental entities for all purposes at 8.25%, which is the maximum rate currently permitted under applicable State law.

<sup>2</sup> Total Ad Valorem Tax Levy for debt service and maintenance and operations.

<sup>3</sup> Based on Net Taxable Assessed Valuation certified by the Bexar Appraisal District.

<sup>4</sup> Of total taxes of \$571,780,175 deposited to the General Fund, as evidenced in Table 18, \$258,947,557 was derived from these Sales Tax collections imposed for general municipal purposes.

<sup>5</sup> Of total taxes of \$571,780,175 deposited to the General Fund, as evidenced in Table 18, \$269,862,513 was derived from these ad valorem tax collections levied for maintenance and operating purposes.

(The remainder of this page is intentionally left blank.)

**Comparison of Selected Sources of Revenues**

**Table 18**

Fiscal Year Ended 9/30	Taxes <sup>1</sup>	Charges for Services	Miscellaneous	Fines and Forfeits	Licenses and Permits	Inter-Governmental	CPS Energy	San Antonio Water System (SAWS)	Contributions	Total
2006	399,359,902	35,276,831	13,830,931	10,947,472	19,764,737	3,445,582	246,084,171 <sup>2</sup>	10,283,651	-0-	738,993,277
2007	430,451,032	25,220,809	14,306,653	15,114,609	6,926,703 <sup>3</sup>	4,035,641	248,539,890 <sup>4</sup>	9,147,334	-0-	753,742,671
2008	468,494,837	43,010,464	15,921,433	12,248,623	7,756,357	6,467,906	293,795,634 <sup>5</sup>	10,362,295	-0-	858,057,549
2009	477,114,895	42,799,773	13,657,600	13,110,500	7,089,526	6,029,919	265,459,226 <sup>6</sup>	10,146,195	-0-	835,407,634
2010	479,774,856	45,850,142	12,099,140	11,506,403	7,769,156	7,767,630	283,502,448 <sup>7</sup>	9,223,627	-0-	857,493,402
2011	483,197,137	50,134,656	20,698,991	13,697,473	8,679,145	5,402,948	297,629,648 <sup>8</sup>	10,821,500	-0-	890,261,498
2012	500,678,710	47,960,498	19,350,606	14,401,007	8,469,233	7,996,874	288,096,190 <sup>9</sup>	11,210,108	-0-	898,163,226
2013	516,689,766	50,093,652	14,695,940	13,507,600	8,342,572	6,891,601	295,310,385 <sup>10</sup>	11,989,345	-0-	917,520,861
2014 <sup>11</sup>	547,578,200	56,796,911	12,881,244	13,204,143	7,394,636	8,303,590	335,932,050 <sup>12</sup>	12,548,175	-0-	994,638,949
2015	571,780,175	70,691,928	11,315,249	12,235,347	8,107,374	8,070,603	336,282,925 <sup>13</sup>	12,713,783	185,807 <sup>14</sup>	1,031,383,191

<sup>1</sup> Comprised of property, sales, alcoholic beverage, business taxes, penalties, and interest and judgments; excludes hotel/motel occupancy tax.

<sup>2</sup> Includes an additional transfer of \$8,438,363 for deposit to the Community Infrastructure and Economic Development Fund (“CIED Fund”), a collaborative effort between CPS Energy and the cities and counties within its service area to enhance the aesthetic appeal of public areas by minimizing the visual impact of overhead electric facilities and to promote certain economic development and environmental stewardship/energy efficiency projects. The CIED Fund on a prospective basis was terminated on February 1, 2012 by action of the CPS Energy Board of Directors undertaken on January 30, 2012. However, the City will continue to receive an additional transfer that will be calculated in the same manner as the prior CIED Fund receipts.

<sup>3</sup> Beginning in FY 2007, Planning and Development Services revenues are no longer included in the General Fund and are now a special revenue fund.

<sup>4</sup> Includes an additional transfer of \$8,294,548 for the CIED Fund.

<sup>5</sup> Includes an additional transfer of \$9,459,706 for the CIED Fund.

<sup>6</sup> Includes an additional transfer of \$9,203,091 for the CIED Fund.

<sup>7</sup> Includes an additional transfer of \$9,630,153 for the CIED Fund.

<sup>8</sup> Includes an additional transfer of \$10,053,786 for the CIED Fund.

<sup>9</sup> Includes an additional transfer of \$10,839,151 for the CIED Fund.

<sup>10</sup> Includes an additional transfer of \$10,865,595 for the CIED Fund.

<sup>11</sup> In FY 2014, revenues were reclassified to be more in line with Adopted Budget categories.

<sup>12</sup> Includes an additional transfer of \$11,090,885 for the CIED Fund.

<sup>13</sup> Includes an additional transfer of \$11,069,883 for the CIED Fund.

<sup>14</sup> Beginning in FY 2015, contributions are reported separately from Intergovernmental Revenues.

**Expenditures for Selected Functions <sup>1</sup>**

**Table 19**

Fiscal Year Ended 9/30	General Government	Public Safety	Streets and Roadways	Health Services	Sanitation	Welfare	Culture and Recreation	Economic Development & Opportunity	Convention & Tourism	Urban Redevelopment & Housing	Debt Service	Total
2006	66,956,066	427,598,173	10,769,231	12,032,617	2,857,185	21,738,552	71,495,663	3,973,352	-0-	-0-	-0-	617,420,839
2007	74,049,275	436,295,038	10,759,928	12,927,741	2,823,782	38,673,480	68,900,503	3,449,979	-0-	-0-	-0-	647,879,726
2008	81,879,822	454,465,713	11,476,199	65,049,068	3,301,294	44,546,595	74,030,686	3,045,737	-0-	-0-	-0-	737,795,114
2009	77,659,285	486,694,550	12,088,398	65,494,020	3,131,583	40,543,992	75,582,098	3,011,010	-0-	-0-	-0-	764,204,936
2010	81,117,340	501,629,528	42,517,625	73,343,125	3,138,080	38,452,697	73,884,389	2,607,476	-0-	-0-	-0-	816,690,260
2011	78,057,000	528,318,939	43,981,014	76,307,031	3,351,682	42,704,089	80,657,876	10,504,577	-0-	-0-	-0-	863,882,208
2012	87,997,608	538,313,780	39,744,666	78,136,020	3,310,971	40,153,187	82,740,560	15,184,974	-0-	-0-	-0-	885,581,766
2013 <sup>2</sup>	85,323,917	641,991,564	37,282,772	16,352,406	5,826,833	44,382,569	81,384,561	10,998,350	-0-	-0-	-0-	923,542,972
2014 <sup>3</sup>	65,818,122	663,164,319	52,077,775	22,472,241	-0-	31,505,631	83,524,370	12,946,993	668,994	14,824,412	11,704,291	958,707,148
2015	70,790,912	689,849,191	54,155,916	23,238,118	-0-	34,040,401	87,587,765	17,219,729	739,119	14,974,486	12,792,172	1,005,387,809

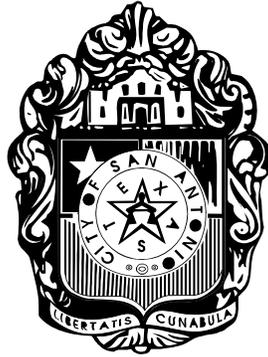
<sup>1</sup> Expenditures for selected functions do not include non-debt related designations and encumbrances; such designations and encumbrances are included in subsequent year's budget.

<sup>2</sup> Expenditures for Public Safety increased and Health Services decreased due to recategorizing EMS from Health Services to Public Safety.

<sup>3</sup> In FY 2014, business area expenditures were reclassified to be more in line with Adopted Budget categories.

(The remainder of this page is intentionally left blank.)

# **CITY OF SAN ANTONIO, TEXAS**



## **Airport System**

**\$38,085,000 Passenger Facility Charge and Subordinate Lien  
Airport System Revenue Improvement Bonds, Series 2005 (AMT)**

**\$82,400,000 Airport System Revenue Improvement Bonds, Series 2007 (AMT)**

**\$74,860,000 Passenger Facility Charge and Subordinate Lien  
Airport System Revenue Improvement Bonds, Series 2007 (AMT)**

**\$42,220,000 Airport System Revenue Improvement and Refunding Bonds, Series 2010A**

**\$20,885,000 Airport System Revenue Refunding Bonds, Taxable Series 2010B**

**\$37,335,000 Passenger Facility Charge and Subordinate Lien  
Airport System Revenue Improvement and Refunding Bonds, Series 2010**

**\$70,135,000 Airport System Revenue Refunding Bonds, Series 2012 (AMT)**

**\$25,790,000 Passenger Facility Charge and Subordinate Lien  
Airport System Revenue Refunding Bonds, Series 2012 (AMT)**

**\$38,805,000 Airport System Revenue Improvement Bonds, Series 2015 (AMT)**

**\$123,900,000 Customer Facility Charge Revenue Bonds, Taxable Series 2015  
(Consolidated Rental Car Special Facilities Project)**

**March 31, 2016**

## AIRPORT SYSTEM REVENUE BONDS

The following Tables 1 through 6 present historical operating performance of the Airport System, all of which have been prepared by the City's Aviation Department.

The total domestic and international enplaned passengers at the International Airport on a monthly basis, along with year to year percentage changes for each of the last five calendar years are shown as follows:

<b>Total Domestic and International Enplaned Passengers</b>					<b>Table 1</b>
	2011	2012	2013	2014	2015
January	291,442	300,104	301,797	301,855	304,944
February	271,345	288,861	286,286	278,607	277,783
March	354,980	356,855	363,612	363,472	367,525
April	337,932	341,161	344,955	350,667	368,268
May	354,245	350,308	356,178	365,538	376,596
June	382,325	380,919	383,576	394,884	392,157
July	384,521	388,330	381,639	409,555	406,359
August	342,832	352,989	340,113	355,064	348,495
September	321,083	303,788	305,816	317,860	316,003
October	350,901	347,570	351,458	358,858	368,700
November	338,426	348,831	337,121	333,621	364,134
December	341,749	343,648	366,488	361,410	366,724
Total	4,071,781	4,103,364	4,119,039	4,191,391	4,257,688
Increase (Decrease)					
Over Prior 12-Month Period		31,583	15,675	72,352	66,297
% Increase (Decrease)					
Over Prior 12-Month Period		0.78%	0.38%	1.76%	1.58%

(The remainder of this page is intentionally left blank.)

The total enplanements at the International Airport by airline for each of the last five calendar years are shown below:

**Domestic and International Enplaned Passengers by Airline**

**Table 2**

Airlines	2011		2012		2013		2014		2015	
	<u>Number</u>	<u>% Total</u>								
ABC Aerolineas dba InterJet <sup>1</sup>	--	--	75,281	1.83	101,140	2.46	101,527	2.42	114,079	2.68
Aerolitoral <sup>2</sup>	28,862	0.71	--	--	--	--	--	--	--	--
Aeromexico	44,181	1.08	79,984	1.95	69,174	1.68	56,963	1.36	60,262	1.42
AirTran <sup>3</sup>	115,315	2.83	--	--	--	--	--	--	--	--
Alaska Airlines <sup>1</sup>	--	--	13,846	0.34	49,809	1.21	50,280	1.20	51,667	1.21
American	691,986	16.99	697,723	17.00	660,081	16.03	689,482	16.45	732,216	17.20
American Eagle <sup>4</sup>	18,809	0.46	--	--	--	--	--	--	--	--
Atlantic Southeast <sup>5</sup>	36,128	0.89	--	--	--	--	--	--	--	--
Continental <sup>6</sup>	399,848	9.82	--	--	--	--	--	--	--	--
Delta	609,943	14.98	641,332	15.63	618,427	15.01	602,157	14.37	628,431	14.76
Frontier	81,709	2.01	15,931	0.39	--	--	--	--	--	--
Southwest	1,519,659	37.32	1,701,994	41.48	1,732,478	42.06	1,748,380	41.71	1,710,494	40.17
United	296,296	7.28	627,886	15.30	619,712	15.04	665,649	15.88	695,515	16.34
US Airways	207,994	5.11	218,585	5.33	238,768	5.80	234,504	5.60	222,175	5.21
Viva AeroBus <sup>1</sup>	--	--	15,249	0.37	7,109	0.17	1,590	0.04	4,159	0.10
Other Carriers	21,051	0.52	15,553	0.38	22,341	0.54	40,859	0.97	38,690	0.91
<b>Total</b>	<b>4,071,781</b>	<b>100.00</b>	<b>4,103,364</b>	<b>100.00</b>	<b>4,119,039</b>	<b>100.00</b>	<b>4,191,391</b>	<b>100.00</b>	<b>4,257,688</b>	<b>100.00</b>
<b>% Increase (Decrease)</b>										
<b>Over Prior 12-Month Period</b>			0.78%		0.38%		1.76%		1.58%	

<sup>1</sup> Commenced operations in 2012.

