

CITY OF LAREDO, TEXAS

ANNUAL COMPREHENSIVE FINANCIAL REPORT For Fiscal Year Ended 09/30/2022



CITY OF LAREDO, TEXAS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2022

PREPARED BY:
CITY OF LAREDO
FINANCIAL SERVICES DEPARTMENT
ACCOUNTING DIVISION

INTRODUCTION SECTION

CITY OF LAREDO, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For Fiscal Year Ended
September 30, 2022

TABLE OF CONTENTS
(To view a particular section, click on the text below)

	Page
INTRODUCTION SECTION	
Letter of Transmittal	I
Organizational Chart.....	XI
List of Elected and Appointed Officials.....	XII
 FINANCIAL SECTION	
Independent Auditor's Report.....	1
Management's Discussion and Analysis.....	5
 Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	19
Statement of Activities.....	21
Fund Financial Statements:	
Balance Sheet – Governmental Funds	22
Statement of Revenues, Expenditures, and Changes in	
Fund Balances – Governmental Funds.....	24
Reconciliation of the Statement of Revenues, Expenditures and Changes	
In Fund Balances of Governmental Funds to the Statements of Activities	25
Statement of Revenues, Expenditures and Changes in	
Fund Balances – Budget and Actual – General Fund	26
Fund Balances – Budget and Actual – America Rescue Act Fund.....	29
Statement of Net Position – Proprietary Funds.....	30
Statement of Revenues, Expenses, and Changes in	
Fund Net Position – Proprietary Funds.....	34
Statement of Cash Flows – Proprietary Funds	38
Statement of Fiduciary Net Position – Fiduciary Funds.....	42
Statement of Changes in Fiduciary Net Position – Fiduciary Funds.....	43
Notes to the Basic Financial Statements	44
 Required Supplementary Information	
Schedule of Changes in Net Position Liability-TMRS.....	119
Schedule of Changes in Net Position Liability-Laredo Firefighter Retirement.....	120
Schedule of Changes in Net Position Liability-LTMI.....	122
Schedule of Contributions-TMRS.....	124
Schedule of Contributions-Laredo Firefighter Retirement.....	126
Schedule of Contributions-LTMI.....	127
Schedule of Changes in Total OPEB Liability.....	128
	129

Combining and Individual Fund Financial Statements:

Debt Service

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Debt Service Funds	131

Combining and Individual Fund Financial Statements (cont.):

Nonmajor Governmental Funds

Combining Balance Sheet – Nonmajor Governmental Funds.	140
Changes in Fund Balances – Nonmajor Governmental Funds	150
Schedules of Revenues, Expenditures, and Changes in Fund Balances-Budget & Actual	
CDBG Special Revenue Fund.....	159
Housing Rehabilitation.....	160
Home Investment Fund	161
Emergency Shelter Fund	162
Home Investment Affordable Housing.....	163
Auto Theft Task Force.....	164
Financial Task Force.....	165
Special Police Program	166
911 Emergency Communications Fund	168
Health Fund.....	169
International Airport	172
Hotel Motel Occupancy Tax.....	174
Public Access Channel.....	175
Laredo Convention and Visitors Bureau	176
Recreation Fund.....	177
Parking Meters.....	178
Environmental Services	179
Keep Laredo Beautiful, Inc. Fund.....	181
Noise Abatement Lease Program.....	182
Sport and Community Venue.....	183
Sames Auto Arena	184
Laredo Public Facility Corporation	185
Max Mandel Golf Course.....	186
Parkland Acquisition/Park Improvements	187
Special Fire Grants	188
Downtown Tirz No. 1	189
Hamilton Housing Apartments.....	190
Police Trust Fund.....	191
Parks Capital Grants.....	192
Capital Grants.....	193
Contractual Obligations.....	194
Certificate of Obligation 2009 Issue	195
Certificate of Obligation 2012 Issue	196

Combining and Individual Fund Financial Statements (cont.):

Certificate of Obligation 2014 Issue	197
Certificate of Obligation 2015 Issue	198
Certificate of Obligation 2016 Issue	199
Certificate of Obligation 2017 Issue	200
Certificate of Obligation 2018 Issue	201
Certificate of Obligation 2019 Issue	202
Certificate of Obligations 2021 Issue.....	203
Airport Construction Fund	204
Capital Improvements.....	205
Canseco Endowment Fund.....	207

Internal Service Funds

Combining Statement of Net Position	210
Combining Statement of Revenues, Expenses and Changes in Fund Net Position	211
Combining Statement of Cash Flows	212
Risk Management.....	213
Health and Benefits.....	215
Fleet Management.....	217
Information Technology	219

Capital Assets

Comparative Schedules by Source.	221
Schedule of Changes by Function and Activity.....	222
Schedule by Function and Activity.....	225

Enterprise Funds

Combining Statement of Net Position	230
Combining Statement of Revenues, Expenses, and Changes in Net Position.....	232
Combining Statement of Cash Flows.....	233
Municipal Transit System.....	235
Bridge System.....	240
Municipal Housing Corporation.....	244
Waterworks System.....	248
Sewer System.....	252
Solid Waste Management.....	256

Fiduciary Funds

Statement of Net Position-Custodial Funds	262
Combining Statement of Changes in Assets and Liabilities-Custodial Funds	263
Combining Statement in Fiduciary Net Position- Pension Trust Funds	265

STATISTICAL SECTION

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

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

1	Net Position by Component	268
2	Changes in Net Position.....	270
3	Changes in Fund Balance, Governmental Funds	272
4	Fund Balance, Governmental Funds	273
5	General Governmental Tax Revenues by Source	274

Revenue Capacity

These schedules contain trend information to help the reader assess the government's most significant local revenue source, the property tax.

6	Property Tax Levies and Collections	275
7	Assessed and Estimated Actual Value of Taxable Property.....	276
8	Property Tax Rates – Direct and Overlapping Governments.....	277
9	Special Assessments Billing and Collections.....	278
10	Principal Taxpayers	279

Debt Capacity

These schedules contain trend information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

11	Computation of Legal Debt Margin and Authorized and Unissued Bonds.....	280
12	Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt per Capita.....	281
13	Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Government Expenditures	282
14	Computation of Direct and Overlapping Debt	283
15	Schedule of Revenue Bond Coverage – Bridge, Water, Sewer System, and Sports Venue	284
16	Ratios of Outstanding Debt by Type	286

STATISTICAL SECTION (Cont.)

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

17	Demographics Statistics	287
18	Property Value, Construction and Bank Deposits	291
19	Principal Employers	292
20	Principal Water Consumers	293

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report.

21	Miscellaneous Statistics	294
22	Insurance in Force	306
23	Full-Time Equivalent City Government Employees by Function	307
24	Operating Indicators by Function	308
25	Capital Assets Statistics by Function.....	310

Continuing Disclosure Information	313

SINGLE AUDIT.	357

This page intentionally left blank



March 29, 2023

To the Honorable Mayor, Members of the Governing Council, and Citizens of the City of Laredo.

We are pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of Laredo, Texas for the fiscal year ending September 30, 2022. The ACFR was prepared by the Financial Services Department. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material aspects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

This report consists of management's representations concerning the finances of the City of Laredo. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is design both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Laredo's financial statements in conformity with GAAP (Generally Accepted Accounting Principles). Because the cost of internal controls should not outweigh the benefits, the City of Laredo's comprehensive framework of internal controls has been design to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Canales, Garza, & Baum Co., P.L.L.C., a firm of licensed certified public accountants, have audited the City of Laredo's financial statements. The goal of

the independent audit was to provide reasonable assurance that the financial statements of the City of Laredo for the fiscal year ended September 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Laredo's financial statements for the fiscal year ended September 30, 2022 are presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

In addition, the City has an Internal Audit Division. The division reports directly to the Mayor and City Council. Its primary responsibility is to measure and evaluate the City's accounting and operational controls. This division was directly established to ensure that the City's assets are safeguarded and to provide reasonable assurance of proper accounting and operational activities to our public.

The independent audit of the financial statements of the City of Laredo was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal and state granting agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the Single Audit Section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Laredo's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Laredo incorporated in 1755. It is located on the north banks of the historical Rio Grande River. Laredo is unique because it is the only City to operate international bridges between two Mexican states. The City owns, maintains and operates four-border crossing, three with Nuevo Laredo, Tamaulipas, Mexico and one with Colombia, Nuevo Leon, Mexico. Laredo is at the center of the primary trade route. It is the only border city strategically positioned at the convergence of all land transportation systems between Canada, the United States and Mexico. The City of Laredo is the largest city in the County of Webb with an estimated population of 258,014 in 2022, according to the U.S. Census estimates.

The City of Laredo is empowered to levy a property tax on both real and personal properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the City Council.

The City of Laredo operates under the council-manager form of government. The policy-making and legislative authority are vested to the City Council consisting of the Mayor and eight Council members. The governing council is responsible, among other things for passing ordinances, adopting budgets, appointing committees, and the hiring of the City Manager. The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the day-to-day operations of the government, and for appointing the directors of the various departments. The council is elected on a non-partisan basis. Council members may serve up to two (2) four (4) year terms. The mayor is elected to serve a four-year term with a limit of two (2) terms. All council members are elected by district. The mayor is elected at large.

The City of Laredo provides a full range of municipal services including police and fire protection, parks, recreational and cultural activities, libraries, recycling services, public health and social services, municipal housing, animal care facility, public improvements, public bus transportation, water and wastewater services, sanitation services, four international bridges, an international airport, planning and zoning, and general administrative services. As such, these activities are reflected in the financial statements along with the capital project funds, debt service fund, internal service funds, and fiduciary funds. These financial statements were prepared in accordance with GAAP for local governments as prescribed by the Government Accounting Standards Board (GASB).

