

**ALAMO AREA
COUNCIL OF GOVERNMENTS**

SAN ANTONIO, TEXAS

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2022**

Prepared by:

Julio Elizondo, MSF, CFO
Jhoan Torres, Controller

ALAMO AREA COUNCIL OF GOVERNMENTS
Annual Comprehensive Financial Report
For the Year Ended December 31, 2022

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INTRODUCTORY SECTION



Board of Directors

- James E. Teal, Chair**
County Judge, McMullen County
- Rob Kelly, Vice Chair**
County Judge, Kerr County
- Tommy Calvert**
Commissioner, Bexar County
- Rochelle Camacho**
County Judge, Frio County
- Rebeca Clay-Flores**
Commissioner, Bexar County
- Victor Contreras**
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- Mary Dennis**
Mayor, City of Live Oak
- Richard A. Evans**
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- Kyle Kutscher**
County Judge, Guadalupe County
- Lisa Lewis**
Chief Administrative Officer, CPS Energy
- Keith Lutz**
County Judge, Medina County
- Jose Menendez**
Senator, State of Texas, District 26
- Grant Moody**
Commissioner, Bexar County
- Andrew Murr**
State Representative, District 53
- Manny Pelaez**
Councilman, City of San Antonio
- Darrin Schroeder**
Mayor, City of Castroville
- Lawrence Spradley**
Councilman, City of New Braunfels
- Shane Stolarczyk**
County Judge, Kendall County
- Sylvester Vasquez**
President, Southwest ISD
- Enrique Valdivia**
Chair, Edwards Aquifer Authority
- Hank Whitman**
County Judge, Wilson County
- John Williams**
Mayor, City of Universal City
- Ryan Guillen (Ex-Officio)**
State Representative, District 31
- Brian Hoffman (Ex-Officio)**
Joint Base San Antonio
- John Kuempel (Ex-Officio)**
State Representative, District 44
- Judith Zaffirini (Ex-Officio)**
State Senator, District 21

July 26, 2023

The Honorable James E. Teal, Chairman
Members of the Board of Directors
Alamo Area Council of Governments
San Antonio, Texas

Dear Chairman James E. Teal and Members of the Board of Directors:

The Annual Comprehensive Financial Report (ACFR) of the Alamo Area Council of Governments ("the Council" or "AACOG") for the fiscal year ended December 31, 2022, is hereby submitted. This report was prepared by the Department of Accounting, which accepts responsibility for the accuracy, completeness, and fairness of the data presented. To provide a reasonable basis for making these representations, the AACOG team has established a comprehensive framework of internal controls that is designated to protect AACOG from loss and allow the compilation of reliable information to prepare the attached financial statements in conformity with Generally Accepted Accounting Principles (GAAP). It should be noted that reasonable internal control measures weigh the cost of those procedures against their benefits and AACOG's internal control measures provide reasonable, but not absolute, assurance that the financial statements are free of material misstatement. We believe the data, as presented, is accurate in all material respects, that it properly reflects the financial position and the results of operation of AACOG, and that all disclosures have been made to enable the reader to acquire the maximum understanding of the financial affairs of the Council.

These financial statements are presented annually in compliance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and the State of Texas Uniform Grant Management Standards as well as Article X of the Council's bylaws. FORVIS, L.L.P., Certified Public Accountants have issued an unmodified opinion, sometimes referred to as a "clean" opinion, on the AACOG financial statements included herein. This report is located on pages 1-3 at the front of the financial section of the report.

AACOG has prepared Management's Discussion and Analysis (MD&A) which immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A is intended to complement this letter of transmittal and should be read in conjunction with it.

Alamo Area Council of Governments profile:

Defined as a political subdivision of the State of Texas, the Alamo Area Council of Governments (AACOG) was established in 1967 under Chapter 391 of the Texas Local Government Code as a voluntary association of local governments and organizations that serves its members through planning, information, and coordination activities. AACOG serves the Alamo Area/State Planning Region 18, which covers 13 counties and 12,582 square miles in South-central Texas, as illustrated below.



Originally established as a regional planning commission, AACOG has continuously broadened its duties to include the delivery of a wide range of community services to assist its member governments and to enhance the quality of life of all residents in the Alamo Area. State law requires that at least two-thirds of the board of directors be elected local government officials. AACOG works to coordinate regional planning and provide efficient delivery of public services by achieving economies of scale. Albeit a governmental entity, AACOG does not have authority to tax or to regulate in support of its mission.

Texas Economic Condition and Outlook:

Texas' \$2.4 trillion economy is the 2nd largest in the United States and 9th in the world. In 2022, Texas led the nation with the most companies in the Fortune 500 with 53 in total. The State Comptroller projects the 2023 unemployment rate to be 5.8% compared to 4.1% in 2022. San Antonio and Bexar County continue to see accelerated growth in its population. It is estimated that the San Antonio metropolitan area will top 4 million by 2050, an increase of 1 million over current numbers. Overall, the state is in very good economic health.

The following annual report contains detailed information on AACOG's oversight, leadership, and programs for fiscal years 2022 and 2023.




AACOG
Alamo Area Council
of Governments

ALAMO REGION

Texas Strong

2 0 2 2



AGING SERVICES

Making it possible for older adults to 'age in place' in their homes and communities, by providing a range of services overseen by the Aging and Disability Resource Centers (ADRC) and the Alamo and Bexar Area Agencies on Aging (AAA)

AGING AND DISABILITY RESOURCE CENTER (ADRC) | ALAMO SERVICE CONNECTION

Aging and Disability Resource Centers are highly visible and trusted resources where individuals of any age, income, or disability can call to learn about a full range of long-term services. The Alamo Service Connection is AACOG's specific ADRC that serves older adults, people with disabilities, veterans – to include veterans' families – residing in the AACOG service area.



**The ASC handled
39,899 calls in 2022**

5,543 calls in the Alamo area (AACOG's twelve rural counties) resulting in **1,454** referrals to the Alamo Area Agency on Aging

34,356 calls in Bexar County resulting in **6,725** referrals to the Bexar Area Agency on Aging

31,720 additional referrals were made to other AACOG programs and community partners.



BENEFITS COUNSELING

Also known as the State Health Insurance Assistance Program, Benefits Counseling provides Medicare beneficiaries with information, counseling, and enrollment assistance. The program also provides education, and advocacy to Medicare beneficiaries of any age. Through free one-on-one counseling, the team assisted over 2,700 Medicare Beneficiaries in 2022.

The benefits counseling team also attended over 130 community outreach events, both virtually and in person. Additionally, benefits counselors were able to provide regular one-on-one counseling and assistance at food distribution centers as well as assisted living establishments.

2,700+ Medicare beneficiaries assisted in 2022

BENEFITS ENROLLMENT CENTER (BEC)

The Benefits Enrollment Center (BEC), one of only four in the State of Texas, allows AACOG benefits counselors to assist Medicare beneficiaries with the actual completion of their applications. The BEC team consults with older adults and individuals with disabilities, and helps them apply for: Medicare Part D, Extra Help or Low Income Subsidy, Medicare Saving Program, Medicaid, Supplemental Nutrition Assistance Program and Low Income Home Energy Assistance Program. The BEC worked with over 1,000 applicants and redeterminations throughout 2022.



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CAREGIVER SUPPORT SERVICES

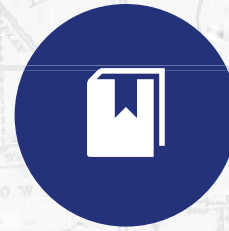
The National Family Caregiver Support Program offers support and training to unpaid family caregivers. Through a collaboration with Upward Care and ConnectAbility, the program participated in the production of an instructional video series. These videos are available for free and offer family caregivers resources and training to safely and properly care for their loved ones. This online tool is critical for family caregivers and their loved ones, as caregivers typically spend the majority – if not all – of their days with their loved ones.



AACOG's COVID-19 Outreach Program awarded "Best of Show" at the 2022 American Advertising Awards.

COVID-19 OUTREACH PROGRAM

Through a partnership with the Texas National Guard and Lela Pharmacy, almost 1,000 vaccines were administered to residents in the Alamo Area. Residents also received one-on-one education at in-person events, and for homebound residents AACOG was able to coordinate vaccine administrators to visit individuals in their home. The program coordinated and hosted over 60 vaccine pop-up clinics throughout the 13-county service area..



Clients Educated on AACOG Services

Bexar: 1,448

Alamo: 200

Total: 1,648



Vaccines Administered

Bexar: 708

Alamo: 286

Total: 994

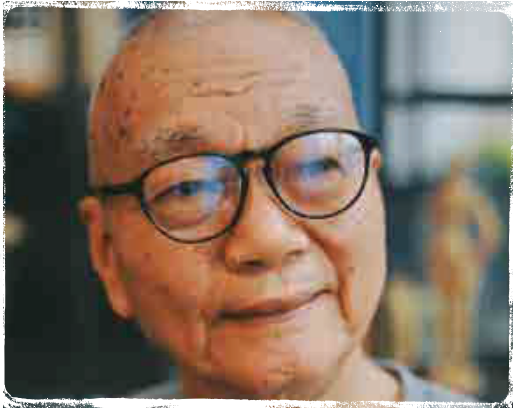
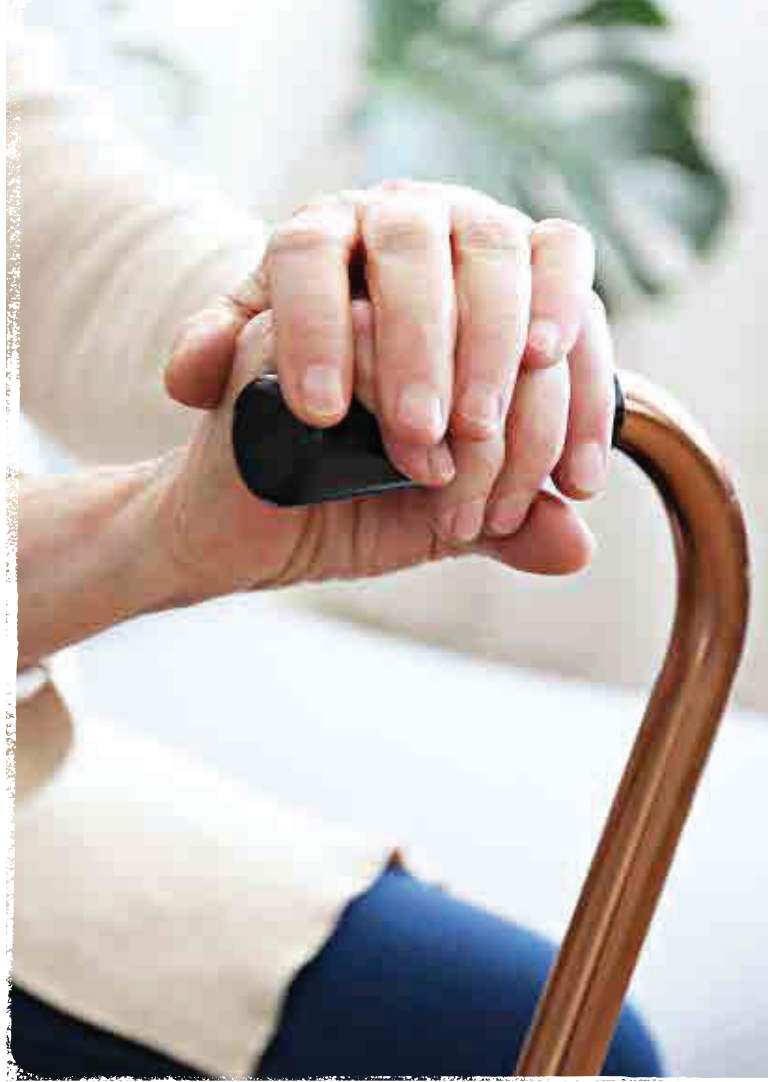
Vaccine Outreach Topics

- COVID-19 Education
- Available Vaccination Sites
- Types of Vaccines Available
- Homebound Assistance
- Expired Drug Disposal

HEALTH & WELLNESS

With the continued concern and caution around the Covid-19 pandemic, AACOG Evidence-Based Intervention classes are offered both in-person and virtually. Classes focus on enhancing independence, increasing mobility, encouraging socialization, health, and overall quality of life for older adults. Over 400 participants joined our classes and learned about fall prevention, nutrition, and enhanced mobility. Additionally, through a grant from the Health & Human Services Commission (HHSC) to address opioid misuse, a community partnership with San Antonio Drug and Alcohol Awareness (SACADA) was formed and SACADA's drug deactivation kits were made available to older adults across the Alamo Area. More than 10,000 home drug deactivation kits have been distributed in the past three years.

Over 400 participants joined our classes and learned about fall prevention, nutrition, and enhanced mobility.



HOUSING BOND

The AAA Housing Bond assists older adults find and maintain housing in order to ensure their health, safety, security, and independence. The Aging Services program assists individuals relocate to more affordable housing, relocate from long-term care back into the community, and assists with repairs or modifications to ease accessibility throughout the home. The program was also able to serve 12 individuals with over \$17,300 in income support and assistance.



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MASONIC WIDOWS

Through a unique partnership with The Masonic Children & Family Services of Texas, widows of Texas Master Masons living within the 13-county service area are provided support services to assist with maintaining independence and improving quality of life. In 2022, the program assisted 35 widows with various needs, to include residential repairs, provider services, incontinence supplies, and transportation. The partnership was able to assist with \$80,000 over a two-year period. The Masonic Widow Program will not continue into 2023.



\$80,000
in assistance over a
two-year period.

NUTRITION

Across the region, nutrition providers who traditionally organized congregate meal sites continued to deliver services with the newly-adopted social distancing guidelines and sanitary protocols. The shift into home-delivered meals limited the amount of meals served in any given day or month, and continued to limit us through the beginning of the year. The majority of our rural nutrition providers were ultimately able to transition to congregate meal sites at 20% capacity. Inside Bexar County, the largest congregate meal provider slowly resumed on-site meals while they continued to provide curbside pick-up. Other Bexar County congregate meal providers gradually opened throughout the year and remained on a steady path to pre-pandemic operations and meals served.



Bexar Nutrition

Total Units — 860,381
\$4,628,202

Alamo Nutrition

Total Units — 309,903
\$1,939,069

OMBUDSMAN PROGRAM

The Long-Term Care (LTC) Ombudsman program focuses on developing new and current Ombudsman to ensure long-term care residents receive the quality of care they deserve. The recruitment and retention of volunteers remains paramount for the continued success of the program.

The program visited 1,400 nursing homes and 1,550 assisted living communities in 2022 to ensure residents have direct access to their LTC Ombudsman, and to educate them on Resident Rights and resolve any concerns residents may have.



The program visited 1,400 nursing homes and 1,550 assisted living communities in 2022 to ensure residents have direct access to their LTC Ombudsman...



SENIOR COMPANION PROGRAM

The Senior Companion program works to serve socially isolated veterans and older adults by pairing them with a Senior Corps volunteer, all are 55 years of age or older, and provide general companionship. The companion also assists with small tasks such as checking the mail, providing snacks, light housekeeping, running errands, and even accompaniment to doctor appointments. The companion may also provide respite services to a family caregiver that may need personal time, helping to avoid burnout.



25,209 Volunteer Hours Were Completed in 2022



ALAMO REGIONAL TRANSIT

providing safe, reliable, professional, and courteous public transportation to residents in the Alamo Area

DEMAND RESPONSE

The Alamo Regional Transit (ART) program provides “curb-to-curb” transportation Monday thru Friday, from 7:00am to 6:00pm., and although a 24-hour advance reservation is recommended, the program now offers same-day service, based on availability. With a fixed fare structure, ART’s demand response service offers an affordable option for individuals who may need to travel to work, school, medical appointments, or leisure activities. In 2022, 138,245 trips were scheduled and completed.



ART conducted a total of
138,245
trips in 2022.



The Ecolane mobile app offers users an opportunity to schedule, edit, and check the status of their ride from their smartphone or computer. This platform, similar to popular rideshare services, enhances the user experience and helps reduce wait times, travel times, and scheduling inefficiencies. The app launched in 2021, and has 6,700 user profiles.

**The app launched in 2021,
and has 6,700 user profiles.**



CONNECT SEGUIN

The Connect Seguin fixed route offers regular stops on a designated loop that visits major destinations across the city, to include the public library, the Texas Workforce Commission office, the local H-E-B, and multiple apartment complexes. In 2022, over 18,400 riders were transported to their destinations. ART is working with the cities of New Braunfels and Seguin to grow this route, to include regular trips on Highway 46, ultimately bridging the gap between the two cities. The new extension, coined ‘Connect 46’, will soon prove the need for ongoing service and innovation in public transportation.

ATASCOSA COWBOY CONNECT

Atascosa Cowboy Connect is a fixed route operating in conjunction with Atascosa County and the Cities of Poteet, Jourdanton, and Pleasanton. This multi-jurisdictional transit system provides solutions for residents who commute to the different cities within their own county. In 2022, close to 9,000 trips were taken on the cowboy-branded buses. Fixed routes like this help reduce traffic and air pollution, while boosting regional economies and quality of life.

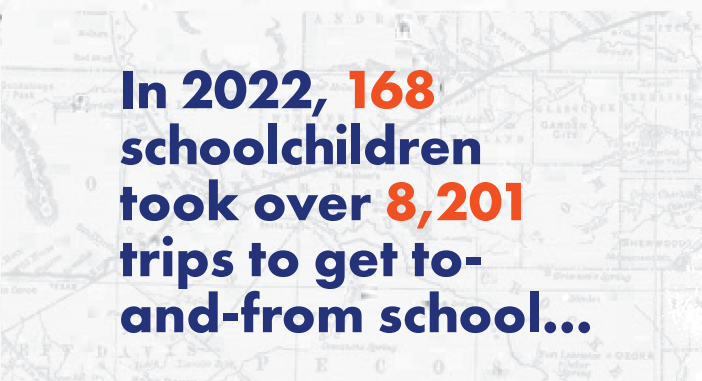
+18,400
riders were
transported to their
destinations in 2022



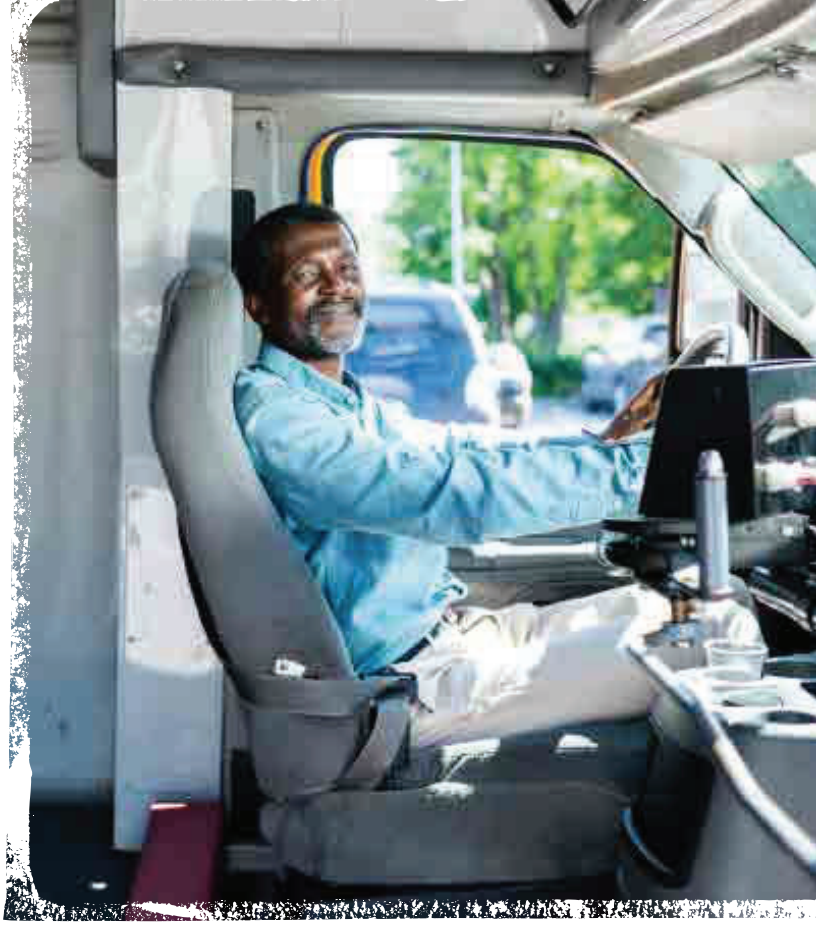
**In 2022, close to
9,000 trips were
taken on the cowboy-
branded buses.**

SCHOOL KIDS PROGRAM

ART's School Kids program offers rides to school children whose home is not serviced by the school district's bus system. This typically impacts students in after-school care, or those who live within two miles of their school. In 2022, 168 schoolchildren took over 8,200 trips to get to-and-from school in our rural communities.



In 2022, 168 schoolchildren took over 8,201 trips to get to-and-from school...



VETERANS TRANSPORTATION

Through a partnership with the Texas Veterans Network and the Rides 4 Texas Heroes program, ART prioritizes transportation for veterans, their dependent family members, and surviving spouses. In 2022, 8,370 veterans and family members were transported to work, medical appointments, and for other essential needs.



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ENVIRONMENTAL CONSERVATION

Developing awareness and adoption of environmentally conscious best-practices, recycling, illegal dumping enforcement, solid waste studies, and waste collection

ENVIRONMENTAL CONSERVATION

REGIONAL SOLID WASTE MANAGEMENT

The program successfully updated the Regional Solid Waste Management Plan by creating 5, 10, 15, and 20 year priorities for the Alamo Area. The new plan, implemented January 2022, establishes the foundation for environmental conservation focus areas over the next two decades.



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CLOSED LANDFILL INVENTORY

AACOG maintains the Closed Landfill Inventory for the 13-county service area. These inventories are used by developers, realtors, engineers, environmental scientists, planners, and residents seeking information on past uses of land parcels. In 2022, 195 requests came to the program regarding different landfills and potential development around them.

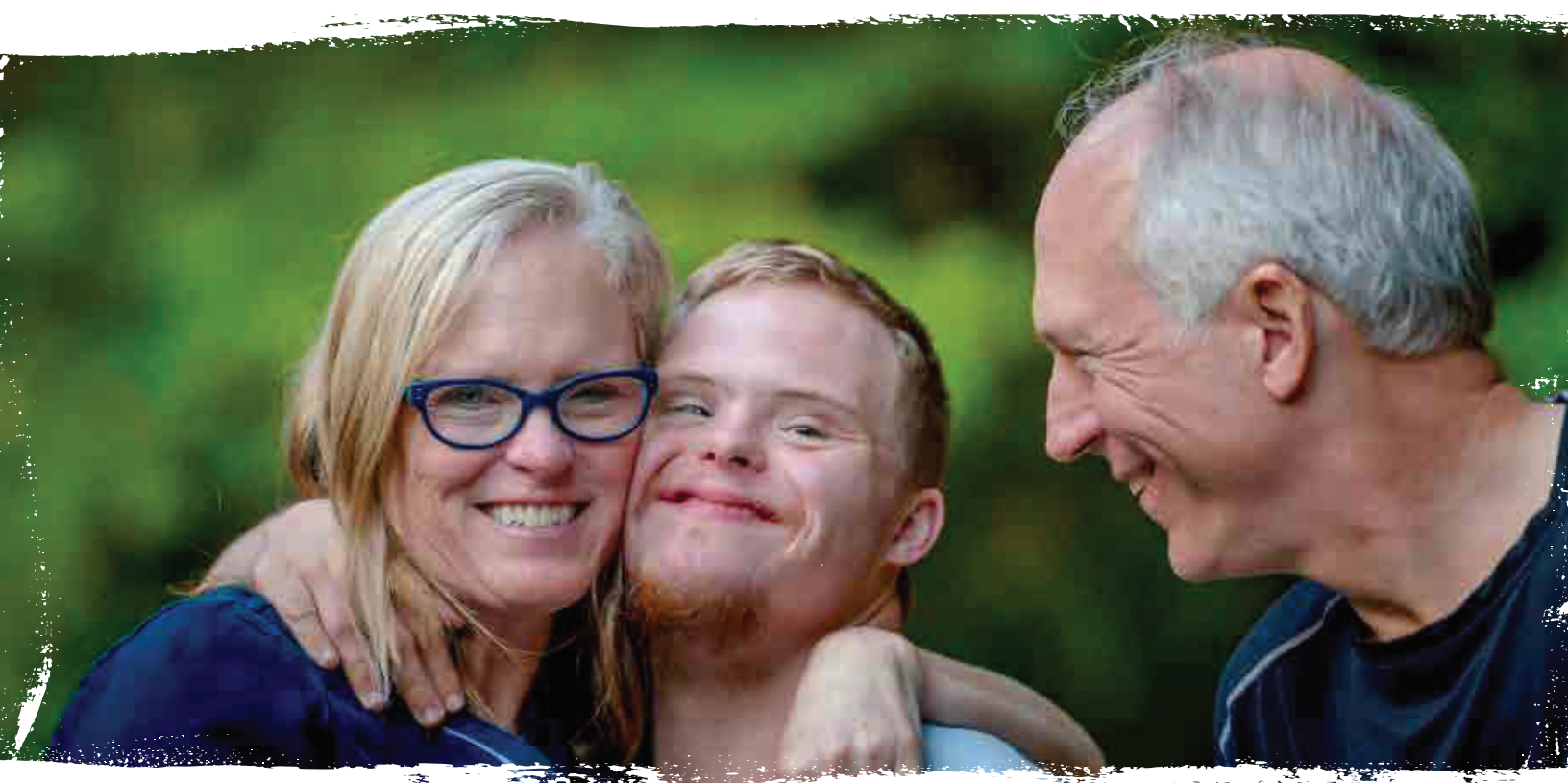
In 2022, 195 requests came to the program regarding different landfills and potential development around them.



GRANT ADMINISTRATION

2022 was the first year of the new biennium for the Alamo Area. Through funding from the Texas Commission on Environmental Quality (TCEQ), \$175,000 was made available for waste management related projects. Four (4) communities were awarded funds to implement a total of five (5) projects. The projects will make an impact on over 1.5M residents across the region.