<sup>2</sup> Combined and shown under Aeromexico beginning in 2012.

<sup>3</sup> Combined and shown under Southwest.

<sup>4</sup> Combined and shown under American.

<sup>5</sup> Combined and shown under Delta.

<sup>6</sup> Combined and shown under United.

The total enplaned and deplaned international passengers at the International Airport are shown below:

<b>Total Enplaned and Deplaned International Passengers</b>					<b>Table 3</b>
	<u>2011</u>	<u>2012</u> <sup>1</sup>	<u>2013</u>	<u>2014</u>	<u>2015</u>
January	8,705	27,029	38,614	37,488	40,906
February	9,854	22,337	27,331	25,047	26,896
March	14,600	28,677	37,564	31,032	39,168
April	13,996	28,766	35,241	32,637	44,793
May	13,684	27,550	35,683	34,570	46,187
June	13,370	38,127	42,877	42,407	49,489
July	19,222	50,764	53,630	52,933	63,285
August	13,116	43,086	45,861	45,247	46,875
September	11,125	28,033	32,141	34,611	30,449
October	11,388	33,690	34,997	37,660	34,322
November	14,351	44,274	41,140	39,629	39,589
December	38,620	49,385	49,530	51,504	49,533
Total	<u>182,031</u>	<u>421,718</u>	<u>474,609</u>	<u>464,765</u>	<u>511,492</u>
Increase (Decrease)					
Over Prior 12-Month Period		239,687	52,891	(9,844)	46,727
% Increase (Decrease)					
Over Prior 12-Month Period		131.67%	12.54%	(2.07%)	10.05%

<sup>1</sup> The increase in total enplaned and deplaned international passengers from 2011 to 2012 is attributable to three new airlines operating in 2012. These airlines are AirTran, InterJet, and Viva AeroBus.

(The remainder of this page is intentionally left blank.)

The historical aircraft landed weight at the International Airport in 1,000 pound units, by air carrier, in the designated calendar year is shown below. Landed weight is utilized in the computation of the Airport's landing fee.

**Air Carrier Landed Weight (1,000 lbs.)**

**Table 4**

Carriers	2011		2012		2013		2014		2015	
	Weight	% Total								
ABC Aerolineas dba InterJet <sup>1</sup>	--	--	120,015.30	2.07	133,097.30	2.30	137,062.40	2.42	142,057.10	2.48
Aerolitoral <sup>2</sup>	32,630.00	0.57	--	--	--	--	--	--	--	--
Aeromar	202.40	0.00	--	--	--	--	--	--	--	--
Aeromexico	57,702.00	1.01	103,109.20	1.77	92,191.20	1.59	61,335.50	1.08	72,253.90	1.26
AirTran <sup>3</sup>	121,632.50	2.13	--	--	--	--	--	--	--	--
Alaska Airlines <sup>1</sup>	--	--	15,266.30	0.26	52,898.10	0.92	51,905.40	0.92	52,500.20	0.92
American	739,589.00	12.96	729,526.20	12.55	734,065.70	12.69	742,969.60	13.12	832,934.60	14.55
American Eagle <sup>4</sup>	26,666.00	0.47	--	--	--	--	--	--	--	--
Atlantic Southeast <sup>5</sup>	40,639.90	0.71	--	--	--	--	--	--	--	--
Comair	94.00	0.00	--	--	--	--	--	--	--	--
Compass Air <sup>5</sup>	66,691.10	1.17	--	--	--	--	--	--	--	--
Continental <sup>6</sup>	442,583.00	7.75	--	--	--	--	--	--	--	--
Continental Express	20,846.30	0.37	--	--	--	--	--	--	--	--
Delta	625,328.70	10.96	769,667.60	13.24	797,096.90	13.78	740,963.20	13.09	750,529.10	13.11
Federal Express	401,113.80	7.03	414,223.80	7.13	446,275.90	7.71	464,246.70	8.20	458,729.50	8.01
Frontier	94,732.90	1.66	17,568.40	0.30	--	--	--	--	--	--
Go Jet <sup>6</sup>	74,169.00	1.30	--	--	--	--	--	--	--	--
Martinaire	4,972.50	0.09	--	--	--	--	--	--	--	--
Mesaba <sup>5</sup>	40,403.80	0.71	--	--	--	--	--	--	--	--
Mexicana	142.20	0.00	80.00	0.00	--	--	--	--	--	--
Pinnacle <sup>5</sup>	19,492.30	0.34	--	--	--	--	--	--	--	--
Southwest	1,929,756.00	33.81	2,140,012.00	36.82	2,163,256.00	37.40	2,058,814.00	36.37	1,940,826.00	33.91
US Airways	235,673.30	4.13	247,815.20	4.26	264,650.10	4.58	270,185.60	4.77	251,631.70	4.40
United	270,513.90	4.74	744,779.10	12.82	721,435.60	12.47	764,769.30	13.51	823,300.80	14.38
United Parcel	330,302.10	5.79	366,660.90	6.31	262,089.60	4.53	256,428.50	4.53	292,248.80	5.10
Viva AeroBus <sup>1</sup>	--	--	17,898.00	0.31	8,715.40	0.15	2,513.20	0.04	8,292.30	0.14
Other Carriers	131,417.10	2.30	125,605.10	2.16	108,965.80	1.88	110,360.10	1.95	99,881.80	1.74
<b>Total</b>	<b>5,707,293.80</b>	<b>100.00</b>	<b>5,812,227.10</b>	<b>100.00</b>	<b>5,784,737.60</b>	<b>100.00</b>	<b>5,661,553.50</b>	<b>100.00</b>	<b>5,725,185.80</b>	<b>100.00</b>

<sup>1</sup> Commenced operations in 2012.

<sup>2</sup> Combined and shown under Aeromexico beginning in 2012.

<sup>3</sup> Combined and shown under Southwest.

<sup>4</sup> Combined and shown under American.

<sup>5</sup> Combined and shown under Delta.

<sup>6</sup> Combined and shown under United.

The following is a summary of cargo activities at the International Airport:

<b>Enplaned Air Cargo Weights (U.S. Tons)</b>				<b>Table 5</b>
Calendar Year	Mail	Freight	Total Cargo	% Change
2011	14,824.95	43,488.21	58,313.16	--
2012	15,046.02	40,224.04	55,270.06	(5.22)
2013	16,634.27	35,067.62	51,701.89	(6.46)
2014	17,821.48	36,857.80	54,679.28	5.76
2015	17,623.36	36,825.20	54,448.56	(0.42)

Tables 6 and 7 reflect the historical performance of parking operations at the International Airport. The current parking rates at the International Airport are shown below.

**Current Parking Rates (effective October 1, 2014)** **Table 6**

**Hourly Parking Rates\***

First 15 Minutes	Free
16 Minutes – ½ Hour	\$2
½ Hour – 1 Hour	\$3
1 – 2 Hours	\$5
2 – 3 Hours	\$8
3 – 4 Hours	\$11
4 – 5 Hours	\$14
5 – 6 Hours	\$18
6 – 24 Hours	\$24
Lost Ticket	\$24

**Long Term Parking Rates**

First 15 Minutes	Free
16 Minutes – 1 Hour	\$2
1 – 2 Hours	\$4
2 – 3 Hours	\$6
3 – 4 Hours	\$8
4 – 24 Hours	\$11
Lost Ticket	\$11

**Remote (Green Lot) and Overflow (Red Lot) Parking Rates**

0 – 1 Hour	\$2
1 – 2 Hours	\$4
2 – 3 Hours	\$6
4 – 24 Hours	\$8
Lost Ticket	\$8

\* Hourly Lot was closed on July 15, 2015 for construction of the Consolidated Rental Car Facility.

(The remainder of this page is intentionally left blank.)

The historical revenues and expenses of the parking system at the International Airport and parking revenues as a percentage of Gross and Net Revenues of the Airport System are shown below:

**Airport Parking System Revenues**

**Table 7**

	Fiscal Year Ended September 30				
	2011	2012	2013	2014	2015
Parking Revenues	\$19,319,267	\$19,999,670	\$20,060,853	\$22,667,121	\$22,351,381
Parking Expenses	(3,629,456)	(3,541,257)	(3,698,270)	(3,694,785)	(6,109,113)
Net Parking Revenues	\$15,689,811	\$16,458,413	\$16,362,583	\$18,972,336	\$16,242,268
Gross Parking Revenues as a					
% of Airport System					
Gross Revenues	23.20%	22.18%	22.46%	24.90%	24.41%
Net Parking Revenues as a					
% of Airport System					
Net Revenues	40.43%	38.17%	42.68%	47.32%	46.42%
Airport System					
Gross Revenues	\$83,288,806	\$90,163,733	\$89,323,659	\$91,034,569	\$91,582,441
Airport System					
Net Revenues	\$38,808,642	\$43,114,987	\$38,336,258	\$40,096,367	\$34,990,400

Source: City of San Antonio, Department of Finance.

(The remainder of this page is intentionally left blank.)

The historical financial performance of the Airport System is shown in tables 8 and 9 and has been provided by the City's Finance Department.

A comparison of the major categories comprising Gross Revenues and Operation and Maintenance Expenses for the past five fiscal years is shown below:

**Comparative Statement of Gross Revenues and Expenses** **Table 8**

	Fiscal Year Ended September 30				
	2011	2012	2013	2014	2015
<b>Gross Revenues</b>					
<u>Airline Revenues</u>					
Scheduled Carrier Landing Fees	\$8,664,750	\$9,266,975	\$6,904,626	\$8,310,006	\$7,305,393
Non-Scheduled Carrier Landing Fees	1,446,665	1,570,581	1,054,829	1,219,699	1,158,695
Terminal Building Rentals <sup>1</sup>	19,007,289	16,550,453	15,979,397	15,075,197	13,910,067
FIS Space Fees	600,585	1,562,989	1,926,746	1,830,730	2,169,404
Ramp Fees	2,109,150	2,728,096	2,788,155	2,490,665	2,214,450
Baggage Handling System Charges	5,105,855	2,438,722	1,547,663	1,224,651	1,871,192
Passenger Loading Bridges	782,666	297,011	194,997	376,732	278,445
City Gate Fees	-0-	1,118,592	1,221,634	831,956	770,259
Subtotal Airlines Revenues	<u>\$37,716,960</u>	<u>\$35,533,419</u>	<u>\$31,618,047</u>	<u>\$31,359,636</u>	<u>\$29,677,905</u>
<u>Non-Airline Revenues</u>					
Concession Contracts	\$16,776,304	\$18,603,922	\$18,698,313	\$19,111,671	\$19,670,364
Parking Fees	19,319,267	19,999,670	20,060,853	22,667,121	22,351,381
Property Leases	7,697,458	7,533,494	7,632,686	7,674,649	8,420,872
Stinson AirportAA	401,957	372,843	343,983	329,679	312,080
General Aviation Fuel	593,364	597,077	599,487	595,879	605,272
Interest Income	186,599	211,455	348,876	291,622	230,964
Misc. Revenues	596,897	901,456	1,132,886	2,057,299	2,183,989
Transfer from Other Funds	-0-	5,432,543	8,003,233	6,066,119	7,156,269
RON Fees	-0-	977,854	885,295	880,894	973,345
Subtotal Non-Airline Revenues	<u>\$45,571,846</u>	<u>\$54,630,314</u>	<u>\$57,705,612</u>	<u>\$59,674,933</u>	<u>\$61,904,536</u>
<b>Total Gross Revenues</b>	<u><u>\$83,288,806</u></u>	<u><u>\$90,163,733</u></u>	<u><u>\$89,323,659</u></u>	<u><u>\$91,034,569</u></u>	<u><u>\$91,582,441</u></u>
<b>Operating &amp; Maintenance Expenses</b>					
Airfield Area	\$2,189,071	\$-0-	\$-0-	\$-0-	\$-0-
Service Area	291,297	-0-	-0-	-0-	-0-
Terminal B	3,414,755	-0-	-0-	-0-	-0-
Terminal A	4,857,592	-0-	-0-	-0-	-0-
Fire & Rescue	4,433,517	4,694,290	4,314,351	4,306,043	4,935,735
Access	728,766	-0-	-0-	-0-	-0-
Central Plant	609,264	-0-	-0-	-0-	-0-
Commercial & Industrial	78,246	-0-	-0-	-0-	-0-
Other Buildings & Area	25,532	-0-	-0-	-0-	-0-
Parking	3,629,456	3,541,257	3,698,270	3,694,785	6,109,113
Stinson Airport	641,799	658,596	723,107	775,251	894,450
Administration	10,577,136	12,081,007	14,224,694	14,414,896	13,818,834
Maintenance & Control	1,823,892	8,617,127	8,322,856	8,632,737	9,369,216
Security	5,813,629	6,272,464	6,784,156	7,310,119	8,152,980
Operations	1,228,199	1,280,662	1,328,252	1,448,867	1,457,822
Ground Transportation	723,263	-0-	-0-	-0-	-0-
Environmental Stewardship	807,744	528,018	717,568	718,714	879,282
Airport Safety/Wildlife Programs	301,190	454,582	472,368	500,613	509,625
Baggage Handling System	2,250,199	-0-	-0-	-0-	-0-
Passenger Loading Bridges	55,617	-0-	-0-	-0-	-0-
Airside & Landside Maintenance	-0-	2,970,794	3,651,151	3,209,795	4,206,051
Custodial & Terminal Service	-0-	4,994,179	5,343,822	4,681,033	4,676,289
Fleet Maintenance	-0-	955,770	1,406,806	1,245,349	1,304,969
Airport Integrated Control Center	-0-	-0-	-0-	-0-	277,675
<b>Total Operating &amp; Maintenance Expenses</b>	<u>\$44,480,164</u>	<u>\$47,048,746</u>	<u>\$50,987,401</u>	<u>\$50,938,202</u>	<u>\$56,592,041</u>
<b>Net Revenues</b>	<u><u>\$38,808,642</u></u>	<u><u>\$43,114,987</u></u>	<u><u>\$38,336,258</u></u>	<u><u>\$40,096,367</u></u>	<u><u>\$34,990,400</u></u>