The financial statements include component units of the City of Laredo. Component units are units that are legally separate organizations. The City and our elected officials are financially accountable for these component units. The City's component unit entities include:

- Laredo Transit Management, Inc.
- Laredo Convention and Visitor's Bureau
- Laredo Fire Fighters' Retirement System
- Keep Laredo Beautiful, Inc
- Laredo Public Facilities Corporation - La Terraza, LLC
- Sames Auto Arena
- Max Mandel Municipal Golf Course
- Tax Increment Reinvestment Zone Number One

All these entities are explained in more detail on note #1 of the Notes to the Basic Financial Statements portion of the Annual Comprehensive Financial Report.

The annual budget serves as the foundation for the City of Laredo's financial planning and control. The City Manager presents a proposed balanced budget to the City Council for review through council workshops. The council is required to hold public hearings on the proposed budget and to adopt a final budget by no later than September 30, the close of the City of Laredo's fiscal year. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g. police). Department Directors may make transfers of appropriations within a department through an insufficient appropriation notice that is reviewed by the Budget, Finance and City Manager's Office depending on the dollar value. Transfers of appropriations between funds require the special approval of the City Council. Budget-to-actual comparisons are provided in these reports for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, this comparison is presented as part of the basic financial statements for the governmental funds.

For governmental funds, other than the General Fund, with appropriated annual budgets, this comparison is presented in the non-major governmental fund subsection of this report. Also included in the governmental fund subsection are project-length budget-to-actual comparisons for each governmental fund for which a project-length budget has been adopted (i.e., the special revenue and enterprise funds).

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Laredo operates.

Local economy: Laredo is strategically positioned with a large transportation and warehousing industry. Trade between the United States and México is a vital part of our economy. The Port of Laredo is the #1 inland port in the United States and the #3 port in the nation just behind Chicago O'Hare International Airport and Port of Los Angeles California. We have four (4) international bridges; two of which are commercial crossings and have over 2.74 million trucks crossing southbound annually. The Laredo Customs District trades over \$248.5 billion in imports and exports annually. Laredo remains the third largest U.S. Customs District in the country and the number one inland port. Only Los Angeles and New York, (both water ports) are above the Laredo Customs District.

We continue to host producers of goods from Mexico, Central and South America in order to bring additional commerce to our City and establish a stronger economic growth. Port Laredo is the nation's primary gateway for U.S. exports to and imports

from México. During the workweek, more than 10,500 trucks cross daily into Laredo. On rail, more than 1,120 rail cars pass through Laredo daily, making it one of the top railroad interchanges in the U.S. and the busiest on the Southern Border. Mexico, China, Japan, France, Japan and Nicaragua are Laredo's top trade partners with a trade value of \$246 billion in both imports and exports.

Top imports totaled \$149.4 billion that crossed through Laredo were:

- Motor vehicle parts - \$18.59 billion
- Passenger Vehicles - \$10.28 billion
- Tractors - \$7.16 billion
- Commercial Vehicles - \$6.05 billion
- Computer - \$6.02 billion
- Cell Phone Equipment - \$5.59 billion
- Insulated wire, cable - \$4.57 billion
- Air conditioner machines - \$3.79 billion
- Refrigerators, freezers - \$3.48 billion
- Seats, excluding Barber, Dental - \$2.94

Top exports totaled \$99.12 billion that crossed through Laredo were:

- Motor vehicle parts - \$10.18 billion
- Diesel engines - \$4.48 billion
- Gasoline, other fuels - \$4.34 billion
- Plastics - \$2.04 billion
- Corn - \$1.55 billion
- Chemicals reaction accelerators - \$1.55 billion
- Natural gas, liquified natural gas - \$1.53 billion
- Refined copper, alloys unwrought - \$1.43 billion
- Catalytic converters, air & oil filters - \$1.27 billion
- Cell phone equipment - \$1.16 billion

The international trade has been enhanced by other projects such as the two Cold Storage Facilities built in our international commercial bridges and Federal Inspection Station (FIS) at the Laredo International Airport. The cold storage facilities have expedited the import of fruit and vegetables as well as the flowers from Central and South America. City Council approved a third cold storage facility in September 2020 which will help generate more imports of fruit and vegetables. The FIS at the Laredo International Airport allows Mexican Customs to pre-clear American goods imported into Mexico. This is the only international inspection in the United States. The purpose is to reduce delivery times and cost into a Mexican bonded facility. Various Mexican airports located throughout Mexico are approved to participate in this program as well as major automotive companies such as General Motors, Chrysler and Ford Motor Company.

In addition to the FIS facility, the Laredo International Airport handled approximately 741.53 million pounds of cargo in gross landed weight.

Financial Policies

The City Charter of the City of Laredo requires the submission of an annual operating balance budget and a capital program. The operating budget requires an annual review and analysis of all revenues and expenditures. It outlines the proposed financial goals and objectives for the ensuing fiscal year. Policies requires that the General Fund must maintained a 15% of total appropriated operating expenses as fund balance. Texas statues requires that City's total tax supported debt shall not exceed 10% of the total assessed valuations and the City complies with this requirement. As of September 30 2022, to City's tax supported debt was \$134.80 million. The City is complying with the requirement of the Public Funds Investment Act. The City's investment portfolio as of September 30, 2022 was \$871.49 million. The main objectives of the City's investment policy are the preservation and safety of principal, liquidity and yield. The capital program is a five-year program that lists all capital improvements, which are propose to be undertaken during the next five fiscal years. It serves as a guide for future planning. The program is revised and updated, on a yearly basis, to reflect the needs and priorities of the City. Cost estimates, methods of financing and recommended time schedules are included as part of the five-year plan. Below is a summary of the Capital Improvement Program.

Capital Improvement Program 2023-2027

	2023	2024	2025	2026	2027	Total
General Government	\$ 13,752,874	\$ 5,310,000	\$ 400,000	\$ 40,000,000	\$ -	\$ 59,462,874
Health & Welfare	27,821,214	14,449,000	3,999,000	749,000	749,000	47,767,214
Public Safety	27,599,612	14,565,000	12,572,000	7,479,040	5,906,121	68,121,773
Public Works	584,276,645	126,242,854	24,083,000	8,000,000	4,000,000	746,602,499
Utilities	68,012,766	168,137,700	206,258,296	77,464,666	107,109,000	626,982,428
Cultural & Recreationa	3,295,000	1,710,000	500,000	500,000	8,355,000	14,360,000
Transportation	163,173,339	13,651,133	10,795,323	17,838,023	7,701,523	213,159,341
	<u>\$ 887,931,450</u>	<u>\$ 344,065,687</u>	<u>\$ 258,607,619</u>	<u>\$ 152,030,729</u>	<u>\$ 133,820,644</u>	<u>\$ 1,776,456,129</u>

MAJOR INITIATIVES

For the Year 2022-2023

The City staff, following the direction of the City Manager, have addressed and completed various projects during the year. The projects adopted by City Council annually through a five-year Capital Improvement Plan are been implemented as funding is secure. These projects reflect the City's commitment to building a better

Laredo and provide its citizens with a better quality of life, economic prosperity and safety.

- Completion of improvements to streets, including curb and gutter and other improvements at a cost of \$15.31 million during this fiscal year.
- Drainage improvements projects completed during the current year totaled \$7.46 million
- Infrastructure projects at a cost of \$11.02 million were completed during fiscal year 2022. Among the completed projects includes sidewalks, parks improvements traffic signal improvements and street lighting improvements throughout the City. The City of Laredo is the first city in the AEP Texas service area to convert to 100% LED lighting. The next phase of the project will be to convert Laredo's city parks and other city-owned buildings to LED lighting.
- Improvements to the utilities system water and sewer lines and plant improvements at a cost of \$22.17 million.
- Acquisition of machinery and equipment including vehicles and equipment for all City departments total \$2.77 million.
- Land at a cost of \$3.72 million was acquired during the fiscal year for City's South Laredo Sports Venue Complex, Springfield Avenue extension project, acquisition of easements and others.
- Work continues on other projects and \$16.01 million was added to the construction in process for governmental activities. The projects include Airport Improvements for the cargo apron and taxiway improvements. Other projects that are underway includes work on a major arterial in south Laredo for Los Presidentes arterial. The road that will provide a much needs ingress and egress to various subdivisions.
- The business type activities added \$18.45 million to the construction in progress. Major projects underway for the Utilities System include the following: Lyon Tank Improvements, major waterline improvements, Sierra Vista Booster Station, Manadas Creek wastewater treatment plant, UNITEC wastewater treatment plant, Eastern Chacon Creek interceptor among other projects.