City of Grey Forest	City of Shavano Park	Kendall County	City of San Antonio, Office of Historic Preservation	City of San Antonio, Office of Historic Preservation
\$51,776.00	\$25,000.00	\$15,000.00	\$78,000.00	\$5,224.00



INTELLECTUAL & DEVELOPMENTAL DISABILITIES

Serving as the single point of access to publicly-funded services for individuals with an intellectual disability, developmental disability, autism spectrum disorder, related condition in Bexar County

ELIGIBILITY DETERMINATION

Anybody on the State Intellectual & Developmental Disability (IDD) Interest List receives eligibility determination—an assessment to determine if a person has an intellectual disability or is a member of the Health and Human Services Commission priority population for IDD—before becoming eligible to receive services. The assessment uses standardized tests to determine a person’s IQ and Adaptive Behavior Level, and typically includes an interview with the individual and their legally authorized representative, or others who are actively involved with the individual. Currently, there are over 10,000 individuals on the IDD Medicaid waiver Interest Lists in Bexar County.



+\$308,777

distributed to families impacted by COVID-19, to help with basic living needs and maintain housing.

SERVICE COORDINATION

Service coordinators, also known as case managers, help people access medical, social, educational, and other appropriate services to achieve an acceptable quality of life and community participation. Service coordinators also assist with explaining the array of community living options for individuals with IDD and their families.

Over 117,000 service coordination/case management services delivered in 2022.

DIRECT SERVICES AND SUPPORTS

IDD Services provides direct service and support to eligible individuals residing in nursing facilities or enrolled in community-based services. Direct services are also intended to help individuals achieve an acceptable quality of life and increase community participation. Direct Services provided in 2022 reached \$2.3 Million, and included attendant & habilitation services, day habilitation, respite, employment services, and specialized therapies.

CRISIS SERVICES

One of the greatest obstacles individuals with IDD and their supportive family members face is access to adequate behavioral crisis respite support and training opportunities. The IDD crisis services program may provide up to 72 hours of in-home crisis respite or up to 14 days of out-of-home crisis respite to provide therapeutic support and stabilize the situation. Therapeutic support is a flexible array of services, and includes behavioral support to holistically address the stressors resulting in challenging behaviors. The IDD Services program provided 500 training activities in crisis prevention and intervention, and assisted in more than 580 crisis interventions.



TRANSITION SUPPORT TEAM

The goal of the the Transition Support Team is successful inclusion in the community by providing medical, psychiatric, and behavioral services targeting at-risk factors that lead to institutionalization. The program provides support to local intellectual and developmental disability authorities, Home and Community-based Services providers, and Texas Home Living providers serving people at risk of admission or readmission into an institutional setting. Support is provided in the AACOG, Camino Real, Gulf Bend, and Hill Country regions. In 2022, the program coordinated 123 educational events, 59 technical assistance activities, and 38 case reviews.

In 2022, the TST program coordinated 123 educational events, 59 technical assistance activities, and 38 case reviews.



SUPPORT & EMPOWERMENT

The Support & Empowerment program aims to educate older adults with IDD and their caregivers in health and wellness. In-person and virtual classes are offered to individuals across the state. The goal is to educate individuals and their caregivers about aging with IDD. Through instruction in various topics that include health, finance, spirituality, caregiver care, nutrition, and physical fitness. Individuals are empowered to identify gaps in the community support system and create a plan for how to become a healthier, and more efficient, self-manager and caregiver.



EMPLOYMENT SERVICES

The Employment Services program provides pre-vocational and vocational support services to people seeking to obtain or maintain employment, including the support of internships and apprenticeships in the community. To date, the program has assisted over 137 individuals with IDD find employment in a number of different industries.



Intellectual & Developmental Disabilities Apprenticeship Program, 2022 NADO Photo Contest Winner

INTER-AGENCY COORDINATION

IDD Services works diligently toward increasing the level of interagency coordination to support the IDD population. The program has continued to actively participate in the Southwest Texas Crisis Collaborative, an effort of Southwest Texas Regional Advisory Council designated by the Texas Department of State Health Services to develop, implement, and maintain the regional trauma and emergency healthcare system for Trauma Service Area – P.

IDD Services continues to partner with the local health information exchange, HASA, and receives daily alerts when people currently being served in our programs have presented at a local hospital. This near real-time information source allows for timelier follow up and discharge planning for urgent and emergent healthcare needs.

The program also partnered with Morgan's Wonderland on development of the Multi Assistance Center (MAC). The MAC is an innovative co-located, one-stop-shop model that provides all the medical and non-medical services needed for individuals with special needs, and opened October of 2022.

In coordination with Bexar County, IDD Services has developed programs for individuals with intellectual disabilities who have encounters with the criminal justice system. IDD Services receives daily alerts when a person suspected of having an intellectual disability is booked in an adult detention center. This collaboration with the state and county allows IDD Services to support the person and jail staff while developing a plan to divert the person to the community, when possible.

The program also partnered with Morgan's Wonderland on development of the Multi Assistance Center (MAC). The MAC is an innovative co-located, one-stop-shop model that provides all the medical and non-medical services needed for individuals with special needs, and opened October of 2022.



MILITARY & VETERAN AFFAIRS

AACOG's Military & Veterans Affairs programs facilitate communication and collaboration between local Joint Base San Antonio military installations and city, county, and community stakeholders. Services are also available for veterans, veteran dependents, surviving spouses, and active service members, by connecting them to veteran-serving organizations and transportation services in the thirteen-county service area

JOINT BASE SAN ANTONIO POWER SUB-STATION HARDENING PROJECT

Completed in 2022, this \$5M grant from the Governor's Office focused on improving the security and resiliency of the power grid supplying Joint Base San Antonio (JBSA). CPS Energy matched the grant with a \$4M investment of their own, to enhance the physical security of all major power substations supplying JBSA.

This project also called for the removal of overhead power lines in a 'clear zone' near JBSA-Randolph. This consisted of burying the overhead CPS Energy and telecom cables and removing above-ground infrastructure poles. JBSA electrical service resiliency saw significant improvements: it is now protected from physical acts of terrorism and accidents, mission disruptions caused by weather events, existing airfield waivers, and clear zone obstructions is drastically reduced.



CPS Energy matched with a \$4M investment of their own to enhance the physical security of all major power substations supplying JBSA.

\$225,000

Amount the Military & Veterans Affairs (MVA) program received as a grant from the Office of Local Defense Community Cooperation to advance implementation strategies identified by JBSA RCUP and Kelly Field Comprehensive Plan.

REGIONAL COMPATIBLE USE PROGRAM IMPLEMENTATION

The Military & Veterans Affairs (MVA) program received a \$225,000 grant from the Office of Local Defense Community Cooperation to advance implementation strategies identified by both the 2020 JBSA Regional Compatible Use Plan and 2020 Kelly Field Comprehensive Plan. AACOG continues to coordinate with its regional partners, city and county governments, JBSA, the State of Texas, and Port San Antonio to facilitate meetings, inform local elected officials, and conduct community outreach. Through this grant, the MVA program implemented strategies and tools to fill gaps in zoning protections, and developed tools to enable more efficient and effective compatible development coordination between Joint Base San Antonio's four military installations, Martindale Army Airfield, four counties, and 28 municipalities. This effort included outreach around dark sky compliance and unmanned aerial systems (UAS) adaptation, both of which are imperative to sustain JBSA military missions and their economic impact.

SENTINEL LANDSCAPE

The Military & Veterans Affairs program, in partnership with the Hill Country Alliance, created a consortium of 45 organizations supporting a Sentinel Landscape proposal designed to protect the training mission at JBSA-Camp Bullis. The project was designated as the Camp Bullis Sentinel Landscape (CBSL) by the Federal Coordinating Committee (DOD, DOI, & USDA) on February 14, 2022. The Hill Country Alliance now leads the consortium. AACOG is committed to supporting this effort by acting as Chair of the Government Relations committee, and coordination of the RCUP Implementation Committee activities with CBSL to ensure seamless coordination, outreach, and messaging.



TEXAS VETERANS NETWORK (TVN)

Through a three-year grant from the Texas Workforce Commission, the Alamo Area Development Corporation, AACOG's 501(c)(3), was able to expand the Texas Veteran Network to the Laredo and Coastal Bend regions. Thanks to this expansion, these 27 Central and South Texas counties are now serviced by over 200 veteran serving organizational partners that can cater to over 70 different needs-areas veterans may have. The TVN San Antonio office remains the centralized coordination center where calls from military service members, veterans, and their dependents are answered, processed, and provided with a warm introduction to the provider that can assist them. TVN also works with AACOG's Alamo Regional Transit program to provide transportation throughout the 13-county service area through the Rides 4 Texas Heroes program. This service helps veterans and their family members get to medical appointments, senior centers, job interviews, education, grocery shopping, and other essential transportation needs.



Texas Veterans Network
Over 3,300+ veterans served in 2022

VETERAN DIRECTED CARE SERVICES (VDC)

As an alternative to living in a long-term care facility, the Veteran Directed Care Services program in partnership with the Veterans Administration (VA), empowers veterans to choose and manage services and supports from the comfort of their own home. The VDC program serves VA referred veterans within a 120-mile radius of the City of San Antonio, with plans to expand to additional counties in the upcoming year. In 2022, the program continued to experience growth and now provides critical case management and coordination services to over 530 veterans.

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NATURAL RESOURCES

Educating stakeholders on ways to improve air quality the AACOG region by conducting technical analysis and outreach programs, and by bringing together stakeholders from all interests to develop air pollution reduction plans



ALAMO AREA CLEAN CITIES COALITION

The Alamo Area Clean Cities Coalition encourages American energy independence, environmental sustainability, and economic development by promoting the regional adoption of alternative fuels in the transportation sector. Supported by the U.S. Department of Energy, Alamo Clean Cities works regionally to advance affordable domestic transportation fuels, energy efficient mobility systems, and other fuel-saving technologies and practices. Coalition efforts pivoted in 2022, now providing outreach about provisions in the new Bipartisan Infrastructure Law that incentivize alternative fuel vehicle adoption and fueling infrastructure development.

In February, the Coalition held a South Texas Electric Vehicle (EV) Readiness Webinar for local governments and utilities across South Texas, and later worked with TxDOT to develop its plan for the use of National Electric Vehicle Infrastructure formula grant program funding. This year, the Coalition worked with CPS Energy to hold the first-ever showcase for medium- and heavy-duty electric vehicles in an expanded SA Drive Electric celebration. The Coalition is preparing to award over \$320,000 to assist fleets within Bexar County with heavy duty electric vehicle replacement.

The Coalition is preparing to award over \$320,000 to assist fleets within Bexar County with heavy duty electric vehicle replacement

TCEQ RIDER 7

In 2022, AACOG continued monitoring ozone, meteorology, and nitrogen oxides (NOX) during ozone season at Bulverde Elementary, City of Garden Ridge, and New Braunfels Airport. An Auto-GC, which measures volatile organic compounds (VOC), was placed in the City of Garden Ridge August 2022. With the start-up of this relocated Auto-GC, Garden Ridge is now the second air quality monitor in the Alamo Area that measures ozone and both of its precursors: NOX and VOC. This makes it extremely valuable in helping us understand the behavior of ozone.

A Truck Idling Emission Inventory is being developed to estimate emissions from heavy-duty vehicle idling at rest areas, truck stops, and other places where long-term truck idling occurs within Comal, Guadalupe, and Wilson Counties. This will improve emissions estimates to predict future ozone levels and is beneficial to developing pollution control measures in those three counties.

AIR QUALITY

The Environmental Protection Agency issued a proposed rule in April to reclassify Bexar County to moderate nonattainment, having been classified marginal since its initial nonattainment designation in 2018. This new classification will result in added costs to Bexar County residents, businesses, and industries, with the intent to reduce ozone levels to meet National Ambient Air Quality Standards (NAAQS) established to protect human health and public welfare. AACOG has been working closely with the Texas Commission on Environmental Quality to prepare Bexar County Judge Nelson Wolff, City of San Antonio Mayor Ron Nirenberg, and their key staff to prepare for certain additional regulations associated with moderate nonattainment.

Bexar County residents who own a gasoline vehicle 1996 or newer will have to undergo an emissions inspection at the time of annual inspections, resulting in an added cost of up to \$18.50. Failure to pass these inspections will require vehicle owners to repair or replace them. Large business operations that choose to expand within or relocate to Bexar County may have to offset the expected emissions increase by a greater amount than under marginal nonattainment. Bexar County will be required to reduce its VOC emissions 15% by 2023, requiring a broad, collaborative effort across a variety of sectors. AACOG worked to make local business interests aware of these requirements through a series of meetings during the latter half of 2022.

PROPERTY ASSESSED CLEAN ENERGY (PACE)

Since 2019, AACOG has administered a regional Property Assessed Clean Energy (PACE) program. PACE is a private, low-cost, long-term financing tool for commercial, industrial, and large multi-family property owners to fund eligible energy efficiency and water conservation retrofit projects.

In 2022, the AACOG Regional PACE program expanded to 14 jurisdictions and closed on three new projects: one at the historic Travis Building in Downtown San Antonio, and the other two in Castroville. These events generated great publicity from local media, which helped expand our educational reach.

Over 100,000 people reached through education, outreach and events. 3 counties and 14 cities have adopted this program throughout the Alamo Area



PUBLIC SAFETY

Offering support, assistance, and training for first responders through the Alamo Area Regional Law Enforcement Academy; Criminal Justice Planning; 9-1-1; and Homeland Security programs

ALAMO AREA REGIONAL LAW ENFORCEMENT ACADEMY

The Alamo Area Regional Law Enforcement Academy (AARLEA) trains individuals for peace officer and corrections officer licensure in the State of Texas. In addition to the Basic Peace Officers Course, AARLEA provides continuing education courses for all eligible Texas peace officers. This year, AARLEA increased cadet sponsorships by 50%, making it easier for law enforcement agencies to hire and for individuals in need of financial assistance to attend the academy.

AARLEA also offers over 3,100 online classes with topics ranging from legislative updates to de-escalation techniques. In 2022, a total of 94 cadets graduated from the AARLEA. Additionally, professionals across 130 Texas counties completed 75,843 hours of our in-person and online training.



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CRIMINAL JUSTICE PLANNING

The Criminal Justice program conducts grant workshops; provides information about local, state, and federal funding opportunities; assists funders, grants reviews, and offers technical assistance to area law enforcement agencies. Projects funded this year will help support a number of different efforts including victim services, the improvement of justice system response to violence against women, juvenile justice, truancy prevention, and improving overall regional criminal justice programs.

This year, the program provided a no-cost training in Program Sustainability to area agencies. This training was designed around available funding through the Office of the Governor, training participants how to write a strong sustainability statement. 130 law enforcement professionals attended Criminal Justice Planning courses in 2022.

The Criminal Justice program assisted the Office of the Governor in reviewing grant applications and awarded an estimated \$13,321,581 to jurisdictions across the Alamo Area.



Criminal Justice Grant Program • \$861,678.63



Juvenile Justice & Truancy Prevention Grant Program • \$1,834,971.21



Violence Against Women Justice and Training Program • \$408,263.84



General Victim Assistance Grant Program • \$10,216,668.12

HOMELAND SECURITY

The Homeland Security (HLS) program provides technical emergency preparedness planning – specifically when relating to terrorist activities – and administers federal and state Homeland Security grants to law enforcement agencies in the Alamo Area. Additionally, HLS works with local jurisdictions to identify regional gaps in security and creates risk analyses of terrorist threats and other potential hazards. HLS, in partnership with the Texas Department of Transportation and the Greater Austin-Travis County Regional Radio System, received funding for Phase 2 of the Regional Communications Infrastructure Enhancement Project. This project leverages existing tower equipment, coverage areas, and partnerships to expand interoperable communications capabilities in the AACOG region.

HLS also received funding for a Domestic Violence Extremism Project through the Office of the Governor – Homeland Security Grants Division. This project ranked number one in the State, and will fund a Southwest Texas Fusion Intelligence Officer to focus on combating local terroristic threats in rural counties within the Alamo Area.

These two projects brought over \$1.1 Million in additional funding to the region. The program also assisted with providing badly needed resources, personnel, and direct assistance to Operation Coyote Overwatch in Uvalde, Texas, in response to the mass casualty incident that occurred on May 24, 2022.



9-1-1

The 9-1-1 program maintains 9-1-1 databases and monitors essential dispatch equipment and software at each of the emergency call centers inside Atascosa, Bandera, Frio, Gillespie, Karnes, Kendall, McMullen and Wilson counties. The program works to provide a regionalized 9-1-1 database and Public Safety Answering Point, and ensures that all 9-1-1 calls are routed, answered, and located

on Geographic Information System maps for proper handling of the emergency at hand. In 2022, the program worked to ensure all schools and districts within the 9-1-1 program service area were in compliance with Kari's Law, which was enacted in 2015. Kari's Law requires schools and businesses with multiple phones to have a Multi-Line Telephone System, providing outbound dialing and direct access to 9-1-1 without the user having to first dial an initial number, digit, or prefix. The team traveled throughout the region to conduct evaluations and test calls that resulted in recommendations for phone system upgrades.

This year, the 9-1-1 Program participated in after-action analyses and reports to support Public Safety services, following the mass casualty incident in Uvalde, Texas. The program reimbursed member governments for Tele-Communicator assistance, and support to relieve the Uvalde 911 operators provided by AACOG counties.



HLS assisted with providing resources, personnel, and direct assistance to Operation Coyote Overwatch in Uvalde, Texas, in response to the mass casualty incident that occurred on May 24, 2022.

168,000+
amount of calls 9-1-1
Network processed

333
amount of text
messages 9-1-1
Network processed



REGIONAL SERVICES

Assisting member governments create stronger economies, stronger communities, and informed public officials through annual training, grant assistance, and economic and community development planning

EDUCATION AND TRAINING

Designated by the U.S. Economic Development Agency (EDA) as the Economic Development District (EDD) for the region, the Regional Development program focuses on developing professionals, elected officials, and economies within the Alamo Area. The program's regular series of workshops has become a staple across the region, and something municipal governments look forward to year after year.

- **Planning & Zoning:** A workshop on fundamentals of zoning, zoning issues, master plans, group homes, cell towers and signs.
- **Economic Development:** Presentations from state and federal agencies on their programs and services, and panel discussions from region representatives.
- **Newly Elected Officials:** A workshop on basics of municipal finance, ethical issues, and Public Information and Open Meetings training.
- **Brownfields Workshop:** Presentations from the Environmental Protection Agency (EPA) and the Texas Commission on Environmental Quality (TCEQ) on identifying Brownfields projects.

EDA CARES

2022 was the second year of the EDA CARES administrative grant for the AACOG Economic Development District. In conjunction with community leaders, the Regional Services program completed strategic economic development plans for Atascosa, Frio and Karnes counties. The program was also able to invest a portion of the funds into the development of a new AACOG website, offering users additional features and resources, and an overall improved user experience.



The Regional Services program made strides to prepare for funding opportunities resulting from the historic Bipartisan Infrastructure Law (BIL), also known as the Infrastructure Investment Jobs Act (IIJA). The program is working with member governments to establish Inter-Local Agreements (ILA), to support with grant writing, grant administration, and fiscal management services for opportunities that may arise in 2023.



+150
number of people
who attended
workshops in 2022

The program is
working with member
governments to
establish Inter-Local
Agreements (ILA),
to support with
grant writing, grant
administration, and
fiscal management
services for
opportunities that may
arise in 2023.



WEATHERIZATION ASSISTANCE

Assisting low-income families reduce energy costs by weatherizing their homes to become more energy efficient, and modifying homes to become more accessible for individuals with disabilities

WEATHERIZATION ASSISTANCE

The Weatherization Assistance program distributes their funding through two separate grant programs – the Low Income Home Energy Program (LIHEAP) and the Department of Energy (DOE). Both grants provide low-income households the opportunity to receive energy-efficiency modifications in order to decrease their monthly utilities costs. Ultimately, this provides low-income families increased disposable income and an enhanced quality of life. The weatherization assistance program spent \$1,504,021 in LIHEAP funding to weatherize 142 homes in 2022. The Department of Energy grant invested \$398,380 to weatherize 36 homes.



\$1,504,021

in LIHEAP funding to weatherize 142 homes in 2022.



The Department of Energy grant invested \$398,380 to weatherize 36 homes.



HOMES FOR TEXAS HEROES

In addition to veterans, this program is available to surviving spouses and eligible children. The \$300,000 budget assisted 17 worthy veterans and their families in 2022. This program allows for home modifications including minor repairs, weatherization, and accessibility needs.

\$300,000

budget to assist 17 veterans and their families

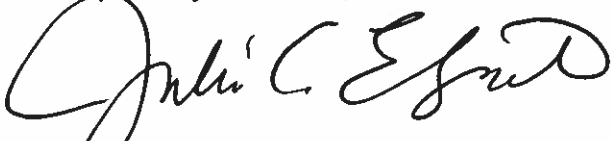
The Council prepared and submitted the Annual Comprehensive Financial Report for the year ended December 31, 2022, to the Government Finance Officers Association (GFOA) for consideration of the Certificate of Achievement for Excellence in Financial Reporting. A Certificate is valid for a period of one year. We believe that our current Annual Comprehensive Financial Report has met the Certificate of Achievement Program's requirements and we look forward to their response.

The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to AACOG for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2021. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting to GFOA to determine eligibility for another certificate.

We want to express our thanks to all the AACOG department staff, the Executive Director, Board Chairman and the Board Members for their continued oversight and guidance.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Julio C. Elizondo', written in a cursive style.

Julio Elizondo, MSF
Chief Financial Officer



Board of Directors

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CFO and Sr. Director

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General Counsel & Sr. Director

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Homeland Security/Justice Planning Coordinator

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Law Enforcement Academy Training Coordinator

Robert Duke
Asst. Director of Transportation

Claudia Mora
Regional Services Administrator

Steven Smeltzer
Natural Resources Environmental Project Manager

Crystal Campos-Rosales
Communications Specialist

Mike Juarez
AAA Manager

Tony Martinez
Aging Manager-Programs

Julie Gudgel
Veteran Programs Manager

Corina Arauza
IDDS Community Engagement Manager

Blanca Tapia
Controller

Debbie Ugarte
Procurement & Facilities Manager

Justin Monarez
Homeland Security/Justice Planning Coordinator

Pat Michalec
Law Enforcement Academy Training Coordinator

Robert Duke
Asst. Director of Transportation

Claudia Mora
Regional Services Administrator

Steven Smeltzer
Natural Resources Environmental Project Manager

Crystal Campos-Rosales
Communications Specialist

Mike Juarez
AAA Manager

Tony Martinez
Aging Manager-Programs

Julie Gudgel
Veteran Programs Manager

Position Vacant
IDDS Psychological & Counseling Service Manager

Jhoan Torres
Budget Officer

Vacant Position
Facilities Coordinator

Justin Monarez
Homeland Security/Justice Planning Coordinator

Pat Michalec
Law Enforcement Academy Training Coordinator

Robert Duke
Asst. Director of Transportation

Claudia Mora
Regional Services Administrator

Lyle Hufstetlet
Natural Resources Project Coordinator

Crystal Campos-Rosales
Communications Specialist

Mike Juarez
AAA Manager

Tony Martinez
Aging Manager-Programs

Gary Timpson
TxVeterans Network Coordinator

Arnold Ferguson
IDDS Community Service Manager

Jennifer Caruso
IDDS Waiver Services Manager

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**OFFICERS OF THE BOARD OF
DIRECTORS 2022**

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Judge McMullen County**

VICE CHAIR

**Clayton Perry
City of San Antonio, District 10, Councilman**

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Executive Director

Chief Financial Officer

Senior Director of Operations

General Counsel/Senior Director

Senior Director of IDDS &

Agency Coordination

Diane Rath

Jenise Best

Richard Bluntzer

Clifford Herberg

Jacob Ulczynski



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Alamo Area Council of Governments
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2021

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

Independent Auditor's Report

Board of Directors
Alamo Area Council of Governments
San Antonio, Texas

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Alamo Area Council of Governments (the Council), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Council's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Council, as of December 31, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of the Council and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in *Note 1* to the financial statements, the Council adopted new accounting guidance, Governmental Accounting Standards Board Statements No. 87, *Leases*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Council's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and pension information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Council's basic financial statements. The nonmajor fund financial statements and schedules, the schedule of expenditures of federal awards, as required by Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the schedule of expenditures of state awards, as required by the State of Texas *Grant Management Standards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the nonmajor fund financial statements and schedules and the schedule of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual comprehensive report. The other information comprises the introductory, intellectual and development disabilities services schedules and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 26, 2023, on our consideration of the Council's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Council's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Council's internal control over financial reporting and compliance.

FORVIS,LLP

San Antonio, Texas
July 26, 2023

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Alamo Area Council of Governments

Management's Discussion and Analysis (Unaudited)

December 31, 2022

Introduction

Alamo Area Council of Governments' (the Council) discussion and analysis offers readers of the Council's financial statements a narrative overview and analysis of the Council's financial activities for the fiscal year ended December 31, 2022. We encourage readers to consider the information presented here in conjunction with the additional information that we have furnished in the financial statements and notes to the financial statements.

Financial Highlights

- For the fiscal year ended December 31, 2022, the Council adopted GASB Statement No.87, *Leases* (GASB 87). Fiscal year 2021 has not been restated because it is not presented in the basic financial statements.
- The assets and deferred outflows of resources of the Council exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$20,071,040 (net position). This reflects an increase to net position of \$1,691,901. Of this amount, (\$3,210,113) is unrestricted, \$9,699,447 represents the net investment in capital assets; \$8,659,925 is restricted for grant programs; and \$4,921,781 is restricted for pension.
- As of the close of the current fiscal year, the Council's governmental funds financial statements reported combined ending fund balances of \$9,425,138. The unassigned fund balance in the General Fund that is available for operations is \$338,060.

Overview of Financial Statements

This discussion and analysis is intended to serve as an introduction to the Council's basic financial statements. The Council's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the Council's finances in a manner similar to a private-sector business.

The statement of net position presents information on all of the Council's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, fluctuations in net position may serve as a useful indicator of whether the financial position of the Council is improving or deteriorating.

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

Alamo Area Council of Governments
Management's Discussion and Analysis (Unaudited)
December 31, 2022

Fund Financial Statements. A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The Council, like other similar governmental entities, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Council are classified as governmental funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The Council maintains 31 governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balance for each major fund: the General Fund, Bexar Area Agency on Aging Fund, Texas Department of Transportation Fund, Intellectual and Developmental Disabilities Services Fund, and Veterans Assistance Fund.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements in this report.

Government-Wide Overall Financial Analysis. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The Council's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$20,071,040 at December 31, 2022. The table on the following page reflects the condensed statement of net position compared to prior year.