<sup>1</sup> In 2010, the Signatory Airlines were eligible to receive a credit against their terminal rents, in an amount equal to 50% of funds available in excess of the 25% debt service coverage requirement after the payment of all Operation and Maintenance Expenses, debt service requirements, and deposits to the bond funds. Terminal building rentals are shown net of credit. Beginning in FY 2011, there is no rebate; however, the Signatory Agreement provides for certain credits which will apply toward the next fiscal year's rates and charges. Therefore, the first credits are applied during FY 2012.

The ratios of Gross Revenues and Net Revenues to the debt service requirements of the outstanding Parity GARBs for the past five fiscal years ended September 30 are shown below:

**Historical Debt Service Coverage**

**Table 9**

	Fiscal Year Ended September 30				
	2011	2012	2013	2014	2015
Gross Revenues <sup>1</sup>	\$83,288,806	\$90,163,733	\$89,323,659	\$91,034,569	\$91,582,441
Operating Expenses	(44,480,164)	(47,048,746)	(50,987,401)	(50,938,202)	(56,592,041)
Net Revenues	<u>\$38,808,642</u>	<u>\$43,114,987</u>	<u>\$38,336,258</u>	<u>\$40,096,367</u>	<u>\$34,990,400</u>
Annual Debt Service Requirements	\$24,985,745	\$23,044,827	\$23,940,121	\$23,314,205	\$20,565,896
Less: Capitalized Interest	734,451	1,391,591	-0-	-0-	-0-
Less: PFC Allocated Debt Service	<u>1,803,587</u>	<u>3,597,679</u>	<u>3,599,179</u>	<u>3,812,929</u>	<u>3,809,479</u>
Net Annual Debt Service Requirements	<u>\$22,447,707</u>	<u>\$18,055,557</u>	<u>\$20,340,942</u>	<u>\$19,501,276</u>	<u>\$16,756,417</u>
Gross Revenue Debt Service Coverage	3.33x	3.91x	3.73x	3.90x	4.45x
Net Revenue Debt Service Coverage	1.55x	1.87x	1.60x	1.72x	1.70x
Net Revenue Debt Service Coverage – Including Reduction of Debt Service Due to Capitalized Interest and PFC Allocated Debt Service <sup>2</sup>	1.73x	2.39x	1.88x	2.06x	2.09x

<sup>1</sup> As reported in the City's audited financial statements.

<sup>2</sup> Beginning in FY 2011, the Debt Service Coverage also includes the reduction of Debt Service due to PFC Allocated Debt Service.

Source: City of San Antonio, Department of Finance.

(The remainder of this page is intentionally left blank.)

## **CUSTOMER FACILITY CHARGE REVENUE BONDS**

Please refer to the Airport System Debt Tables 1, 2, 3, 4, 5, 6, 7, 8, and 9, respectively, for certain disclosure requirements related to this issuance.

(The remainder of this page is intentionally left blank.)

**ACTUAL AND PROJECTED CFC REVENUES AND DEBT SERVICE COVERAGE RATIOS**

	Fiscal Year Ending September 30								
	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Pledged Revenues</b>									
CFC Revenues <sup>1</sup>	\$9,620,168	\$10,467,600	\$10,723,800	\$10,980,000	\$12,359,820	\$12,641,640	\$12,923,460	\$13,205,280	\$13,487,100
Contingent Fees	-	-	-	-	-	-	-	-	-
Pledged Investment Income <sup>2</sup>	<u>35,047</u>	<u>145,356</u>	<u>158,945</u>	<u>166,578</u>	<u>171,279</u>	<u>186,856</u>	<u>189,100</u>	<u>185,129</u>	<u>171,455</u>
<b>Total Pledged Revenue</b>	<b>\$9,655,215</b>	<b>\$10,612,956</b>	<b>\$10,882,745</b>	<b>\$11,146,578</b>	<b>\$12,531,099</b>	<b>\$12,828,496</b>	<b>\$13,112,560</b>	<b>\$13,390,409</b>	<b>\$13,658,555</b>
Series 2015 Bonds Debt Service	-	\$6,292,770	\$6,823,485	\$6,823,485	\$7,523,485	\$7,753,115	\$7,922,620	\$8,180,668	\$8,409,147
<b>Series 2015 Bonds Debt Service Coverage</b>	<b>N/A</b>	<b>1.69</b>	<b>1.59</b>	<b>1.63</b>	<b>1.67</b>	<b>1.65</b>	<b>1.66</b>	<b>1.64</b>	<b>1.62</b>
Debt Service Coverage Fund	\$2,441,657	\$2,441,657	\$2,441,657	\$2,441,657	\$2,441,657	\$2,441,657	\$2,441,657	\$2,441,657	\$2,441,657
Total Resources available for Series 2015 Bonds Debt Service	\$12,096,872	\$13,054,613	\$13,324,402	\$13,588,235	\$14,972,756	\$15,270,153	\$15,554,217	\$15,832,066	\$16,100,212
<b>Debt Service Coverage Ratio (All Resources)</b>	<b>N/A</b>	<b>2.07</b>	<b>1.95</b>	<b>1.99</b>	<b>1.99</b>	<b>1.97</b>	<b>1.96</b>	<b>1.94</b>	<b>1.91</b>
Concurrently Issued Bonds Debt Service	-	\$1,789,342	\$1,940,250	\$1,940,250	\$1,940,250	\$2,700,250	\$2,697,250	\$2,697,500	\$2,700,750
<b>Total Debt Service (Series 2015 Bonds and Concurrently Issued Bonds)</b>	<b>-</b>	<b>\$8,082,112</b>	<b>\$8,763,735</b>	<b>\$8,763,735</b>	<b>\$9,463,735</b>	<b>\$10,453,365</b>	<b>\$10,619,870</b>	<b>\$10,878,168</b>	<b>\$11,109,897</b>
<b>Debt Service Coverage Ratio (All Debt Service vs. Pledged Revenues)</b>	<b>N/A</b>	<b>1.31</b>	<b>1.24</b>	<b>1.27</b>	<b>1.32</b>	<b>1.23</b>	<b>1.23</b>	<b>1.23</b>	<b>1.23</b>

Source: City's audited financial statements for Fiscal Year 2015; the Airport Consultants for revenue projections for Fiscal Years 2016 - 2023.

<sup>1</sup> CFC collections began on April 1, 2012 at a rate of \$4.50 per Transaction Day. The CFC rate was increased to \$5.00 per Transaction Day, effective July 1, 2015 and is projected to increase to \$5.50 per Transaction Day on September 1, 2018. CFC Revenues remittance to the City for each rate increase begins one month after the effective date of such increase.

<sup>2</sup> Assumed investment income interest rate of 0.50% on Fund balances for Fiscal Years 2016 – 2023.

Airport Rental Car Operators as of September 30, 2015

**Operators**

---

**Hertz Corporation**

Hertz  
Dollar Thrifty Group/Firefly  
Advantage Rent A Car

**EAN Holdings, LLC**

Enterprise Rent-A-Car  
Alamo Rent a Car  
National Car Rental

**Avis Budget Car Rental, LLC**

Avis Rent A Car System, LLC  
Payless Rent A Car

**Advantage OPCO, LLC**

Advantage Rent A Car

**Dollar Thrifty Group**

Dollar Thrifty Group

**Satrac Inc. dba Budget Rent a Car**

Budget Car and Truck Rental

(The remainder of this page is intentionally left blank.)

## CFC Report

### Fiscal Year End September 30, 2015 and Projected Fiscal Year End September 30, 2016

Page 1 of 3

---

<b>CFC pledged/collected amounts for Fiscal Year 2015</b>	<b>\$ 9,620,168</b>
<b>CFC transaction days for Fiscal Year 2015</b>	<b>2,085,569</b>
<b>CFC forecast for Fiscal Year 2016</b>	<b>\$ 10,467,600</b>
<b>Recommended CFC rate for Fiscal Year 2016</b>	<b>\$ 5.00</b>
<b>CFC forecast transaction days for Fiscal Year 2016</b>	<b>2,093,520</b>
<b>Forecast flow of funds for Fiscal Year 2016</b>	
CFC Collections <sup>(1)</sup>	\$ 10,682,299
Debt Service Fund (interest earnings)	15,992
Debt Service Fund	(6,897,086)
Debt Service Reserve Fund (interest earnings)	62,587
Debt Service Coverage Fund (interest earnings)	12,225
Debt Service Coverage Fund (FY 2015 interest earnings)	23
Public Parking Area GARB Debt Fund	(2,106,030)
Administrative Costs Fund	(20,000)
CFC Renewal and Replacement Fund (interest earnings)	37,500
CFC Renewal and Replacement Fund (FY 2015 interest earnings)	70
CFC Surplus Fund (interest earnings)	12,293
CFC Surplus Fund	(1,800,008)
Airport Parking Operating Funds Account (FY 2015 interest earnings)	79
Initial Tenant Improvement Reimbursement Account (FY 2015 interest earnings)	<u>56</u>
<b>End Balance</b>	<b>\$ -</b>

---

<sup>(1)</sup> Includes \$214,699.15 in Revenue received by the Trustee in FY 2016 for FY 2015 activity

(The remainder of this page is intentionally left blank.)