Future Major Initiatives

The City started the budget process by meeting with most department. The budget identifies funding to address the City Council's goals and objectives. The budget

also provides the necessary funding to continue to provide essential services. The adopted budget focuses on the issues that continue to emerge since the pandemic such as in public health, housing programs and job creation. Federal and state grants are used to address some of these issues

The City address these priorities in its FY 2023 budget by allocating funds in the various funds of the City. The major funds addressing these priorities include the following:

- The Health Department manages over 47 programs and services to achieve health equity, regardless of social position or socially determined circumstances. The Health Department is expected to receive an additional twelve grants to continue to provide health services to the general community.
- The Department of Community Development Department will administer new funding of over \$5.3 million for various housing programs. The City continues to combat homelessness in our community by working with local organizations. We have also allocated \$2 million for the construction of a facility that will be used to combat homelessness.
- The City's General Fund budget includes \$150.5 million for public safety that funds the Fire, Police and Traffic Departments. This amount represents an increase of almost \$1 million from the previous year.
- The City continues to work with Federal and State agencies in order to improve the City's traffic infrastructure. Transportation plays a major role in the city's economy. Laredo is the number one inland port in the nation. We continue to work on the much-needed Bridge expansion while also working on the Bridge 4/5 project.
- The Water and Sewer systems continue to work to improve their infrastructure. The City is expected to sell approximately \$627 million in revenue bonds within the next five year. The Water system is expected to sell \$337 million and the Sewer system is expected to sell \$290 million.
- The budget also contemplates the sale of contractual obligations bonds in the amount of \$30 to \$35 million during the last quarter of fiscal year 2023. The bond will be used to acquire equipment for public safety, building rehabilitation, roads and street improvements.

Awards and Acknowledgements

The City has received the Government Finance Officers Association of the United States and Canada (GFOA) award a Certificate of Achievement for Excellence in Financial Reporting for thirty-three years. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for only a one-year period. We believe that our current comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

In addition, the City of Laredo also received the GFOA's Distinguished Budget Presentation Award for its twenty-eight consecutive year. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report.

In closing, please accept our sincere gratitude to the Mayor and City Council for their unfailing support in maintaining the highest standards of professionalism in the management of the City of Laredo's finances.

Respectfully,



Rosario Camarillo - Cabello
Deputy City Manager



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Laredo
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2021

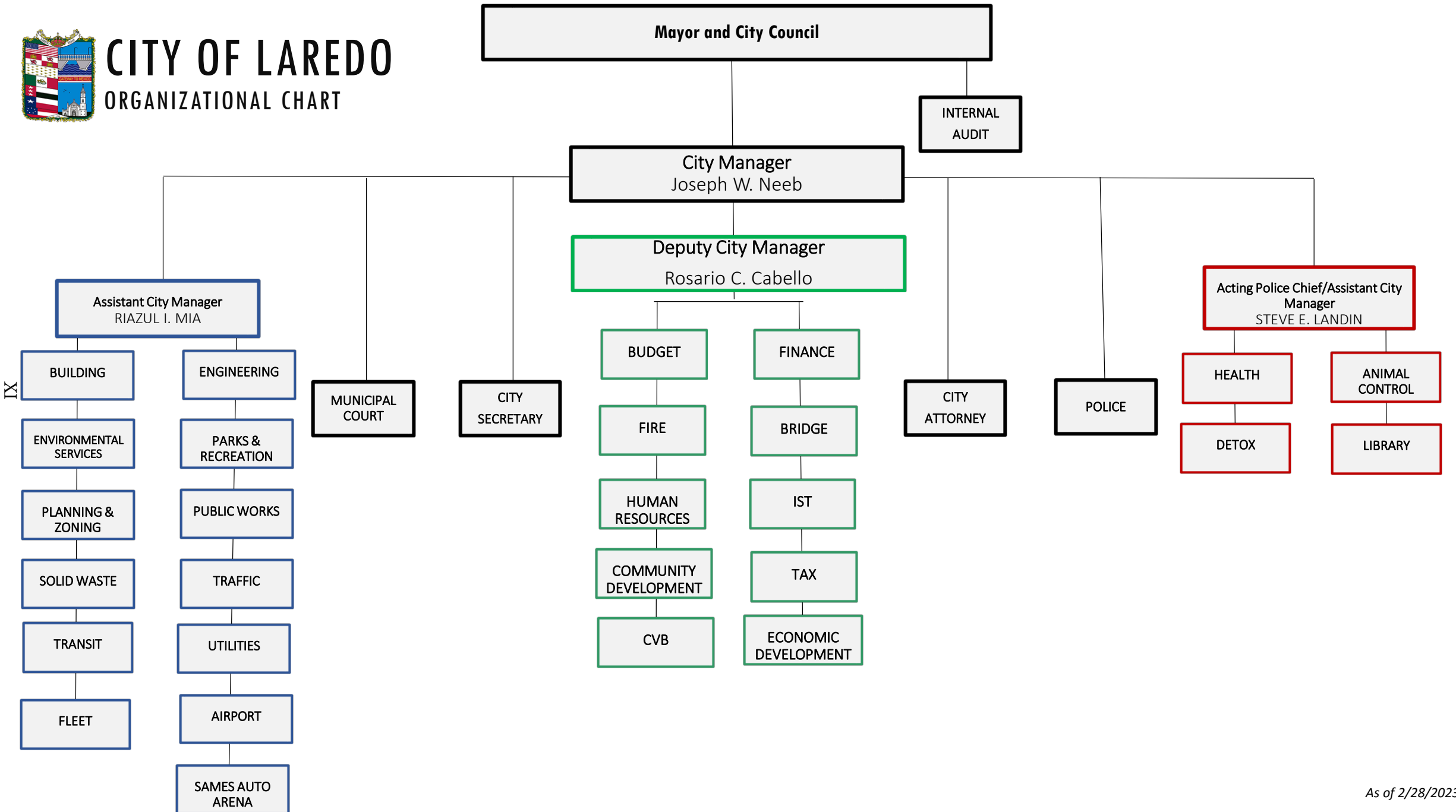
Christopher P. Morill

Executive Director/CEO



CITY OF LAREDO

ORGANIZATIONAL CHART



**CITY OF LAREDO, TEXAS
ADMINISTRATIVE OFFICIALS**

CITY COUNCIL

Dr. Victor D. Trevino, Mayor

COUNCIL MEMBER	DISTRICT	COUNCIL MEMBER	DISTRICT
Gilbert Gonzalez, Jr.	I	Ruben Gutierrez Jr.	V
Daisy Campos-Rodriguez	II	Dr. David Tyler King	VI
Melissa R. Cigarroa	III	Vanessa Perez-Mayor Pro Tempore	VII
Alberto Torres, Jr.	IV	Alyssa Cigarroa	VIII

CITY STAFF

Joseph W. Neeb, City Manager

Rosario C. Cabello, Deputy City Manager

Riazul I. Mia, Assistant City Manager

Steve E. Landin, Assistant City Manager

Jose F. Castillo, Acting Finance Director

Doanh T. Nguyen, City Attorney

FINANCIAL SECTION

Aaron Canales, CPA
Juan José Garza, CPA
† J. Clayton Baum, CPA
Guadalupe Garcia-Wright, CPA



INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financials Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Laredo, Texas, as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Laredo, Texas' basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Laredo, Texas, as of September 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof, and the budgetary comparison for the General Fund 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Laredo, Texas and to meet our 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.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Laredo, Texas' ability to continue as a going concern for twelve 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 generally accepted auditing standards and *Governmental 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 generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatements of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Laredo, Texas' 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Laredo, Texas' 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 budgetary comparison 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 auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Laredo, Texas' basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules, and the schedules of expenditures of federal and state 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 *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 auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules and the schedules 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 report. The other information comprises the introductory 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 information exists, we are required to describe it in our report.

Report on Other Legal and Regulatory Requirements

Texas Water Code, Chapter 16, Section 16.356(a) Compliance

In connection with our audit, nothing came to our attention that caused us to believe that the City of Laredo, Texas failed to comply with the provisions of the Texas Water Code, Chapter 16, Section 16.356(a) insofar as they relate to accounting matters. However, our audit was not directed toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the City of Laredo, Texas noncompliance with the above referenced provision insofar as they relate to accounting matters.

Restricted Use Relating to Texas Water Code, Chapter 16, Section 16.356(a) Compliance

The communication related to compliance with the aforementioned provision relating to Texas Water Code, Chapter 16, Section 16.356(a) Compliance is intended solely for the information and use of the Mayor, City Council and management of the City of Laredo, Texas and the Texas Water Development Board and is not intended to be and should not be used by anyone other than those specified parties.

Report on Other Legal and Regulatory Requirements - Texas Water Code, Chapter 16, Section 16.356(a) Compliance

The City of Laredo, Texas did not use any revenue received from fees collected from a water supply or sewer service constructed in whole or in part from funds from the economically distressed areas program account for purposes other than utility purposes as stated on Texas Water Code, Chapter 16, Section 16.356(a) and as communicated in the aforementioned Compliance paragraph.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2023, on our consideration of the City of Laredo, Texas' 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 City of Laredo, Texas' 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 City of Laredo, Texas' internal control over financial reporting and compliance.

Canales, Hargis & Baum, PLLC

Laredo, Texas
March 29, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

The City of Laredo's Management's Discussion and Analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the City's financial activity, (c) identify changes in the City's financial position (its ability to address the next and subsequent years' challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns.