Alamo Area Council of Governments
Management's Discussion and Analysis (Unaudited)
December 31, 2022

	Governmental Activities	
	2022	2021
Assets:		
Current and other assets	\$ 28,165,434	\$ 19,998,220
Capital and lease assets	<u>21,989,981</u>	<u>20,605,255</u>
Total assets	<u>50,155,415</u>	<u>40,603,475</u>
Deferred outflows of resources	<u>2,352,145</u>	<u>3,044,524</u>
Liabilities:		
Current liabilities	13,342,148	10,692,041
Noncurrent liabilities	<u>12,173,412</u>	<u>13,310,322</u>
Total liabilities	<u>25,515,560</u>	<u>24,002,363</u>
Deferred inflows of resources	<u>6,920,960</u>	<u>1,266,497</u>
Net position:		
Investment in capital and lease assets	9,699,447	8,781,545
Restricted for pension	4,921,781	-
Restricted for grant programs	8,659,925	7,948,346
Unrestricted	<u>(3,210,113)</u>	<u>1,649,248</u>
Total net position	<u>\$ 20,071,040</u>	<u>\$ 18,379,139</u>

Note: Fiscal year 2021 amounts have not been restated for GASB 87 adoption.

There is a deficit in the balance of unrestricted net position in the amount of (\$3,210,113).

Analysis of the Council's Operations. The table on the following page provides a summary of the Council's operations for the year ended December 31, 2022, as compared to the year ended December 31, 2021. The Council's net position increased by \$1,691,901.

Alamo Area Council of Governments
Management's Discussion and Analysis (Unaudited)
December 31, 2022

	Governmental Activities	
	2022	2021
Revenues:		
Program revenues:		
Charges for services	\$ 766,675	\$ 780,137
Operating grants and contributions	75,111,206	73,785,464
Capital grants and contributions	1,242,373	659,366
General revenues:		
Investment earnings	158,934	73,858
Membership dues	348,832	359,396
	<u>77,628,020</u>	<u>75,658,221</u>
Expenses:		
General government	2,523,606	1,660,666
Workforce development	-	84,521
Aging and veterans services	38,879,559	31,921,661
Emergency communications	1,899,330	2,286,025
Economic development	3,027,758	6,617,291
Environmental quality	121,020	1,984,876
Community affairs	2,303,830	2,897,307
Homeland security	462,324	348,253
Transportation	8,767,851	8,017,050
Criminal justice	1,501,935	1,467,445
Health and welfare	15,964,536	13,792,278
Interest on leases	23,573	-
Interest on long-term debt	460,797	334,263
	<u>75,936,119</u>	<u>71,411,636</u>
Change in net position	1,691,901	4,246,585
Net position, beginning	<u>18,379,139</u>	<u>14,132,554</u>
Net position, ending	<u>\$ 20,071,040</u>	<u>\$ 18,379,139</u>

Note: Fiscal year 2021 amounts have not been restated for GASB 87 adoption.

Alamo Area Council of Governments
Management's Discussion and Analysis (Unaudited)
December 31, 2022

The Council's charges for services decreased by \$13,462, and operating grants and contributions increased by \$1,325,742. The decrease in charges for services was caused by an increase in program income from various grant activities. The increase in operating grants and contributions was primarily caused by increased Area Agencies on Aging funding, Office of the Governor funding, and funding from the Texas Department of Transportation. Further, expenses increased by \$4,524,483 from fiscal year 2021 to 2022. The majority of this increase was caused by expenditures related to the increased Aging and Veterans services, Transportation, and Health and Welfare funding expenditures. The Council's revenues and expenses are driven primarily by federal and state grant funding, which varies from year to year.

Analysis of Fund Financial Statements. The General Fund beginning balance at January 1, 2022 was \$1,709,560. The fund balance decreased by \$1,288,212 for an ending balance at December 31, 2022 of \$421,348. The decrease is primarily due to the following reasons:

- Debt Service, operating, and tenant acquisition costs associated with the Titan Complex
- Increased operating costs associate with the Transportation department related to the inflationary environment that was experienced during 2022

The Bexar Area Agency on Aging Fund balance at January 1, 2022 was \$24,030. The fund balance increased by \$11,396 for an ending balance at December 31, 2022 of \$35,426. The increase is due to donations for the Warm Hearts program.

The Texas Department of Transportation Fund balance at January 1, 2022 was \$4,026,598. The fund balance decreased by \$316,938 for an ending balance at December 31, 2022 of \$3,709,660. The decrease is due to the purchase of vehicles with the use of fund balance during 2022.

The Intellectual and Developmental Disabilities Services Fund balance at January 1, 2022 was \$1,415,503. The fund balance decreased by \$681,466 for an ending balance at December 31, 2022 of \$734,037. The majority of the decrease is due to fee for service revenues generated during 2022 and increased expenditures related to the hiring and retention of staff.

The Veterans Assistance Fund balance at January 1, 2022 was \$1,859,223. The fund balance increased by \$1,767,271 for an ending balance at December 31, 2022 of \$3,626,494. The increase is due to an increased client base during 2022.

Budgetary Highlights

The Council's annual budget is approved by the Board of Directors (Board) at the December Annual Meeting. The Council does not have a legally adopted annual budget. Although the annual budget is reviewed and approved by the Council's Board, it is based on a project-length basis. Accordingly, budgetary information is not presented in this report. As grant funding changes, the Council's Board approves periodic budget modifications.

Alamo Area Council of Governments
Management's Discussion and Analysis (Unaudited)
December 31, 2022

Capital and Lease Assets and Debt Administration

Alamo Area Council of Governments' Capital and Lease Assets at Year-End. The Council's investment in capital and lease assets for its governmental activities as of December 31, 2022 amounts to \$21,989,981 (net of accumulated depreciation). This investment includes land, equipment, furniture and fixtures, software, vehicles, lease assets, and buildings and improvements.

During 2022, the Council's total capital assets increased by \$1,384,726 due to the current year capital and lease asset additions, deletions, and current year depreciation/amortization.

The Council's capital and lease asset additions totaled \$3,553,126 during 2022, primarily from the following categories and programs:

- \$334,349 for the purchase of a parking lot adjacent to the Titan Complex
- \$768,718 increase in lease assets related to the implementation of GASB 87
- \$312,280 for upgrades to the Titan Tower for Tenant Improvements
- \$2,137,779 for various other building improvements, vehicles, equipment, and software

A summary of the Council's capital and lease assets for the current and prior year can be found below. Additional information on the Council's capital and lease assets can be found in *Note 4* on page 29 of this report.

	Governmental Activities	
	2022	2021
Land	\$ 2,957,124	\$ 2,622,775
Equipment	5,847,277	5,433,458
Furniture and fixtures	206,154	206,154
Software	1,395,712	1,836,108
Vehicles	7,903,744	6,578,771
Lease assets	-	-
Buildings and improvements	16,002,824	15,319,356
Less: accumulated depreciation/amortization	<u>(13,091,572)</u>	<u>(11,391,367)</u>
Total capital and lease assets, net	<u><u>\$ 21,221,263</u></u>	<u><u>\$ 20,605,255</u></u>

Alamo Area Council of Governments
Management’s Discussion and Analysis (Unaudited)
December 31, 2022

Alamo Area Council of Governments’ Outstanding Long-Term Liabilities at Year-End

	Governmental Activities	
	2022	2021
Compensated absences	\$ 644,693	\$ 665,939
Lease liability	602,524	-
Long-term obligations	<u>11,688,010</u>	<u>11,823,710</u>
Total long-term liabilities	<u><u>\$ 12,935,227</u></u>	<u><u>\$ 12,489,649</u></u>

The Council’s total debt increased by \$445,578. This liability reflects the payout of paid time off (PTO) of \$644,693 due upon termination, the \$602,524 lease liability related to the long-term rental of the Wetmore building, and the long-term obligation on the loan for the Titan Complex. Additional information on the Council’s long-term liabilities can be found in *Note 8* of this report.

Economic Factors and Next Year’s Financial Plan

The Council’s approved 2023 annual financial budget reflected \$66,056,831 for revenues and \$65,635,418 for expenditures. The 2022 actual revenues are \$77,628,020 and actual expenditures are \$78,969,393 for an increase of \$11,571,189 and \$13,333,975, respectively, per the Statement of Revenues, Expenditures, and Changes in Fund Balance, when compared to the 2022 annual financial budget.

The Council’s combined ending fund balance of \$9,425,138 includes \$9,003,790 of dedicated program fund balance and \$421,348 of general fund balance. The general fund balance decreased by \$1,288,212 during fiscal year 2022 and is projecting an increase of \$175,000 for 2023. The special revenue fund balance increased by \$933,127 for 2022 and is projecting an increase of \$31,000 in 2023. The 2022 net decrease to the general fund balance is primarily due to the Titan Complex expenditures exceeding the rent collected and occupancy recoveries from Council programs, the Purchase of vehicles for the Alamo Regional Transportation program. The 2022 net increase to the special revenue fund balance is primarily from the Veterans Directed program funded by the U.S Department of Veterans Affairs.

2022 brought increased federal funding, triggering over \$11 million in budget modifications mid-year. This enabled the Council to launch innovative initiatives and provide additional services for many disadvantaged residents during a period in which inflation led to many unexpected challenges.

Aging worked on transitioning from the restricted service under COVID to resuming to normal services. The senior centers for congregant meals are all open and close to pre-COVID levels. In-person classes have resumed for exercise, disease management, caregiver support, and more.

Alamo Area Council of Governments
Management's Discussion and Analysis (Unaudited)
December 31, 2022

Despite experiencing significant challenges in delivering services due to critical staffing shortages. The Intellectual & Developmental Disabilities Services (IDDS) program provided over 117,000 service coordination and case management services in 2022. In addition, IDD developed model partnerships with both the Bexar County Jail and University Health System to continue to work towards IDD population being appropriately identified and served.

The PACE program has been adopted by 14 entities. It continues to be proactive with outreach to prospective partners and developers in all the approved areas. Two grants were closed in Castroville and one in San Antonio. The program continues to actively work with additional prospects in New Braunfels, Castroville, and San Antonio.

The Veterans Directed Care Program has continued to steadily increase the number of veterans served. Currently, this program is managing over 550 veterans – which enables the veterans to remain in their home to age in place instead of going to a skilled nursing or assistive living facility.

Alamo Regional Transit (ART) continued to provide vital transportation during increasingly difficult economic conditions. ART provided over 18,400 riders and 8,400 veterans transportation to their destinations in 2022. In addition, new software and equipment purchased improved vehicle dispatching for more efficient routing, which improved trip times and reduced manpower hours, as well as gas consumption. ART also received grant funding during 2022 from the Texas Department of Transportation to make replacements to its fleet.

Weatherization had many challenges this year but has a good foundation for success in the current contracts. 142 households received services under the Low-Income Home Energy Assistance Program (LIHEAP), and 36 homes were weatherized with Department of Energy funding. This provided low-income households the opportunity to receive energy-efficient modifications in order to decrease their monthly utilities costs.

Information Requests

This financial report is designed to provide a general overview of the Council's finances for all those with an interest in the organization. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the office of the Chief Financial Officer, Alamo Area Council of Governments, 2700 NE Loop 410, Suite 101, San Antonio, Texas 78217.

The Council's administrative offices are located at 2700 NE Loop 410, Titan Tower, San Antonio, Texas.

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BASIC FINANCIAL STATEMENTS

Alamo Area Council of Governments
Statement of Net Position
December 31, 2022

	Primary Government	Component Unit
	Governmental Activities	Alamo Area Development Corporation
Assets		
Cash and investments	\$ 5,181,205	\$ 45,840
Receivables:		
Grantors	15,882,143	43,107
Leases	1,523,404	-
Other	36,458	-
Deposits	44,789	-
Prepays	575,654	-
Capital assets, not being depreciated:		
Land	2,957,124	-
Capital and lease assets, net of accumulated depreciation/amortization:		
Equipment	1,532,923	-
Furniture and fixtures	38,868	-
Software	554,033	-
Vehicles	2,980,072	-
Lease asset: Building	584,226	-
Buildings and improvements	13,342,735	-
Net pension asset	4,921,781	-
Total assets	<u>50,155,415</u>	<u>88,947</u>
Deferred Outflows of Resources		
Pensions	2,352,145	-
Total deferred outflows of resources	<u>2,352,145</u>	<u>-</u>
Liabilities		
Accounts payable	9,385,509	78,704
Accrued liabilities	417,399	-
Unearned revenue	2,777,425	843
Noncurrent liabilities:		
Due within one year:		
Current portion of lease liability	189,767	-
Current portion of long-term obligations	410,875	-
Compensated absences	161,173	-
Due in more than one year:		
Noncurrent portion of lease liability	412,757	-
Noncurrent portion of long-term obligations	11,277,135	-
Noncurrent portion of compensated absences	483,520	-
Total liabilities	<u>25,515,560</u>	<u>79,547</u>
Deferred Inflows of Resources		
Leases	1,238,182	
Pensions	5,682,778	-
Total deferred inflows of resources	<u>6,920,960</u>	<u>-</u>
Net Position		
Net investment in capital and lease assets	9,699,447	-
Restricted for pension	4,921,781	-
Restricted for grant programs:		
Aging and veterans services	3,695,201	-
Economic development	2,342	-
Environmental quality	151,459	-
Community affairs	81,203	-
Homeland security	74,706	-
Transportation	3,559,601	-
Criminal justice	529,493	-
Health and welfare	565,920	-
Unrestricted (deficit)	(3,210,113)	9,400
Total net position	<u>\$ 20,071,040</u>	<u>\$ 9,400</u>

Alamo Area Council of Governments
Statement of Activities
For the Year Ended December 31, 2022

Functions/Programs	Expenses	Indirect Cost Allocation	Program Revenues	
			Charges for Services	Operating Grants and Contributions
Primary Government:				
Governmental activities:				
General government	\$ 6,033,629	\$ (3,510,023)	\$ -	\$ 2,263,886
Aging and veterans services	38,037,163	842,396	221,734	41,014,586
Emergency communications	1,810,577	88,753	-	1,925,155
Economic development	3,015,834	11,924	-	2,512,572
Environmental quality	78,542	42,478	-	434,585
Community affairs	2,181,738	122,092	-	2,404,033
Homeland security	428,598	33,726	-	275,023
Transportation	8,008,971	758,880	1,367	7,476,733
Criminal justice	1,378,129	123,806	543,574	1,544,856
Health and welfare	14,478,568	1,485,968	-	15,259,777
Interest on leases	23,573	-	-	-
Interest on long-term debt	460,797	-	-	-
Total governmental activities	<u>75,936,119</u>	<u>-</u>	<u>766,675</u>	<u>75,111,206</u>
Total primary government	<u>\$ 75,936,119</u>	<u>\$ -</u>	<u>\$ 766,675</u>	<u>\$ 75,111,206</u>
Component Unit:				
Alamo Area Development Corporation	<u>\$ 679,052</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 663,525</u>

General revenues:
Unrestricted investment earnings
Membership dues

Total general revenues

Change in net position

Net position, beginning

Net position, ending

<u>Program Revenues</u>	<u>Net (Expense) Revenue and Changes in Net Position</u>	<u>Component Unit</u>
<u>Capital Grants and Contributions</u>	<u>Primary Government Governmental Activities</u>	<u>Alamo Area Development Corporation</u>
\$ -	\$ (259,720)	
-	2,356,761	
-	25,825	
-	(515,186)	
-	313,565	
-	100,203	
-	(187,301)	
1,242,373	(47,378)	
-	586,495	
-	(704,759)	
-	(23,573)	
-	(460,797)	
<u>1,242,373</u>	<u>1,184,135</u>	
<u>\$ 1,242,373</u>	<u>1,184,135</u>	
<u>\$ -</u>		\$ (15,527)
	158,934	116
	<u>348,832</u>	<u>-</u>
	<u>507,766</u>	<u>116</u>
	1,691,901	(15,411)
	<u>18,379,139</u>	<u>24,811</u>
	<u>\$ 20,071,040</u>	<u>\$ 9,400</u>

Alamo Area Council of Governments

Balance Sheet

Governmental Funds

December 31, 2022

	General	Special Revenue Funds	
		Bexar Area Agency on Aging	Texas Department of Transportation
Assets			
Cash and investments	\$ 1,950,665	\$ -	\$ 984,606
Accounts receivable:			
Grantors	136,427	3,132,868	1,280,764
Leases	1,523,404	-	-
Other	38,678	-	-
Due from other funds	61,405,059	1,003,365	6,209,934
Deposits	30,885	-	-
Prepaid items	83,288	27,466	150,059
	<u>\$ 65,168,406</u>	<u>\$ 4,163,699</u>	<u>\$ 8,625,363</u>
Liabilities			
Accounts payable	\$ 1,292,553	\$ 1,075,866	\$ 191,616
Accrued liabilities	123,475	26,408	60,822
Due to other funds	61,794,223	2,996,686	4,651,175
Unearned revenue	298,625	29,313	12,090
	<u>63,508,876</u>	<u>4,128,273</u>	<u>4,915,703</u>
Deferred Inflows of Resources			
Leases	1,238,182	-	-
	<u>1,238,182</u>	<u>-</u>	<u>-</u>
Fund Balances			
Nonspendable:			
Prepaid items	83,288	27,466	150,059
Restricted:			
Grants	-	7,960	3,559,601
Unassigned (deficit)	338,060	-	-
	<u>421,348</u>	<u>35,426</u>	<u>3,709,660</u>
Total fund balances	<u>421,348</u>	<u>35,426</u>	<u>3,709,660</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 65,168,406</u>	<u>\$ 4,163,699</u>	<u>\$ 8,625,363</u>

Special Revenue Funds

Intellectual and Developmental Disabilities Services	Veterans Assistance	Other Governmental Funds	Total Governmental Funds
\$ 982,565	\$ 825,405	\$ 437,964	\$ 5,181,205
2,556,455	6,289,233	2,486,396	15,882,143
-	-	-	1,523,404
(2,220)	-	-	36,458
772,441	3,788,003	1,921,145	75,099,947
-	-	13,904	44,789
168,117	-	146,724	575,654
<u>\$ 4,477,358</u>	<u>\$ 10,902,641</u>	<u>\$ 5,006,133</u>	<u>\$ 98,343,600</u>
\$ 448,218	\$ 5,470,500	\$ 906,756	\$ 9,385,509
178,827	27,867	-	417,399
1,326,712	1,744,949	2,586,202	75,099,947
1,789,564	32,831	615,002	2,777,425
<u>3,743,321</u>	<u>7,276,147</u>	<u>4,107,960</u>	<u>87,680,280</u>
-	-	-	1,238,182
168,117	-	146,724	575,654
565,920	3,626,494	899,950	8,659,925
-	-	(148,501)	189,559
<u>734,037</u>	<u>3,626,494</u>	<u>898,173</u>	<u>9,425,138</u>
<u>\$ 4,477,358</u>	<u>\$ 10,902,641</u>	<u>\$ 5,006,133</u>	<u>\$ 98,343,600</u>

Alamo Area Council of Governments
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
December 31, 2022

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

Total fund balances – governmental funds	\$ 9,425,138
Capital and lease assets of \$35,081,553, net of accumulated depreciation and amortization of \$13,091,572 used in governmental activities are not financial resources and, therefore, are not reported in the funds.	21,989,981
The net pension asset reported in governmental activities is not a current financial resource and, therefore, is not reported in the funds.	4,921,781
Differences between expected and actual experiences, assumption changes, and net differences between projected and actual earnings and contributions subsequent to the measurement date for pension are recognized as deferred outflows and inflows of resources on the statement of net position.	
Deferred outflows: pension	2,352,145
Deferred inflows: pension	(5,682,778)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Lease liability	(602,524)
Long-term obligations	(11,688,010)
Compensated absences	<u>(644,693)</u>
Net position of governmental activities	<u><u>\$ 20,071,040</u></u>

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Alamo Area Council of Governments
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Governmental Funds
December 31, 2022

	<u>Special Revenue Funds</u>		
	<u>General</u>	<u>Bexar Area Agency on Aging</u>	<u>Texas Department of Transportation</u>
Revenues			
Intergovernmental	\$ 2,188,914	\$ 9,512,917	\$ 5,216,742
Matching funds	-	1,938,774	-
Local	74,972	37,500	3,040,376
Program income	-	64,541	1,367
Membership dues	348,832	-	-
Investment income	100,884	-	22,707
Total revenues	<u>2,713,602</u>	<u>11,553,732</u>	<u>8,281,192</u>
Expenditures			
Current:			
General government	1,615,841	-	-
Aging and veterans services	-	11,712,297	-
Health and welfare	-	-	-
Transportation	664,812	-	6,930,021
Workforce development	-	-	-
Environmental quality	-	-	-
Community affairs	-	-	-
Criminal justice	-	-	-
Emergency communications	-	-	-
Homeland security	-	-	-
Economic development	-	-	-
Capital outlay	683,319	-	1,665,385
Leases:			
Principal retirement	166,194	-	-
Interest	23,573	-	-
Debt Service:			
Principal retirement	353,270	-	-
Interest	460,797	-	-
Total expenditures	<u>3,967,806</u>	<u>11,712,297</u>	<u>8,595,406</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,254,204)</u>	<u>(158,565)</u>	<u>(314,214)</u>
Other Financing Sources (Uses)			
Issuance of long-term debt	217,570	-	-
Transfers in	-	169,961	-
Transfers out	(251,578)	-	(2,724)
Total other financing sources (uses)	<u>(34,008)</u>	<u>169,961</u>	<u>(2,724)</u>
Net Change in Fund Balances	(1,288,212)	11,396	(316,938)
Fund Balances, Beginning	<u>1,709,560</u>	<u>24,030</u>	<u>4,026,598</u>
Fund Balances, Ending	<u>\$ 421,348</u>	<u>\$ 35,426</u>	<u>\$ 3,709,660</u>

See Notes to Financial Statements

Special Revenue Funds

Intellectual and Developmental Disabilities Services	Veterans Assistance	Other Governmental Funds	Total Governmental
\$ 8,946,408	\$ (681,541)	\$ 13,471,869	\$ 38,655,309
-	-	3,124,845	5,063,619
5,987,669	23,159,541	334,593	32,634,651
-	-	700,767	766,675
-	-	-	348,832
18,268	9,316	7,759	158,934
<u>14,952,345</u>	<u>22,487,316</u>	<u>17,639,833</u>	<u>77,628,020</u>
-	-	-	1,615,841
-	20,440,372	7,232,298	39,384,967
15,625,736	-	474,269	16,100,005
-	244,474	319,264	8,158,571
-	-	61,446	61,446
-	-	68,478	68,478
-	-	2,337,581	2,337,581
-	-	1,376,622	1,376,622
-	-	1,927,155	1,927,155
-	-	309,652	309,652
-	-	3,072,114	3,072,114
-	-	435,704	2,784,408
-	-	-	166,194
-	-	-	23,573
-	-	-	353,270
-	-	-	460,797
<u>15,625,736</u>	<u>20,684,846</u>	<u>17,614,583</u>	<u>78,200,674</u>
<u>(673,391)</u>	<u>1,802,470</u>	<u>25,250</u>	<u>(572,654)</u>
-	-	-	217,570
-	-	127,615	297,576
<u>(8,075)</u>	<u>(35,199)</u>	<u>-</u>	<u>(297,576)</u>
<u>(8,075)</u>	<u>(35,199)</u>	<u>127,615</u>	<u>217,570</u>
(681,466)	1,767,271	152,865	(355,084)
<u>1,415,503</u>	<u>1,859,223</u>	<u>745,308</u>	<u>9,780,222</u>
<u>\$ 734,037</u>	<u>\$ 3,626,494</u>	<u>\$ 898,173</u>	<u>\$ 9,425,138</u>

Alamo Area Council of Governments

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Net Position

December 31, 2022

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

Net change in fund balances – total governmental funds	\$ (355,084)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay	2,784,408
Depreciation and amortization expense	(2,168,400)
The issuance of long-term debt (<i>e.g.</i> , bonds, notes, leases, and loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in treatment of long-term debt and related items:	
Long-term debt issued	(217,570)
Payments on leases	166,194
Payments on long-term obligations	353,270
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:	
Compensated absences	21,246
Change in net pension asset/liability and related deferred outflows and deferred inflows of resources	<u>1,107,837</u>
Change in net position of governmental activities	<u>\$ 1,691,901</u>

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Alamo Area Council of Governments

Notes to Financial Statements

December 31, 2022

Note 1: Summary of Significant Accounting Policies

The financial statements of the Alamo Area Council of Governments (the Council) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following represents the significant accounting policies and practices used by the Council.

Reporting Entity

The Council is a political subdivision of the state of Texas and a voluntary association of local governments within a 13-county region. The Council was established in 1967 to study and resolve area-wide problems through the cooperation and coordination action of member cities, counties, school districts, and special purpose districts of the region.

Membership in the Council is voluntary. Any county, city, or special purpose district within the region may become a member in the independent association by passing a resolution to join the Council and paying annual dues. The Council is governed by a 31-member Board of Directors from member local governments. Each member government is entitled to have voting representation on the Board of Directors.

The accompanying financial statements present the Council and its component units, entities for which the Council is considered to be financially accountable. Blended components are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. The Council has no blended component units. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the Council. The following organization has been included within the Council's reporting entity.

Discretely Presented Component Unit

During 1995, the Council formed a nonprofit organization, Alamo Area Development Corporation (AADC). AADC is governed by a board of seven and must reside within the jurisdictional boundaries of the following counties: Atascosa, Bandera, Bexar, Comal, Frio, Gillespie, Guadalupe, Karnes, Kendall, Kerr, Medina, and Wilson. AADC is reported as a component unit because the Council appoints its governing body and can remove its members at will. The Council also guarantees AADC's debt obligations. There was no debt outstanding as of December 31, 2022. The separately issued financial statements of AADC can be obtained by contacting the Council's accounting department at 2700 NE Loop 410, Suite 101, San Antonio, Texas 78217.

Description of Government-Wide and Fund Financial Statements

The government-wide financial statements (*i.e.*, the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. The Council has no fiduciary activities.

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Governmental activities, which normally are supported primarily by intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. Likewise, the primary government is reported separately from its legally separate component unit for which the primary government is financially accountable.

Basis of Presentation – Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds. The Council does not utilize any proprietary funds or fiduciary funds.

As discussed earlier, the Council has one discretely presented component unit. AADC is shown in a separate column in the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments where the amounts are reasonably equivalent in value to the interfund services provided. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the Council's funds. The Council only utilizes governmental funds. The emphasis of fund financial statements is on major funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The Council reports the following major governmental funds:

The ***General Fund*** is the Council's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The ***Bexar Area Agency on Aging Fund*** is used to account for certain grants awarded by the Texas Health and Human Services Commission.

The ***Texas Department of Transportation Fund*** is used to account for grants awarded by the Texas Department of Transportation.