## CFC Report

### Fiscal Year End September 30, 2015 and Projected Fiscal Year End September 30, 2016

Page 2 of 3

#### Forecast ending balances for fiscal year 2016

##### **Debt Service Fund**

Beginning Balance	\$	1,101,555
Revenue Fund		6,897,086
Interest earnings		15,992
Revenue Fund (interest earnings transfer out)		(15,992)
Debt Service payment		<u>(6,292,770)</u>
<b>End Balance</b>	<b>\$</b>	<b>1,705,871<sup>(2)</sup></b>

##### **Debt Service Reserve Fund<sup>(3)</sup>**

Beginning Balance	\$	9,766,629
Interest earnings		62,587
Revenue Fund (interest earnings transfer out)		<u>(62,587)</u>
<b>End Balance</b>	<b>\$</b>	<b>9,766,629</b>

##### **Debt Service Coverage Fund<sup>(4)</sup>**

Beginning Balance	\$	2,441,680
Interest earnings		12,225
Revenue Fund (FY 2015 interest earnings transfer out)		(23)
Revenue Fund (interest earnings transfer out)		<u>(12,225)</u>
<b>End Balance</b>	<b>\$</b>	<b>2,441,657</b>

##### **Public Parking Area GARB Debt Fund**

Beginning Balance	\$	163,843
Revenue Fund		2,106,030
Interest earnings		4,531
Debt Service		<u>(1,789,342)</u>
<b>End Balance</b>	<b>\$</b>	<b>485,062<sup>(2)</sup></b>

##### **Subordinated Debt Fund**

Beginning Balance	\$	-
<b>End Balance</b>	<b>\$</b>	<b>-</b>

##### **Administrative Costs Fund**

Beginning Balance	\$	-
Revenue Fund		20,000
Administrative Cost		<u>(20,000)</u>
<b>End Balance</b>	<b>\$</b>	<b>-</b>

##### **CFC Renewal and Replacement Fund**

Beginning Balance	\$	7,500,070
Interest earnings		37,500
Revenue Fund (FY 2015 interest earnings transfer out)		(70)
Revenue Fund (interest earnings transfer out)		<u>(37,500)</u>
<b>End Balance</b>	<b>\$</b>	<b>7,500,000</b>

<sup>(2)</sup> This amount represents approximately three months of Debt Service transfers necessary to make the subsequent Debt Service payment

<sup>(3)</sup> The Debt Service Reserve Fund Requirement is \$9,766,629.40

<sup>(4)</sup> The Debt Service Coverage Fund Requirement is \$2,441,657.35

## CFC Report

### Fiscal Year End September 30, 2015 and Projected Fiscal Year End September 30, 2016

Page 3 of 3

#### Forecast ending balances for fiscal year 2016 (continued)

##### **CFC Surplus Fund**

Beginning Balance	\$	-
Interest earnings		12,293
Revenue Fund		1,800,008
Revenue Fund (interest earnings transfer out)		<u>(12,293)</u>
<b>End Balance</b>	<b>\$</b>	<b>1,800,008</b>

##### **Contingent Fee Reimbursement Account**

Beginning Balance	\$	-
<b>End Balance</b>	<b>\$</b>	<b>-</b>

##### **Routine Maintenance Reimbursement Account**

Beginning Balance	\$	-
<b>End Balance</b>	<b>\$</b>	<b>-</b>

##### **Airport Parking Operating Funds Account**

Beginning Balance	\$	8,500,079
Revenue Fund (FY 2015 interest earnings transfer out)		(79)
Airport Parking Operating Funds		<u>(4,857,143)</u>
<b>End Balance</b>	<b>\$</b>	<b>3,642,857</b>

##### **Initial Tenant Improvement Reimbursement Account**

Beginning Balance	\$	6,000,056
Revenue Fund (FY 2015 interest earnings transfer out)		<u>(56)</u>
<b>End Balance</b>	<b>\$</b>	<b>6,000,000</b>

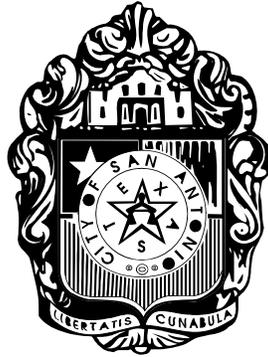
#### **Contingent Fee Statement**

Pursuant to Section 3.4.3 of the Lease Agreements with the Operators, the CFC Report shall include a statement (the "**Contingent Fee Statement**") setting forth the following information:

- (i) the amount that was necessary to fully fund each of the first seven (7) funds identified in Section 3.3 of the Lease Agreements (i.e., Debt Service Fund, Debt Service Reserve Fund, Debt Service Coverage Fund, Public Parking Area GARB Debt Fund, Subordinated Debt Fund, Administrative Costs Fund, and CFC Renewal and Replacement Fund) during such Fiscal Year (see page 2 of this CFC Report);
- (ii) the total CFC collections received by the Bond Trustee during such Fiscal Year (see "CFC pledged/collected amounts for Fiscal Year 2015" on page 1 of this CFC Report);
- (iii) the total amount of Contingent Fee paid by all Operators and the City during prior Fiscal Years (as of September 30, 2015, no Contingent Fees have been paid by any Operator or the City); and
- (iv) the available balance, as of the last day of the just ended Fiscal Year, of the CFC Revenue Fund and the CFC Surplus Fund (which available balances are \$0.00 and \$0.00, respectively).

(The remainder of this page is intentionally left blank.)

**CITY OF SAN ANTONIO, TEXAS**



**Municipal Drainage Utility System**

**\$70,685,000 Municipal Drainage Utility System Revenue Refunding Bonds,  
Series 2013**

**March 31, 2016**

## MUNICIPAL DRAINAGE UTILITY SYSTEM REVENUE BONDS

The System's operating revenues and expenditures are shown below for the past five years.

### Condensed Statement of Operations

Table 1

	Fiscal Year Ended September 30				
	2015	2014	2013	2012	2011
<b>Revenues:</b>					
Stormwater Drainage Service Fee	\$39,918,700	\$39,279,378	\$38,847,013	\$38,187,270	\$37,575,574
Fee In Lieu of Detention Pond	5,552,415	4,584,361	3,509,086	2,801,639	2,808,810
Miscellaneous	109,673	138,812	66,509	695,142	45,477
Interest Income	55,935	98,633	129,130	133,526	156,629
Transfers from Other Funds	-0-	15,826	-0-	5,822	-0-
<b>Total Revenues</b>	<u>\$45,636,723</u>	<u>\$44,117,010</u>	<u>\$42,551,738</u>	<u>\$41,823,399</u>	<u>\$40,586,490</u>
Less: Fee In Lieu of Detention Pond Revenues <sup>1</sup>	(5,599,868)	(4,669,687)	(3,619,794)	(2,923,988)	(2,939,600)
<b>Total Stormwater Revenues Available for Debt Service Requirements</b>	\$40,036,855	\$39,447,323	\$38,931,944	\$38,899,411	\$37,646,890
<b>Expenditures:</b>					
Drainage Improvement	\$28,311,785	\$28,952,692	\$29,249,673	\$28,475,280	\$27,572,958
Maintenance <sup>2</sup>	1,807,193	1,308,592	1,052,770	833,835	753,715
Transfers to Other Funds	17,132,579	19,739,288	12,929,554	17,599,999	14,021,020
<b>Total Expenditures</b>	<u>\$47,251,557</u>	<u>\$50,000,572</u>	<u>\$43,231,997</u>	<u>\$46,909,114</u>	<u>\$42,347,693</u>
Less: Fee In Lieu of Detention Pond Expenditures	(8,520,409)	(8,462,887)	(2,864,188)	(5,138,175)	(4,039,451)
<b>Total Stormwater Expenditures</b>	\$38,731,148	\$41,537,685	\$40,367,809	\$41,770,939	\$38,308,242
<b>Excess of Stormwater Revenues over Expenditures and Other Financing Uses</b>	\$1,305,707	\$(2,090,362)	\$(1,435,865)	\$(2,871,528)	\$ (661,352)
<b>Fund Balance at Beginning of Year</b>	\$23,377,257	\$29,299,688	\$29,941,078	\$35,030,387	\$36,780,647
Less: Fee In Lieu of Detention Pond Fund Balance at Beginning of Year	(17,748,823)	(21,542,023)	(20,786,417)	(23,000,605)	(24,093,162)
Less: Capital Expenditures	-0-	-0-	-0-	-0-	-0-
Plus: Fee In Lieu of Detention Pond Capital Expenditures	-0-	-0-	-0-	-0-	-0-
Plus: Gain/Loss on Disposal of Equipment	-0-	(38,869)	-0-	-0-	-0-
<b>Stormwater Fund Balance at End of Year</b>	<u>\$ 6,934,141</u>	<u>\$ 5,628,434</u>	<u>\$ 7,718,796</u>	<u>\$ 9,158,254</u>	<u>\$12,026,133</u>

<sup>1</sup> Includes Fee in Lieu of Detention Pond, along with interest and other miscellaneous income related thereto.

<sup>2</sup> Includes transfers to SAWS for collection of the Stormwater Drainage Service Fee and to pay the costs of certain designated projects.

(The remainder of this page is intentionally left blank.)

The ratios of total revenues to the average annual and maximum annual debt service requirements for the System are shown below.

**Coverage and Fund Balances**

**Table 2**

Fiscal Year 2015 Total Revenues Available for Debt Service Requirements	\$40,036,855
Average Annual Debt Service Requirements	\$ 6,162,669
Coverage of Annual Average Debt Service Requirements	6.50x
Maximum Annual Debt Service Requirements for Fiscal Year 2017	\$ 6,564,063
Coverage of Maximum Annual Debt Service Requirements	6.10x

A comparison of the revenues and expenditures for the past five fiscal years and the projections for the subsequent five years is shown below.

**Historical and Projected System Operating Cashflow**

**Table 3**

Historical	Fiscal Year Ended September 30				
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Stormwater Revenues:					
Gross Operating Revenues	\$37,575,574	\$38,187,270	\$38,847,013	\$39,279,378	\$39,918,700
Gross Non-Operating Revenues	<u>71,316</u>	<u>712,141</u>	<u>84,931</u>	<u>167,945</u>	<u>118,155</u>
Total Gross Revenues Available for Debt Service	<u>\$37,646,890</u>	<u>\$38,899,411</u>	<u>\$38,931,944</u>	<u>\$39,447,323</u>	<u>\$40,036,855</u>
 The Bonds Debt Service Requirements	 \$7,304,500	 \$7,307,919	 \$6,051,151	 \$6,556,969	 \$6,560,031
 The Bonds Debt Service Coverage	 5.15x	 5.32x	 6.43x	 6.02x	 6.10x
Projected	Fiscal Year Ended September 30				
	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Stormwater Revenues:					
Gross Operating Revenues	\$43,244,335	\$48,160,795	\$50,427,515	\$51,409,440	\$52,416,149
Gross Non-Operating Revenues	<u>14,027</u>	<u>14,167</u>	<u>14,309</u>	<u>14,452</u>	<u>14,597</u>
Total Gross Revenues Available for Debt Service	<u>\$43,258,362</u>	<u>\$48,174,962</u>	<u>\$50,441,824</u>	<u>\$51,423,892</u>	<u>\$52,430,746</u>
 The Bonds Debt Service Requirements	 \$6,559,688	 \$6,564,063	 \$6,555,463	 \$6,560,638	 \$6,557,388
 The Bonds Debt Service Coverage	 6.59x	 7.34x	 7.69x	 7.84x	 8.00x

(The remainder of this page is intentionally left blank.)

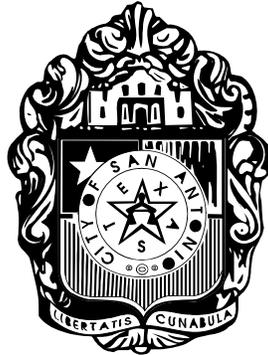
Table 4 below shows the debt service payable on the Bonds.

**Debt Service Schedule** **Table 4**

---

Fiscal Year Ended 9/30	Total Debt Service Requirements		Fiscal Year Debt Service
	Principal	Interest	
2016	\$3,515,000.00	\$3,044,687.50	\$6,559,687.50
2017	3,645,000.00	2,919,062.50	6,564,062.50
2018	3,785,000.00	2,770,462.50	6,555,462.50
2019	3,965,000.00	2,595,637.50	6,560,637.50
2020	4,165,000.00	2,392,387.50	6,557,387.50
2021	4,375,000.00	2,178,887.50	6,553,887.50
2022	4,605,000.00	1,954,387.50	6,559,387.50
2023	4,840,000.00	1,718,262.50	6,558,262.50
2024	5,090,000.00	1,470,012.50	6,560,012.50
2025	5,325,000.00	1,236,262.50	6,561,262.50
2026	5,570,000.00	990,512.50	6,560,512.50
2027	5,855,000.00	704,887.50	6,559,887.50
2028	6,155,000.00	404,637.50	6,559,637.50
2029	3,405,000.00	182,662.50	3,587,662.50
2030	<u>3,525,000.00</u>	<u>57,281.25</u>	<u>3,582,281.25</u>
	<u>\$67,820,000.00</u>	<u>\$24,620,031.25</u>	<u>\$92,440,031.25</u>

**CITY OF SAN ANTONIO, TEXAS**



**Municipal Facilities Corporation**

**\$9,090,000 Municipal Facilities Corporation,  
Lease Revenue Refunding Bonds, Series 2010**

**\$27,925,000 Municipal Facilities Corporation,  
Lease Revenue Bonds, Series 2011**

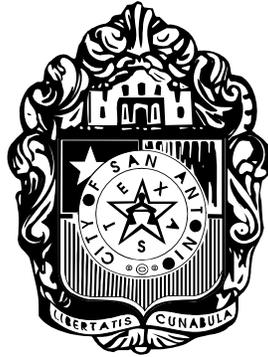
**March 31, 2016**

**MUNICIPAL FACILITIES CORPORATION LEASE REVENUE BONDS**

Please refer to the General Obligation Debt Tables 1A, 1B, 6, 8, 16, and 17, respectively, for disclosure requirements related to these issuances.

(The remainder of this page is intentionally left blank.)