This section of the City of Laredo's annual comprehensive financial report presents our discussion and analysis of the City's financial performance during the fiscal year that ended September 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows by \$878.22 million (net position) which represent an increase of \$91.99 million from the previous year. The increase in the net position is mainly the result of the recognition of a decrease of \$34.42 million in Net Pension Obligation – OPEB and a decrease of \$65.07 million in Net Pension Liability. The unrestricted net position would under normal circumstances, be used to meet the government's ongoing obligations to its citizens and creditors.
- The City's governmental activities reported a combined ending net position of \$408.98 million. This represents an increase of \$48.99 million. The business type activities reported a combined ending net position of \$469.24 million, representing an increase of \$43.01 million. These are the results of the operations of the City for the fiscal year.
- The City's governmental funds reported a combined ending fund balances of \$298.64 million, an increase \$4.94 million compared to the fiscal year 2021 ending fund balance. The total fund balances consist of \$165.58 million in restricted balances, \$49.36 million is committed, \$86.91 million is assigned, \$137,499 is non-spendable and \$3.35 is an unassigned deficit.
- At the end of the current fiscal year, total fund balance for the General Fund of \$45.70 million represented 23.32% of General Fund expenditures net of capital outlay.
- During the fiscal year, the City issued \$122.22 million in long-term debt. Principal payments paid during the fiscal year were \$47.50 million for a net increase in long-term liabilities of \$74.71 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts - management's discussion and analysis (this section), the basic financial statements, required supplemental information, and an option section that presents combining statements for non-major Governmental Funds and Internal Service Funds. The basic financial statements include two different formats in viewing the information.

- The first two statements are Government-wide financial statements that provide both long-term and short-term information about the City's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the City Government, reporting the City's operations in more detail than the Governmental-wide statements.
- The Governmental funds tell how general government services such as public safety were financed in the short term as well as what remains for future spending.
- Proprietary fund statements offer short and long-term financial information about the activities the government operates like a business, such as the Bridge, Transit, and Water and Sewer funds.

- Fiduciary fund statements provide information about the financial relationships as an example, the retirement plan for the City's employees in which the City acts solely as a trustee or agent for the benefit of others, to whom the resources mentioned above, belong.

Figure A-1

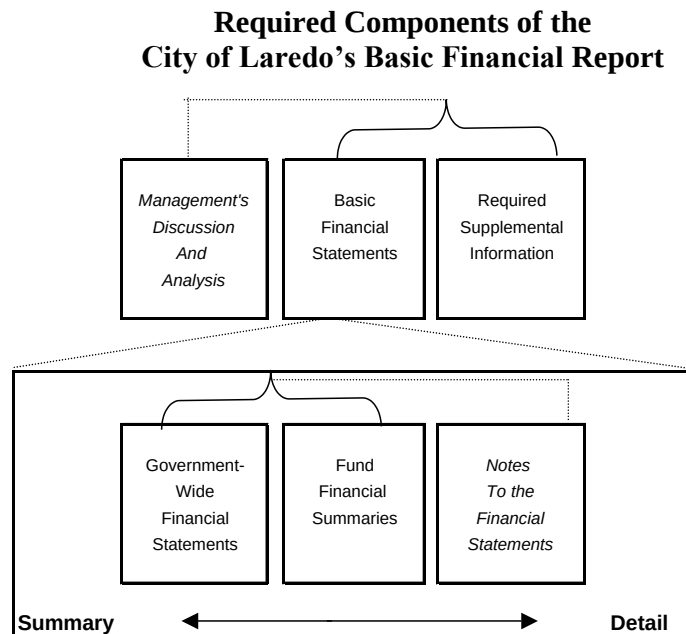
FUND FINANCIAL STATEMENTS

	Government – Wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	• Statement of net position • Statement of activities	• Balance sheet • Statement of Revenues and Expenditures, and changes in fund balances	• Statement of net position • Statement of Revenues, expenses, and changes in net position • Statement of Cash Flows	• Statement of fiduciary net position • Statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital and short-term and long-term	All assets and liabilities, both short-term and long-term the City's funds do not currently contain capital assets, although they can.
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid.	Revenues for which cash is received during or soon after the year; expenditures when goods and services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year; regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid

Figure A-1 summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the financial statements.

The financial statements also include notes that explain some of the information in the financial statements and provide data that are more detailed. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. Figure A-2 shows how the required parts of this annual report are arranged and related to one another. In addition, these required elements, we have included a section with combining statements that provide details about our non-major Governmental Funds and Internal Service Funds, each of which are added together and presented in single columns in the basic financial statements.

Figure A-2



Government-wide Statements

The *Government-wide statements* are design to provide readers with a broad overview of the City of Laredo's finances, in a manner similar to a private-sector business.

The *Statement of Net Positon* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net positon*. Overtime, increases and decreases in net position may serve as a useful indicator of the City's financial health or position.

- Increases or decreases in the City's net position are indicators of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City consideration to non-financial factors such as changes in the City's property tax base and the condition of the City's roads.

The Government-wide financial statements of the City are divided into three activities:

- Government activities- Most of the City's basic services are included here, such as the police, fire, parks, public works, health, library departments, and general administration. Sales taxes and property taxes, charges for services, and the state and federal grants finance most of these activities.
- Business-type activities – The City charges fees to customers to help it cover its cost of certain services it provides. The City's Utilities System operations and Bridge toll revenues are included here.
- Blended Component units – The City includes six other entities in its report. These entities are Laredo Municipal Transit System, Laredo Convention and Visitors' Bureau, Laredo Firefighters' Retirement System, Laredo Public Facilities Corporation-La Terraza, LLC, Sames Auto Arena and the Max Mandel

Municipal Golf Course. Although legally separate, these “component units” are important because the City is financially accountable for them.

Fund Financial Statements

The fund financial statements provide detailed information about the City’s most significant funds – not the City as a whole. Funds are group by related accounts that the City uses to keep track of the specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The City Council has established other funds to account for particular purposes or projects and or to show that it is properly using certain revenue sources.

The City has three kinds of funds:

- *Governmental funds* – Most of the City’s basic services are included in Governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the Governmental Fund Statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be use in the near future to finance the City’s programs. Because this information does not encompass the additional long-term focus of the Government-wide Statements, we provide additional information at the bottom of the Governmental Funds Statements, or on the subsequent page, that explains the relationship (or differences) between them.
- *Proprietary funds* – Services for which the City charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the Government-wide Statements, provide both long-term and short-term financial information. These funds are generally used to account for services for which the City charges customers either outside customers or internal cost centers of the City.
 - Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Municipal Transit System, Bridge System, Municipal Housing, Waterworks, Sewer, and Solid Waste Funds.
 - Internal service funds are an accounting devise used to accumulate and allocate costs internally among the City’s various functions. The City uses its internal service funds to account for its Risk Management, Health & Benefits, Fleet and Information Technology Funds.
- *Fiduciary funds* – The City is the trustee, or fiduciary, for its employee’s pension plans. It is also responsible for other assets that – because of a trust arrangement can be used only for the trust beneficiaries. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the City’s fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the City’s Government-wide financial statements because the City cannot use these assets to finance operations.

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 follow the basic financial statements.

Required Supplemental Information – In addition to the basic financial statements and accompanying notes, the Annual Comprehensive Financial Report also presents certain required supplemental information. These schedules include a budgetary comparison and information concerning the City’s funding of its pension obligations and other postemployment benefits.

Other Information – Following the required supplemental information are additional schedules such as the combining statements referred to above in connection with non-major governmental funds, internal service funds and fiduciary funds and schedules of expenditures for capital projects.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position. The City’s combined net position totaled \$878.22 million as of September 30, 2022. The net position of the City is further breakdown between the governmental net position of \$408.98 million and the business-type net position is \$469.24 million. This analysis focuses on the net position (Table A-1) and changes in general revenues (Table A-2) and significant expenses of the City’s governmental and business-type activities.

The largest portion of the City’s net position reflects its investment in capital assets (e.g., land, building, equipment, improvements, construction in progress and infrastructure), less any debt used to acquire those assets. The City uses these capital assets to provide service to citizens; consequently, these assets are not available for future spending. Although the City’s investment in capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Table A-1

City of Laredo’s Net Position September 30, 2022 and 2021

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 487,691,242	\$ 409,971,602	\$ 229,170,115	\$ 197,091,423	\$ 716,861,357	\$ 607,063,025
Capital assets	742,112,167	717,218,095	999,806,638	891,236,549	1,741,918,805	1,608,454,644
Total Assets	1,229,803,409	1,127,189,697	1,228,976,753	1,088,327,972	2,458,780,162	2,215,517,669
Deferred Outflows of Resources	99,860,379	120,265,576	22,182,266	21,255,406	122,042,645	141,520,982
Total assets and deferred outflows of resources	1,329,663,788	1,247,455,273	1,251,159,019	1,109,583,378	2,580,822,807	2,357,038,651
Current liabilities	121,170,354	100,649,321	54,628,996	49,182,634	175,799,350	149,831,955
Non-current liabilities	596,911,214	695,321,409	721,535,000	631,654,072	1,318,446,214	1,326,975,481
Total Liabilities	718,081,568	795,970,730	776,163,996	680,836,706	1,494,245,564	1,476,807,436
Deferred inflows of resources	202,599,790	91,487,343	5,756,549	2,518,333	208,356,339	94,005,676
Total liabilities and deferred inflows of resources	920,681,358	887,458,073	781,920,545	683,355,039	1,702,601,903	1,570,813,112
Net Position:						
Net investments in capital assets	588,565,005	599,421,456	317,844,036	248,734,311	906,409,041	848,155,767
Restricted	80,844,913	67,998,262	80,570,657	68,666,984	161,415,570	136,665,246
Unrestricted	(260,427,488)	(307,422,518)	70,823,781	108,827,044	(189,603,707)	(198,595,474)
Total net position	\$ 408,982,430	\$ 359,997,200	\$ 469,238,474	\$ 426,228,339	\$ 878,220,904	\$ 786,225,539

A portion of the City's net position or \$161.42 million represents resources that are subject to external restrictions on how they may be used. The City of Laredo has sufficient funds to meet requirements for cash outlays in the next fiscal year and has the financial capacity to meet its long-term obligations in the years to come. The City's policy has been to make reasonable and continuous efforts to fund all long-term liabilities. The City's restricted net position increased by \$24.75 million or 18.11% over the prior year.