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The *Intellectual and Developmental Disabilities Services Fund* is used to account for state and federal funds awarded by the Texas Health and Human Services Commission. This fund accounts for the provision of community services and support for eligible adults and children with intellectual and developmental disabilities and their families in Bexar County.

The *Veterans Assistance Fund* is used to account for grants awarded by the Texas Veterans Commission and the Department of Veterans Affairs.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, eliminations are made in the preparation of the government-wide financial statements.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured, such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Council considers revenues to be available if they are collected within 60 days of the end of the current fiscal period with the exception of grant revenue, which is considered available if collected within one year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Charges for services and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Grants are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within one year of year-end).

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Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within one year of year-end). All other revenue items are considered to be measurable and available only when cash is received by the Council.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures at the date of the financial statements and during the reporting period. Actual results could differ from those estimates.

Cash and Investments

Cash in the Council's financial statements include amounts in demand deposits, certificates of deposit, and public fund investment pools. Investments for the Council are reported at fair value, except for the position in investment pools. The Council's investment pools are reported at net asset value per share, which approximates fair value.

Accounts Receivable – Grantors

This represents amounts due from federal and state grantor agencies for various programs administered by the Council. The receivables include amounts due on programs closed-out and those in progress as of December 31, 2022. Accounts receivable are recorded net of estimated uncollectible amounts.

Accounts Receivable – Leases

This represents amounts due from tenants for office/building space in the Titan Complex administered by the Council. Leases receivable are initially valued at the present value of the lease payments expected to be received during the lease term, reduced by any provisions for estimated uncollectible amounts.

Interfund Receivables and Payables

During the course of operations, transactions occur between individual funds for specified purposes. These receivables and payables are, for the most part, eliminated from the government-wide statement of net position and are classified as "due from other funds" or "due to other funds" in the fund financial statements. Transactions between the primary government and the discretely presented component unit, if any, are classified as due from component unit and due to primary government.

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Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Capital and Lease Assets

Capital assets, which include property and equipment, are included in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Council as assets with an initial, individual cost of \$5,000 or greater and an estimated useful life in excess of one year. Donated capital assets are recorded at acquisition cost, which is the price that would be paid to acquire an asset with equivalent service potential at the acquisition date.

The cost of normal maintenance and repairs that does not add to the value of the asset or materially extend the asset's life is not capitalized. Land is not depreciated. The other capital asset classes are depreciated using the straight-line method over the following estimated useful lives:

Equipment	3 - 10 years
Furniture and fixtures	5 - 10 years
Software	5 years
Vehicles	5 - 12 years
Buildings and improvements	3 - 25 years

Lease assets include any property the Council is leasing for a term longer than one year. The Council has elected to include all leases and not implement a capitalization threshold. Lease assets are initially valued at the present value of the lease payments expected to be made during the lease term. Lease assets are amortized on a straight-line basis over the shorter of the lease term or the useful life of the underlying asset.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows/inflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. The Council has the following items that qualify for reporting in this category.

- Pension contributions subsequent to the measurement date – These contributions are deferred and recognized in the following fiscal year.
- Changes in actuarial assumptions or other inputs included in determining the pension liability – These effects on the total pension liability are deferred and amortized over the rounded average remaining service life for all active, inactive, and retired members as of the measurement date.

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- Difference between expected and actual economic experience – This difference is deferred and recognized over the rounded average remaining service life for all active, inactive, and retired members as of the measurement date.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The Council has the following item that qualifies for reporting in this category.

- Changes in actuarial assumptions or other inputs included in determining the pension liability – These effects on the total pension liability are deferred and amortized over the rounded average remaining service life for all active, inactive, and retired members as of the measurement date.
- Difference in projected and actual investment earnings – This difference is deferred and amortized over a five-year period.
- Leases – This present value of the leases receivable outstanding as of year-end is deferred and recognized on a straight-line basis over the life of the lease.

Unearned Revenue

Unearned revenue primarily consists of amounts received from grantors in excess of expenditures for programs in progress as of December 31, 2022.

Compensated Absences

All full-time employees are eligible to accrue Paid Time Off (PTO). Part-time and temporary employees do not earn PTO. Earned but unused PTO can be carried over to the next fiscal year. Employees may accumulate a maximum of 240 hours. Any PTO balance in excess of the maximum is reduced to the maximum without compensation. Pay in lieu of PTO is not permitted other than upon separation. Regular full-time employees earn PTO based on actual hours worked as follows:

Years of Employment	PTO Accrual
1 - 2 years	10 days
2 - 5 years	15 days
5 - 7 years	20 days
7 - 10 years	22 days
10+ years	25 days

The liability for such leave is reported as incurred in the government-wide financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements.

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Pensions

For purposes of measuring the net pension asset/liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expenses, information about the Fiduciary Net Position of the Texas County and District Retirement System (TCDRS) and additions to/deductions from TCERS's Fiduciary Net Position have been determined on the same basis as they are reported by TCERS. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Net Position Flow Assumption

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

Fund Balance Flow Assumption

Sometimes the Council will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Council's policy to utilize restricted fund balance first when possible for allowable costs before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Council itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Council's highest level of decision-making authority. The Board of Directors is the highest level of decision-making authority for the Council that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the Council for specific purposes but do not meet the criteria to be classified as committed. The Board of Directors has by resolution authorized the Chief Financial Officer to assign fund balance.

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Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Amounts in unassigned fund balance are available for any purpose. Positive amounts are reported only in the General Fund.

Intergovernmental Revenue

Grant revenue is recognized when program expenditures are incurred in accordance with program guidelines. Such revenue is subject to review by the funding agency and may result in disallowance in subsequent periods. Deferred inflows of resources will arise when potential revenue does not meet the “available” criteria for revenue recognition in the current period. Unearned revenue arises when resources are received by the Council before it has a legal claim to them, as when grant money is received prior to the occurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the Council has a legal claim to the resources, the liability for the unearned revenue or the deferred inflow of resources is removed from the balance sheet and revenue is recognized.

Matching Funds

Contributions to grant programs from local governments and other participants are recognized as revenue when grant expenditures are incurred in the case of cost reimbursement grants, and when courses are completed in the case of Regional Police Academy tuition.

Member Government Dues

All member governments are required to pay dues to the Council. Dues are determined annually and are recognized as revenues when assessed because they are measurable and are collectible within the current period. Dues are reported in the General Fund, and funds are transferred to special revenue funds as needed to meet matching requirements for grants.

Indirect Costs and Fringe Benefit and Leave Pool Allocations

General administrative and employee fringe benefits costs are recorded in cost pools. The costs are recovered from special revenue funds based on indirect and fringe benefit rates. Indirect costs are defined by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, as costs “(a) incurred for a common or joint purpose benefiting more than one cost objective, and (b) not readily assignable to the cost objectives specifically benefited without effort disproportionate to the results achieved.” The Council uses a fixed-rate plus carry-forward provision. The rates are based on projected costs submitted on a Cost Allocation Plan. The rates are used for billing purposes. Final costs not recovered by the billing rates are allowed by granting agencies to be recovered in succeeding years.

In the statement of activities, indirect expenses are allocated amongst functions using the methods described above. Indirect and direct expenses are presented as separate columns to enhance comparability to governments that do not allocate indirect expenses to other functions.

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New Accounting Pronouncements Adopted in Fiscal Year 2022

GASB Statement No. 87, *Leases* (GASB 87), was issued in June 2017 and improves accounting and financial reporting for leases by governments. GASB 87 increases the usefulness of the governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under GASB 87, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about the governments' leasing activities.

GASB Statement No. 99, *Omnibus 2022* (GASB 99), was issued in April 2022. This standard provides additional information on interpreting and applying GASB 87 by clarifying the definition of a lease term and further explaining what is included and excluded in the term. GASB 99 also provides additional guidance on short-term leases, variable payments and lease incentives.

The Council recorded the cumulative effect of adopting GASB 87, which resulted in recognizing activity associated with both lessee and lessor agreements. The adoption resulted in no impact to beginning net position and beginning fund balance as of January 1, 2022.

Note 2: Stewardship, Compliance, and Accountability

Budgetary Information

The Council's financial plan is controlled at the fund and grant level with management authorized to make transfers of budgeted amounts between object class levels within a fund or grant, within restrictions imposed by grantor agencies. The Board approves the financial plan for revenue and expenditures in all funds. The financial plan for the special revenue funds is made on a project (grant) basis, spanning more than one year. Appropriations for all projects in the special revenue funds lapse at the end of a contract period which may not coincide with the fiscal year-end of the Council. The Council does not have a legally adopted annual budget and, accordingly, comparative budget and actual results are not presented in this report.

Deficit Fund Balances

At December 31, 2022, the following funds had deficit fund balances:

Commission on State Emergency Communications	\$ 1,259
Corporation for National and Community Service	2,228
Texas Workforce Commission	31,481
	34,968
	\$ 34,968

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If funding from outside sources does not become available to cover the deficit fund balance, the Council plans to transfer funds from the General Fund to cover the deficit. Texas Workforce Commission is related to the IDD Employment Services grant, and deficits related to this grant will be covered with transfers from the Intellectual and Developmental Disabilities Services Fund.

Note 3: Cash and Investments

The *Public Funds Investment Act* (Government Code Chapter 2256) (the Act) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the Council to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit. Statutes authorize the Council to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the state of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings account, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds. The Act also requires the Council to have independent auditors perform test procedures related to investment practices by the Act. The Council is in substantial compliance with the requirements of the Act and with local policies.

At December 31, 2022, the Council’s cash and investments consisted of the following:

Demand deposits	\$ 850,192
Money market accounts	2,508
TexPool	32,130
Lone Star Corporate Overnight Fund	433,641
Certificates of deposit	3,862,734
Total	\$ 5,181,205

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Council’s deposits may not be returned to it. State statutes require that all deposits in financial institutions be fully collateralized by U.S. Government Securities or its agencies and instrumentalities or direct obligations of Texas or its agencies and instrumentalities that have a fair value of not less than the principal amount of deposits. As of December 31, 2022, the Council’s deposit value was fully collateralized with securities held by the pledging financial institutions.

Interest Rate Risk. In accordance with its investment policy, the Council manages its exposure to declines in fair value by limiting the Council’s participation in investment pools to those with investment portfolios showing a dollar-weighted average stated maturity of 90 days or fewer.

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Credit Risk. Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. It is the Council’s policy to limit its investments in obligations of other states, agencies, counties, cities and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm to not less than “A” or its equivalent. Further, for an investment pool to be eligible for consideration, the Council’s investment policy requires an investment pool to be continuously rated no lower than AAA or AAA- or at an equivalent rating by at least one nationally recognized rating service.

Concentration of Credit Risk. The Council’s investment policy states that investments shall be diversified to reduce the risk of loss resulting from over concentration of investments in a specific maturity, a specific issue, or a specific class of securities.

Public Funds Investment Pools. Public fund investment pools in Texas (Pools) are established under the authority of the *Interlocal Cooperation Act* Chapter 79 of the Texas Government Code and are subject to the provisions of the *Public Funds Investment Act* (Act), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAAM or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one-half of one percent of the value of its shares.

The Council participates in TexPool and Lone Star Corporate Overnight Fund. Both are public funds investment pools operating in full compliance with the Act.

At December 31, 2022, the Council’s investment portfolio consists of the following:

Investment Type	Net Asset Value	Weighted- Average Maturity (Days)	Rating
TexPool	\$ 32,130	20	AAAm
Lone Star Corporate Overnight Fund	<u>433,641</u>	57	AAAm
Total	<u>\$ 465,771</u>		
Portfolio weighted-average maturity		54	

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Note 4: Capital and Lease Assets

Capital and lease assets activity for the year ended December 31, 2022 was as follows:

	Beginning Balance, As Restated	Additions	Deletions	Ending Balance
Governmental activities				
Capital and lease assets, not being depreciated				
Land	\$ 2,622,775	\$ 334,349	\$ -	\$ 2,957,124
Capital assets, being depreciated				
Equipment	5,433,458	413,819	-	5,847,277
Furniture and fixtures	206,154	-	-	206,154
Software	1,836,108	27,799	(468,195)	1,395,712
Vehicles	6,578,771	1,324,973	-	7,903,744
Lease asset: Building	768,718	-	-	768,718
Buildings and improvements	15,319,356	683,468	-	16,002,824
Total capital and lease assets being depreciated	<u>30,142,565</u>	<u>2,450,059</u>	<u>(468,195)</u>	<u>32,124,429</u>
Less accumulated depreciation and amortization				
Equipment	(3,968,293)	(346,061)	-	(4,314,354)
Furniture and fixtures	(159,963)	(7,323)	-	(167,286)
Software	(1,114,382)	(195,492)	468,195	(841,679)
Vehicles	(4,313,468)	(610,204)	-	(4,923,672)
Lease asset: Building	-	(184,492)	-	(184,492)
Building and improvements	(1,835,261)	(824,828)	-	(2,660,089)
Total accumulated depreciation and amortization	<u>(11,391,367)</u>	<u>(2,168,400)</u>	<u>468,195</u>	<u>(13,091,572)</u>
Total capital and lease assets being depreciated or amortized, net	<u>18,751,198</u>	<u>281,659</u>	<u>-</u>	<u>19,032,857</u>
Governmental activities capital and lease assets, net	<u>\$ 21,373,973</u>	<u>\$ 616,008</u>	<u>\$ -</u>	<u>\$ 21,989,981</u>

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Depreciation and amortization expense was charged to functions/programs of the Council as follows:

Governmental activities:	
General government	\$ 985,790
Aging	766
Environmental quality	53,531
Veteran’s program	1,918
Homeland security	157,143
Transportation	727,076
Criminal justice	145,189
Health and welfare	<u>96,987</u>
Total depreciation and amortization expense – governmental activities	<u>\$ 2,168,400</u>

Note 5: Leases Receivable

The Council leases a portion of its property and office space within the Titan Complex to various third parties. The terms of these leases expire in various years through 2028. Lease payments based on the future performance of the lessee are not included in the lease receivable because they are not fixed in substance.

Revenue recognized under lease contracts during the year ended December 31, 2022 was approximately \$386,000, which includes both lease revenue and interest and is included in intergovernmental revenue on the accompanying statement of revenues, expenditures, and changes in fund balances. The Council did not recognize any variable payments not previously included in the measurement of the lease receivable for the year ended December 31, 2022.

Note 6: Lease Liabilities

The Council leases building space, the terms of which expire in 2026. Variable payments based upon the future performance of the lessor or usage of the underlying asset are not included in the lease liability because they are not fixed in substance.

During the year ended December 31, 2022, the Council did not recognize rental expense for variable payments not previously included in the measurement of the liability.

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The following is a schedule by year of payments under the leases as of December 31, 2022:

	Principal	Interest
2023	\$ 184,492	\$ 19,582
2024	184,492	12,692
2025	184,492	5,357
2026	49,048	160
	\$ 602,524	\$ 37,791

Note 7: Interfund Balances and Transfers

The Council pools cash in one bank account, which is accounted for in the General Fund. All expenditures are paid out of this cash account, and appropriate interfund balances are recorded to reflect this activity.

The composition of interfund balances as of December 31, 2022 is as follows:

Fund	Receivable Amount	Payable Amount
General	\$ 61,405,059	\$ 61,794,223
Bexar Area Agency on Aging	1,003,365	2,996,686
Texas Department of Transportation	6,209,934	4,651,175
Intellectual and Development Disabilities Services	772,441	1,326,712
Veterans Assistance	3,788,003	1,744,949
Nonmajor governmental	1,921,145	2,586,202
Total	\$ 75,099,947	\$ 75,099,947

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur; (2) transactions are recorded in the accounting system; and (3) payments between funds are made.

Internal transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the fund reimbursed. All other interfund transactions are recorded as transfers.

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The following is a summary of interfund transfers for the year ended December 31, 2022:

Fund	Transfer In	Transfer Out
General	\$ -	\$ 251,578
Bexar Area Agency on Aging	169,961	-
Texas Department of Transportation	-	2,724
Intellectual and Development Disabilities Services	-	8,075
Veterans Assistance	-	35,199
Nonmajor governmental	127,615	-
	<u>\$ 297,576</u>	<u>\$ 297,576</u>
Total	<u>\$ 297,576</u>	<u>\$ 297,576</u>

Amounts transferred between funds relate to matching requirements for grants and movement of grant funds no longer restricted.

Note 8: Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2022 was as follows:

	Beginning Balance, As Restated	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Lease liability	\$ 768,718	\$ -	\$ 166,194	\$ 602,524	\$ 189,767
Long-term debt obligations	11,823,710	217,570	353,270	11,688,010	410,875
Compensated absences	665,939	644,693	665,939	644,693	161,173
	<u>\$ 13,258,367</u>	<u>\$ 862,263</u>	<u>\$ 1,185,403</u>	<u>\$ 12,935,227</u>	<u>\$ 761,815</u>
Total	<u>\$ 13,258,367</u>	<u>\$ 862,263</u>	<u>\$ 1,185,403</u>	<u>\$ 12,935,227</u>	<u>\$ 761,815</u>

Typically, compensated absences liabilities are liquidated based on the assignment of an employee within a fund.

In 2021, the Council obtained a promissory note for \$12,000,000 to finance the purchase of the Titan Building Complex. The note matures on May 10, 2046 and has a current interest rate of 3.75% until May 10, 2026 when the interest will be the lesser of 0.50% in excess of the Prime Interest Rate and will be adjusted every five years thereafter based on base. The note is secured by the Titan Building Complex. The outstanding balance as of December 31, 2022 is \$11,518,280. Principal and interest on the note are paid from the General Fund.

In June 2020, the Council obtained a promissory note for a maximum amount of \$435,140, of which \$217,570 had been drawn as of December 31, 2022 to finance the modernization of the Titan Complex elevators. The note matures on June 9, 2027 and has a current interest rate of 4.5%. The note is secured by the Council's CD account held at the loaning bank.

Alamo Area Council of Governments
Notes to Financial Statements
December 31, 2022

The outstanding balance as of December 31 2022, is \$165,714. Principal and interest on the note are paid from the General Fund.

The aggregate maturities of long-term debt at December 31, 2022 are as follows:

	<u>Principal</u>	<u>Interest</u>
2023	\$ 410,875	\$ 438,219
2024	413,188	426,485
2025	344,119	414,303
2026	357,248	401,657
2027	370,877	388,529
2028 - 2032	2,077,737	1,727,500
2033 - 2037	2,505,497	1,315,460
2038 - 2042	3,021,323	818,590
2043 - 2046	2,187,146	229,410
	<u>\$ 11,688,010</u>	<u>\$ 6,160,153</u>

The Council also has a line of credit in the amount of \$1,000,000 with a maturity date of September 2023 and an interest rate of 4.45%, none of which was outstanding as of December 31, 2022. During 2022, there were draws and payments on the line of credit in the amount of \$2,100,000.

Note 9: Commitments and Contingencies

Risk Management

The Council is exposed to various risks of loss related to torts; theft of damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Council maintains workers' compensation and other risks of loss coverage through commercial insurance carriers. The Council's management believes such coverage is sufficient to preclude any significant uninsured loss to the Council. There were no significant reductions in insurance coverage from covered in the prior year. There were no insurance settlements that exceeded insurance coverage in any of the past three years.

Contingencies

The Council contracts with local agencies to perform the specific services set forth in certain grant agreements. The Council disburses grant funds to the agencies based on expenditure reports received from each agency.

Agencies expending \$750,000 or more in Council grant funds are required to have an independent audit each year. Copies of such audits are required to be submitted to the Council.

Alamo Area Council of Governments

Notes to Financial Statements

December 31, 2022

If such audits disclose expenditures not in accordance with terms of the grants, the grantor agency could disallow the costs and require reimbursements of the disallowed costs either from the Council or the subcontractor. The Council generally has the right of recovery from the subcontracted agencies.

Litigation

The Council is periodically involved in legal proceedings arising from providing various services. As of December 31, 2022, none of these proceedings have been determined to result in probable loss to the Council. Accordingly, no related loss contingencies have been recorded in the accompanying financial statements.

Note 10: Defined Benefit Pension Plan

Plan Description

The Council participates in a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent, multiple-employer, public employee retirement system consisting of nontraditional defined benefit pension plans. TCDRS issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.tcdrs.org.

All full and part-time non-temporary employees participate in the plan, regardless of the number of hours they work in a year. Employees in a temporary position are not eligible for membership.

Benefits Provided

TCDRS provides retirement, disability and survivor benefits for all eligible employees. Benefit terms are established by the TCDRS Act. The benefit terms may be amended as of January 1, each year, but must remain in conformity with the Act.

Members can retire at age 60 and above with 10 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 80 or more. Members are vested after eight years of service and may request up to 100% of their personal contribution as a lump-sum withdrawal at retirement therefore leaving the AACOG match to fund their monthly pension. Unvested members are only eligible to withdraw their account balance and will not benefit from the AACOG match.

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the employer within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. By law, employee accounts earn 7% interest. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Alamo Area Council of Governments
Notes to Financial Statements
December 31, 2022

Employees Covered by Benefit Terms

At the December 31, 2021 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	126
Inactive employees entitled to but not yet receiving benefits	469
Active employees	325
Total	920

Contributions

The contribution rates for employees in TCDRS are either 4%, 5%, 6%, or 7% of employee gross earnings, as adopted by the employer’s governing body. Participating employers are required to contribute at actuarially determined rates to ensure adequate funding for each employer’s plan. Under the state law governing TCDRS, the contribution rate for each entity is determined annually by the actuary and approved by the TCDRS Board of Trustees. The entry age actuarial cost method is used in determining the contribution rate. The actuarially determined rate is the estimated amount necessary to fund benefits in an orderly manner for each participant over his or her career so that sufficient funds are accumulated by the time benefit payments begin, with an additional amount to finance any unfunded accrued liability.

Employees for the Council were required to contribute 6% of their annual gross earnings during the fiscal year. The required contribution rate for the Council was 8% in calendar year 2022. The Council’s contributions to TCDRS for the year ended December 31, 2022 were \$1,425,940, which exceeded the required contribution.

Net Pension Asset

The Council’s Net Pension Asset was measured as of December 31, 2021, and the Total Pension Liability used to calculate the Net Pension Asset was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The Total Pension Liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Overall payroll growth	2.00% per year
Investment rate of return	7.60%, net of investment expense, plus 0.10% adjustment to be gross of administrative expenses as required by GASB 68.

Alamo Area Council of Governments
Notes to Financial Statements
December 31, 2022

The Council has no automatic cost-of-living adjustments (COLA) and one is not considered to be substantively automatic. Therefore, no assumption for future cost-of-living adjustments is included in the actuarial valuation. Each year, the Council may elect an ad-hoc COLA for its retirees.

Mortality rates for active members, retirees, and beneficiaries were based on the following:

Depositing members	135% of Pub-2010 General Employees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Service retirees, beneficiaries, and nondepositing members	135% of Pub-2010 General Employees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Disabled retirees	160% of Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

The actuarial assumptions that determined the total pension liability as of December 31, 2021 were based on the results of an actuarial experience study for the period January 1, 2017 through December 31, 2020, except where required to be different by GASB 68.

The long-term expected rate of return on pension plan investments is 7.6%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TCDRS Board of Trustees.

The long-term expected rate of return on TCDRS is determined by adding inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions and information below are based on January 2022 information for a 10-year time horizon. The valuation assumption for long-term expected return is re-assessed at a minimum of every four years and is set based on a 30-year time horizon; the most recent analysis was performed in 2021.

Alamo Area Council of Governments
Notes to Financial Statements
December 31, 2022

The target allocation and best estimates of geometric real rates return for each major asset class are summarized in the following table:

Asset Class	Benchmark	Target Allocation ⁽¹⁾	Geometric Real Rate of Return (Expected Minus Inflation) ⁽²⁾
U.S. Equities	Dow Jones U.S. Total Stock Market Index	11.50%	3.80%
Global Equities	MSCI World (net) Index	2.50%	4.10%
International Equities – Developed Markets	MSCI World Ex USA (net) Index	5.00%	3.80%
International Equities – Emerging Markets	MSCI EM (net) Index	6.00%	4.30%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	-0.85%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	1.77%
Direct Lending	S&P/LSTA Leveraged Loan Index	16.00%	6.25%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽³⁾	4.00%	4.50%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	3.10%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	3.85%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁴⁾	6.00%	5.10%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽⁵⁾	25.00%	6.80%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00%	1.55%
Cash Equivalents	90-Day U.S. Treasury	2.00%	-1.05%

⁽¹⁾ Target asset allocation adopted at the March 2022 TCDRS Board meeting.

⁽²⁾ Geometric real rates of return equal the expected return minus the assumed inflation rate of 2.60%, per Cliffwater's 2022 capital market assumptions.

⁽³⁾ Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

⁽⁴⁾ Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

⁽⁵⁾ Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

Discount Rate

The discount rate used to measure the Total Pension Liability was 7.6%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute.

Based on that assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Alamo Area Council of Governments
Notes to Financial Statements
December 31, 2022

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) – (b)
Balance at December 31, 2020	\$ 41,811,580	\$ 40,516,863	\$ 1,294,717
Changes for the year:			
Service cost	1,735,794	-	1,735,794
Interest on total pension liability ⁽¹⁾	3,248,868	-	3,248,868
Effect of plan changes ⁽²⁾	-	-	-
Effect of economic/demographic gains or losses	15,759	-	15,759
Effect of assumptions changes or inputs	(184,449)	-	(184,449)
Refund of contributions	(114,760)	(114,760)	-
Benefit payments	(1,513,276)	(1,513,276)	-
Administrative expenses	-	(27,008)	27,008
Member contributions	-	892,929	(892,929)
Net investment income	-	8,951,915	(8,951,915)
Employer contributions	-	1,190,572	(1,190,572)
Other ⁽³⁾	-	24,062	(24,062)
Balance at December 31, 2021	<u>\$ 44,999,516</u>	<u>\$ 49,921,297</u>	<u>\$ (4,921,781)</u>

⁽¹⁾ Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

⁽²⁾ No plan changes valued.

⁽³⁾ Relates to allocation of system-wide items.

Typically, the net pension liability for governmental activities is liquidated based on the assignment of an employee within a fund.

Alamo Area Council of Governments
Notes to Financial Statements
December 31, 2022

Sensitivity Analysis

The following presents the net pension asset of the Council, calculated using the discount rate of 7.6%, as well as what the Council's net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.6%) or 1-percentage-higher (8.6%) than the current rate:

	1% Decrease 6.6%	Current Discount Rate 7.6%	1% Increase 8.6%
Total pension liability	\$ 51,707,968	\$ 44,999,516	\$ 39,490,715
Fiduciary net position	49,921,296	49,921,297	49,921,296
Net pension liability (asset)	<u>\$ 1,786,672</u>	<u>\$ (4,921,781)</u>	<u>\$ (10,430,581)</u>

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately issued TCDRS financial report. The report may be obtained on the internet at www.tcdrs.org.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2022, the Council recognized pension expense of \$318,102.