**CITY OF SAN ANTONIO, TEXAS**



**Starbright Industrial Development Corporation**

**\$20,890,000 Starbright Industrial Development Corporation  
Contract Revenue Refunding Bonds, Taxable Series 2013  
(Starbright Project)**

**March 31, 2016**

**STARBRIGHT INDUSTRIAL DEVELOPMENT CORPORATION  
CONTRACT REVENUE BONDS**

**Historical Revenues and Benefits Received from the City’s Electric and Gas System (CPS Energy) <sup>1</sup> Table 2**

	Fiscal Years Ended September 30				
	2011	2012	2013	2014	2015
Gross Benefits from CPS Energy:	\$297,629,648 <sup>2</sup>	\$288,096,190 <sup>3</sup>	\$295,310,385 <sup>4</sup>	\$335,932,050 <sup>5</sup>	\$336,282,925 <sup>6</sup>
Less charges for furnishing gas and electricity to City:	<u>(28,229,243)</u>	<u>(27,421,244)</u>	<u>(27,953,916)</u>	<u>(28,544,948)</u>	<u>(28,627,918)</u>
Net Cash:	<u>\$269,400,405</u> <sup>2</sup>	<u>\$260,674,946</u> <sup>3</sup>	<u>\$267,356,469</u> <sup>4</sup>	<u>\$307,387,102</u> <sup>5</sup>	<u>\$307,655,007</u> <sup>6</sup>

<sup>1</sup> The information shown in Table 2 lists the revenues and benefits received by the City from CPS Energy during the respective fiscal years of the City.

<sup>2</sup> Includes an additional transfer of \$10,053,786 for the CIED Fund.

<sup>3</sup> Includes an additional transfer of \$10,839,151 for the purposes that were previously identified in conjunction with the establishment of the CIED Fund.

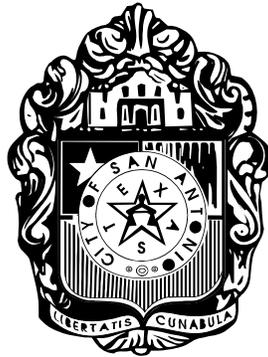
<sup>4</sup> Includes an additional transfer of \$10,865,595 for the purposes that were previously identified in conjunction with the establishment of the CIED Fund.

<sup>5</sup> Includes an additional transfer of \$11,090,885 for the purposes that were previously identified in conjunction with the establishment of the CIED Fund.

<sup>6</sup> Includes an additional transfer of \$11,069,883 for the purposes that were previously identified in conjunction with the establishment of the CIED Fund.

(The remainder of this page is intentionally left blank.)

**CITY OF SAN ANTONIO, TEXAS**



**Convention Center Hotel Finance Corporation**

**\$129,930,000 Contract Revenue Empowerment Zone Bonds,  
Series 2005A (AMT)**

**\$78,215,000 Contract Revenue Bonds,  
Taxable Series 2005B**

**March 31, 2016**

**CONVENTION CENTER HOTEL FINANCE CORPORATION  
CONTRACT REVENUE BONDS**

**\$129,930,000 Contract Revenue Empowerment Zone Bonds, Series 2005A (AMT)  
\$78,215,000 Contract Revenue Bonds, Taxable Series 2005B**

Please refer to Tables 5 and 6 that follow and to the Public Facilities Corporation Tables 18, 19, 20, 21, and 1, respectively, for disclosure requirements related to these issuances.

The financial information and operating data for the City's Convention Center Hotel which is included in Table 5 was provided by Hotel Investments, L.L.C. (as successor-by-conversion of Hotel Investments, L.P.) (the "Developer"), in accordance with the Continuing Disclosure Agreement, dated as of May 15, 2005, by and between the City of San Antonio, Texas Convention Center Hotel Finance Corporation (the "Issuer"), and the Developer. Neither the City nor the Issuer has any responsibility with respect to the accuracy of such information.

(The remainder of this page is intentionally left blank.)

Cash Flow Summary of City of San Antonio, Texas Convention Center Hotel

Table 5

CITY OF SAN ANTONIO, TEXAS CONVENTION CENTER HOTEL FINANCE CORPORATION  
 Contract Revenue Empowerment Zone Bonds, Series 2005A (AMT) & Contract Revenue Bonds, Taxable Series 2005B  
 Operating Statistics and Revenues, Expenditures, Net Income and Coverage Ratios for the Year Ending December 31, as shown:

	2011	2012	2013	2014	2015
<b>OPERATING STATISTICS:</b>					
Available Rooms (Daily)	1,003	1,003	1,003	1,003	1,003
Available Rooms (Annually)	366,095	367,098	366,095	366,095	366,095
Occupied Rooms (Annually)	253,857	264,596	265,423	272,678	265,166
Occupancy Percentage	69.34%	72.08%	72.50%	74.48%	72.43%
Average Room Rate	\$161.27	\$158.58	\$163.10	\$169.10	\$172.29
Revenue Per Occupied Room (RevPAR)	\$111.83	\$114.30	\$118.25	\$125.95	\$124.79
(\$000s)					
<b>REVENUES:</b>					
Rooms	\$40,940	\$41,960	\$43,290	\$46,110	\$45,685
Food/Beverage	22,775	22,153	22,299	21,201	22,973
Telephone	750	512	438	354	41
Garage/Parking	2,319	2,700	2,500	3,118	3,181
Other Income	1,293	626	2,133	1,564	1,778
Total Revenues	\$68,077	\$67,951	\$70,660	\$72,347	\$73,658
<b>DEPARTMENTAL EXPENSES:</b>					
Rooms	\$10,823	\$11,095	\$11,147	\$11,690	\$11,789
Food/Beverage	15,342	15,007	14,598	12,518	12,574
Telephone	416	388	310	326	5
Garage/Parking	662	831	942	980	907
Other Expenses	0	0	570	578	583
Total Departmental Expenses	\$27,243	\$27,321	\$27,567	\$26,092	\$25,858
<b>TOTAL DEPARTMENTAL INCOME:</b>	\$40,834	\$40,630	\$43,093	\$46,255	\$47,800
<b>UNDISTRIBUTED OPERATING EXPENSES:</b>					
Administration & General	\$4,871	\$5,251	\$5,098	\$4,968	\$5,702
Marketing Fees	4,131	4,391	3,940	4,402	4,890
Property Operations & Maintenance	2,756	2,894	2,416	2,567	2,603
Energy	2,327	2,342	2,792	2,599	2,564
Total Undistributed Expenses	\$14,085	\$14,878	\$14,246	\$14,536	\$15,759
<b>GROSS OPERATING PROFIT (HOUSE PROFIT)</b>	\$26,749	\$25,752	\$28,847	\$31,719	\$32,041
<b>OTHER DEDUCTIONS</b>					
Management Fee	\$2,350	\$2,342	\$2,428	\$2,504	\$2,578
Ground Lease (11)	355	369	375	381	387
Property Taxes (12)	3,536	4,391	4,088	3,904	4,274
Insurance (12)	514	514	510	548	471
Reserve for Replacement (12)	2,480	2,676	2,775	2,861	2,946
Total Fixed Charges	\$9,235	\$10,292	\$10,176	\$10,198	\$10,656
<b>NET INCOME (1)</b>	<b>\$17,514</b>	<b>\$15,460</b>	<b>\$18,671</b>	<b>\$21,521</b>	<b>\$21,385</b>
<b>INVESTMENT EARNINGS: (2)</b>					
Debt Service Reserve Fund - Empowerment Zone Bonds	\$0	\$0	\$0	\$0	\$0
Debt Service Reserve Fund - Subordinate	0	0	0	0	0
Debt Service Reserve Fund - Taxable Bonds	0	0	0	0	0
Total Investment Earnings	\$0	\$0	\$0	\$0	\$0
<b>TOTAL HOTEL REVENUES AVAILABLE FOR DEBT SERVICE</b>	\$17,514	\$15,460	\$18,671	\$21,521	\$21,385
<b>EMPOWERMENT ZONE BONDS DEBT SERVICE:</b>					
Gross Debt Service	\$6,435	\$6,435	\$6,435	\$6,435	\$6,435
Less: Capitalized Interest	0	0	0	0	0
Net Empowerment Zone Debt Service	\$6,435	\$6,435	\$6,435	\$6,435	\$6,435
<b>TAXABLE BONDS DEBT SERVICE:</b>					
Gross Debt Service	\$6,230	\$6,303	\$6,377	\$6,453	\$6,537
Less: Capitalized Interest	0	0	0	0	0
Net Taxable Debt Service	\$6,230	\$6,303	\$6,377	\$6,453	\$6,537
<b>TOTAL DEBT SERVICE</b>	\$12,665	\$12,738	\$12,812	\$12,888	\$12,972
<b>TOTAL CASH FLOW AFTER DEBT SERVICE</b>	\$4,849	\$2,722	\$5,859	\$8,633	\$8,413
<b>CASH FLOW AVAILABLE FOR DISTRIBUTION</b>					
<b>PREFERRED EQUITY RETURN FUND (12%) (3)</b>	\$4,849	\$2,722	\$5,859	\$8,633	\$8,413
<b>BASIC RENTAL FUND (4)</b>	\$0	\$0	\$0	\$0	\$0
<b>CITY TAX CONTRIBUTION REPAYMENT FUND</b>	\$0	\$0	\$0	\$0	\$0
<b>SURPLUS REVENUE FUND</b>	\$0	\$0	\$0	\$0	\$0
<b>INCENTIVE OPERATOR FEE FUND (5)</b>	\$0	\$0	\$0	\$0	\$0
<b>REVENUE SHARING FUND:</b>					
Developer Revenue Share (90%)	\$0	\$0	\$0	\$0	\$0
City Revenue Share (10%)	0	0	0	0	0
Total Revenue Sharing	\$0	\$0	\$0	\$0	\$0
<b>SUMMARY OF TAX REVENUES (13)</b>					
State HOT Revenues (Room Revs x 6%)	\$2,316	\$2,380	\$2,388	\$2,572	\$2,507
State Sales Tax Revenues (Food & Bev, Telephone and Parking x 6.25%)	1,110	1,118	1,070	1,137	1,158
Local HOT Revenues (Room Revs x 7%)	2,778	2,884	3,003	3,185	3,169
Expansion HOT Revenues (City-wide x 2%) (6)	14,120	15,567	16,235	17,301	17,476
Total Tax Revenues	\$20,324	\$21,949	\$22,696	\$24,195	\$24,310
<b>DEBT SERVICE COVERAGE ANALYSIS</b>					
Debt Service Coverage (7)	1.38	1.21	1.46	1.67	1.65
Debt Service Coverage with State Tax Revenues (8)	1.65	1.49	1.73	1.96	1.93
Debt Service Coverage with State & Local HOT Revenues (9)	1.87	1.71	1.96	2.20	2.18
Debt Service Coverage with State, Local HOT & Expansion HOT Revenues (10)	2.99	2.94	3.23	3.55	3.52

NOTES:

- First operating year represents 285 day period in 2008.
- Investment Earnings have been restated to show actual earnings, as provided on the annual Trustee statements received from Wells Fargo.
- Equal to the lesser of the Preferred Return Rate times Total Equity Contribution plus any accrued Preferred Return owed, or Cash Flow Available For Distribution.
- Basic Rental of \$350,000 beginning 5 lease years after opening real and escalating at 3% thereafter.
- Incentive Operator Fee, when Net Income is greater than \$24,000,000, is equal to 15% of the Cash Flow available for distribution less the Preferred Equity Return less Basic Rental.
- Please see Table 6 of the Official Statement for a detailed description (FY 2008 - FY 2010 have been restated to show reported amounts). FY 2014 has been restated to show reported amounts.
- Total Hotel Revenues Available for Debt Service divided by Total Debt Service.
- Total Hotel Revenues Available for Debt Service plus State HOT Revenues and State Sales Tax Revenues divided by Total Debt Service.
- Total Hotel Revenues Available for Debt Service plus State HOT Revenues, State Sales Tax Revenues, and Local HOT Revenues divided by Total Debt Service.
- Total Hotel Revenues Available for Debt Service plus State HOT Revenues, State Sales Tax Revenues, Local HOT Revenues, and Expansion HOT Revenues divided by Total Debt Service.
- Ground Lease totals have been restated to include the accrued interest payable on deferred Basic Rentals, pursuant to Section 4.1.2(d) of the Ground Lease and License Agreement.
- Totals are funded amounts into CMA through monthly sweeps.
- Source: City of San Antonio.