Generally, the net position generated by governmental activities are either externally restricted or invested in capital assets. Unrestricted governmental activities net position increased by \$47.00 million decreasing the negative balance to \$260.43 million for the year. The negative balance is due to the recognition of unfunded liability of \$172.16 million for the net pension obligation for OPEB.

Unrestricted net position in the business-type activities reflect a decrease of \$38.00 million to a surplus balance of \$70.82 million as of September 30, 2022.

The table below provides a summary of the City's operations for the year ended September 30, 2022. Governmental activities increased the City's net position by \$48.99 million, while Business-Type activities increased by \$43.01 million. The City's Net Position increased by \$92.00 million. Total revenues realized by the City total \$658.18 million for the year. (See Table A-2). Charges for services increased by \$42.82 million totaling \$343.31 million, which are comprised for the most part of administrative fees from all departments, bridge tolls and utility charges. As the economy continues to improve and international bridges were once again open to the general population bridge tolls increase by \$9.3 million. Increase demand for utility services generated an additional \$10 million in revenues. Capital, operating grants and contribution increase by \$36.47 million for revenue recognized from the American Rescue Plan Act Grant \$18.91 million and the Coronavirus Response and Relief Supplemental Appropriations Act, 2021 by \$1.5 million. Sales tax revenues increased by \$8.83 as a result of the improved economy and the opening of the international bridges. Property taxes revenues increased by \$3.6 million as a result of improve collection rates and increases in property valuation.

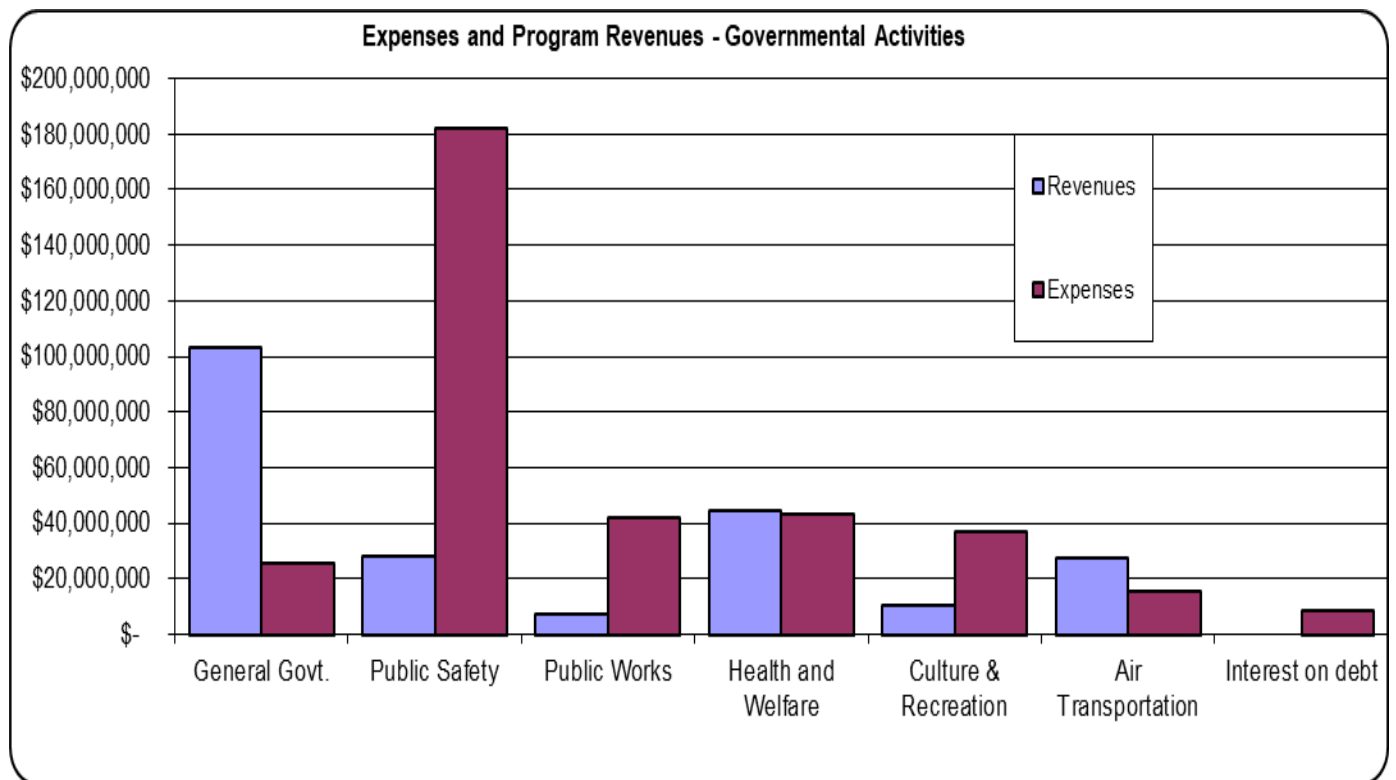
Total operating cost of all programs increased by \$90.14 million from the prior year to \$566.19 million. The most significant governmental expense for the City was in providing public safety, public works repairs and improvements and cultural and recreational activities. These expenses were offset by revenues collected by a variety of sources such as property taxes, fines, and forfeitures. The most significant portion of the public safety expenditures is personnel expenditures. The cost of personnel for the Police Department is \$77.70 and Fire Department at a cost of \$61.83 million. Police and Fire personnel cost includes salaries, wages, overtime and benefits.

Table A-2
City of Laredo's Changes in Net Position
September 30, 2022 and 2021

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program revenues:						
Charges for services	\$ 120,505,676	\$ 97,587,173	\$ 222,805,032	\$ 202,900,304	\$ 343,310,708	\$ 300,487,477
Operating grants and contributions	59,732,692	54,140,316	12,362,416	3,264,134	72,095,108	57,404,450
Capital grants and contributions	41,479,672	26,813,220	17,904,440	10,793,976	59,384,112	37,607,196
General revenues:						
Sales tax	56,183,584	47,350,096	10,727,110	9,134,586	66,910,694	56,484,682
Property taxes	99,649,010	96,486,425	-	-	99,649,010	96,486,425
Other taxes	14,216,590	11,828,761	-	-	14,216,590	11,828,761
Other	1,750,029	1,212,236	867,346	435,232	2,617,375	1,647,468
Total revenue	<u>\$ 393,517,253</u>	<u>\$ 335,418,227</u>	<u>\$ 264,666,344</u>	<u>\$ 226,528,232</u>	<u>\$ 658,183,597</u>	<u>\$ 561,946,459</u>

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Expenses:						
General Government	\$ 25,431,947	\$ 17,961,579	\$ -	\$ -	\$ 25,431,947	\$ 17,961,579
Public Safety	182,184,978	138,610,304	-	-	182,184,978	138,610,304
Public Works	42,213,162	39,967,506	-	-	42,213,162	39,967,506
Health & Welfare	43,608,358	41,051,472	-	-	43,608,358	41,051,472
Culture & Recreation	36,894,791	25,341,404	-	-	36,894,791	25,341,404
Air Transportation	15,530,885	14,927,530	-	-	15,530,885	14,927,530
Interest & Other long - term debt	8,343,652	7,773,879	-	-	8,343,652	7,773,879
Transit System	-	-	20,236,212	18,482,214	20,236,212	18,482,214
Bridge System	-	-	68,241,090	53,016,352	68,241,090	53,016,352
Solid Waste	-	-	26,951,219	24,895,900	26,951,219	24,895,900
Water System	-	-	57,247,896	55,448,024	57,247,896	55,448,024
Sewer System	-	-	37,344,119	35,916,953	37,344,119	35,916,953
Municipal Housing	-	-	1,959,923	2,650,831	1,959,923	2,650,831
Total expenses	354,207,773	285,633,674	211,980,459	190,410,274	566,188,232	476,043,948
Inc (dec) in net position before transfers	39,309,480	49,784,553	52,685,885	36,117,958	91,995,365	85,902,511
Transfers	9,675,750	12,427,673	(9,675,750)	(12,427,673)	-	-
Change in Net Position	48,985,230	62,212,226	43,010,135	23,690,285	91,995,365	85,902,511
Net position, beginning	359,997,200	297,784,974	426,228,339	402,538,054	786,225,539	700,323,028
Prior Period Adj.	-	-	-	-	-	-
Net position, ending	\$ 408,982,430	\$ 359,997,200	\$ 469,238,474	\$ 426,228,339	\$ 878,220,904	\$ 786,225,539