At December 31, 2022, the Council reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 124,682
Changes in actuarial assumptions	122,966	801,523
Difference between projected and actual investment earnings	5,559,812	-
Contributions subsequent to the measurement date	-	1,425,940
Total	<u>\$ 5,682,778</u>	<u>\$ 2,352,145</u>

\$1,425,940 reported as deferred outflows of resources related to pensions resulted from contributions subsequent to the measurement date and will be recognized as an addition of the net pension asset in the year ending December 31, 2023.

Alamo Area Council of Governments
Notes to Financial Statements
December 31, 2022

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

2023	\$ (360,444)
2024	(1,894,877)
2025	(1,330,100)
2026	<u>(1,171,152)</u>
Total	<u><u>\$ (4,756,573)</u></u>

**REQUIRED SUPPLEMENTARY
INFORMATION – UNAUDITED**

Alamo Area Council of Governments
Schedule of Changes in Net Pension Liability
and Related Ratios
For the Year Ended December 31, 2022

Measurement Year Ended December 31	2021	2020
Total Pension Liability		
Service cost	\$ 1,735,794	\$ 1,494,753
Interest on total pension liability	3,248,868	2,986,030
Effect of plan changes	-	-
Effect of assumption changes or inputs	(184,449)	2,404,569
Effect of economic/demographic (gains) or losses	15,759	342,526
Benefit payments/refunds of contributions	(1,628,036)	(1,542,203)
Net change in total pension liability	3,187,936	5,685,675
Total pension liability – beginning	41,811,580	36,125,905
Total pension liability – ending (a)	<u>\$ 44,999,516</u>	<u>\$ 41,811,580</u>
Plan Fiduciary Net Position		
Employer contributions	\$ 1,190,572	\$ 1,130,088
Member contributions	892,929	847,566
Investment income net of investment expenses	8,951,915	3,755,027
Benefit payments, including refunds of contributions	(1,628,036)	(1,542,203)
Administrative expenses	(27,008)	(29,647)
Other	24,061	16,310
Net change in plan fiduciary net position	9,404,433	4,177,141
Plan fiduciary net position – beginning	40,516,864	36,339,723
Plan fiduciary net position – ending (b)	49,921,297	40,516,864
Net pension liability/(asset) – ending (a) – (b)	<u>\$ (4,921,781)</u>	<u>\$ 1,294,716</u>
Fiduciary net position as a percentage of total pension liability	110.9%	96.9%
Pensionable covered payroll	\$ 14,882,154	\$ 14,126,101
Net pension liability (asset) as a percentage of covered payroll	-33.07%	9.17%

Note: GASB Statement No. 68 requires 10 years of data to be provided in this schedule. Additional years will be added in the future as the information becomes available.

2019	2018	2017	2016	2015	2014
\$ 1,466,688	\$ 1,413,355	\$ 1,462,580	\$ 1,573,957	\$ 1,383,125	\$ 1,428,588
2,741,625	2,488,455	2,244,632	2,045,000	1,931,965	1,813,929
199,488	73,306	151,525	-	(236,658)	-
-	-	292,223	-	329,757	-
67,665	465,649	244,364	(620,447)	(1,004,313)	(792,235)
(1,432,306)	(1,307,218)	(1,363,548)	(1,091,432)	(1,022,508)	(1,010,526)
3,043,160	3,133,547	3,031,776	1,907,078	1,381,368	1,439,756
33,082,745	29,949,198	26,917,422	25,010,345	23,628,977	22,189,221
<u>\$ 36,125,905</u>	<u>\$ 33,082,745</u>	<u>\$ 29,949,198</u>	<u>\$ 26,917,423</u>	<u>\$ 25,010,345</u>	<u>\$ 23,628,977</u>
\$ 1,144,130	\$ 1,002,049	\$ 1,125,912	\$ 993,791	\$ 1,176,341	\$ 999,897
783,098	751,537	754,434	745,343	732,256	730,043
5,056,486	(571,181)	3,882,475	1,779,491	(463,983)	1,410,886
(1,432,306)	(1,307,218)	(1,363,548)	(1,091,431)	(1,022,508)	(1,010,526)
(27,692)	(24,734)	(20,568)	(19,341)	(17,140)	(17,336)
22,007	16,405	6,733	191,638	37,139	12,720
5,545,723	(133,142)	4,385,438	2,599,491	442,105	2,125,684
30,794,000	30,927,142	26,541,704	23,942,214	23,500,111	21,374,426
36,339,723	30,794,000	30,927,142	26,541,705	23,942,216	23,500,110
<u>\$ (213,818)</u>	<u>\$ 2,288,745</u>	<u>\$ (977,944)</u>	<u>\$ 375,718</u>	<u>\$ 1,068,129</u>	<u>\$ 128,867</u>
100.6%	93.1%	103.3%	98.6%	95.7%	99.5%
\$ 13,051,626	\$ 12,525,614	\$ 12,458,425	\$ 12,431,363	\$ 12,204,268	\$ 11,561,208
-1.64%	18.27%	-7.85%	3.02%	8.75%	1.11%

Alamo Area Council of Governments
Schedule of Employer Contributions –
Texas County and District Retirement System
Last Ten Fiscal Years

Fiscal Year Ended December 31	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll (1)	Actual Contribution as a % of Covered Payroll
2013	\$ 946,392	\$ 1,111,392	\$ (165,000)	\$ 11,712,772	9.5%
2014	919,116	999,897	(80,781)	11,561,208	8.6%
2015	892,132	1,176,341	(284,209)	12,204,268	9.6%
2016	804,309	993,791	(189,482)	12,431,363	8.0%
2017	788,618	1,125,912	(337,294)	12,458,425	9.0%
2018	764,062	1,002,049	(237,987)	12,525,614	8.0%
2019	854,882	1,144,130	(289,248)	13,051,626	8.8%
2020	981,764	1,130,088	(148,324)	14,126,101	8.0%
2021	1,013,475	1,190,572	(177,097)	14,882,154	8.0%
2022	1,545,393	1,425,940	119,453	18,117,155	7.9%

(1) TCDRS calculates actuarially determined contributions on a calendar year basis. GASB Statement No. 68 indicates the employer should report employer contribution amounts on a fiscal year basis.

(2) Payroll is calculated based on contributions as reported to TCDRS.

Alamo Area Council of Governments
Notes to Schedule of Employer Contributions – Texas County
and District Retirement System
For the Year Ended December 31, 2022

Valuation Date: Actuarially determined contribution rates are calculated as of December 31, one year prior to the end of the fiscal year in which the contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates

Actuarial Cost Method	Entry age (level percentage of pay)
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	16.6 years (based on contribution rate calculated in December 31, 2021 valuation)
Asset Valuation Method	5-year smoothed fair value
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including
Investment Rate of Return	7.60%, net of investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Changes in Assumptions and Methods Reflected in this Schedule*	2015: New inflation, mortality, and other assumptions were reflected. 2017: New mortality assumptions were reflected. 2019: New inflation, mortality, and other assumptions were reflected.
Changes in Plan Provisions Reflected in the Schedule*	2015: No changes in plan provisions were reflected in the Schedule. 2016: No changes in plan provisions were reflected in the Schedule. 2017: New Annuity Purchase Rates were reflected for benefits earned after 2017. 2018: Employer contributions reflect that a 2% flat COLA was adopted. 2019: No changes in plan provisions were reflected in the Schedule. 2020: Employer contributions reflect that a 2% flat COLA was adopted. 2021: No changes in plan provisions were reflected in the Schedule.

**Only changes effective 2015 and later are shown in the Notes to the Schedule of Employer Contributions.*

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**SUPPLEMENTARY
INFORMATION**

Nonmajor Governmental Funds

Special Revenue Funds

Fund Descriptions

Special revenue funds are used to account for specific revenue sources that are restricted, committed, or assigned to expenditures for particular purposes.

Texas Commission on Environmental Quality – This fund is used to account for grants awarded by the Texas Commission on Environmental Quality.

VIA Metropolitan Transit – This fund is used to account for grants awarded by the VIA Metropolitan Transit.

Alamo Area Agency on Aging – This fund is used to account for certain grants awarded by the Texas Health and Human Services Commission.

Economic Development Administration – This fund is used to account for grants awarded by the Economic Development Administration.

Metropolitan Planning Organization – This fund is used to account for grants awarded by the Metropolitan Planning Organization.

Texas Department of Agriculture – This fund is used to account for grants awarded by the Texas Department of Agriculture.

U.S. Department of Homeland Security – This fund is used to account for grants awarded by the U.S. Department of Homeland Security.

Capital Area Council of Governments – This fund is used to account for grants awarded by the Capital Area Council of Governments.

Texas Department of Housing and Community Affairs – This fund is used to account for grants awarded by the Texas Department of Housing and Community Affairs.

Commission on State Emergency Communications – This fund is used to account for grants awarded by the Commission on State Emergency Communications.

Office of the Governor – This fund is used to account for grants awarded by the Office of the Governor.

City of San Antonio – This fund is used to account for grants awarded by the City of San Antonio.

Local Projects – This fund is used to account for projects funded by local donations.

Department of Defense – This fund is used to account for grants awarded by the Department of Defense.

Corporation for National and Community Service – This fund is used to account for grants awarded by the Corporation for National and Community Service.

National Council on Aging – This fund is used to account for grants awarded by the National Council on Aging.

Nonmajor Governmental Funds

Special Revenue Funds

Fund Descriptions

Texas Workforce Commission – This fund is used to account for grants awarded by the Texas Workforce Commission.

Texas Council for Developmental Disabilities – This fund is used to account for grants awarded by the Texas Council for Developmental Disabilities.

U.S. Department of Agriculture – This fund is used to account for grants awarded by the U.S. Department of Agriculture.

United Way Tarrant County – This fund is used to account for grants related to United Way Tarrant County.

Better Business Bureau Senior Medicare Patrol – This fund is used to account for grants related to Better Business Bureau Senior Medicare Patrol.

Environmental Protection Agency – This fund is used to account for grants related to the Environmental Protection Agency.

Texas Judicial Council on Mental Health – This fund is used to account for grants related to the Texas Judicial Council on Mental Health.

Oasis Institute Community Care – This fund is used to account for grants related to the Oasis Institute Community Care.

Kronkosky Autism Lifeline Link – This fund is used to account for grants related to the Kronkosky Autism Lifeline Link.

Texas Parks and Wildlife Department – This fund is used to account for grants related to the Texas Parks and Wildlife.

Alamo Area Council of Governments
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2022

	Special Revenue Funds			
	Texas Commission on Environmental Quality	VIA Metropolitan Transit	Alamo Area Agency on Aging	Economic Development Administration
Assets				
Cash and investments	\$ 253,473	\$ -	\$ -	\$ -
Accounts receivable:				
Grantors	89,856	83,468	915,740	26,842
Due from other funds	291,860	42,740	197,758	26,820
Deposits	-	-	-	-
Prepaid items	-	-	-	-
	\$ 635,189	\$ 126,208	\$ 1,113,498	\$ 53,662
Total assets	\$ 635,189	\$ 126,208	\$ 1,113,498	\$ 53,662
Liabilities and Fund Balance				
Liabilities:				
Accounts payable	\$ 70,027	\$ 12,470	\$ 420,122	\$ 15,627
Due to other funds	38,130	113,383	670,738	35,693
Unearned revenue	523,797	355	20,252	-
	631,954	126,208	1,111,112	51,320
Total liabilities	631,954	126,208	1,111,112	51,320
Fund balance:				
Nonspendable:				
Prepaid items	-	-	-	-
Restricted:				
Grants	3,235	-	2,386	2,342
Unassigned (deficit)	-	-	-	-
	3,235	-	2,386	2,342
Total fund balance	3,235	-	2,386	2,342
Total liabilities and fund balance	\$ 635,189	\$ 126,208	\$ 1,113,498	\$ 53,662

Special Revenue Funds

Metropolitan Planning Organization	Texas Department of Agriculture	U.S. Department of Homeland Security	Capital Area Council of Governments	Texas Department of Housing and Community Affairs
\$ -	\$ -	\$ -	\$ -	\$ -
8,909	1,797	40,335	-	125,303
-	239,243	77,102	6,523	264,030
-	-	-	-	-
-	-	2,113	-	-
<u>\$ 8,909</u>	<u>\$ 241,040</u>	<u>\$ 119,550</u>	<u>\$ 6,523</u>	<u>\$ 389,333</u>
\$ 1,149	\$ 63	\$ 2,723	\$ -	\$ 102,816
7,697	240,977	40,008	6,523	283,390
63	-	-	-	2,717
<u>8,909</u>	<u>241,040</u>	<u>42,731</u>	<u>6,523</u>	<u>388,923</u>
-	-	2,113	-	-
-	-	74,706	-	410
-	-	-	-	-
-	-	76,819	-	410
<u>\$ 8,909</u>	<u>\$ 241,040</u>	<u>\$ 119,550</u>	<u>\$ 6,523</u>	<u>\$ 389,333</u>

Alamo Area Council of Governments
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
December 31, 2022

	Special Revenue Funds			
	Commission on State Emergency Communications	Office of the Governor	City of San Antonio	Local Projects
Assets				
Cash and investments	\$ -	\$ 184,491	\$ -	\$ -
Accounts receivable:				
Grantors	456,684	472,657	-	101,852
Due from other funds	-	426,470	148,286	90,360
Deposits	-	13,904	-	-
Prepaid items	113,533	31,078	-	-
	\$ 570,217	\$ 1,128,600	\$ 148,286	\$ 192,212
Total assets	\$ 570,217	\$ 1,128,600	\$ 148,286	\$ 192,212
Liabilities and Fund Balance				
Liabilities:				
Accounts payable	\$ 134,941	\$ 110,841	\$ 6	\$ 11,667
Due to other funds	433,714	463,615	-	88,245
Unearned revenue	2,821	5	56	16,028
	571,476	574,461	62	115,940
Total liabilities	571,476	574,461	62	115,940
Fund balance:				
Nonspendable:				
Prepaid items	113,533	31,078	-	-
Restricted:				
Grants	-	523,061	148,224	76,272
Unassigned (deficit)	(114,792)	-	-	-
Total fund balance	(1,259)	554,139	148,224	76,272
Total liabilities and fund balance	\$ 570,217	\$ 1,128,600	\$ 148,286	\$ 192,212

Special Revenue Funds

Department of Defense	Corporation for National and Community Service	National Council on Aging	Texas Workforce Commission	Texas Council for Developmental Disabilities
\$ -	\$ -	\$ -	\$ -	\$ -
17	39,711	9,299	32,639	12,662
-	-	8,296	8,067	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 17</u>	<u>\$ 39,711</u>	<u>\$ 17,595</u>	<u>\$ 40,706</u>	<u>\$ 12,662</u>
\$ -	\$ 9,983	\$ 411	\$ 1,507	\$ 2,671
17	18,730	-	70,680	9,987
-	13,226	17,184	-	4
<u>17</u>	<u>41,939</u>	<u>17,595</u>	<u>72,187</u>	<u>12,662</u>
-	-	-	-	-
-	-	-	-	-
-	(2,228)	-	(31,481)	-
-	(2,228)	-	(31,481)	-
<u>\$ 17</u>	<u>\$ 39,711</u>	<u>\$ 17,595</u>	<u>\$ 40,706</u>	<u>\$ 12,662</u>

Alamo Area Council of Governments
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
December 31, 2022

	Special Revenue Funds		
	United Way Tarrant County	Better Business Bureau Senior Medicare Patrol	Environmental Protection Agency
Assets			
Cash and investments	\$ -	\$ -	\$ -
Accounts receivable:			
Grantors	-	-	493
Due from other funds	32,084	61,506	-
Deposits	-	-	-
Prepaid items	-	-	-
	\$ 32,084	\$ 61,506	\$ 493
	\$ 32,084	\$ 61,506	\$ 493
Liabilities and Fund Balance			
Liabilities:			
Accounts payable	\$ 5,765	\$ 17	\$ -
Due to other funds	-	-	493
Unearned revenue	-	18,494	-
	5,765	18,511	493
	5,765	18,511	493
Fund balance:			
Nonspendable:			
Prepaid items	-	-	-
Restricted:			
Grants	26,319	42,995	-
Unassigned (deficit)	-	-	-
	26,319	42,995	-
	26,319	42,995	-
	\$ 32,084	\$ 61,506	\$ 493

Special Revenue Funds

Texas Judicial Council on Mental Health	Oasis Institute Community Care	Kronkosky Autism Lifeline Link	Texas Parks and Wildlife Department	Totals
\$ -	\$ -	\$ -	\$ -	\$ 437,964
-	56,353	8,976	2,803	2,486,396
-	-	-	-	1,921,145
-	-	-	-	13,904
-	-	-	-	146,724
<u>\$ -</u>	<u>\$ 56,353</u>	<u>\$ 8,976</u>	<u>\$ 2,803</u>	<u>\$ 5,006,133</u>
\$ -	\$ 52	\$ 3,898	\$ -	\$ 906,756
-	56,301	5,078	2,803	2,586,202
-	-	-	-	615,002
-	56,353	8,976	2,803	4,107,960
-	-	-	-	146,724
-	-	-	-	899,950
-	-	-	-	(148,501)
-	-	-	-	898,173
<u>\$ -</u>	<u>\$ 56,353</u>	<u>\$ 8,976</u>	<u>\$ 2,803</u>	<u>\$ 5,006,133</u>

Alamo Area Council of Governments
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balance
Nonmajor Governmental Funds
December 31, 2022

	Special Revenue Funds			
	Texas Commission on Environmental Quality	VIA Metropolitan Transit	Alamo Area Agency on Aging	Economic Development Administration
Revenues				
Intergovernmental	\$ 424,437	\$ 130,919	\$ 4,060,608	\$ 277,882
Matching funds	-	98,262	2,457,796	-
Local	-	-	-	-
Program income	-	-	157,193	-
Investment income	3,473	-	-	-
Total revenues	<u>427,910</u>	<u>229,181</u>	<u>6,675,597</u>	<u>277,882</u>
Expenditures				
Current:				
Aging and veterans services	-	-	6,748,392	-
Health and welfare	-	-	-	-
Transportation	-	231,909	-	-
Workforce development	-	-	-	-
Environmental quality	42,950	-	-	-
Community affairs	-	-	-	-
Criminal justice	-	-	-	-
Emergency communications	-	-	-	-
Homeland security	-	-	-	-
Economic development	-	-	-	294,543
Capital Outlay	382,054	-	-	-
Total expenditures	<u>425,004</u>	<u>231,909</u>	<u>6,748,392</u>	<u>294,543</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,906</u>	<u>(2,728)</u>	<u>(72,795)</u>	<u>(16,661)</u>
Other Financing Sources and Uses				
Transfers in	-	2,728	66,306	15,141
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>2,728</u>	<u>66,306</u>	<u>15,141</u>
Net Change in Fund Balances	2,906	-	(6,489)	(1,520)
Fund Balances, Beginning	<u>329</u>	<u>-</u>	<u>8,875</u>	<u>3,862</u>
Fund Balances, Ending	<u>\$ 3,235</u>	<u>\$ -</u>	<u>\$ 2,386</u>	<u>\$ 2,342</u>

Special Revenue Funds

Metropolitan Planning Organization	Texas Department of Agriculture	U.S. Department of Homeland Security	Capital Area Council of Governments	Texas Department of Housing and Community Affairs
\$ 87,355	\$ 12,812	\$ 275,023	\$ -	\$ 2,277,899
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>87,355</u>	<u>12,812</u>	<u>275,023</u>	<u>-</u>	<u>2,277,899</u>
-	-	-	-	-
-	-	-	-	-
87,355	-	-	-	-
-	-	-	-	-
-	12,812	-	-	2,277,777
-	-	-	-	-
-	-	271,219	-	-
-	-	-	-	-
-	-	-	-	-
<u>87,355</u>	<u>12,812</u>	<u>271,219</u>	<u>-</u>	<u>2,277,777</u>
-	-	3,804	-	122
-	-	-	-	2,895
-	-	-	-	-
-	-	-	-	2,895
-	-	3,804	-	3,017
-	-	73,015	-	(2,607)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,819</u>	<u>\$ -</u>	<u>\$ 410</u>

Alamo Area Council of Governments
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds (Continued)
December 31, 2022

	Special Revenue Funds			
	Commission on State Emergency Communications	Office of the Governor	City of San Antonio	Local Projects
Revenues				
Intergovernmental	\$ 1,925,155	\$ 3,104,812	\$ -	\$ 110,383
Matching funds	-	542,701	-	-
Local	-	-	-	162,504
Program income	-	543,574	-	-
Investment income	-	4,286	-	-
Total revenues	<u>1,925,155</u>	<u>4,195,373</u>	<u>-</u>	<u>272,887</u>
Expenditures				
Current:				
Aging and veterans services	-	-	-	8,099
Health and welfare	-	-	-	140,490
Transportation	-	-	-	-
Workforce development	-	-	-	-
Environmental quality	-	-	5,315	10,065
Community affairs	-	-	-	44,190
Criminal justice	-	1,271,053	-	105,569
Emergency communications	1,927,155	-	-	-
Homeland security	-	38,433	-	-
Economic development	-	2,656,502	-	-
Capital outlay	-	53,650	-	-
Total expenditures	<u>1,927,155</u>	<u>4,019,638</u>	<u>5,315</u>	<u>308,413</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,000)</u>	<u>175,735</u>	<u>(5,315)</u>	<u>(35,526)</u>
Other Financing Sources and Uses				
Transfers in	-	162	-	32,304
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>162</u>	<u>-</u>	<u>32,304</u>
Net Change in Fund Balances	<u>(2,000)</u>	<u>175,897</u>	<u>(5,315)</u>	<u>(3,222)</u>
Fund Balances, Beginning	<u>741</u>	<u>378,242</u>	<u>153,539</u>	<u>79,494</u>
Fund Balances, Ending	<u>\$ (1,259)</u>	<u>\$ 554,139</u>	<u>\$ 148,224</u>	<u>\$ 76,272</u>

Special Revenue Funds

Department of Defense	Corporation for National and Community Service	National Council on Aging	Texas Workforce Commission	Texas Council for Developmental Disabilities
\$ 94,983	\$ 304,021	\$ 60,435	\$ -	\$ 194,567
26,086	-	-	-	-
-	-	-	61,607	-
-	-	-	-	-
-	-	-	-	-
<u>121,069</u>	<u>304,021</u>	<u>60,435</u>	<u>61,607</u>	<u>194,567</u>
-	304,021	60,435	-	-
-	-	-	-	202,646
-	-	-	-	-
-	-	-	61,446	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
121,069	-	-	-	-
-	-	-	-	-
<u>121,069</u>	<u>304,021</u>	<u>60,435</u>	<u>61,446</u>	<u>202,646</u>
-	-	-	161	(8,079)
-	-	-	-	8,079
-	-	-	-	-
-	-	-	-	8,079
-	-	-	161	-
-	(2,228)	-	(31,642)	-
<u>\$ -</u>	<u>\$ (2,228)</u>	<u>\$ -</u>	<u>\$ (31,481)</u>	<u>\$ -</u>

Alamo Area Council of Governments
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds (Continued)
December 31, 2022

	Special Revenue Funds		
	United Way Tarrant County	Better Business Bureau Senior Medicare Patrol	Environmental Protection Agency
Revenues			
Intergovernmental	\$ -	\$ -	\$ 10,148
Matching funds	-	-	-
Local	-	1,506	-
Program income	-	-	-
Investment income	-	-	-
Total revenues	-	1,506	10,148
Expenditures			
Current:			
Aging and veterans services	6,463	9,417	-
Health and welfare	-	-	-
Transportation	-	-	-
Workforce development	-	-	-
Environmental quality	-	-	10,148
Community affairs	-	-	-
Criminal justice	-	-	-
Emergency communications	-	-	-
Homeland security	-	-	-
Economic development	-	-	-
Capital outlay	-	-	-
Total expenditures	6,463	9,417	10,148
Excess (Deficiency) Of Revenues			
Over (Under) Expenditures	(6,463)	(7,911)	-
Other Financing Sources and Uses			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources and uses	-	-	-
Net Change in Fund Balances	(6,463)	(7,911)	-
Fund Balances, Beginning	32,782	50,906	-
Fund Balances, Ending	\$ 26,319	\$ 42,995	\$ -

Special Revenue Funds

Texas Judicial Council on Mental Health	Oasis Institute Community Care	Kronkosky Autism Lifeline Link	Texas Parks and Wildlife Department	Totals
\$ 22,157	\$ 95,471	\$ -	\$ 2,802	\$ 13,471,869
-	-	-	-	3,124,845
-	-	108,976	-	334,593
-	-	-	-	700,767
-	-	-	-	7,759
22,157	95,471	108,976	2,802	17,639,833
-	95,471	-	-	7,232,298
22,157	-	108,976	-	474,269
-	-	-	-	319,264
-	-	-	-	61,446
-	-	-	-	68,478
-	-	-	2,802	2,337,581
-	-	-	-	1,376,622
-	-	-	-	1,927,155
-	-	-	-	309,652
-	-	-	-	3,072,114
-	-	-	-	435,704
22,157	95,471	108,976	2,802	17,614,583
-	-	-	-	25,250
-	-	-	-	127,615
-	-	-	-	-
-	-	-	-	127,615
-	-	-	-	152,865
-	-	-	-	745,308
\$ -	\$ -	\$ -	\$ -	\$ 898,173

Alamo Area Council of Governments
Schedule of Indirect Costs
For the Year Ended December 31, 2022

Personnel services	\$ 1,946,737
Employee benefits	896,509
Other contract services	794,553
Travel	38,725
Supplies	45,691
Insurance and bonding	13,993
Public notices	4,279
Printing and reproduction	8,238
Software	74,839
Fuel/oil	2,340
Employee recruitment	5,000
Communications	284,831
Postage	24,265
Meetings	32,257
Training in/out region	21,800
Publications	9,752
Professional dues	63,325
Equipment	173,028
Rent	6,462
Equipment rental	255,813
Membership fees and dues	12,329
Depreciation	<u>2,295</u>
Total indirect costs	4,717,061
Less: administration cost received (rent, communications, postage, copies directly charged to program)	<u>(1,242,653)</u>
Net Indirect Costs	3,474,408
Actual Indirect Costs Recovered	(3,510,023)
Over-Recovery of Indirect Costs Carried Forward From Prior Year	<u>(62,280)</u>
Accumulated Cost Over-Recovery	<u><u>\$ (97,895)</u></u>

Alamo Area Council of Governments
Schedule of Employee Benefits (Fringe and Release Time)
For the Year Ended December 31, 2022

Benefits:	
FICA	\$ 1,242,780
Health insurance	1,987,858
Retirement	1,425,940
Release time	1,802,553
Other insurance	115,397
Workers' compensation	<u>100,661</u>
Total employee benefits	6,675,189
Actual Employee Benefits Recovered	(6,926,765)
Under-Recovery of Employee Benefits Carried Forward From Prior Year	<u>259,936</u>
Accumulated Over-Recovery	<u><u>\$ 8,360</u></u>

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OTHER SUPPLEMENTARY INFORMATION

Intellectual and Developmental Disabilities Services Schedules (Unaudited)

This section of the annual comprehensive financial report contains other supplementary schedules required of Intellectual and Developmental Disabilities (IDD) authorities in the state of Texas. IDD authorities report to granting agencies on a 12-month grant period that ends on August 31. Accordingly, these schedules have been prepared in a manner that facilitates reconciliation to a 12-month period ending August 31.