**Available City Tax Revenues for Credit Support of Debt Service**

**Table 6**

Fiscal Year Ending 9/30	Project Specific Revenues				Citywide 2.00% Expansion HOT Revenue <sup>2</sup>	Combined Total City Tax Revenues
	6.00% State HOT Revenue	6.25% State Sales Tax Revenue	7.00% Local HOT Revenue	Total Hotel Project Specific Revenue <sup>1</sup>		
2006					\$ 13,037,882.00	\$ 13,037,882.00
2007					14,198,340.90	14,198,340.90
2008	\$ 929,032.82	\$ 594,507.98	\$ 1,160,714.36	\$ 2,684,255.16	15,203,132.05	17,887,387.21
2009	2,040,156.02	1,092,248.21	2,470,545.35	5,602,949.58	13,066,643.25	18,669,592.83
2010	2,272,796.89	1,070,363.86	2,757,321.10	6,100,481.85	13,274,340.95	19,374,822.80
2011	2,356,691.57	1,056,469.25	2,823,075.35	6,236,236.17	13,992,682.56	20,228,918.73
2012	2,393,041.23	1,127,119.73	2,900,033.88	6,420,194.84	15,097,494.49	21,517,689.33
2013	2,325,480.31	1,051,362.89	2,900,672.52	6,277,515.72	16,178,694.29	22,456,210.01
2014	2,545,658.44	1,125,027.48	3,178,941.42	6,849,627.34	17,125,366.67 <sup>3</sup>	23,974,994.01 <sup>3</sup>
2015	<u>2,507,986.42</u>	<u>1,150,829.57</u>	<u>3,158,880.18</u>	<u>6,817,696.17</u>	<u>17,606,206.93</u>	<u>24,423,903.10</u>
Total	<u>\$17,370,843.70</u>	<u>\$8,267,928.97</u>	<u>\$21,350,184.16</u>	<u>\$46,988,956.83</u>	<u>\$148,780,784.09</u>	<u>\$195,769,740.92</u>

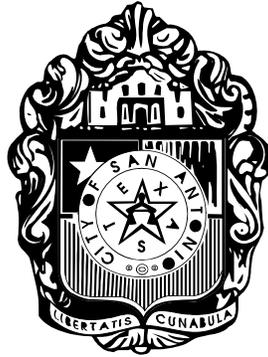
<sup>1</sup> Based on actual, unaudited collections.

<sup>2</sup> Collections represent reported revenue as displayed in the CAFR and include accruals which are an estimate of future collections. FY 2006 - FY 2010 have been restated to show reported amount.

<sup>3</sup> FY 2014 has been restated to show reported amount.

(The remainder of this page is intentionally left blank.)

**CITY OF SAN ANTONIO, TEXAS**



**Public Facilities Corporation**

**\$550,373,641.50 Public Facilities Corporation  
Improvement and Refunding Lease Revenue Bonds, Series 2012  
(Convention Center Refinancing and Expansion Project)**

**March 31, 2016**

## **PUBLIC FACILITIES CORPORATION LEASE REVENUE BONDS**

Please refer to Tables 1, 2, 17, 18, 19, 20, and 21 that follow. For Tables 3-16, please refer to the General Obligation Debt Tables 16, 18, 19, 17, 6, 1A, 1B, 7, 8, 9, 10, 11, 12, and 13, respectively, for disclosure requirements related to this issuance.

(The remainder of this page is intentionally left blank.)

**Convention Statistics**

**Table 1**

Calendar Year	Hotel Occupancy (%) <sup>1</sup>	Revenue per Available		Convention Attendance <sup>2</sup>	Convention Room Nights <sup>2</sup>	Convention Delegate Expenditures (\$ Millions) <sup>2</sup>
		Room (\$ Rev PAR) <sup>1</sup>	Room Nights Sold <sup>1</sup>			
2006	69.1	69.43	7,439,783	467,426	736,659	485.8
2007	66.3	69.90	7,397,123	455,256	647,386	473.1
2008	64.6	70.82	7,669,475	563,164	691,525	607.5
2009	57.1	55.94	7,167,603	399,408	660,736	474.5
2010	59.3	57.02	7,768,002	535,400	736,325	636.1
2011	61.3	58.08	8,236,019	499,171	637,593	593.0
2012	63.5	60.79	8,651,826	449,202	635,829	533.7
2013	63.1	63.44	8,610,676	712,577	734,190	846.6
2014	65.3	67.03	8,874,090	652,443	725,333	775.1
2015	65.7	69.55	8,913,575	699,662	773,569	831.2

<sup>1</sup> Data obtained from Smith Travel Research (“STR”) based on hotels in the San Antonio selected zip code reports dated January 2016 (reporting 2015 and 2014 numbers), and historical annual reports from prior years.

<sup>2</sup> Reflects only those conventions hosted by the City of San Antonio, Convention and Visitors Bureau.

Source: City of San Antonio, Convention and Visitors Bureau.

**Debt Service Requirements**

**Table 2**

Fiscal Year Ending 9/30	CIB Principal (\$)	CIB Interest (\$)	CAB Maturity Amount (\$)	Total Debt Service Requirement (\$)
2016	-	21,207,750.00	-	21,207,750.00
2017	2,770,000.00	21,207,750.00	-	23,977,750.00
2018	2,880,000.00	21,096,950.00	-	23,976,950.00
2019	2,995,000.00	20,981,750.00	-	23,976,750.00
2020	3,115,000.00	20,861,950.00	-	23,976,950.00
2021	3,270,000.00	20,706,200.00	-	23,976,200.00
2022	5,540,000.00	20,542,700.00	-	26,082,700.00
2023	7,050,000.00	20,265,700.00	-	27,315,700.00
2024	8,720,000.00	19,913,200.00	-	28,633,200.00
2025	10,545,000.00	19,477,200.00	-	30,022,200.00
2026	12,260,000.00	18,949,950.00	-	31,209,950.00
2027	15,460,000.00	18,336,950.00	-	33,796,950.00
2028	17,400,000.00	17,873,150.00	-	35,273,150.00
2029	19,460,000.00	17,329,400.00	-	36,789,400.00
2030	22,000,000.00	16,356,400.00	-	38,356,400.00
2031	24,475,000.00	15,476,400.00	-	39,951,400.00
2032	27,075,000.00	14,497,400.00	-	41,572,400.00
2033	29,910,000.00	13,414,400.00	-	43,324,400.00
2034	32,935,000.00	12,218,000.00	-	45,153,000.00
2035	16,215,000.00	10,900,600.00	19,930,000.00	47,045,600.00
2036	-	10,252,000.00	38,760,000.00	49,012,000.00
2037	-	10,252,000.00	40,805,000.00	51,057,000.00
2038	42,930,000.00	10,252,000.00	-	53,182,000.00
2039	46,850,000.00	8,534,800.00	-	55,384,800.00
2040	51,005,000.00	6,660,800.00	-	57,665,800.00
2041	55,420,000.00	4,620,600.00	-	60,040,600.00
2042	60,095,000.00	2,403,800.00	-	62,498,800.00
	<u>520,375,000.00</u>	<u>414,589,800.00</u>	<u>99,495,000.00</u>	<u>1,034,459,800.00</u>

**Assessed Valuation and Tax Rate of Overlapping Issuers**

**Table 17**

Governmental Subdivision	FY 2016 Gross Assessed Valuation <sup>1</sup>	FY 2016 Net Taxable Valuation <sup>1</sup>	FY 2016 Tax Rate
Alamo Colleges	\$143,135,193,572	\$131,181,057,651	\$ 0.149150
Alamo Heights Independent School District	6,798,523,039	6,433,622,009	1.195000
Bexar County	143,155,559,804	127,315,972,770	0.297500
Bexar County Road & Flood Control	143,155,562,049	132,987,651,823	0.017000
Bexar County Hospital District d.b.a. University Health System	143,135,193,572	133,933,125,748	0.276235
East Central Independent School District	3,501,276,573	3,078,737,464	1.265000
Edgewood Independent School District	1,530,704,163	1,095,633,493	1.355900
Harlandale Independent School District	1,770,727,626	1,362,870,341	1.528800
Judson Independent School District	8,830,203,947	7,635,568,855	1.420000
North East Independent School District	38,943,929,447	34,701,030,970	1.415000
Northside Independent School District	49,441,166,956	43,702,753,084	1.375500
San Antonio Independent School District	18,577,792,836	14,872,595,742	1.382600
San Antonio River Authority	143,135,193,572	131,756,520,805	0.017290
Somerset Independent School District	385,070,677	321,360,112	1.278000
South San Antonio Independent School District	1,876,071,043	1,504,205,227	1.451500
Southside Independent School District	1,751,267,728	1,551,192,892	1.368900
Southwest Independent School District	3,351,508,100	2,976,809,600	1.414900

<sup>1</sup> Assessed taxable valuation and tax rate data provided by Bexar Appraisal District as of September 14, 2015.

**Expansion Hotel Occupancy Tax Revenues – 2% Collection Rate <sup>1,2</sup>**

**Table 18**

Months	Fiscal Year Ending September 30				
	2011	2012	2013	2014 <sup>3</sup>	2015
October	\$ 1,142,998.23	\$ 983,476.69	\$ 1,427,903.00	\$ 1,146,021.17	\$ 1,209,149.78
November	942,319.20	1,069,700.61	816,224.76	1,303,075.35	1,355,821.53
December	909,689.71	1,068,758.80	1,347,519.31	1,082,840.50	1,143,053.43
January	963,399.43	1,084,443.71	863,107.21	1,125,436.15	1,218,303.20
February	1,090,359.43	1,110,223.71	1,254,445.16	1,296,855.21	1,482,729.81
March	1,477,886.00	1,674,850.00	1,790,794.13	1,876,092.99	1,970,982.58
April	1,286,880.83	1,358,173.81	1,637,985.62	1,582,075.81	1,661,051.01
May	1,174,451.11	1,368,507.43	1,363,512.48	1,396,876.25	1,487,366.12
June	1,256,431.47	1,426,590.45	1,487,554.61	1,717,411.56	1,622,155.13
July	1,471,310.17	1,697,739.23	1,916,951.90	1,629,998.07	1,637,847.38
August	1,132,596.12	1,278,252.27	1,227,413.20	1,520,746.32	1,662,332.65
September	1,144,360.86	976,777.78	1,045,282.91	1,447,937.29	1,155,414.31
	<u>\$13,992,682.56</u>	<u>\$15,097,494.49</u>	<u>\$16,178,694.29</u>	<u>\$17,125,366.67</u>	<u>\$17,606,206.93</u>

<sup>1</sup> Collections represent reported revenue as displayed in the CAFR and include accruals which are an estimate of future collections. FY 2010 has been restated to show reported amounts.

<sup>2</sup> The proceeds from the Expansion HOT are pledged to payment of the debt service requirements on the Convention Center Hotel Bonds to the extent the other sources are determined to be insufficient.

<sup>3</sup> FY 2014 has been restated to show reported amount.

Source: City of San Antonio, Department of Finance.

**General Hotel Occupancy Tax Revenues – 7% Collection Rate <sup>1,2</sup>**

**Table 19**

<u>Month</u>	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014<sup>3</sup></u>	<u>FY 2015</u>
October	\$ 3,058,231.18	\$ 3,129,247.90	\$ 4,038,236.21	\$ 3,867,864.00	\$ 3,620,384.00	\$ 4,000,493.81	\$ 3,442,168.41	\$ 4,997,660.51	\$ 4,011,074.11	\$ 4,232,024.24
November	3,008,473.58	4,157,839.11	3,893,882.08	4,914,575.00	3,202,448.84	3,298,117.19	3,743,952.12	2,856,786.67	4,560,763.72	4,745,375.35
December	3,637,021.70	4,305,321.60	3,792,523.40	4,054,859.00	2,668,341.00	3,183,914.00	3,740,655.80	4,716,317.60	3,789,941.75	4,000,686.98
January	2,689,800.16	3,272,723.64	2,743,098.95	2,387,891.00	3,107,445.00	3,371,898.01	3,795,553.00	3,020,875.23	3,939,026.53	4,264,061.20
February	2,728,401.20	2,903,187.20	4,667,580.35	2,695,876.00	4,123,314.00	3,816,257.99	3,885,783.00	4,390,558.07	4,538,993.23	5,189,554.35
March	3,690,470.56	3,230,295.52	5,475,057.84	4,548,477.00	4,940,918.00	5,172,601.00	5,861,975.00	6,267,779.44	6,566,325.47	6,898,439.03
April	5,165,078.46	6,030,214.17	4,977,185.13	5,914,524.00	4,409,147.00	4,504,082.89	4,753,608.35	5,732,949.66	5,537,265.32	5,813,678.53
May	5,270,886.33	5,656,128.15	5,605,179.21	4,256,018.00	3,860,627.80	4,110,578.87	4,789,775.99	4,772,293.69	4,889,066.88	5,205,781.41
June	4,622,917.29	4,353,297.99	5,026,726.87	2,289,521.00	4,235,562.37	4,397,510.15	4,993,066.59	5,206,441.13	6,010,940.45	5,677,542.94
July	4,499,528.11	4,399,462.27	4,685,241.74	4,244,021.17	5,338,648.51	5,149,585.59	5,942,087.32	6,709,331.65	5,704,993.24	5,732,465.84
August	4,553,589.76	5,222,071.57	4,003,812.82	4,890,050.87	3,841,842.27	3,964,086.41	4,473,882.95	4,295,946.21	5,322,612.12	5,818,164.29
September	<u>2,709,843.21</u>	<u>3,034,404.00</u>	<u>4,302,437.57</u>	<u>1,669,574.32</u>	<u>3,111,514.51</u>	<u>4,005,263.00</u>	<u>3,418,722.24</u>	<u>3,658,490.17</u>	<u>5,067,780.50</u>	<u>4,043,950.08</u>
	<u>\$45,634,241.54</u>	<u>\$49,694,193.12</u>	<u>\$53,210,962.17</u>	<u>\$45,733,251.36</u>	<u>\$46,460,193.30</u>	<u>\$48,974,388.91</u>	<u>\$52,841,230.77</u>	<u>\$56,625,430.03</u>	<u>\$59,938,783.32</u>	<u>\$61,621,724.24</u>

<sup>1</sup> The Convention Center Hotel Bonds are secured by a lien on and pledge of that portion of the 7.00% General HOT collected at the Convention Center Hotel. Otherwise, such revenues are unencumbered.