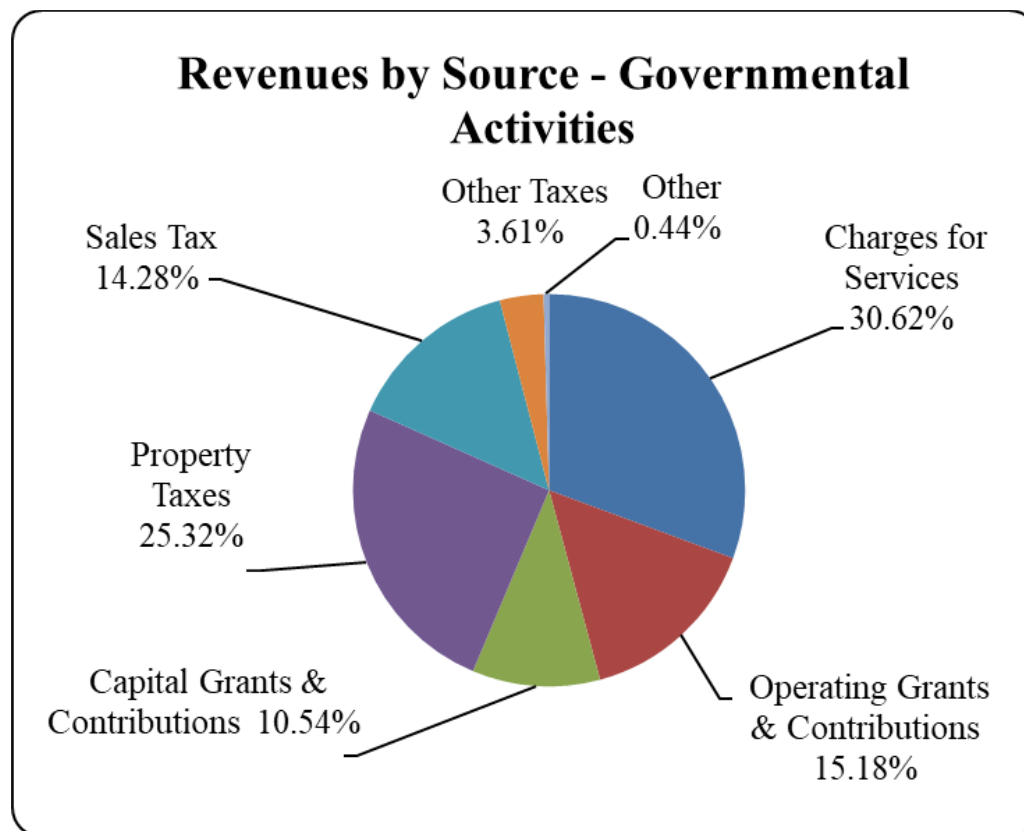
Graph 1



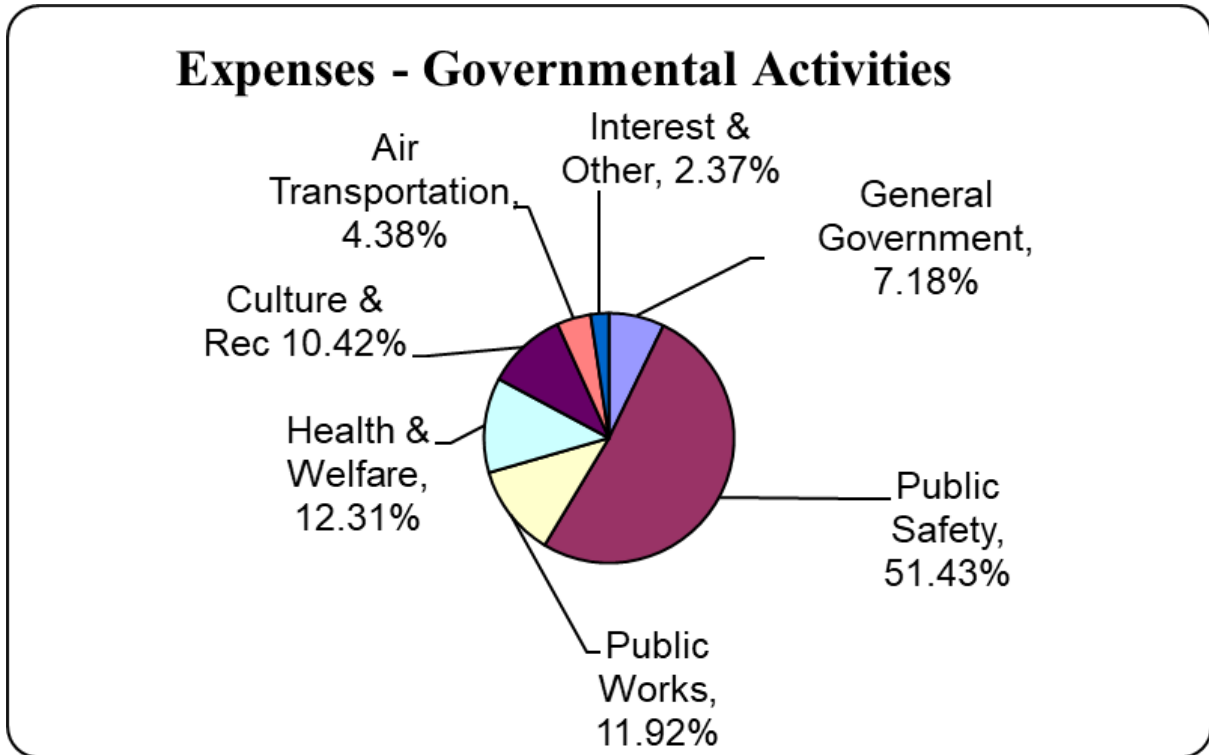
Graph 1 represents the cost of each of the City's seven largest programs as well as each of the program's revenue. The net cost is the financial burden that was placed on the City's taxpayers by each of these functions.

- The cost of all Governmental activities this year was \$354.21 million.
- The amount that our citizens paid for these activities through City taxes and revenues such as interest earnings, franchise fees, and unrestricted grants was \$393.52 million.
- General Government expenses (support services) comprised approximately 7.18% of the total expenses in Fiscal Year 2022; this represents an increase of 41.59% or \$7.47 million from prior year.
- Expenses for Public Safety represent 51.43% of total expenditures with an increase of 31.44% or \$43.57 million as compared to the prior year.
- Public Works expenses represent 11.92% of total expenditures and an increase of \$2.25 million or an increase of 5.62% as compared to the prior year.
- Health and Welfare expenses represent 12.31% of total expenditures with an increase of \$2.56 million or 6.23% as compared to the prior year.
- Cultural & Recreational expenses represent 10.42% of the total expenditures with an increase of \$11.55 million or an increase of 45.59% as compared to prior year.
- Air Transportation and Other expenditures represent 4.38% of total expenditures with an increase of \$603 thousand or 4.04% from prior year.
- Business-Type Activities transferred to Governmental Activities a total of \$9.68 million; representing a decrease of \$2.75 million from prior year.
- Overall, there was an increase in the net position of \$92.00 million. Governmental activities net position increased by \$48.99 million and Business Type Activities increased by 43.01 million.
- Governmental Activity revenues were generated by charges for services 30.60%, property taxes 25.30%, sales tax and other taxes 17.88% and Capital and Operating Grants generated 25.70% (see Graph 2).

Graph 2



Graph 3



Business-type Activities

Revenues of the City's business-type activities were \$264.93 million for the fiscal year ending September 30, 2022, an increase of \$38.40 million from prior year. Charges for Services increased by \$19.90 million; Operating Grants and Contributions increased by \$9.10 million; Capital Grants and Contributions increased by \$7.11 million; while all other revenues increased by \$2.29 million. Expenses for the City's business-type activities were \$212.253 million for the year, representing an increase of \$21.83 million from the prior fiscal year. (Refer to Table A-2). The areas where these increases occurred were as follows:

- Waterworks System expenses increased by \$1.84 million. Operating expenses increased by \$4.00 million and non-operating expenses decreased \$2.00 million.
- Sewer System expenses increased by \$1.52 million. Operating expenses increased by \$1.46 million and non-operating expenses increased by \$393 thousand.
- Bridge System expenses increased by \$15.23 million; operating expenses increased by \$7.07 million, and non-operating expenses increased by \$8.26 million.
- Other business-type activities increased by \$3.25 million in operating expenses for the Transit System, Solid Waste System and Municipal Housing Funds.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City of Laredo uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City of Laredo is to provide information on near term inflows (current resources) outflows, and balances of available resources. Such information is useful in assessing the City of

Laredo's financial requirements. In particular, unassigned fund balances may serve as a useful measure of the Government's net resources available for spending at the end of the fiscal year.

As the City completed the year, its governmental funds reported a combined fund balance of \$298.64 million. The fund balance is categorized as follows: \$137 thousand for non-spendable funds which are used for inventory items and an endowment fund; \$165.58 million which are restricted for debt and grants; \$49.37 million are committed for specific purposes as it relates to reserves, public safety, etc.; \$86.91 million are assigned for a specific use for Governmental Funds other than General Fund and \$3.35 million in unassigned deficit.

The General Fund is the chief operating fund of the City of Laredo. At the end of the current fiscal year, fund balance of the General Fund was \$45.70 million of which \$39.07 million is committed, and \$2.82 million is unassigned, \$3.79 million is restricted and \$27.4 thousand is non-spendable. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenses. The ratio of total fund balance to operating expenses (total expenses less capital outlay) is 23.32%. The unassigned fund balance in General Fund represents 6.17% of the total fund balance category.

During the current fiscal year, the City's General Fund balance decreased by \$4.25 million as compared to prior year. As a result of the pandemic the City's revenues were not realized. Expenses were cutback or reduced to only essential and necessary to continue to operate and provide citizens with the same level of services. Some of the key factors are as follows:

- As compared to prior year, property tax revenues increased by \$1.29 million. Assessed valuations increased by \$835 million from prior year. The City's tax rate for 2022 was decreased to \$0.61537 per \$100-dollar valuation.
- Other tax revenues reflect an increase of \$6.55 million. Sales tax increased \$6.32 million as compared to prior year.
- Charges for services increased by \$4.75 million as compared to prior year due to administrative fee charged to various funds but mainly to the Bridge System which increased by \$4.77 million.
- General Fund expenses increased by \$18.25 million from prior year. There were increase and decrease in several areas of the General Fund. Decreases were in the areas of Health & Welfare \$5.03 million and Debt Service of \$21 thousand. Increases in expenses were in the area of Public Safety \$6.67 million; Public Works \$705 thousand; Cultural & Recreational \$1.23 million and Capital Outlay of \$14.45 million

The Debt Service Fund has a total fund balance of \$846 million, all of which is reserved for the payment of debt. The fund balance increased by \$1.77 million.