Alamo Area Council of Governments
Reconciliation of Total Expenditures
To Fourth Quarter Financial Report
For the Year Ended December 31, 2022
(Unaudited)

	CARE *			Audited
	Report III	Additions**	Deletions***	Financial
				Statements
Expenditures				
Salaries	\$ 6,202,135	\$ 10,535,189	\$ 2,175,089	\$ 14,562,236
Employee benefits	1,874,687	3,273,451	671,525	4,476,613
Professional consulting services	2,813,130	42,853,148	960,189	44,706,090
Training/travel	166,558	394,303	82,409	478,451
Debt service	-	486,251	-	486,251
Capital outlay	13,429	2,929,549	-	2,942,978
Noncapital equipment	53,606	118,581	2,101	170,086
Other operating expenditures	3,801,271	7,809,295	960,169	10,650,397
	<u>\$ 14,924,816</u>	<u>\$ 68,399,767</u>	<u>\$ 4,851,482</u>	<u>\$ 78,473,102</u>
Total expenditures	<u>\$ 14,924,816</u>	<u>\$ 68,399,767</u>	<u>\$ 4,851,482</u>	<u>\$ 78,473,102</u>

* CARE Report III Fiscal Year 2022

** Other Agency Programs

*** September – December 2022 IDD Expenditures

Alamo Area Council of Governments
Reconciliation of Total Revenue
To Fourth Quarter Financial Report
For the Year Ended December 31, 2022
(Unaudited)

	CARE *			Audited
	Report III	Additions**	Deletions***	Financial
				Statements
Local and Earned Revenues:				
Medicaid/HAB Coordination	\$ 5,551,205	\$ 2,803,271	\$ 1,959,793	\$ 6,394,683
Membership dues	-	348,832	-	348,832
Local/Interest/Program Income	29,850	28,226,672	8,162	28,248,360
Titan complex tenant/Occupancy	-	1,533,712	-	1,533,712
Contributions – UHS	308,085	102,621	102,658	308,048
Delegate agency match	-	5,295,355	-	5,295,355
Total local and earned revenues	<u>5,889,140</u>	<u>38,310,463</u>	<u>2,070,613</u>	<u>42,128,990</u>
State Program Revenues				
General Revenue	3,423,167	8,734,971	1,096,030	11,062,108
Permanency Planning	62,650	23,788	20,762	65,676
Community Living Options Information				
Process (CLOIP)	208,531	21,518	70,630	159,419
Crisis Behavioral Supports	208,110	84,943	80,712	212,341
Crisis Behavioral Respite	495,572	150,322	173,357	472,537
NF PASRR Special Services	1,602,186	749,258	620,684	1,730,760
Total state program revenues	<u>6,000,216</u>	<u>9,764,800</u>	<u>2,062,175</u>	<u>13,702,841</u>
Federal Program Revenues				
Federal Revenue	1,010,814	21,043,742	257,652	21,796,904
Habilitation Coordination	497,045	204,065	186,991	514,119
Medicaid Administrative Claiming	1,143,915	315,505	333,543	1,125,877
Total federal program revenues	<u>2,651,774</u>	<u>21,563,312</u>	<u>778,186</u>	<u>23,436,900</u>
Total revenues	<u>\$ 14,541,130</u>	<u>\$ 69,638,575</u>	<u>\$ 4,910,974</u>	<u>\$ 79,268,731</u>
Fund Balance Used per CARE Report III	\$ (383,686)			
Equals CARE Report III Fiscal Year 2022	\$ 14,924,816			

* CARE Report III Fiscal Year 2022

** Other Agency Programs and September – December 2022 IDD Revenues

*** September – December 2022 IDD Revenues

Alamo Area Council of Governments
Reconciliation of Total Revenue
To First Quarter FY 2022 Financial Report
For the Year Ended December 31, 2022
(Unaudited)

	1st Qtr * CARE Report III	**Additions	***All Other Agency	Audited Financial Statements
Local and Earned Revenues				
Medicaid	\$ 1,437,159	\$ 495,447	\$ 4,462,077	\$ 6,394,683
Membership dues	-	-	348,832	348,832
Local/Interest/Program income	5,486	2,675	28,240,199	28,248,360
Titan complex tenant/occupancy	-	-	1,533,712	1,533,712
Contributions – UHS	76,911	25,747	205,389	308,048
Delegate agency match	-	-	5,295,355	5,295,355
Other – transfers from reserves	-	-	-	-
Total local and earned revenues	<u>1,519,556</u>	<u>523,869</u>	<u>40,085,564</u>	<u>42,128,990</u>
State Program Revenues				
General revenue	815,239	280,791	9,966,079	11,062,108
Permanency planning	17,688	3,075	44,913	65,676
Community Living Options Information Process (CLOIP)	55,185	15,445	88,790	159,419
Crisis behavioral support	63,269	17,442	131,630	212,341
Crisis behavioral respite	126,399	46,958	299,180	472,537
Nursing Facilities (NF) Preadmission Screening and Resident Review (PASRR)	-	-	-	-
NF PASRR Special Services	456,126	164,558	1,110,076	1,730,760
Total state program revenues	<u>1,533,906</u>	<u>528,269</u>	<u>11,640,668</u>	<u>13,702,841</u>
Federal Program Revenues				
Federal revenue	164,591	90,069	21,542,244	21,796,904
Habilitation coordination	151,383	35,607	327,130	514,119
Medicaid administrative claiming	266,213	67,332	792,333	1,125,877
Total federal program revenues	<u>582,187</u>	<u>193,008</u>	<u>22,661,707</u>	<u>23,436,900</u>
Total revenues	<u>\$ 3,635,649</u>	<u>\$ 1,245,146</u>	<u>\$ 74,387,939</u>	<u>\$ 79,268,731</u>

* 1st quarter Fiscal Year 23 (September – November 2022) IDD Revenues

** December 2022 IDD Revenues

*** Other Agency Programs and January – August 2022 IDD Revenues

Alamo Area Council of Governments
Schedule of Revenues and Expenditures by Source of Funds
For the Year Ended December 31, 2022
(Unaudited)

Fund Sources	Total Revenue	FY2022 Jan - Aug Alamo Local Authority Expenditures	FY2022 Sept - Dec Alamo Local Authority Expenditures	All Other Program Expenditures	Excess Revenue Over Expenditures
Objects of expense:					
Personnel	\$ 14,562,236	\$ 3,976,757	\$ 1,957,599	\$ 8,627,880	\$ -
Employee benefits	4,476,613	1,228,356	604,781	2,643,476	-
Debt service	486,251	-	-	486,251	-
Capital outlay	2,942,978	-	-	2,942,978	-
Other operating expense	56,005,024	3,808,656	1,832,971	50,363,397	-
Allocation of general administration to strategies	-	566,479	257,970	(824,449)	-
Allocation of authority administration to strategies	-	418,712	198,162	(616,874)	-
Total expenditures	78,473,102	9,998,960	4,851,483	63,622,659	-
Method of finance:					
General revenue/IDD	11,062,109	2,349,795	1,096,030	7,616,284	-
Permanency planning	65,676	44,913	20,763	-	-
CLOIP	159,419	88,789	70,630	-	-
Crisis behavioral support	212,342	131,630	80,712	-	-
Crisis respite	472,537	299,180	173,357	-	-
NF PASRR SC	-	-	-	-	-
NF PASRR Special Services	1,730,760	1,110,076	620,684	-	-
Earned income	14,434,509	3,699,361	1,967,541	8,767,607	-
Additional local funds	27,694,481	711,098	103,072	26,880,311	-
Other services revenues	23,436,901	1,563,990	775,193	21,097,718	-
Total expended sources	\$ 79,268,734	\$ 9,998,832	\$ 4,907,982	\$ 64,361,920	\$ -

Alamo Area Council of Governments
Schedule of Indirect Costs
For the Year Ended December 31, 2022
(Unaudited)

	Total Costs	Nonallowable Costs	Depreciation	Total Adjusted Costs	Direct Costs	Indirect Costs
Personnel	\$ 14,562,236	\$ -	\$ -	\$ 14,562,236	\$ 12,615,499	\$ 1,946,737
Fringe benefits	4,476,613	-	-	4,476,613	3,580,104	896,509
Debt service	486,251	-	-	486,251	486,251	-
Capital outlay	3,113,064	3,113,064	-	-	-	-
Depreciation	-	-	1,515,713	1,515,713	1,513,418	2,295
Other operating	55,834,938	-	-	55,834,938	55,206,073	628,865
Total expenditures	\$ 78,473,102	\$ 3,113,064	\$ 1,515,713	\$ 76,875,751	\$ 73,401,345	\$ 3,474,406
Indirect costs						\$ 3,474,406
Direct costs						73,401,345
Indirect cost rate						4.73%

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Alamo Area Council of Governments
Schedule of Insurance in Effect
For the Year Ended December 31, 2022
(Unaudited)

Insurer	Policy Period		Coverage	Amount
	Begins	Ends		
Texas Municipal League Risk Management Fund	10/01/22	10/01/23	Workers' Compensation	Statutory
Texas Municipal League Risk Management Fund	10/01/22	10/01/23	Automobile Liability	
			Per Occurrence Limit	\$ 5,000,000
			Deductible	2,500
			Medical Payments per person	25,000
			Deductible	-
	10/01/22	10/01/23	Automobile Physical Damage	
			Per Occurrence Limit	10,000
			Deductible	1,000
Texas Municipal League Risk Management Fund	10/01/22	10/01/23	General Liability	
			Per Occurrence Limit	10,000,000
			Deductible	-
			Sudden Events Each Occurrence	2,000,000
			Annual Aggregate	10,000,000
Texas Municipal League Risk Management Fund	10/01/22	10/01/23	Law Enforcement Liability	
			Per Occurrence Limit	2,000,000
			Annual Aggregate	4,000,000
			Deductible	1,000
Texas Municipal League Risk Management Fund	10/01/22	10/01/23	Errors and Omissions	
			Liability	-
			Each Wrongful Act	2,000,000
			Annual Aggregate	4,000,000
			Deductible	1,000

Alamo Area Council of Governments
Schedule of Insurance in Effect (Continued)
For the Year Ended December 31, 2022
(Unaudited)

Insurer	Policy Period		Coverage	Amount
	Begins	Ends		
Texas Municipal League Risk Management Fund	10/01/22	10/01/23	All Risk Property Coverage	
			Coverage Basis	
			Building: Replacement Cost Valuation	\$ 23,202,283
			Deductible	250
			Transit Limit	1,000,000
			Valuable Papers and EDP Media	10,000
			Accounts Receivable	10,000
			Loss of Revenue Extra Expense and Rev	50,000
			Personal Property of Employees and Officials	5,000
			Leasehold Interest	5,000
			Outdoor Trees and Shrubs	10,000
			Newly Acquired Property FMV up to	1,000,000
			Pollutant Cleanup and Removal Each Premise	20,000
			Flood and Earthquake	-
			Flood Limit	2,320,228
			Earthquake Limit	10,000,000
Deductible	25,000			
Texas Municipal League Risk Management Fund	10/01/22	10/01/23	Boiler and Machinery	
			Per Accident Limit	100,000
			Deductible	250
Texas Municipal League Risk Management Fund	10/01/22	10/01/23	Public Employee Dishonesty	
			Limit of Coverage	500,000
			Deductible	5,000
			Coverage Includes Faithful Performance of Duty	
WS&P Walthall Sachse & Pipes, Inc	07/01/22	07/01/23	Pollution Coverage	
			General Aggregate Limit	1,000,000
			Each "Pollution Condition" Limit	1,000,000
			Each Crisis Management and Emergency	-
			Response limit	250,000
Deductible	10,000			
WS&P Walthall Sachse & Pipes, Inc	02/14/22	02/14/23	Volunteers	
			Accidental Death and Dismemberment Benefit	
			Covered Person principal sum/amount	5,000
			Total Max Accident Medical and Dental	10,000
Deductible	-			

Alamo Area Council of Governments
Schedule of Professional and Consulting Services
For the Year Ended December 31, 2022
(Unaudited)

Name	City	Type of Service	Amount
January – August 2022			
ABA & Behavioral Services	San Antonio	6230-Community Supports	\$ 195,223
ABA & Behavioral Services	San Antonio	6260-Behavioral Support	434,287
ABA & Behavioral Services	San Antonio	6380-Applied Behavior ABA Therapy	2,888
ABA Center for Excellence	San Antonio	6215-Crisis Respite Hourly In Home	25,641
ABA Center for Excellence	San Antonio	6260-Behavioral Support	34,358
ABA Center for Excellence	San Antonio	6380-Applied Behavior ABA Therapy	740
Angel Care Center of San Antonio	San Antonio	6210-Respite Hourly Out of Home	1,343
Angel Care Center of San Antonio	San Antonio	6213-Respite Hourly In Home	11,801
Angel Care Center of San Antonio	San Antonio	6220-Day Habilitation	12,702
Angel Care Center of San Antonio	San Antonio	6230-Community Supports	285,740
ARC	Converse	6220-Day Habilitation	19,998
Beach House Arts	Converse	6220-Day Habilitation	13,917
Beach House Arts	Converse	6230-Community Supports	25,456
Behavior Saviors	San Antonio	6213-Respite Hourly In Home	3,891
Behavior Saviors	San Antonio	6215-Crisis Respite Hourly In Home	24,272
Behavior Saviors	San Antonio	6217-Crisis Supervision	300
Behavior Saviors	San Antonio	6260-Behavioral Support	43,708
Calidad Converse	San Antonio	6213-Respite Hourly In Home	5,505
Calidad Converse	San Antonio	6230-Community Supports	462
Calidad Drexel	San Antonio	6220-Day Habilitation	24
Calidad Drexel	San Antonio	6230-Community Supports	1,697
CAMP	San Antonio	6211-Respite Daily Out Of Home	1,200
Care Warriors	San Antonio	6210-Respite Hourly Out of Home	1,230
Care Warriors	San Antonio	6213-Respite Hourly In Home	233
Care Warriors	San Antonio	6230-Community Supports	13,440
CBA, LLC	San Antonio	6385-Speech & Language Services	10,620
Eva's Heroes	San Antonio	6370-Day Hab Summer Camp	1,770
Hand in Hand	San Antonio	6210-Respite Hourly Out of Home	405
Hand in Hand	San Antonio	6213-Respite Hourly In Home	11,108
Hand in Hand	San Antonio	6230-Community Supports	6,724
Jennifer Garrett	San Antonio	6260-Behavioral Support	56,309
Lifeline Care & Services	San Antonio	6210-Respite Hourly Out of Home	20,603
Lifeline Care & Services	San Antonio	6211-Respite Hourly Out of Home	2,550
Lifeline Care & Services	San Antonio	6213-Respite Hourly In Home	70,620
Lifeline Care & Services	San Antonio	6214-Respite Daily In Home	5,400
Lifeline Care & Services	San Antonio	6230-Community Supports	58,114
Lifetime Living, Inc.	San Antonio	6210-Respite Hourly Out of Home	930
Lifetime Living, Inc.	San Antonio	6213-Respite Hourly In Home	5,629
Lifetime Living, Inc.	San Antonio	6220-Day Habilitation	7,674
Lifetime Living, Inc.	San Antonio	6230-Community Supports	27,196
Mission Development	San Antonio	6220-Day Habilitation	24,733
Mission Development	San Antonio	6225-Head Start	360
Mission Development	San Antonio	6370-Day Hab Summer Camp	4,403
RMI	San Antonio	6220-Day Habilitation	4,908
RMI	San Antonio	6225-Head Start	60
SAFIRE	San Antonio	6220-Day Habilitation	5,702
San Antonio Life Academy	San Antonio	6220-Day Habilitation	11,556
So. Tx Behavioral Institute	San Antonio	6215-Crisis Respite Hourly In Home	3,234
So. Tx Behavioral Institute	San Antonio	6380-Applied Behavior ABA Therapy	1,211
TWG Investments, Ltd.	San Antonio	6280-Safety Net	300,000
University United Methodist	San Antonio	6220-Day Habilitation	5,027
			\$ 1,806,902

Alamo Area Council of Governments
Schedule of Professional and Consulting Services (Continued)
For the Year Ended December 31, 2022
(Unaudited)

Name	City	Type of Service	Amount
September – December 2022			
ABA & Behavioral Services	San Antonio	6230-Community Supports	\$ 80,393
ABA & Behavioral Services	San Antonio	6260-Behaviorial Support	168,818
ABA Center for Excellence	San Antonio	6215-Crisis Respite Hourly In Home	5,156
ABA Center for Excellence	San Antonio	6230-Community Supports	222
ABA Center for Excellence	San Antonio	6260-Behaviorial Support	6,794
Angel Care Center of San Antonio	San Antonio	6210-Respite Hourly Out of Home	525
Angel Care Center of San Antonio	San Antonio	6213-Respite Hourly In Home	13,755
Angel Care Center of San Antonio	San Antonio	6220-Day Habilitation	4,822
Angel Care Center of San Antonio	San Antonio	6230-Community Supports	112,638
ARC	San Antonio	6220-Day Habilitation	5,568
Beach House Arts	San Antonio	6220-Day Habilitation	2,548
Beach House Arts	San Antonio	6230-Community Supports	8,605
Behavior Saviors	San Antonio	6215-Crisis Respite Hourly In Home	4,576
Behavior Saviors	San Antonio	6216-Crisis Respite Daily in Home	300
Behavior Saviors	Converse	6217-Crisis Supervision	600
Behavior Saviors	Converse	6260-Behaviorial Support	12,694
Care Warriors	San Antonio	6210-Respite Hourly Out of Home	240
Care Warriors	San Antonio	6213-Respite Hourly In Home	6,086
Care Warriors	San Antonio	6230-Community Supports	20,155
Care Warriors	San Antonio	6240-Employment Assistance	331
CBA, LLC	San Antonio	6385-Speech & Language Services	3,180
Jennifer Garrett	San Antonio	6260-Behaviorial Support	21,784
Lifetime Living, Inc.	San Antonio	6213-Respite Hourly In Home	870
Lifetime Living, Inc.	San Antonio	6220-Day Habilitation	1,545
Lifetime Living, Inc.	San Antonio	6230-Community Supports	8,821
Mission Development	San Antonio	6220-Day Habilitation	8,971
Mission Development	San Antonio	6225-Head Start	520
Mission Development	San Antonio	6370-Day Hab Summer Camp	24
RMI	San Antonio	6220-Day Habilitation	1,047
SAFIRE	San Antonio	6220-Day Habilitation	2,285
San Antonio Life Academy	San Antonio	6220-Day Habilitation	4,881
So. Tx Behavioral Institute	San Antonio	6260-Behaviorial Support	727
So. Tx Behavioral Institute	San Antonio	6380-Applied Behavior ABA Therapy	536
TWG Investments, Ltd.	San Antonio	6280-Safety Net	150,000
University United Methodist	San Antonio	6220-Day Habilitation	1,696
			<u>\$ 661,713</u>

Alamo Area Council of Governments
Schedule of Legal Services
For the Year Ended December 31, 2022
(Unaudited)

<u>Name</u>	<u>City</u>	<u>Type of Service</u>	<u>Amount</u>
		NONE	

Alamo Area Council of Governments
Schedule of Lease and Rental Commitments
For the Year Ended December 31, 2022
(Unaudited)

<u>Lessor</u>	<u>Leased Property Location</u>	<u>Termination Date</u>	<u>Monthly Rental</u>
	NONE		

Alamo Area Council of Governments
Schedule of Space Occupied in a State-Owned Facility
For the Year Ended December 31, 2022
(Unaudited)

<u>Lessor</u>	<u>Leased Property</u>	<u>Termination Date</u>	<u>Monthly Rental</u>
NONE			

Alamo Area Council of Governments
Schedule of Bonded Employees
For the Year Ended December 31, 2022
(Unaudited)

<u>Name</u>	<u>Title</u>	<u>Surety Company</u>	<u>Bond Amount</u>
	NONE		

Statistical Section

(Unaudited)

This part of the Council's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Council's overall financial health.

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how the Council's financial performance and well-being have changed over time.</i>	67–70
Revenue Capacity <i>These schedules contain information to help the reader assess the Council's most significant local revenue sources.</i>	71
Demographic and Economic Information <i>These schedules present information to help the reader understand the environment within which the Council's financial activities take place.</i>	72–73
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the Council's financial report relates to the services the Council provides and the activities it performs.</i>	74–76

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Alamo Area Council of Governments
Net Position by Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
Governmental activities:				
Net investment in capital assets	\$ 3,566,228	\$ 3,320,177	\$ 4,626,797	\$ 3,857,627
Restricted	6,003,304	5,468,590	4,435,713	3,783,220
Unrestricted	1,436,790	1,149,419	2,248,303	2,467,162
Total governmental activities net position	<u>\$ 11,006,322</u>	<u>\$ 9,938,186</u>	<u>\$ 11,310,813</u>	<u>\$ 10,108,009</u>

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ 3,158,888	\$ 4,232,400	\$ 5,132,815	\$ 5,140,075	\$ 8,781,545	\$ 9,699,447
3,832,310	3,813,652	4,145,115	5,934,267	7,948,346	13,581,706
3,199,304	3,625,103	3,520,139	3,058,212	1,649,248	(3,210,113)
<u>\$ 10,190,502</u>	<u>\$ 11,671,155</u>	<u>\$ 12,798,069</u>	<u>\$ 14,132,554</u>	<u>\$ 18,379,139</u>	<u>\$ 20,071,040</u>

Alamo Area Council of Governments
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
Expenses				
Governmental activities:				
General government	\$ 325,364	\$ 253,731	\$ 106,379	\$ 229,932
Workforce development	3,172,384	1,231,591	985,649	334,846
Housing and urban development	733,103	654,225	623,478	30,372
Emergency communications	1,375,736	1,302,969	1,637,738	1,544,150
Economic development	89,988	109,023	52,784	853,881
Environmental quality	891,270	661,454	908,372	949,942
Community affairs	1,636,268	1,862,836	1,856,575	1,625,004
Health and welfare	8,361,714	9,441,812	11,628,909	11,866,163
Homeland security	438,462	615,464	303,317	411,654
Aging and veterans services	16,118,847	16,618,027	16,878,439	17,093,970
Criminal justice	1,494,340	1,133,784	1,468,424	1,508,118
Transportation	6,011,223	6,059,606	5,296,213	5,122,713
Interest	-	-	-	-
Total governmental activities expenses	<u>40,648,699</u>	<u>39,944,522</u>	<u>41,746,277</u>	<u>41,570,745</u>
Program Revenues				
Governmental activities:				
Charges for services:				
General government	-	-	-	-
Health and welfare	-	3,198	-	-
Aging and veterans services	456,079	556,521	242,780	403,393
Criminal justice	253,983	227,511	246,663	281,673
Transportation	118,191	-	-	-
Environmental quality	-	-	-	-
Community affairs	-	-	-	-
Operating grants and contributions	39,733,453	37,769,447	39,870,358	39,344,336
Capital grants and contributions	-	-	2,241,447	-
Total governmental activities program revenues	<u>40,561,706</u>	<u>38,556,677</u>	<u>42,601,248</u>	<u>40,029,402</u>
Net (Expense) Revenues				
Governmental activities	<u>(86,993)</u>	<u>(1,387,845)</u>	<u>854,971</u>	<u>(1,541,343)</u>
Total	<u>(86,993)</u>	<u>(1,387,845)</u>	<u>854,971</u>	<u>(1,541,343)</u>
General Revenues and Other Changes in Net Position				
Governmental activities:				
Unrestricted investment earnings	3,911	1,523	8,729	8,160
Miscellaneous	183	-	-	-
Member dues	300,352	318,186	323,933	330,379
Gain on sale of capital assets	-	-	-	-
Total governmental activities	<u>304,446</u>	<u>319,709</u>	<u>332,662</u>	<u>338,539</u>
Change in Net Position				
Governmental activities	<u>217,453</u>	<u>(1,068,136)</u>	<u>1,187,633</u>	<u>(1,202,804)</u>
Total	<u>\$ 217,453</u>	<u>\$ (1,068,136)</u>	<u>\$ 1,187,633</u>	<u>\$ (1,202,804)</u>

Notes:

¹ Economic Development expenditures increased drastically in 2017 due to a one-time grant, the Defense Economic Adjustment Assistance Grant.

² Aging was updated to aging and veterans services in 2020.

³ Workforce development was reclassified to Aging and veterans services.