<sup>2</sup> Collections represent reported revenue as displayed in the CAFR and include accruals which are an estimate of future collections. FY 2006 – FY 2007 have been restated to match CAFR amounts.

<sup>3</sup> FY 2014 has been restated to show reported amount.

Source: City of San Antonio, Department of Finance.

(The remainder of this page is intentionally left blank.)

**Hotel Occupancy Tax – Top Ten Hotels <sup>1</sup>**

**Table 20**

	Fiscal Year Ending September 30									
	2011		2012		2013		2014		2015	
	Rooms	Total Tax Paid	Rooms	Total Tax Paid	Rooms	Total Tax Paid	Rooms	Total Tax Paid	Rooms	Total Tax Paid
Grand Hyatt * <sup>2</sup>	1,003	\$4,373,928	1,003	\$3,697,855	1,003	\$3,745,857	1,003	\$4,031,282	1,003	\$4,140,716
Marriott Rivercenter *	1,000	4,217,994	1,000	3,529,178	1,000	3,709,939	1,000	3,970,793	1,001	3,925,847
Hyatt Regency *	633	2,330,719	633	2,081,870	633	2,173,659	633	2,309,371	629	2,437,250
Hyatt Hill Country Resort ***	500	2,179,964	500	1,908,887	500	1,928,938	500	2,172,892	500	2,295,256
Hilton Palacio Del Rio *	481	1,989,974	481	1,772,065	481	2,021,835	481	2,077,453	481	2,152,754
Westin Riverwalk *	474	2,350,083	474	1,776,452	474	2,001,565	474	2,107,280	474	2,095,277
Marriott Riverwalk *	502	2,443,024	502	1,903,600	502	1,964,684	502	2,109,595	512	1,899,610
Omni La Mansion Del Rio *	337	1,544,362	337	1,351,976	337	1,456,230	337	1,529,264	338	1,562,416
Embassy Suites Riverwalk *	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	285	1,406,390
Hotel Contessa *	265	1,323,439	265	924,710	265	1,137,842	265	1,072,476	265	1,196,714
Westin La Cantera Resort**	<u>508</u>	<u>1,877,113</u>	<u>508</u>	<u>1,979,256</u>	<u>508</u>	<u>2,001,618</u>	<u>508</u>	<u>2,109,595</u>	<u>N/A</u>	<u>N/A</u>
Totals	<u>5,703</u>	<u>\$24,630,600</u>	<u>5,703</u>	<u>\$20,925,849</u>	<u>5,703</u>	<u>\$22,142,167</u>	<u>5,703</u>	<u>\$23,490,001</u>	<u>5,488</u>	<u>\$23,112,230</u>

\* These hotels are within walking distance of the Henry B. Gonzalez Convention Center.

\*\* This hotel is near the Six Flags Fiesta Texas Amusement Park. The Hotel underwent three months of construction during FY 2015, resulting in a decrease in taxes paid.

\*\*\* This hotel is near SeaWorld San Antonio Adventure Park.

<sup>1</sup> Represents approximately 12.13% of total rooms available in the City and approximately 29.17% of the City’s Hotel Occupancy Tax Receipts for FY 2015.

<sup>2</sup> The Convention Center Hotel Bonds are secured by a lien on and pledge of that portion of the 7.00% General HOT collected at the Convention Center Hotel. Otherwise, such revenues are unencumbered.

Source: City of San Antonio, Department of Finance.

(The remainder of this page is intentionally left blank.)

**San Antonio Hotel Occupancies and Average Daily Rates/History <sup>1</sup>****Table 21**

<u>Calendar Year</u>	<u>Room Count <sup>2</sup></u>	<u>Increase/Decrease</u>	<u>Average Daily Room Rate (\$)</u>	<u>Increase/Decrease</u>	<u>Hotel Occupancy</u>	<u>Increase/Decrease</u>
2006	33,543	1.8%	97.14	9.5%	68.2%	0.4%
2007	34,862	3.9%	101.68	4.7%	65.9%	(3.4%)
2008	37,919	8.8%	106.27	4.5%	64.1%	(2.7%)
2009	40,406	6.6%	95.48	(10.2%)	56.2%	(12.3%)
2010	43,307	7.2%	95.85	0.4%	58.2%	3.6%
2011	43,979	1.6%	95.65	(0.2%)	61.0%	4.8%
2012	44,310	0.8%	97.01	1.4%	63.4%	3.9%
2013	44,845	1.2%	101.82	5.0%	62.9%	(0.8%)
2014	43,928	-2.0%	103.57	1.7%	64.9%	3.2%
2015	45,228	3.0%	106.83	3.1%	64.9%	0.0%

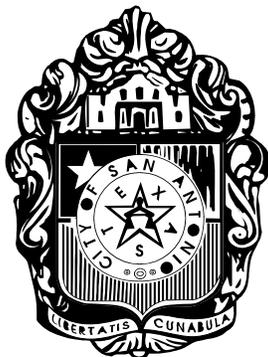
<sup>1</sup> According to STR historical reports dated January 2016 (reporting 2015 and 2014), and historical annual reports from prior years. STR is the lodging industry's leading information and data provider and maintains the most comprehensive database of hotel performance information nationwide. Information is based on hotels in the San Antonio market. Information is subject to adjustment as hotels submit adjusted data and/or additional hotels begin participating in the STR survey with actual data replacing estimated data.

<sup>2</sup> Based on end of year historical reports from STR.

Source: City of San Antonio, Convention and Visitors Bureau.

(The remainder of this page is intentionally left blank.)

**CITY OF SAN ANTONIO, TEXAS**



**Obligations Defeased During  
April 1, 2015 – March 31, 2016**

**Appendix 1**

## NOTICE OF PARTIAL REDEMPTION

NOTICE IS HEREBY GIVEN that the City of San Antonio, Texas (the *Issuer*), acting through its City Council (the *Governing Body*), has called for redemption the following outstanding obligations:

“City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2006”, dated November 1, 2006 (the *Certificates*) stated to mature on February 1 in each year as follows:

<u>CUSIP No.*</u>	<u>Stated Maturity</u>	<u>Principal Amount (\$)</u>	<u>Interest Rate (%)</u>
796237LA1	2024	2,905,000	3.500
796237LB9	2025	3,010,000	3.500
796237LC7	2026	3,120,000	3.500

THE FIRST DAY OF FEBRUARY, 2016 (the *Redemption Date*) is the date fixed for redemption of the Certificates pursuant to an ordinance adopted by the Governing Body on June 18, 2015 (the *Ordinance*). You are hereby notified that the Certificates should be presented for redemption on or before the Redemption Date and that interest shall cease to accrue from and after that date, and that on such date there shall become due and payable on each of the Certificates the redemption price equal to the principal amount thereof, without premium, plus unpaid accrued interest to the Redemption Date.

NOTICE IS FURTHER GIVEN that the Certificates will be payable at and should be submitted either in person or by certified or registered mail to The Bank of New York Mellon Trust Company, N.A., Dallas, Texas, at the following address:

The Bank of New York Mellon  
Corporate Trust Operations  
111 Sanders Creek Parkway  
East Syracuse, New York 13057  
1-800-254-2826

In compliance with section 1441 of the Internal Revenue Code and the attendant regulations, the redeeming institution is required to withhold 30% of the principal amount of the obligations being redeemed unless it is provided with a Form W-9 certifying the holders social security number or federal employer tax identification number, a Form W-8 Withholding Certificate establishing a lower rate of withholding, or other documentation acceptable to the redeeming institution and the Internal Revenue Service.

THIS NOTICE is issued and given pursuant to the option of redemption reserved to the Issuer in the proceedings authorizing the issuance of the Certificates.

WITNESS MY OFFICIAL SIGNATURE this 18th day of June, 2015.

CITY OF SAN ANTONIO, TEXAS

/s/ Leticia M. Vacek  
City Secretary

\*The CUSIP number is included solely for the convenience of the Certificateholders. None of the Issuer, the Escrow Agent, Bond Counsel, or the Paying Agent/Registrar shall be responsible for the selection or the use of the CUSIP number, nor is any representation made as to its correctness on the Certificates or as indicated in any redemption notice.

**NOTICE OF DEFEASANCE**  
**CITY OF SAN ANTONIO, TEXAS**  
**COMBINATION TAX AND REVENUE CERTIFICATES OF OBLIGATION,**  
**SERIES 2006**

**NOTICE IS HEREBY GIVEN**, that pursuant to the direction of the CITY OF SAN ANTONIO, TEXAS (the “Issuer”) proceeds of certain refunding bonds of the Issuer have been deposited with U.S Bank National Association, as escrow agent, and have been invested in authorized defeasance securities for the purpose of providing sufficient funds to defease a portion of the maturities stated to mature on February 1 in each of the years 2024 through 2026 of the Issuer’s captioned obligations in the aggregate principal amount of \$9,035,000.00. The refunded maturities of such certificates (the “Refunded Certificates”) are as follows:

Maturity Date	Amount Outstanding	Amount Refunded	Amount Not Refunded	Original Cusip	New Refunded Cusip	New Unrefunded Cusip
2/1/2024	\$ 4,855,000.00	\$ 2,905,000.00	\$ 1,950,000.00	796237LA1	7962372M6	7962372T1
2/1/2025	\$ 5,030,000.00	\$ 3,010,000.00	\$ 2,020,000.00	796237LB9	7962372N4	7962372U8
2/1/2026	\$ 5,210,000.00	\$ 3,120,000.00	\$ 2,090,000.00	796237LC7	7962372P9	7962372V6

\* Note: The Issuer and The Bank of New York Mellon Trust Company, N.A. shall not be responsible for the selection or use of the CUSIP numbers selected, nor is any representation made as to the correctness indicated in the notice or as printed on any bond. They are included solely for the convenience of the holders.

The Refunded Certificates will be called for redemption on February 1, 2016 at par and will cease to accrue interest from and after such date.

NOTICE IS FURTHER GIVEN that the certificates surrendered for a new CUSIP should be submitted to either of the following address:

**Express Delivery Only**

The Bank of New York Mellon  
Trust Company, N.A.  
Attn: Debt Processing Window  
111 Sanders Creek Parkway  
East Syracuse, NY 13057

**First Class/Registered/Certified**

The Bank of New York Mellon  
Trust Company, N.A.  
Attn: Fiscal Agencies Dept  
PO Box 396  
East Syracuse, NY 13057

**By Hand Only**

The Bank of New York Mellon  
Global Corporate Trust  
Corporate Trust Window  
101 Barclay Street 1<sup>st</sup> Floor East  
New York, New York 10286

**The Bank of New York Mellon Trust Company, N.A.**  
**Paying Agent for the**  
**Refunded Certificates**

## NOTICE OF PARTIAL REDEMPTION

NOTICE IS HEREBY GIVEN that the City of San Antonio, Texas (the *Issuer*), acting through its City Council (the *Governing Body*), has called for redemption the following outstanding obligations:

“City of San Antonio, Texas General Improvement and Refunding Bonds, Series 2006”, dated November 1, 2006 (the *Bonds*) stated to mature on February 1 in each year as follows:

<u>CUSIP No.*</u>	<u>Stated Maturity</u>	<u>Principal Amount (\$)</u>	<u>Interest Rate (%)</u>
796237KE4	2024	3,120,000	3.500
796237KF1	2025	3,230,000	3.500
796237KG9	2026	3,345,000	3.500

THE FIRST DAY OF FEBRUARY, 2016 (the *Redemption Date*) is the date fixed for redemption of the Bonds pursuant to an ordinance adopted by the Governing Body on June 18, 2015 (the *Ordinance*). You are hereby notified that the Bonds should be presented for redemption on or before the Redemption Date and that interest shall cease to accrue from and after that date, and that on such date there shall become due and payable on each of the Bonds the redemption price equal to the principal amount thereof, without premium, plus unpaid accrued interest to the Redemption Date.