Proprietary funds. The City of Laredo's proprietary funds provide the same type of information found in the Government-wide Financial Statements, but in more detail.

Net position of the Business – Type Activities at the end of the year totaled \$469.24 million. The total net position increased by \$43.01 million as compared to prior year. The largest area of change was in the Waterworks System, with an increase of \$14.82 million, the Sewer System with an increase of \$16.21 million, the Solid Waste Management with an increased by \$4.10 million and other enterprise funds increased by \$7.88 million.

General Fund Budgetary Highlights

Overall, the City has exceeded the fund balance ratio required to be maintain. The City Charter requires a ratio of 15% of operating expenditures net of capital outlay. The ratio decreased to 23.32% from 25.99% for the prior year. This was due to a combination of factors that include an increase in the operating expenses and a decrease in the fund balance by \$4.25 million. Operating Revenues for General Fund increased by \$23.45 million while operating expenditures increased by \$18.25 million. General Fund revenues increase in the areas of Property Taxes by \$1.29 million; Sales tax increase by \$6.32 million; Charges for Services increased by \$4.75 million; Licenses & Permits increased by \$1.55 million and \$14.58 million in Contributions and Donations. All other revenues decreased by \$5.04 million

Original Budget vs. Final Amended Budget:

Revenues and Other Financing Sources:

- The General Fund revenue and other financing sources increase by \$23.84 million for additional revenues appropriated during the year for the balance of CARES Act grant of \$1.74; FEMA grant \$1.92 million and an operating transfer in for \$3.72 million from Capital Improvements Fund.

Expenditures and Other Financing Uses:

- General Fund expenditures and other financing uses budget was amended by a net increase of \$23.84 million. The operating budget for CARES Act Grant, FEMA Grant, Transfer Outs and other divisions were increased.

Amended Budget as compared to Actual Revenues and other Sources:

Revenues and Other Financing Sources:

- The actual revenues reflect an overall favorable variance of \$38.69 million as compared to the amended
- budget. This variance had various attributes:
 - Revenues exceeded projections in the following areas: Property and other taxes by \$970 thousand; Sales taxes by \$7.72 million; Charges for services \$4.52 million and Contributions and donations by \$24.38 million. Revenues that experience a shortfall of estimated revenues include: Fees and Collections \$208 thousand and Intergovernmental revenues \$1.61 million.
 - Other financing sources or uses of \$43.94 million did not materialize during the year.

Expenditures and Other Financing Uses:

- Expenditures and Other Financing Uses reflect a positive variance of \$142 thousand when comparing the amended budget to the actual expenditures.
 - General Government realized savings of \$2.17 million from various areas including Building Services, City Attorney, Finance, Planning Zoning and Engineering Department.
 - Public Safety realized savings of \$11.62 million from various departments included Police and Traffic Department. The saving in Police are the result of expenses charged to the American Rescue Plan Act Fund.
 - Other department with realized savings includes Public Works \$2.149 million and Cultural and Recreational with savings of \$3.38 million.
 - All other departments of General Fund played a proactive role in limiting and restricting expenses and ensuring that the City's fund balance remained strong and healthy.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City of Laredo's investment in capital assets for its Governmental and Business-Type activities as of September 30, 2022 was \$1.45 billion (net of accumulated depreciation). The City's net investment in capital assets increased by \$38.69 million during current fiscal year. Additions, to capital assets such as land, infrastructure, buildings, equipment and construction in progress for the year totaled \$24.89 million for governmental activities and \$13.80 million for business type activities. Deletions or disposition of capital assets were immaterial for the year. (Table A-3) Additional information about the City's Capital Assets is presented in Note 8 to the financial statements.

Table A-3
City of Laredo – Capital Assets

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 117,775,599	\$ 114,054,364	\$ 66,464,137	\$ 66,464,136	\$ 184,239,736	\$ 180,518,500
Buildings	229,223,232	228,782,951	367,254,341	367,160,722	596,477,573	595,943,673
Machinery & Equipment	173,469,818	172,179,059	112,201,838	110,723,301	285,671,656	282,902,360
Water Rights	-	-	55,203,556	52,507,919	55,203,556	52,507,919
Improve'ts other than Bldg	875,281,310	839,499,122	560,296,058	540,116,089	1,435,577,368	1,379,615,211
Construction in Progress	32,706,817	16,696,562	39,894,425	21,443,708	72,601,242	38,140,270
Leases	2,856,505	-	35,308	-	2,891,813	-
Total	\$ 1,431,313,281	\$ 1,371,212,058	\$ 1,201,349,663	\$ 1,158,415,875	\$ 2,632,662,944	\$ 2,529,627,933

Major capital asset acquisitions during the current fiscal year included the following:

Governmental

- Land increase \$3.72 million during the current fiscal year for easements
- Assets for the Building category increased by \$440 thousand for various building.
- Infrastructure Improvements increased by \$35.78 million for various projects including Airport improvements, Parks improvements, Traffic signals, Drainage improvements and Street and sidewalk improvements.
- Machinery, equipment, vehicles and heavy equipment acquired during the fiscal year amounted to \$1.29 million for all departments within the City.
- Construction in Progress increased by \$16.01 million for various projects. Projects include Airport Improvements of \$12.11 million and major road improvements of \$3.90 million

Proprietary

- Water Rights acquire during the fiscal year amounted to \$2.70 million.
- Building Improvements increased by \$94 thousand for minor improvement to existing buildings.
- Improvements other than building increased by \$20.18 million, which include Water (\$9.75 million), Sewer (\$10.43 million) in plant improvements, collections and distribution systems.
- Construction in progress had a net increase of \$18.45 million. The majority of the increases were in the Waterworks System (\$14.8 million) and Sewer System (\$10.46 million) and completed project in the amount of \$6.96 million for both the Water and Sewer System.
- Machinery, equipment, vehicle and heavy equipment acquired during the fiscal year totaled \$1.48 million.

The Governmental activities consist of improvements to and / or construction of the City's streets, parks and recreational facilities, police substations, fire protection facility, and airport improvements. Contractual Obligation, Certificate of Obligation bonds and grant awards are the primary financing mechanism for these capital improvements.

The Business Type activities consist of improvements to and/or construction of water and wastewater systems and international bridge improvements. These projects are primarily funded by the transfer of enterprise revenues and the issuance of debt i.e.: Revenue Bonds.

Long-term Debt

At year-end, the City had \$1.38 billion in outstanding bonds and other long-term debt representing a net decrease of \$1.15 million over last year. The Governmental Activities recorded a net decrease of \$94.6 million while the Business Type Activities recorded an increase of \$93.45 million. Net pension liability and other net pension obligations decreased by \$99.49 million. (See Table A-4). Detailed information about the City's long-term liabilities is presented in Note 11 and 12 of the financial statements.

No new debt was issued for governmental activities during the fiscal year. Business Type activities issued \$122.215 million in revenue bonds for the Water in the amount of \$82.665 million and Sewer System for \$39.550 million during the year. The issuance of revenue bond is for the infrastructure improvement of the utilities system.

Bond Ratings

The City's most recent general obligation bond ratings are the following:
Standard & Poor's AA
Moody's Aa2

Table A-4
City of Laredo's Outstanding Debt

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
General obligation bonds	\$ 76,554,836	\$ 88,443,992	\$ 77,863,175	\$ 83,562,175	\$ 154,418,011	\$ 172,006,167
Certificates of obligation	115,714,725	122,687,374	40,453,035	46,462,171	156,167,760	169,149,545
Revenue bonds	55,600,000	57,390,000	577,705,995	473,777,658	633,305,995	531,167,658
Capital lease obligations	2,651,010	3,690,311	19,438	32,467	2,670,448	3,722,778
Compensated Absences	44,935,333	25,362,860	2,580,102	2,580,569	47,515,435	27,943,429
Leased Liabilities	2,935,295	-	35,272	-	2,970,567	-
Notes payable	-	-	5,603,124	1,415,165	5,603,124	1,415,165
Landfill Post Closure	-	-	14,558,846	13,466,123	14,558,846	13,466,123
Net Pension Ob. - OPEB	172,161,855	206,576,960	-	-	172,161,855	206,576,960
Net Pension Liability	151,882,290	212,883,940	35,390,946	39,462,233	187,273,236	252,346,173
Total	\$ 622,435,344	\$ 717,035,437	\$ 754,209,933	\$ 660,758,561	\$ 1,376,645,277	\$ 1,377,793,998

Economic Factors and Next Year's Budgets and Rates

The fiscal year 2023 balanced budget presented to City Council reflects the City's response to the ongoing challenges that the City is facing. It also identifies funding to address Council's goals for the coming fiscal year. The budget was developed after meeting with various departments and it was developed with fiscal responsibility ensuring that we continue to provide basic and essential services for our community. Many requests were presented which meant more money. General Fund continues to depend on Bridge System revenues to offset operating costs.