Fiscal Year						
2017 ⁽¹⁾	2018	2019	2020	2021	2022	
\$ 130,920	\$ 61,036	\$ 32,566	\$ 52,833	\$ 1,660,666	\$ 2,523,606	
426,572	2,443,360	2,823,796	-	84,521	-	
17,445	-	-	-	-	-	
1,812,052	1,413,105	1,670,714	1,215,766	2,286,025	1,899,330	
4,431,081	647,838	433,744	1,350,562	6,617,291	3,027,758	
992,880	704,083	483,930	1,141,244	1,984,876	121,020	
2,078,269	2,475,773	2,991,145	2,607,786	2,897,307	2,303,830	
11,600,496	12,446,756	13,612,174	13,265,591	13,792,278	15,964,536	
281,861	287,900	388,563	372,143	348,253	462,324	
18,732,002	17,018,023	20,076,977	25,931,144	31,921,661	38,879,559	
1,417,596	1,536,841	1,567,352	1,586,864	1,467,445	1,501,935	
5,904,299	5,250,931	6,054,983	7,035,493	8,017,050	8,767,851	
18,580	4,707	-	-	334,263	484,370	
<u>47,844,053</u>	<u>44,290,353</u>	<u>50,135,944</u>	<u>54,559,426</u>	<u>71,411,636</u>	<u>75,936,119</u>	
-	-	-	-	-	-	
-	-	-	-	-	-	
421,338	242,894	349,274	145,493	195,278	221,734	
436,947	423,974	405,077	413,029	462,510	543,574	
-	-	-	-	101,972	1,367	
-	-	-	-	20,377	-	
-	-	520	-	-	-	
46,719,605	43,172,279	48,563,380	54,845,286	73,785,464	75,111,206	
-	1,515,394	1,526,754	-	659,366	1,242,373	
<u>47,577,890</u>	<u>45,354,541</u>	<u>50,845,005</u>	<u>55,403,808</u>	<u>75,224,967</u>	<u>77,120,254</u>	
(266,163)	1,064,188	709,061	844,382	3,813,331	1,184,135	
<u>(266,163)</u>	<u>1,064,188</u>	<u>709,061</u>	<u>844,382</u>	<u>3,813,331</u>	<u>1,184,135</u>	
6,276	32,950	40,142	137,122	73,858	158,934	
-	-	-	-	-	-	
332,780	342,501	343,057	352,981	359,396	348,832	
9,600	41,014	34,654	-	-	-	
<u>348,656</u>	<u>416,465</u>	<u>417,853</u>	<u>490,103</u>	<u>433,254</u>	<u>507,766</u>	
82,493	1,480,653	1,126,914	1,334,485	4,246,585	1,691,901	
<u>\$ 82,493</u>	<u>\$ 1,480,653</u>	<u>\$ 1,126,914</u>	<u>\$ 1,334,485</u>	<u>\$ 4,246,585</u>	<u>\$ 1,691,901</u>	

Alamo Area Council of Governments
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
General fund:				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Restricted	6,121	6,032	-	274,372
Nonspendable	-	-	-	-
Unassigned	1,865,034	1,577,911	1,937,288	1,638,063
Total general fund	<u>\$ 1,871,155</u>	<u>\$ 1,583,943</u>	<u>\$ 1,937,288</u>	<u>\$ 1,912,435</u>
Special revenue funds:				
Reserved	\$ -	\$ -	\$ -	\$ -
Nonspendable	-	-	-	-
Restricted	5,997,002	5,420,274	4,440,389	3,508,481
Unassigned (deficit)	-	-	-	-
Total special revenue funds	<u>\$ 5,997,002</u>	<u>\$ 5,420,274</u>	<u>\$ 4,440,389</u>	<u>\$ 3,508,481</u>

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
313,604	412,199	269,977	388,520	87,428	83,288
1,851,426	2,011,899	2,581,217	2,497,958	1,622,132	338,060
<u>\$ 2,165,030</u>	<u>\$ 2,424,098</u>	<u>\$ 2,851,194</u>	<u>\$ 2,886,478</u>	<u>\$ 1,709,560</u>	<u>\$ 421,348</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2,000	149,167	187,673	308,339	240,876	492,366
3,832,310	3,664,068	3,963,305	5,720,449	7,948,346	8,659,925
(45)	(2,779)	(15,709)	(39,809)	(118,560)	(148,501)
<u>\$ 3,834,265</u>	<u>\$ 3,810,456</u>	<u>\$ 4,135,269</u>	<u>\$ 5,988,979</u>	<u>\$ 8,070,662</u>	<u>\$ 9,003,790</u>

Alamo Area Council of Governments
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
Revenues				
Intergovernmental	\$ 25,480,440	\$ 24,742,773	\$ 25,610,714	\$ 25,285,580
Matching funds	6,999,166	6,225,094	6,855,548	7,006,685
Local	7,253,847	6,801,580	7,446,925	7,025,515
Program income	828,253	787,230	494,210	700,857
Membership dues	300,352	318,186	323,933	330,379
Investment income	3,911	1,523	8,729	18,925
Miscellaneous	183	-	-	-
Total revenues	<u>40,866,152</u>	<u>38,876,386</u>	<u>40,740,059</u>	<u>40,367,941</u>
Expenditures				
Current:				
General government	229,820	378,365	43,036	178,991
Aging and veterans services	16,115,223	16,614,403	17,108,033	17,312,612
Health and welfare	8,361,714	9,441,812	11,782,323	12,016,644
Transportation	5,837,168	5,900,644	4,675,167	4,691,292
Workforce development	3,140,769	1,201,275	966,961	323,068
Environmental quality	889,921	660,105	924,944	1,007,720
Community affairs	1,636,268	1,862,836	1,881,830	1,645,789
Criminal justice	1,442,256	1,088,328	1,339,882	1,235,837
Emergency communications	1,340,688	1,276,220	1,690,501	1,643,255
Homeland security	354,828	572,678	282,103	391,600
Housing	713,087	634,637	618,317	13,091
Economic development	89,988	109,023	53,502	864,803
Capital outlay	-	-	-	-
Leases:				
Principal retirement	-	-	-	-
Interest	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>40,151,730</u>	<u>39,740,326</u>	<u>41,366,599</u>	<u>41,324,702</u>
Net Change in Fund Balances	<u>714,422</u>	<u>(863,940)</u>	<u>(626,540)</u>	<u>(956,761)</u>
Other Financing Sources (Uses)				
Issuance of long-term debt	-	-	-	-
Issuance of lease liabilities	-	-	-	-
Transfers in	188,859	230,755	268,314	274,414
Transfers out	(188,859)	(230,755)	(268,314)	(274,414)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 714,422</u>	<u>\$ (863,940)</u>	<u>\$ (626,540)</u>	<u>\$ (956,761)</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>- %</u>	<u>- %</u>	<u>- %</u>	<u>- %</u>

Notes:

- ¹ Membership dues are comprised of eligible governmental units and various associate members within the 13-county Alamo Area planning region. Dues are used as local funds in matching federal and state planning grants.
- ² Economic Development expenditures increased drastically in 2017 due to a one-time grant, the Defense Economic Adjustment Assistance Grant.
- ³ Aging was updated to aging and veterans services in 2020.
- ⁴ Workforce development was reclassified to aging and veterans services.

Fiscal Year						
	2017	2018	2019	2020	2021	2022
\$	30,077,011	\$ 28,892,676	\$ 33,641,062	\$40,890,288	\$54,233,363	\$ 38,655,309
	8,182,400	7,240,447	7,457,274	5,747,304	11,132,680	5,063,619
	8,450,713	8,566,888	8,944,587	8,207,694	9,078,787	32,634,651
	859,472	666,868	754,351	558,522	780,137	766,675
	332,780	342,501	343,057	352,981	359,396	348,832
	24,170	32,950	122,527	137,122	73,858	158,934
	-	-	-	-	-	-
	47,926,546	45,742,330	51,262,858	55,893,911	75,658,221	77,628,020
	76,643	10,438	-	42,330	1,270,009	1,615,841
	18,812,366	17,081,492	19,869,451	25,662,883	31,811,462	39,384,967
	11,646,967	12,768,090	13,641,656	13,032,290	13,651,874	16,100,005
	5,638,199	6,342,407	7,071,819	6,357,737	7,246,570	8,158,571
	426,330	2,452,707	2,795,136	-	84,230	61,446
	986,047	730,549	462,019	1,112,545	1,978,044	68,478
	2,087,229	2,514,757	2,945,451	2,561,288	2,862,015	2,337,581
	1,125,083	1,249,501	1,264,282	1,364,993	1,385,217	1,376,622
	1,814,118	1,413,665	1,647,275	1,198,503	2,278,156	1,927,155
	266,337	288,995	384,571	368,311	347,054	309,652
	-	-	-	-	-	-
	4,450,187	649,756	429,289	1,336,658	6,594,513	3,072,114
	-	-	-	967,379	16,733,759	2,784,408
	-	-	-	-	-	166,194
	-	-	-	-	-	23,573
	-	-	-	-	17,290	353,270
	18,661	4,714	-	-	334,263	460,797
	47,348,167	45,507,071	50,510,949	54,004,917	86,594,456	78,200,674
	578,379	235,259	751,909	1,888,994	(10,936,235)	(572,654)
	-	-	-	-	12,000,000	217,570
	-	-	-	-	-	-
	225,780	324,288	300,526	1,194,871	841,426	297,576
	(225,780)	(324,288)	(300,526)	(1,194,871)	(841,426)	(297,576)
	-	-	-	-	12,000,000	217,570
\$	578,379	\$ 235,259	\$ 751,909	\$1,888,994	\$ (22,936,235)	\$ (355,084)
	0.04%	0.01%	- %	- %	0.48%	0.62%

Alamo Area Council of Governments
Principal Sources of Revenues
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
Earned Revenues:				
Medicaid ⁽¹⁾	\$ 4,624,276	\$ 5,663,959	\$ 5,793,701	\$ 5,745,153
Membership dues	300,352	318,186	323,933	330,379
Local	2,406,722	1,045,675	1,598,246	786,163
Contributions	291,105	332,666	307,076	269,165
Matching funds	7,455,245	6,781,614	7,097,649	7,392,976
Investment income	3,911	1,523	8,729	18,867
Other	184	-	11	539,658
Total local and earned revenues	<u>15,081,795</u>	<u>14,143,623</u>	<u>15,129,345</u>	<u>15,082,361</u>
State Program Revenues				
General revenue	8,589,808	7,581,588	9,665,357	9,231,702
Permanency planning	67,115	53,307	95,608	88,772
Community Living Options Information Process (CLOIP)	215,697	260,452	218,801	270,079
Crisis behavioral supports	-	-	-	327,407
Nursing Facilities Preadmission Screening and Resident Review	-	-	-	-
Omnibus Reconciliation Reform (OBRA) Funds	10,089	18,518	9,894	338,271
Total state program revenues	<u>8,882,709</u>	<u>7,913,865</u>	<u>9,989,660</u>	<u>10,256,231</u>
Federal Program Revenues				
Federal	16,596,676	16,541,640	14,661,683	13,859,576
Medicaid administrative claiming	328,457	287,268	959,372	1,169,773
Total federal program revenues	<u>16,925,133</u>	<u>16,828,908</u>	<u>15,621,055</u>	<u>15,029,349</u>
Total revenues	<u>\$ 40,889,637</u>	<u>\$ 38,886,396</u>	<u>\$ 40,740,060</u>	<u>\$ 40,367,941</u>

Notes:

⁽¹⁾ The *Patient Protection and Affordable Care Act* (ACA) was signed into law in March 2010, providing for expansion of the Medicaid program.

⁽²⁾ OBRA funds ended in fiscal year 2016.

Fiscal Year					
2017⁽²⁾	2018	2019	2020	2021	2022
\$ 6,403,262	\$ 6,599,793	\$ 6,465,604	\$ 6,362,345	\$ 6,775,880	\$ 6,394,684
332,780	342,501	343,057	352,981	359,396	348,832
1,212,943	1,419,462	1,631,288	511,933	11,284,645	11,245,192
383,878	334,754	407,274	221,965	330,456	325,816
8,489,710	7,240,447	7,457,274	5,747,304	11,132,680	5,063,619
24,170	32,950	122,527	137,122	73,858	158,934
1,002,792	879,747	1,194,772	1,669,973	2,501,185	16,007,726
<u>17,849,535</u>	<u>16,849,654</u>	<u>17,621,796</u>	<u>15,003,623</u>	<u>32,458,100</u>	<u>39,544,803</u>
13,151,436	9,516,097	10,856,888	8,724,860	15,405,417	11,062,110
61,061	78,895	64,754	372,203	58,050	65,675
209,271	206,799	193,956	162,552	301,143	159,419
639,699	204,516	171,506	513,780	799,131	684,879
638,745	512,829	119,361	447,549	991,033	1,730,760
-	-	-	-	-	-
<u>14,700,212</u>	<u>10,519,136</u>	<u>11,406,465</u>	<u>10,220,944</u>	<u>17,554,774</u>	<u>13,702,843</u>
14,440,342	17,378,962	21,277,595	29,228,454	24,641,242	22,740,376
936,458	994,578	957,002	982,753	1,004,105	1,639,998
<u>15,376,800</u>	<u>18,373,540</u>	<u>22,234,597</u>	<u>30,211,207</u>	<u>25,645,347</u>	<u>24,380,374</u>
<u>\$ 47,926,547</u>	<u>\$ 45,742,330</u>	<u>\$ 51,262,858</u>	<u>\$ 55,435,774</u>	<u>\$ 75,658,221</u>	<u>\$ 77,628,020</u>

Alamo Area Council of Governments
Demographic and Economic Statistics
Last Ten Fiscal Years

Calendar Year	Population¹	Personal Income (\$000)¹	Avg. Per Capita Personal Income	Gross Sales²
2013	2,388,823	\$ 61,381,726	\$ 25,695	\$ 148,276,549,442
2014	2,438,711	\$ 66,101,449	\$ 27,105	\$ 165,977,429,158
2015	2,491,102	\$ 67,090,551	\$ 26,932	\$ 147,242,121,274
2016	2,539,276	\$ 69,792,782	\$ 27,485	\$ 133,579,582,935
2017	2,587,905	\$ 75,199,941	\$ 29,058	\$ 103,523,685,063
2018	2,633,460	\$ 78,972,198	\$ 29,988	\$ 168,662,115,611
2019	2,665,784	\$ 82,644,636	\$ 31,002	\$ 175,264,123,266
2020	2,679,777	\$ 84,967,689	\$ 31,707	\$ 151,116,360,983
2021	2,716,044	\$ 92,744,754	\$ 34,147	\$ 200,882,552,228
2022	2,769,787	N/A ⁴	N/A ⁴	\$ 108,698,438,335

Notes:

- 1 U.S. Census Bureau, Annual Estimates of the Resident Population for Counties: July 1, 2021 and July 1, 2022.
- 2 Gross Sales, State Tax, and Avg. Outlets Derived from Texas Comptroller of Public Accounts Quarterly Sales tax Report for all industries year 2022. Only available for first two quarters of 2022.
- 3 Total Employment reflects Civilian Labor Force as of December 2022.
- 4 Per the Texas Demographic Center, Selected Economics Characteristics for 2022 have not been released for Texas as of April 2023.

	Taxable Sales	Average Outlets²	Total Employment³	Unemployment Rate
\$	29,576,635,365	4,568	1,024,314	6.5%
\$	31,591,846,755	4,589	1,049,445	6.9%
\$	33,102,882,603	4,860	1,074,794	3.7%
\$	33,546,158,475	5,057	1,104,774	3.9%
\$	24,811,767,292	4,435	1,132,763	3.4%
\$	36,417,332,369	5,015	1,079,726	3.0%
\$	37,848,856,980	6,950	1,189,293	5.1%
\$	35,061,199,033	5,442	1,098,628	5.9%
\$	41,871,968,291	5,744	1,233,362	4.5%
\$	22,639,532,624	5,566	N/A ⁴	N/A ⁴

Alamo Area Council of Governments

Principal Employers

Current Year and Nine Years Ago

Employer	2022			2013		
	Employees	Rank	Percentage of Employment ¹	Employees	Rank	Percentage of Employment ²
Joint Base San Antonio – Lackland, Fort Sam, and Randolph	82,639	1	7.23%	92,301	1	9.83%
H-E-B	20,000	2	1.75%	20,000	2	2.13%
United Services Automobile Association (USAA)	19,000	3	1.66%	17,000	3	1.81%
City of San Antonio	13,420	4	1.17%	11,371	5	1.21%
Northside Independent School District	12,206	5	1.07%	12,751	4	1.36%
Methodist Health Care System	12,000	6	1.05%	8,000	7	0.85%
North East Independent School District	8,208	7	0.72%	10,522	6	1.12%
San Antonio Independent School District	7,500	8	0.66%	7,374	8	0.79%
University of Texas Health Science	7,200	9	0.63%	5,500	10	0.59%
Baptist Health System	6,490	10	0.57%	6,216	9	0.66%
Total	188,663		16.51%	191,035		20.35%

Source: Economic Development Division, City of San Antonio, TX, 2022 Books of Lists – San Antonio Business Journal, and Department of Defense personnel statistics

¹ Percent based on an Employment Estimate of 1,142,300 of Non-Farm Jobs in the San Antonio- New Braunfels, TX Metropolitan Statistical Area as of January 2022. Figure provided by the Texas Workforce Commission.

² Percent based on an Employment Estimate of 939,000 Non-Farm Jobs in the San Antonio- New Braunfels, TX Metropolitan Statistical Area as of January 2013. Figure provided by the Texas Workforce Commission.

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Alamo Area Council of Governments
Operating Indicators by Function
Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2013	2014	2015	2016
Alamo Area Agency on Aging:				
Home delivered meals	131,296	136,506	130,932	143,731
Congregate meals	67,378	68,457	70,619	72,386
Transportation trips	6,069	6,083	6,531	492
Bexar Area Agency on Aging:				
Home delivered meals	280,766	305,358	320,524	316,252
Congregate meals	346,857	350,128	403,832	382,750
Transportation trips	20,102	15,631	12,210	12,695
Hours of legal and guardianship services	5,248	4,953	5,494	5,212
Alamo Local Authority:				
Individuals enrolled in HCS program	132	144	409	115
Criminal Justice:				
Full time basic peace officer courses completed	3	3	4	3
Basic peace officer graduates	71	81	71	81
Housing/Weatherization:				
LIHEAP units created	207	161	242	177
LIHEAP expenditures	\$ 1,204,771	\$ 824,344	\$ 1,506,166	\$ 1,297,925
DOE units created	56	29	47	47
DOE expenditures	\$ 430,301	\$ 211,201	\$ 375,522	\$ 380,014
Natural resources:				
Ozone monitors completed	6	6	6	6
Commute Solutions:				
Outreach events completed	6	7	11	12
Clean Cities:				
Alternative fuel workshops completed	4	4	4	4
9-1-1/Technical Assistance:				
AACOG match rates	-	69%	82%	92%
Resource Recovery:				
Pass-through dollars for annual projects	\$ 179,551	\$ 153,542	\$ 113,300	\$ 158,213
Alamo Regional Transit:				
Ridership	114,370	113,161	111,145	89,037
Workforce:				
Rural job seekers assisted	3,809	N/A	N/A	N/A
Provided employment services	5,234	N/A	N/A	N/A

Fiscal Year					
2017	2018	2019	2020	2021	2022
133,233	130,568	161,152	319,355	357,374	245,050
64,258	67,124	65,264	15,986	22,778	58,652
1,090	1,356	2,535	7,422	5,261	5,837
317,000	785,821	790,416	790,872	1,637,542	663,027
355,000	263,598	605,052	119,787	4,291	190,018
12,642	11,061	14,139	11,112	13,789	12,098
4,954	3,648	4,310	2,184	2,094	1,289
103	89	79	94	148	82
3	3	3	3	3	4
88	76	72	86	75	94
180	228	280	225	142	143
\$ 1,504,234	\$ 1,858,132	\$ 2,207,642	\$ 1,112,902	\$ 1,708,093	\$ 1,390,681
37	37	36	18	83	32
\$ 341,899	\$ 363,252	\$ 442,640	\$ 110,989	\$ 484,126	\$ 409,071
6	6	7	7	7	7
12	12	6	-	2	6
-	4	10	4	-	-
98%	99%	98%	99%	99%	99%
\$ 161,888	\$ 158,573	\$ 106,715	\$ 173,675	\$ 175,000	\$ 120,345
101,394	117,378	137,635	90,507	115,520	131,976
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A

Alamo Area Council of Governments
Full-Time Equivalent Employees
By Program/Department
Last Ten Fiscal Years

Program/Department	Fiscal Year			
	2013	2014	2015	2016
IDD	90	111	130	133
Area Agency on Aging	38	36	40	53
Transportation	44	52	47	34
Administrative	33	29	35	28
Military and Veterans Affairs	-	-	-	-
Public Safety	12	13	12	11
Weatherization	13	14	12	7
Natural Resources	10	10	7	8
Regional Services	1	1	1	1
Resource Recovery	2	2	2	2
Compatible Use Program	-	-	-	-
Workforce/Childcare	44	10	9	-
Total	287	278	295	277

Year-to-Year Percentage Increases				
IDD	23%	23%	17%	2%
Area Agency on Aging	-5%	-5%	11%	33%
Transportation	18%	18%	-10%	-28%
Administrative	-12%	-12%	21%	-20%
Military and Veterans Affairs	0%	0%	0%	0%
Public Safety	8%	8%	-8%	-8%
Weatherization	8%	8%	-14%	-42%
Natural Resources	0%	0%	-30%	14%
Regional Services	0%	0%	0%	0%
Resource Recovery	0%	0%	0%	0%
Compatible Use Program	0%	0%	0%	0%
Workforce/Childcare	-77%	-77%	-10%	-100%
Total	-3%	-3%	6%	-6%

Fiscal Year						
2017	2018	2019	2020	2021	2022	
135	133	138	142	141	153	
53	52	55	63	57	44	
34	36	38	44	47	42	
26	24	29	27	29	33	
-	-	-	-	14	21	
12	12	11	13	12	12	
8	8	7	9	10	9	
5	2	2	3	2	2	
4	2	2	1	1	1	
2	2	-	2	1	1	
-	-	-	2	-	-	
-	-	-	-	-	-	
<u>279</u>	<u>271</u>	<u>282</u>	<u>306</u>	<u>314</u>	<u>318</u>	

Year-to-Year Percentage Increases						
2%	-1%	4%	3%	-1%	9%	
0%	-2%	6%	15%	-10%	-23%	
0%	6%	6%	16%	7%	-11%	
-7%	-8%	21%	-7%	7%	14%	
0%	0%	0%	0%	0%	50%	
9%	0%	-8%	18%	-8%	0%	
14%	0%	-13%	29%	11%	-10%	
-38%	-60%	0%	50%	-33%	0%	
300%	-50%	0%	-50%	0%	0%	
0%	0%	-100%	0%	-50%	0%	
0%	0%	0%	0%	-100%	0%	
0%	0%	0%	0%	0%	0%	
<u>1%</u>	<u>-3%</u>	<u>4%</u>	<u>9%</u>	<u>3%</u>	<u>1%</u>	

Alamo Area Council of Governments
Capital Asset Statistics by Function
Last Ten Fiscal Years

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<u>General Government</u>										
Vehicles	1	-	-	-	-	-	-	-	-	-
Equipment	5	4	3	2	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	2	2
Land	-	-	-	-	-	-	-	-	-	1
Property Improvements	-	-	-	-	-	-	-	-	-	6
<u>Aging</u>										
Equipment	-	-	-	-	-	-	1	1	1	1
Furniture and Fixtures	-	-	1	1	1	-	-	-	-	-
<u>IDD</u>										
Equipment	2	2	2	2	2	2	2	4	3	-
Software	-	-	-	-	-	-	-	-	-	3
Furniture and Fixtures	-	-	1	1	1	-	-	-	2	1
<u>Alamo Regional Transit</u>										
Vehicles	71	79	80	67	43	45	56	54	52	61
Equipment	2	2	2	2	2	-	2	2	2	2
Software	2	3	2	2	1	2	2	3	3	4
Buildings	-	-	-	-	-	-	-	1	1	1
Furniture and Fixtures	-	-	-	-	-	-	-	1	1	1
Property Improvements	-	-	-	-	-	-	-	-	-	7
<u>Public Safety</u>										
Vehicles	7	5	6	1	1	2	1	1	3	3
Equipment	5	4	15	14	13	13	13	13	11	13
Software	1	2	2	2	2	1	1	-	-	1
Leasehold Improvements	-	-	-	-	-	-	-	-	-	2
<u>9-1-1</u>										
Equipment	2	2	4	4	4	3	3	3	3	4
<u>Homeland Security</u>										
Vehicles	8	-	-	-	-	-	-	-	-	-
Equipment	7	5	1	1	1	-	-	-	-	1
<u>Housing</u>										
Vehicles	6	6	4	5	5	9	4	5	5	-
<u>Workforce Development</u>										
Vehicles	3	3	3	3	-	-	-	-	-	-
Furniture and Fixtures	1	-	-	-	-	-	-	-	-	-
<u>Veterans Directed</u>										
Furniture and Fixtures	-	-	-	-	-	-	-	-	1	1
<u>Natural Resources</u>										
Equipment	-	-	1	6	6	6	6	6	6	20
<u>Resource Recovery</u>										
Equipment	2	2	2	2	2	2	2	2	2	-

Notes: Assets in excess of \$5,000.

Assets listed are based on items that were depreciated in that fiscal year. Fully depreciated assets are not included in this schedule.

Assets purchased with grant funds but owned by subrecipients are not included.

SINGLE AUDIT SECTION



8200 W. Interstate 10, Suite 900 / San Antonio, TX 78230

P 210.341.9400 / F 210.341.9434

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Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Independent Auditor's Report

Board of Directors
Alamo Area Council of Governments
San Antonio, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Alamo Area Council of Governments (the Council), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Council's basic financial statements, and have issued our report thereon dated July 26, 2023, which contained an emphasis-of-matter paragraph for the adoption of a new accounting standard.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Council's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control. Accordingly, we do not express an opinion on the effectiveness of the Council's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Council's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

FORVIS,LLP

San Antonio, Texas
July 26, 2023



8200 W. Interstate 10, Suite 900 / San Antonio, TX 78230

P 210.341.9400 / F 210.341.9434

forvis.com

Report on Compliance for Each Major Federal and State Program and Report on Internal Control over Compliance

Independent Auditor's Report

Board of Directors
Alamo Area Council of Governments
San Antonio, Texas

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited Alamo Area Council of Governments' (Council) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and *Texas Grant Management Standards* (TxGMS), issued by the Texas Comptroller of Public Accounts, that could have a direct and material effect on each of the Council's major federal and state programs for the year ended December 31, 2022. The Council's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Council complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2022.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and TxGMS. Our responsibilities under those standards, the Uniform Guidance and the TxGMS are further described in the "Auditor's Responsibilities for the Audit of Compliance" section of our report.

We are required to be independent of the Council and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of the Council's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Council's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Council's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the TxGMS will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Council's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the TxGMS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Council's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Council's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the TxGMS, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the “Auditor’s Responsibilities for the Audit of Compliance” section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and TxGMS. Accordingly, this report is not suitable for any other purpose.