NOTICE IS FURTHER GIVEN that the Bonds will be payable at and should be submitted either in person or by certified or registered mail to The Bank of New York Mellon Trust Company, N.A., Dallas, Texas, at the following address:

The Bank of New York Mellon  
Corporate Trust Operations  
111 Sanders Creek Parkway  
East Syracuse, New York 13057  
1-800-254-2826

In compliance with section 1441 of the Internal Revenue Code and the attendant regulations, the redeeming institution is required to withhold 30% of the principal amount of the obligations being redeemed unless it is provided with a Form W-9 certifying the holders social security number or federal employer tax identification number, a Form W-8 Withholding Certificate establishing a lower rate of withholding, or other documentation acceptable to the redeeming institution and the Internal Revenue Service.

THIS NOTICE is issued and given pursuant to the option of redemption reserved to the Issuer in the proceedings authorizing the issuance of the Bonds.

WITNESS MY OFFICIAL SIGNATURE this 18th day of June, 2015.

CITY OF SAN ANTONIO, TEXAS

/s/ Leticia M. Vacek  
City Secretary

\*The CUSIP number is included solely for the convenience of the Bondholders. None of the Issuer, the Escrow Agent, Bond Counsel, or the Paying Agent/Registrar shall be responsible for the selection or the use of the CUSIP number, nor is any representation made as to its correctness on the Bonds or as indicated in any redemption notice.

**NOTICE OF DEFEASANCE**  
**CITY OF SAN ANTONIO, TEXAS**  
**GENERAL IMPROVEMENT AND REFUNDING BONDS, SERIES 2006**

**NOTICE IS HEREBY GIVEN**, that pursuant to the direction of the CITY OF SAN ANTONIO, TEXAS (the “Issuer”) proceeds of certain refunding bonds of the Issuer have been deposited with U.S Bank National Association, as escrow agent, and have been invested in authorized defeasance securities for the purpose of providing sufficient funds to defease a portion of the maturities stated to mature on February 1 in each of the years 2024 through 2026 of the Issuer’s captioned obligations in the aggregate principal amount of \$9,695,000.00. The refunded maturities of such bonds (“the Refunded Bonds”) are as follows:

Maturity Date	Amount Outstanding	Amount Refunded	Amount Not Refunded	Original Cusip	New Refunded Cusip	New Unrefunded Cusip
2/1/2024	\$ 5,215,000.00	\$ 3,120,000.00	\$ 2,095,000.00	796237KE4	7962372J3	7962372Q7
2/1/2025	\$ 5,400,000.00	\$ 3,230,000.00	\$ 2,170,000.00	796237KF1	7962372K0	7962372R5
2/1/2026	\$ 5,590,000.00	\$ 3,345,000.00	\$ 2,245,000.00	796237KG9	7962372L8	7962372S3

\* Note: The Issuer and The Bank of New York Mellon Trust Company, N.A. shall not be responsible for the selection or use of the CUSIP numbers selected, nor is any representation made as to the correctness indicated in the notice or as printed on any bond. They are included solely for the convenience of the holders.

The Refunded Bonds will be called for redemption on February 1, 2016 at par and will cease to accrue interest from and after such date. .

NOTICE IS FURTHER GIVEN that the bonds surrendered for a new CUSIP should be submitted to either of the following address:

**Express Delivery Only**  
The Bank of New York Mellon  
Trust Company, N.A.  
Attn: Debt Processing Window  
111 Sanders Creek Parkway  
East Syracuse, NY 13057

**First Class/Registered/Certified**  
The Bank of New York Mellon  
Trust Company, N.A.  
Attn: Fiscal Agencies Dept  
PO Box 396  
East Syracuse, NY 13057

**By Hand Only**  
The Bank of New York Mellon  
Global Corporate Trust  
Corporate Trust Window  
101 Barclay Street 1<sup>st</sup> Floor East  
New York, New York 10286

**The Bank of New York Mellon Trust Company, N.A.**  
**Paying Agent for the**  
**Refunded Bonds**

## NOTICE OF REDEMPTION

NOTICE IS HEREBY GIVEN that the City of San Antonio, Texas (the *Issuer*), acting through its City Council (the *Governing Body*), has called for redemption the following outstanding obligations:

“City of San Antonio, Texas Combination Tax and Revenue Certificates of Obligation, Series 2007”, dated November 1, 2007 (the *Certificates*) stated to mature on August 1 in each year as follows:

<u>CUSIP No.*</u>	<u>Stated Maturity</u>	<u>Principal Amount (\$)</u>	<u>Interest Rate (%)</u>
796237PU3	2022	2,305,000	5.000
796237PV1	2022	600,000	4.125
796237PW9	2023	3,045,000	5.000
796237PX7	2024	3,200,000	5.000
796237PY5	2025	3,355,000	5.000
796237PZ2	2026	3,525,000	5.000
796237QA6	2027	3,450,000	5.000
796237QB4	2027	250,000	4.500
796237QC2	2028	3,885,000	4.500

THE FIRST DAY OF AUGUST, 2017 (the *Redemption Date*) is the date fixed for redemption of the Certificates pursuant to an ordinance adopted by the Governing Body on June 18, 2015 (the *Ordinance*). You are hereby notified that the Certificates should be presented for redemption on or before the Redemption Date and that interest shall cease to accrue from and after that date, and that on such date there shall become due and payable on each of the Certificates the redemption price equal to the principal amount thereof, without premium, plus unpaid accrued interest to the Redemption Date.

NOTICE IS FURTHER GIVEN that the Certificates will be payable at and should be submitted either in person or by certified or registered mail to U.S. Bank National Association, Dallas, Texas, at the following address:

**By Registered or Certified Mail**

U.S. Bank Corporate Trust Services  
Attn: Original Issuance  
P. O. Box 64111  
St. Paul, MN 55164-0111

**By Hand or Overnight Mail**

U.S. Bank Corporate Trust Services  
Attn: Original Issuance, 2nd Floor  
60 Livingston Avenue  
St. Paul, MN 55107

In compliance with section 1441 of the Internal Revenue Code and the attendant regulations, the redeeming institution is required to withhold 30% of the principal amount of the obligations being redeemed unless it is provided with a Form W-9 certifying the holders social security number or federal employer tax identification number, a Form W-8 Withholding Certificate establishing a lower rate of withholding, or other documentation acceptable to the redeeming institution and the Internal Revenue Service.

THIS NOTICE is issued and given pursuant to the option of redemption reserved to the Issuer in the proceedings authorizing the issuance of the Certificates.

WITNESS MY OFFICIAL SIGNATURE this 18th day of June, 2015.

CITY OF SAN ANTONIO, TEXAS

/s/ Leticia M. Vacek  
City Secretary

\*The CUSIP number is included solely for the convenience of the Certificateholders. None of the Issuer, the Escrow Agent, Bond Counsel, or the Paying Agent/Registrar shall be responsible for the selection or the use of the CUSIP number, nor is any representation made as to its correctness on the Certificates or as indicated in any redemption notice.

## NOTICE OF REDEMPTION

NOTICE IS HEREBY GIVEN that the City of San Antonio, Texas (the *Issuer*), acting through its City Council (the *Governing Body*), has called for redemption the following outstanding obligations:

“City of San Antonio, Texas General Improvement and Refunding Bonds, Series 2007”, dated November 1, 2007 (the *Bonds*) stated to mature on August 1 in each year as follows:

<u>CUSIP No.*</u>	<u>Stated Maturity</u>	<u>Principal Amount (\$)</u>	<u>Interest Rate (%)</u>
796237NX9	2022	6,640,000	5.000
796237NY7	2023	6,975,000	5.000
796237NZ4	2024	7,325,000	5.000
796237PA7	2025	7,695,000	5.000
796237PB5	2026	8,070,000	5.000
796237PC3	2027	8,480,000	5.000
796237PD1	2028	8,905,000	5.000

THE FIRST DAY OF AUGUST, 2017 (the *Redemption Date*) is the date fixed for redemption of the Bonds pursuant to an ordinance adopted by the Governing Body on June 18, 2015 (the *Ordinance*). You are hereby notified that the Bonds should be presented for redemption on or before the Redemption Date and that interest shall cease to accrue from and after that date, and that on such date there shall become due and payable on each of the Bonds the redemption price equal to the principal amount thereof, without premium, plus unpaid accrued interest to the Redemption Date.

NOTICE IS FURTHER GIVEN that the Bonds will be payable at and should be submitted either in person or by certified or registered mail to U.S. Bank National Association, Dallas, Texas, at the following address:

**By Registered or Certified Mail**

U.S. Bank Corporate Trust Services  
Attn: Original Issuance  
P. O. Box 64111  
St. Paul, MN 55164-0111

**By Hand or Overnight Mail**

U.S. Bank Corporate Trust Services  
Attn: Original Issuance, 2nd Floor  
60 Livingston Avenue  
St. Paul, MN 55107

In compliance with section 1441 of the Internal Revenue Code and the attendant regulations, the redeeming institution is required to withhold 30% of the principal amount of the obligations being redeemed unless it is provided with a Form W-9 certifying the holders social security number or federal employer tax identification number, a Form W-8 Withholding Certificate establishing a lower rate of withholding, or other documentation acceptable to the redeeming institution and the Internal Revenue Service.

THIS NOTICE is issued and given pursuant to the option of redemption reserved to the Issuer in the proceedings authorizing the issuance of the Bonds.

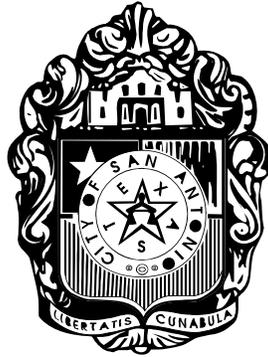
WITNESS MY OFFICIAL SIGNATURE this 18th day of June, 2015.

CITY OF SAN ANTONIO, TEXAS

/s/ Leticia M. Vacek  
City Secretary

\*The CUSIP number is included solely for the convenience of the Bondholders. None of the Issuer, the Escrow Agent, Bond Counsel, or the Paying Agent/Registrar shall be responsible for the selection or the use of the CUSIP number, nor is any representation made as to its correctness on the Bonds or as indicated in any redemption notice.

**CITY OF SAN ANTONIO, TEXAS**



**Municipal Securities Rulemaking Board  
("MSRB") filing through its  
Electronic Municipal Market Access  
("EMMA") System**

**Appendix 2**

## **MUNICIPAL SECURITIES RULEMAKING BOARD (“MSRB”) FILING THROUGH ITS ELECTRONIC MUNICIPAL MARKET ACCESS (“EMMA”) SYSTEM**

The City will be obligated to provide certain updated financial information and operating data annually, and timely notice of specified material events, to the MSRB through its EMMA system, where it is available free of charge at [www.emma.msrb.org](http://www.emma.msrb.org).

Effective July 1, 2009 (the “EMMA Effective Date”), the SEC implemented amendments to the Rule which approved the establishment by the MSRB of EMMA, which is now the sole successor to the national municipal securities information repositories with respect to filings made in connection with undertakings made under the Rule after the EMMA Effective Date. Commencing with the EMMA Effective Date, all information and documentation required to be filed by the City will be made with the MSRB in electronic format in accordance with MSRB guidelines. Access to such filings will be provided, without charge to the general public, by the MSRB.

In relation to debt of the City issued prior to the EMMA Effective Date, the Issuer remains obligated to make any required information filings, including material event notices, with the Texas SID so long as it is required to do so pursuant to the terms of any undertakings made under the Rule. Prior to the EMMA Effective Date, the MAC was designated by the State and approved by the SEC staff as a qualified SID. Subsequent to the EMMA Effective Date, the MAC entered into a Subscription Agreement with the MSRB pursuant to which the MSRB makes available to the MAC, in electronic format, all Texas-issuer continuing disclosure documents and related information posted to EMMA’s website simultaneously with such posting. Until the City receives notice of a change in this contractual agreement between the MAC and EMMA or of a failure of either party to perform as specified thereunder, the City has determined, in reliance on guidance from the MAC, that making its continuing disclosure filings solely with the MSRB will satisfy its obligations to make filings with the SID pursuant to its continuing disclosure agreements entered into prior to the EMMA Effective Date.