FORVIS,LLP

San Antonio, Texas
July 26, 2023

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Alamo Area Council of Governments
Schedule of Expenditures of Federal and State Awards
For the Year Ended December 31, 2022

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Other Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
FEDERAL AWARDS					
<u>U.S. Department of Commerce/Economic Development Administration</u>					
Direct:					
Economic Development – Support for Planning Organizations	11.302		ED21AUS3020008	\$ 70,694	\$ -
Economic Development Cluster					
COVID-19 Economic Adjustment Assistance – Title II, Section 209	11.307		ED20AUS3070071	207,188	-
Subtotal Economic Development Cluster				207,188	-
Total U.S. Department of Commerce/Economic Development Administration				277,882	-
<u>U.S. Department of Defense/Office of Economic Adjustment</u>					
Direct:					
Assistance for Compatible Use and Joint Land Use Studies	12.610		EN1544-19-03	8,819	-
Assistance for Compatible Use and Joint Land Use Studies	12.610		EN1544-19-04	86,164	-
Total U.S. Department of Defense/Office of Economic Adjustment				94,983	-
<u>U.S. Department of Housing and Urban Development</u>					
Passed through the Texas Department of Agriculture:					
Community Development Block Grant FY22	14.228	CEDAF21-21		11,015	-
Community Development Block Grant FY23	14.228	CEDAF21-21		1,797	-
Total Texas Department of Agriculture				12,812	-
Passed through the Texas Department of Housing and Community Affairs:					
COVID-19 Texas Emergency Mortgage Assistance Program (TEMAP)	14.228	70700001001		339,640	-
Total Texas Department of Housing and Community Affairs				339,640	-
Total U.S. Department of Housing and Urban Development				352,452	-
<u>U.S. Department of the Interior</u>					
Passed through the Texas Parks and Wildlife Department:					
Fish and Wildlife Cluster					
Wildlife Resotration and Basic Hunter Education	15.611	F21AF02504-00		2,803	-
Subtotal Fish and Wildlife Cluster				2,803	-
Total U.S. Department of the Interior				2,803	-

Alamo Area Council of Governments
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended December 31, 2022

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Other Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
FEDERAL AWARDS (continued)					
<u>U.S. Department of Justice</u>					
Passed through the Office of the Governor, Criminal Justice Division:					
COVID-19 Public Safety Coronavirus Response Project	16.034	4356101		\$ 156,827	\$ -
Violence Against Women Formula Grant FY22	16.588	2610710		51,879	-
Violence Against Women Formula Grant FY23	16.588	2610711		19,253	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	42344-01		15,725	-
Total Office of the Governor, Criminal Justice Division				<u>243,684</u>	<u>-</u>
Total U.S. Department of Justice				<u>243,684</u>	<u>-</u>
<u>U.S. Department of Labor</u>					
Passed through Texas Workforce Commission:					
WIOA Cluster					
WIOA Adult Program	17.258	2920WOS004		634,658	-
Subtotal WIOA Cluster				<u>634,658</u>	<u>-</u>
Total Texas Workforce Commission					
Total U.S. Department of Labor				<u>634,658</u>	<u>-</u>
<u>U.S. Department of Transportation</u>					
Passed through the Metropolitan Planning Organization:					
Highway Planning and Construction Cluster					
Highway Planning and Construction Cluster	20.205	2021-135-MPO-PCM		87,355	-
Subtotal Highway Planning and Construction Cluster				<u>87,355</u>	<u>-</u>
Passed through the Texas Department of Transportation:					
Federal Transit Cluster					
Bus and Bus Facilities Formula Program FY21	20.526	5339-R-2020AACOG-00108		(18,066)	-
Bus and Bus Facilities Formula Program FY22	20.526	DIS 2101 (15) 129 20		959,944	-
Bus and Bus Facilities Formula Program FY22	20.526	BBF 20019 (50) 069 20		30,000	-
Subtotal				<u>971,878</u>	<u>-</u>

Alamo Area Council of Governments
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended December 31, 2022

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Other Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
FEDERAL AWARDS (continued)					
<u>U.S. Department of Transportation (continued)</u>					
Passed through the VIA Metropolitan Transit:					
Federal Transit Cluster					
COVID-19 Coronavirus Response and Relief Supplemental Appropriations Act Federal Transit Formula Grants FY22	20.507	1937-2022-5		\$ 23,946	\$ -
COVID-19 Coronavirus Response and Relief Supplemental Appropriations Act Federal Transit Formula Grants FY23	20.507	1937-2022-5		302,567	-
COVID-19 Federal Transit Formula Grants FY21	20.507	TX-2022-027-00		348,366	-
COVID-19 Federal Transit Formula Grants FY22	20.507	TX-2022-027-00		115,366	-
Subtotal				<u>790,245</u>	<u>-</u>
Subtotal Federal Transit Cluster				<u>1,762,123</u>	<u>-</u>
Transit Services Programs Cluster					
Enhanced Mobility of Seniors and Individuals with Disabilities FY20	20.513	ED 2201 (15) 108 21		130,919	-
Passed through Texas Department of Transportation:					
Enhanced Mobility of Seniors and Individuals with Disabilities FY22	20.513	TX-2021-101-00		50,235	-
Subtotal Transit Services Programs Cluster				<u>181,154</u>	<u>-</u>
Passed through Texas Department of Transportation:					
COVID-19 Formula Grants for Rural Areas FY21	20.509	CAF 2101 (15) 072_20		207,319	-
COVID-19 Formula Grants for Rural Areas FY21	20.509	ARP 2201 (15) 107_21		167,694	-
Formula Grants for Rural Areas FY22	20.509	RPT 2201 (15) 063_21		1,449,311	-
Formula Grants for Rural Areas FY22	20.509	RPT 2201 (15) 030_18		263,576	-
Formula Grants for Rural Areas FY22	20.509	RD 2103 (15) 045_20		19,157	-
Formula Grants for Rural Areas FY22	20.509	TAP 2101 (15) 045_20		124,589	-
Formula Grants for Rural Areas FY22	20.509	RD 2101 (15) 045_20		75,000	-
Subtotal				<u>2,306,646</u>	<u>-</u>
Metropolitan Transportation Planning and Research	20.505	TX-2019-112/RCTP-2019-AACOG-00024		(31)	-
Metropolitan Transportation Planning and Research	20.505	REG 2101 (15) 112 9		22,792	-
Metropolitan Transportation Planning and Research	20.505	PLN 2301 (15) 039 22		2,390	-
Subtotal				<u>25,151</u>	<u>-</u>
Total U.S. Department of Transportation				<u>4,362,429</u>	<u>-</u>

Alamo Area Council of Governments
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended December 31, 2022

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Other Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
FEDERAL AWARDS (continued)					
<u>U.S. Environmental Protection Agency</u>					
Direct:					
Diesel Emission Reduction Act (DERA)	66.039		01F88701	\$ 8,699	\$ -
Diesel Emission Reduction Act (DERA)	66.039		01F88701	1,449	-
Total U.S. Environmental Protection Agency				10,148	-
<u>U.S. Department of Energy</u>					
Direct:					
Conservation Research and Development	81.086		DE-EE0009565	44,309	-
Conservation Research and Development	81.086		DE-EE0009565	42,906	-
Passed through Texas Department of Housing and Community Affairs:					
Weatherization Assistance for Low-Income Persons	81.042	56210003505		290,154	-
Weatherization Assistance for Low-Income Persons	81.042	56220003752		166,458	-
Total Texas Department of Housing and Community Affairs				456,612	-
Total U.S. Department of Energy				543,827	-
<u>U.S. Department of Health and Human Services</u>					
Passed through Texas Health and Human Services Commission:					
Title VII-EAP – Bexar AAA	93.041	HHS000874100003		20,078	-
Title VII-EAP – Alamo AAA	93.041	HHS000874100001		6,690	-
Subtotal				26,768	-
Title VII-OAG – Alamo AAA	93.042	HHS000874100001		64,759	-
Title VII-OAG – Bexar AAA	93.042	HHS000874100003		92,523	-
Title VII-OAG – Bexar AAA	93.042	HHS000874100003		12,356	-
Subtotal				169,638	-
Title III-D – Bexar AAA	93.043	HHS000874100003		85,457	-
Title III-D – Bexar AAA	93.043	HHS000874100003		27,371	-
Title III-D – Alamo AAA	93.043	HHS000874100001		33,850	-
Title III-D – Alamo AAA	93.043	HHS000874100001		20,044	-
COVID-19 American Rescue Plan Title III-D Alamo AAA	93.043	HHS000874100001		9,886	-
Subtotal				176,608	-

Alamo Area Council of Governments
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended December 31, 2022

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Other Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
FEDERAL AWARDS (continued)					
<u>U.S. Department of Health and Human Services (continued)</u>					
Passed through Texas Health and Human Services Commission (continued):					
Aging Cluster					
Title III-B – Bexar AAA	93.044	HHS000874100003		\$ (4,108)	\$ -
Title III-B – Bexar AAA	93.044	HHS000874100003		1,289,687	-
Title III-B – Bexar AAA	93.044	HHS000541100001		209,820	-
Title III-B – Bexar AAA	93.044	HHS000874100003		635,275	-
COVID-19 American Rescue Plan Title III-B Bexar AAA	93.044	HHS000874100003		476,914	-
Title III-B – Alamo AAA	93.044	HHS000874100001		568,714	-
Title III-B – Alamo AAA	93.044	HHS000874100001		281,890	-
COVID-19 American Rescue Plan Title III-B Alamo AAA	93.044	HHS000874100001		66,097	-
Subtotal				3,524,289	-
Title III-C – Bexar AAA	93.045	HHS000874100003		2,299,256	2,271,243
Title III-C – Bexar AAA	93.045	HHS000874100003		1,211,155	1,068,908
Title III-C – Alamo AAA	93.045	HHS000874100001		1,359,858	27,334
Title III-C – Alamo AAA	93.045	HHS000874100001		590,904	11,555
COVID-19 American Rescue Plan Title III-C Bexar AAA	93.045	HHS000874100003		35,120	-
COVID-19 American Rescue Plan Title III-C Alamo AAA	93.045	HHS000874100001		61,055	-
Consolidated Appropriations Title III C2 Bexar AAA	93.045	HHS000874100003		356,271	356,271
Consolidated Appropriations Title III C2 Alamo AAA	93.045	HHS000874100001		14,250	-
Subtotal				5,927,869	3,735,311
Nutrition Services Incentive Program – Bexar AAA	93.053	HHS000874100003		1,036,494	1,036,494
Nutrition Services Incentive Program – Alamo AAA	93.053	HHS000874100001		163,245	-
Subtotal				1,199,739	1,036,494
Subtotal Aging Cluster				10,651,897	4,771,805
Title III-E – Bexar AAA	93.052	HHS000874100003		505,976	-
Title III-E – Bexar AAA	93.052	HHS000874100003		153,648	-
Title III-E – Alamo AAA	93.052	HHS000874100001		220,412	-
Title III-E – Alamo AAA	93.052	HHS000874100001		59,148	-
COVID-19 American Rescue Plan Title III-E Bexar AAA	93.052	HHS000874100003		108,263	-
COVID-19 American Rescue Plan Title III-E Alamo AAA	93.052	HHS000874100001		3,556	-
Subtotal				1,051,003	-

Alamo Area Council of Governments
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended December 31, 2022

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Other Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
FEDERAL AWARDS (continued)					
<u>U.S. Department of Health and Human Services (continued)</u>					
Medicare Enrollment Assistance Program (MIPPA -2) – Bexar AAA	93.071	HHS000874100003		\$ 37,007	\$ -
Medicare Enrollment Assistance Program (MIPPA -2) – Bexar AAA	93.071	HHS000874100003		10,655	-
Benefits Enrollment Center – Bexar AAA	93.071	N/A		47,578	-
Benefits Enrollment Center – Bexar AAA	93.071	N/A		12,858	-
Medicare Enrollment Assistance Program (MIPPA -2) – Alamo AAA	93.071	HHS000874100001		22,507	-
Medicare Enrollment Assistance Program (MIPPA -2) – Alamo AAA	93.071	HHS000874100001		7,772	-
Subtotal				138,377	-
State Health Insurance Assistance Program – Bexar AAA	93.324	HHS000874100003		35,855	-
State Health Insurance Assistance Program – Alamo AAA	93.324	HHS000874100003		71,384	-
State Health Insurance Assistance Program – Bexar AAA	93.324	HHS000874100001		33,230	-
State Health Insurance Assistance Program – Alamo AAA	93.324	HHS000874100001		56,829	-
Subtotal				197,298	-
Medicaid Cluster					
Habilitation Coordination	93.778	HHS0009945000001		327,129	-
Habilitation Coordination	93.778	HHS0009945000001		186,991	-
Medicaid Administrative Claiming (MAC)	93.778	HHS0005379900008		792,335	-
Medicaid Administrative Claiming (MAC)	93.778	HHS0005379900008		333,543	-
Subtotal Medicaid Cluster				1,639,998	-
OPIOD STR – Bexar AAA	93.788	HHS000874100003		4,135	-
OPIOD STR – Alamo AAA	93.788	HHS000874100001		4,135	-
Subtotal				8,270	-
Temporary Assistance for Needy Families - IDD	93.558	HHS0011202000029		308,777	-
Money Follows the Person Rebalancing Demonstration – Transitional Support Team – IDD	93.791	HHS000994500001		301,501	-
Money Follows the Person Rebalancing Demonstration – Enhanced Community Coordination – IDD	93.791	HHS000994500001		143,024	-
Money Follows the Person Rebalancing Demonstration – Transitional Support Team – IDD	93.791	HHS000994500001		174,094	-
Money Follows the Person Rebalancing Demonstration – Enhanced Community Coordination – IDD	93.791	HHS000994500001		80,566	-

Alamo Area Council of Governments
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended December 31, 2022

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Other Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
FEDERAL AWARDS (continued)					
<u>U.S. Department of Health and Human Services (continued)</u>					
Money Follows the Person Rebalancing Demonstration – Apprenticeship Pilot – IDD	93.791	HHS001111400001		\$ 112,488	\$ -
Money Follows the Person Rebalancing Demonstration – Table Pilot – IDD	93.791	HHS001113200001		28,160	-
Money Follows the Person Rebalancing Demonstration – Apprenticeship Pilot – IDD	93.791	HHS001111400001		65,352	-
Money Follows the Person Rebalancing Demonstration – Table Pilot – IDD	93.791	HHS001113200001		5,890	-
Money Follows the Person Rebalancing Demonstration – ADRC BEXAR	93.791	HHS000541100001		27,031	-
Money Follows the Person Rebalancing Demonstration – ADRC BEXAR	93.791	HHS000541100001		7,648	-
Money Follows the Person Rebalancing Demonstration – ADRC ALAMO	93.791	HHS000270200022		18,337	-
Money Follows the Person Rebalancing Demonstration – ADRC ALAMO	93.791	HHS000270200022		8,065	-
Subtotal				972,156	-
Total Texas Health and Human Services Commission				15,340,790	4,771,805
Passed through National Council on Aging:					
Medicare Enrollment Assistance Program (MIPPA -2) – Bexar ADRC	93.071	HHS000541100001		6,959	-
Medicare Enrollment Assistance Program (MIPPA -2) – Alamo ADRC	93.071	HHS000541100001		2,055	-
Medicare Enrollment Assistance Program (MIPPA -2) – Bexar ADRC	93.071	HHS000270200022		5,550	-
Medicare Enrollment Assistance Program (MIPPA -2) – Alamo ADRC	93.071	HHS000270200022		1,236	-
Total National Council on Aging				15,800	-
Passed through Texas Department of Housing and Community Affairs:					
Low-Income Home Energy Assistance Program	93.568	81210003409		196,589	-
Low-Income Home Energy Assistance Program	93.568	81220003602		1,256,500	-
Total Texas Department of Housing and Community Affairs				1,453,089	-
Passed through Texas Council for Developmental Disabilities:					
Older Adults with Developmental Disabilities and their Caregivers	93.630	19114		(2,080)	-
Older Adults with Developmental Disabilities and their Caregivers	93.630	20214		(812)	-
Older Adults with Developmental Disabilities and their Caregivers	93.630	21314		78,010	-
Older Adults with Developmental Disabilities and their Caregivers	93.630	22414		105,238	-
Developmental Disabilities Basic Support Vaccine Access	93.630	21C03		14,211	-
Total Texas Council for Developmental Disabilities				194,567	-

Alamo Area Council of Governments
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended December 31, 2022

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Other Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
FEDERAL AWARDS (continued)					
<u>U.S. Department of Health and Human Services (continued)</u>					
Passed through The Oasis Institute:					
Community Cares	93.048	90CCDG001-02-00		\$ 95,471	\$ -
Total The Oasis Institute				<u>95,471</u>	<u>-</u>
Direct:					
No Wrong Door/COVID-19 ADRC BEXAR	93.048		HHS000541100001	(5,885)	-
No Wrong Door/COVID-19 ADRC BEXAR	93.048		HHS000541100001	158,160	-
No Wrong Door/COVID-19 ADRC ALAMO	93.048		HHS000270200022	37,371	-
Subtotal				<u>285,117</u>	<u>-</u>
Total U. S. Department of Health and Human Services				<u>17,289,363</u>	<u>4,771,805</u>
<u>Corporation for National and Community Service</u>					
Direct:					
Foster Grandparent/Senior Companion Cluster					
Senior Companion Program FY23	94.016		20SCWRX005	297,075	-
Subtotal Foster Grandparent/Senior Companion Cluster				<u>297,075</u>	<u>-</u>
Senior Demonstration Program FY21	94.017			77,139	-
Senior Demonstration Program FY23	94.017			6,946	-
Senior Demonstration Program FY24	94.017			(77,139)	-
Subtotal				<u>6,946</u>	<u>-</u>
Total Corporation for National and Community Service				<u>304,021</u>	<u>-</u>
<u>U.S. Department of Homeland Security</u>					
Passed through Office of the Governor, Division of Emergency Management					
Homeland Security Grant Program FY22	97.067	2964007		174,399	-
Homeland Security Grant Program FY23	97.067	2964008		51,292	-
Homeland Security Grant Program FY22 - Preparedness Resilience Project	97.067	4512401		38,433	-
Total Homeland Security Grant Program				<u>264,124</u>	<u>-</u>
Total U.S. Department of Homeland Security				<u>264,124</u>	<u>-</u>
Total Federal Expenditures				<u>\$ 24,380,374</u>	<u>\$ 4,771,805</u>

Alamo Area Council of Governments
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended December 31, 2022

State Grantor/Program Title	Grant Number	Expenditures	Passed Through to Subrecipients
STATE AWARDS			
<u>Texas Health and Human Services Commission</u>			
State General Revenue – Bexar AAA FY22	HHS000874100003	\$ 382,549	\$ 110,791
State General Revenue – Bexar AAA FY23	HHS000874100003	67,731	-
State General Revenue – Alamo AAA FY22	HHS000874100001	227,053	36,747
State General Revenue – Alamo AAA FY23	HHS000874100001	19,691	-
Subtotal		<u>697,024</u>	<u>147,538</u>
State General Revenue – Bexar AAA - ADRC FY22	HHS000541100001	106,328	-
State General Revenue – Bexar AAA - ADRC FY23	HHS000541100001	44,374	-
State General Revenue – Alamo AAA - ADRC FY22	HHS000270200022	69,074	-
State General Revenue – Alamo AAA - ADRC FY23	HHS000270200022	25,401	-
Subtotal		<u>245,177</u>	<u>-</u>
Senior Companion Program FY21	HHS000871100027	399	-
Senior Companion Program FY22	HHS000871100027	4,976	-
Subtotal		<u>5,375</u>	<u>-</u>
State General Revenue – FY22	HHS000994500001	2,349,795	-
Permanency Planning	HHS000994500001	44,913	-
Community Living Options Information Process (CLOIP)	HHS000994500001	88,789	-
IDD Crisis Intervention Specialists	HHS000994500001	131,630	-
IDD Crisis Respite Services	HHS000994500001	299,180	-
Nursing Facility Specialized Services	HHS000994500001	1,110,076	-
Subtotal		<u>4,024,383</u>	<u>-</u>
State General Revenue – FY23	HHS000994500001	1,096,030	-
Permanency Planning	HHS000994500001	20,762	-
Community Living Options Information Process (CLOIP)	HHS000994500001	70,630	-
IDD Crisis Intervention Specialists	HHS000994500001	80,712	-
IDD Crisis Respite Services	HHS000994500001	173,357	-
Nursing Facility Specialized Services	HHS000994500001	620,684	-
Subtotal		<u>2,062,175</u>	<u>-</u>
Total Texas Health and Human Services Commission		<u>7,034,134</u>	<u>147,538</u>
<u>Commission on State Emergency Communications</u>			
911 Emergency Communications	FY2021	656,838	-
911 Emergency Communications	FY 2022	788,719	-
911 Emergency Communications	FY 2023	479,597	-
Subtotal		<u>1,925,154</u>	<u>-</u>
Total Commission on State Emergency Communications		<u>1,925,154</u>	<u>-</u>
<u>Office of the Governor – Criminal Justice Division</u>			
Homeland Security Planning FY22	22-00084	37,000	-
Homeland Security Planning FY23	22-00527	12,333	-
Subtotal		<u>49,333</u>	<u>-</u>

Alamo Area Council of Governments
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended December 31, 2022

State Grantor/Program Title	Grant Number	Expenditures	Passed Through to Subrecipients
STATE AWARDS (Continued)			
<u>Office of the Governor – Criminal Justice Division (continued)</u>			
Regional Criminal Justice Coordination FY22	22-00084	\$ 108,045	\$ -
Regional Criminal Justice Coordination FY23	22-00527	54,023	-
Subtotal		<u>162,068</u>	<u>-</u>
Regional Police Training Academy FY23	14859-18	547,006	-
Defense Economic Adjustment Assistance Grant (DEAAG)	2020-01-03	2,113,621	2,113,621
Total Office of the Governor – Criminal Justice Division		<u>2,872,028</u>	<u>2,113,621</u>
<u>Judicial Commission on Mental Health</u>			
Supreme Court of Texas Court Improvement Projects	201-22-2022	22,158	-
Total Judicial Commission on Mental Health		<u>22,158</u>	<u>-</u>
<u>Texas Commission on Environmental Quality</u>			
Rider 7 Air Quality	582-20-11984	175,902	-
Solid Waste Resource Recovery	582-22-30107	248,535	-
Total Texas Commission on Environmental Quality		<u>424,437</u>	<u>-</u>
<u>Texas Department of Housing and Community Affairs</u>			
Amy Young Barrier Removal Program	1002985	25,231	-
Total Texas Department of Housing and Community Affairs		<u>25,231</u>	<u>-</u>
<u>Texas Department of Transportation</u>			
Rural Public Transportation 2020 Cycle	RUR 2101 (15)	5,862	-
Rural Public Transportation 2021 Cycle	RUR 2201 (15) R-2021-AACOG-00080	1,066,724	-
Subtotal		<u>1,072,586</u>	<u>-</u>
Total Texas Department of Transportation		<u>1,072,586</u>	<u>-</u>
<u>General Land Office</u>			
Community Development Block Grant Disaster Recovery Progrma	18-497-002-B229	23,168	-
Total General Land Office		<u>23,168</u>	<u>-</u>
<u>Texas Veterans Commission</u>			
Housing 4 Texas Heroes	GT-HTX21-010	158,495	-
Rides 4 Vets FY22	GT-FVA21-021	145,452	-
Total Texas Veterans Commission		<u>303,947</u>	<u>-</u>
Total State Expenditures		<u>13,702,843</u>	<u>2,261,159</u>
Total Expenditures of Federal and State Awards		<u>\$ 38,083,217</u>	<u>\$ 7,032,964</u>

Alamo Area Council of Governments
Notes to Schedule of Expenditures for
Federal and State Awards
For the Year Ended December 31, 2022

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal and state awards (Schedule) activity of all applicable federal and state award programs of the reporting entity. The Council's reporting entity is defined in *Note 1* of the basic financial statements. Federal and state awards received directly from federal and state agencies, as well as awards passed through other government agencies, are included on the schedule of expenditures of federal and state awards. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the State of Texas Grants Management Standards (TxGMS). Because the Schedule presents only a selected portion of the operations of the Council, it is not intended to and does not present the financial position, or changes in net position of the Council.

Note 2: Summary of Significant Accounting Policies

Federal and state award expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The modified accrual basis of accounting is described in *Note 1* of the basic financial statements.

Note 3: Relationship to Federal and State Financial Reports

Grant expenditure reports as of December 31, 2022, which have been submitted to grantor agencies will, in some cases, differ slightly from amounts disclosed herein. The reports prepared for grantor agencies are often prepared at different dates and sometimes reflect refined estimates of year-end accruals. The reports will agree at termination of the grant, as the discrepancies noted are timing differences.

Note 4: Indirect Cost Rate

The Council has not elected to use the ten percent de minimis indirect cost rate as allowed in the *Uniform Guidance, Section 414*. Instead, the Council uses indirect and fringe benefit rates that are negotiated with the U.S. Economic Development Administration, which is the Council's designated federal cognizant agency. The Council uses a fixed-rate plus carry-forward provision.

Alamo Area Council of Governments

Notes to Schedule of Expenditures for

Federal and State Awards

For the Year Ended December 31, 2022

Note 5: Subawards from Discretely Presented Component Unit to Primary Government

In the administration of grants, the discretely presented component unit (AADC) may sometimes provide subawards to the primary government (AACOG). In accordance with federal and state guidelines, for purposes of determining Type A programs and reporting on the schedule of expenditures of federal and state awards, these subawards within the single audit reporting entity are eliminated.

Note 6: Federal Loan Programs

AACOG did not have any federal loan programs during the year ended December 31, 2022.

Alamo Area Council of Governments
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2022

8. Dollar threshold used to distinguish between Type A and Type B programs: \$750,000.

9. Auditee qualified as a low-risk auditee? *Yes* *No*

State Awards

10. Internal control over major state awards programs:

Significant deficiency(ies) identified? *Yes* *None reported*

Material weakness(es) identified? *Yes* *No*

11. Type of auditor’s report issued on compliance for major state programs:

Unmodified *Qualified* *Adverse* *Disclaimer*

12. Any audit findings disclosed that are required to be reported by TxGMS?

Yes *No*

13. Identification of major state programs:

Name of State Program	Grant Number
Aging Cluster	(HHS000874100003, HHS000874100001, HHS000541100001, HHS0002702000022)
State General Revenue – IDD	(HHS000994500001)
Rural Public Transportation	(RU 2201 (15); R-2021-AACOG-0008)

14. Dollar threshold used to distinguish between Type A and Type B programs: \$750,000.

Alamo Area Council of Governments
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2022

Section II: Financial Statement Findings

Reference Number	Finding
No matters are reportable.	

Section III: Federal or State Award Findings and Questioned Costs

Reference Number	Finding
No matters are reportable.	

Alamo Area Council of Governments
Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2022

Reference Number	Summary of Finding	Status
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No matters are reportable.