The City is resilient. We have been through many triumphs for completed projects and accomplishments, as well as taken steps in areas where we know we need to improve. We have navigated through the COVID-19 pandemic and its aftershocks that have affected our local economy and our internal operations. We are in a better and stronger financial position than we were before. Our toll bridge revenues and sales tax collections are getting stronger and surpassing pre-pandemic levels. We are facing significant uncertainties such as inflation and recession.

The FY 2023 consolidated budget for revenue reflects an appropriation of \$821.51 million. This represents a decrease of \$23.83 million or 2.82% over the FY 2022 Original Budget. The property tax rate for FY 2023 is 0.57 per \$100 valuation or a decrease of \$0.04573. Assessed valuations for FY 2023 are \$18.87 billion, which represents an increase of 15.48% over prior year with an estimated levy of \$107.57 million. Of the 0.57 tax rate, 78.84% or 0.449396 cents are utilized for General Fund activities, the remaining 21.16% or 0.120604 cents are designated for Debt Service. The General Fund's portion of property tax revenue for FY 2023 is projected to be \$81.20 million. Sales tax revenues for the General Fund for FY 2023 are estimated at \$44.90 million, an increase of \$8.68 million or 23.89% as compared to prior year's budgeted amounts.

The FY 2023 budget includes a 3% cost of living increase for employees excluding Directors and Management. It also includes a one-time payment of \$850 for employees earning less than \$17 hour. The budget includes a 2% increase for police officers as per the collective bargaining agreement. Firefighters are undergoing contract negotiations. The FY 2023 budget includes 3405 full time equivalent positions with an estimated cost of \$306.55 million.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Office of the Finance Director, 1110 Houston Street, Laredo, Texas, 78040.

BASIC FINANCIAL STATEMENTS

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
September 30, 2022

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents: (Note 4)			
Cash	\$ 1,771,480	\$ 52,760	\$ 1,824,240
Equity in Investment Pool	1,014,854	861,490	1,876,344
Investments (Note 5)	383,349,441	194,998,162	578,347,603
Receivable, net of allowances: (Note 6)			
Accrued Interest	1,908,659	538,311	2,446,970
Property Taxes, Penalty and Interest	8,090,108	-	8,090,108
Hotel-Motel Tax, Penalty and Interest	488,306	-	488,306
Accounts	15,208,684	14,923,077	30,131,761
Leases (Note 16)	52,878,487	1,029,858	53,908,345
Notes	17,302,488	13,777	17,316,265
Paving Assessments	3,042	-	3,042
Internal Balances (Note 13)	(7,793,357)	7,793,357	-
Due From Other Governments	11,850,565	5,047,668	16,898,233
Inventory, at cost	1,240,209	3,911,655	5,151,864
Prepaid Items	378,276	-	378,276
Total Current Assets	<u>487,691,242</u>	<u>229,170,115</u>	<u>716,861,357</u>
Noncurrent Assets:			
Restricted Assets: (Note 7)			
Investments (Note 5)	-	287,904,614	287,904,614
Accrued Interest (Note 6)	-	393,757	393,757
Notes Receivable (Note 6)	-	35	35
Capital Assets: (Note 8)			
Nondepreciable Assets:			
Land and Improvements	117,775,599	121,667,693	239,443,292
Construction in Progress	32,706,817	39,894,425	72,601,242
Depreciable Assets:			
Buildings	229,223,232	367,254,341	596,477,573
Machinery and Equipment	173,469,818	112,201,838	285,671,656
Infrastructure	875,281,310	560,296,058	1,435,577,368
Accumulated Depreciation	(689,201,114)	(489,912,124)	(1,179,113,238)
Leases net of accum. Amortization-(Note 16)	2,856,505	35,308	2,891,813
Unamortized Bond Issuance Cost	-	70,693	70,693
Total Non Current Assets	<u>742,112,167</u>	<u>999,806,638</u>	<u>1,741,918,805</u>
TOTAL ASSETS	<u>1,229,803,409</u>	<u>1,228,976,753</u>	<u>2,458,780,162</u>
Deferred Outflows of Resources (Note 1)			
	<u>99,860,379</u>	<u>22,182,266</u>	<u>122,042,645</u>
TOTAL ASSETS AND DEFERRRED OUTFLOWS OF RESOURCES	<u>\$ 1,329,663,788</u>	<u>\$ 1,251,159,019</u>	<u>\$ 2,580,822,807</u>

(Continued)

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
September 30, 2022

(Continued)

	Primary Government		
	Governmental	Business-type	Total
	Activities	Activities	
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 9,675,096	\$ 3,629,527	\$ 13,304,623
Claims and Judgments Payable (Note 19)	6,393,659	-	6,393,659
Retainage Payable	2,020,068	1,650,601	3,670,669
Accrued Wages and Employee Benefits	7,852,465	1,897,091	9,749,556
Accrued Interest Payable	1,050,258	2,020,446	3,070,704
Compensated Absences (Note 11 & 12)	6,210,478	913,613	7,124,091
Contracts Payable	1,500,351	2,497,476	3,997,827
Customer and Tenant Deposits	261,088	6,791,751	7,052,839
Due To Other Governments	34,029	-	34,029
Due to Developers	2,534,629	-	2,534,629
Unearned Revenue	64,324,581	3,467,171	67,791,752
General Obligation Bonds (Note 11 & 12)	10,983,891	4,831,109	15,815,000
Certificates of Obligation (Note 11 & 12)	5,345,193	4,639,807	9,985,000
Revenue Bond Payable (Note 11 & 12)	1,995,000	21,887,000	23,882,000
Capital Lease Obligation (Note 11)	989,568	13,601	1,003,169
Notes Payable (Note 12)	-	389,803	389,803
Total Current Liabilities	121,170,354	54,628,996	175,799,350
Noncurrent Liabilities:			
Noncurrent portion of long term liabilities:			
General Obligation Bonds (Note 11 & 12)	65,570,945	73,032,066	138,603,011
Certificates of Obligation (Note 11 & 12)	110,369,532	35,813,228	146,182,760
Revenue Bonds Payable (Note 11 & 12)	53,605,000	555,818,995	609,423,995
Notes Payable (Note 12)	-	5,213,321	5,213,321
Capital Lease Obligations (Note 11)	1,661,442	5,837	1,667,279
Compensated Absences (Note 11 & 12)	38,724,855	1,666,489	40,391,344
Leased Liability (Note 16)	2,935,295	35,272	2,970,567
Net Pension Obligations - OPEB (Note 11)	172,161,855	-	172,161,855
Net Pension Liability (Note 9)	151,882,290	35,390,946	187,273,236
Landfill Closure & Postclos.Costs (Note 12)	-	14,558,846	14,558,846
Total Noncurrent Liabilities	596,911,214	721,535,000	1,318,446,214
TOTAL LIABILITIES	718,081,568	776,163,996	1,494,245,564
Deferred Inflows of Resources (Note 1)	202,599,790	5,756,549	208,356,339
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	920,681,358	781,920,545	1,702,601,903
NET POSITION			
Net Investments in Capital Assets	588,565,005	317,844,036	906,409,041
Restricted for:			
Debt Service	11,690,539	40,958,493	52,649,032
Capital Projects	69,016,875	-	69,016,875
Improvements	-	39,612,164	39,612,164
Nonexpendable	137,499	-	137,499
Unrestricted	(260,427,488)	70,823,781	(189,603,707)
TOTAL NET POSITION	\$ 408,982,430	\$ 469,238,474	\$ 878,220,904

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

CITY OF LAREDO, TEXAS
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2022

		Program Revenues				Net (Expense) Revenue and Changes in Net Assets	
		Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	
						Governmental Activities	Business-Type Activities
Functions/Programs							Total
Primary Government:							
Governmental Activities:							
General Government	\$	25,431,947	71,362,922	4,622,590	27,209,196	77,762,761	-
Public Safety		182,184,978	4,842,330	23,282,148	132,099	(153,928,401)	-
Public Works		42,213,162	3,692,312	820,846	2,666,189	(35,033,815)	-
Health and Welfare		43,608,358	18,879,924	25,826,907	170,861	1,269,334	-
Culture and Recreation		36,894,791	7,857,999	2,643,239	236,941	(26,156,612)	-
Air Transportation		15,530,885	13,870,189	2,536,962	11,064,386	11,940,652	-
Interest and Other on Long-Term Debt		8,343,652	-	-	-	(8,343,652)	-
Total Governmental Activities		354,207,773	120,505,676	59,732,692	41,479,672	(132,489,733)	-
Business-Type Activities:							
Transit System		20,236,212	3,024,290	12,110,422	326,309	-	(4,775,191)
Bridge System		68,241,090	75,767,211	39	4,267,701	-	11,793,861
Waterworks System		57,247,896	65,420,877	1,544	6,382,343	-	14,556,868
Sewer System		37,344,119	46,403,275	-	6,928,087	-	15,987,243
Solid Waste Management System		26,951,219	30,388,382	-	-	-	3,437,163
Municipal Housing		1,959,923	1,800,997	250,411	-	-	91,485
Total Business-Type Activities		211,980,459	222,805,032	12,362,416	17,904,440	-	41,091,429
Total Primary Government	\$	566,188,232	343,310,708	72,095,108	59,384,112	(132,489,733)	41,091,429
General Revenues:							
Property Taxes						99,649,010	-
Sales Tax						56,183,584	10,727,110
Franchise Fees						8,737,487	-
Hotel Motel Tax						4,831,876	-
Alcoholic Beverage Tax						647,227	-
Unrestricted investment earnings						1,750,029	867,346
Transfers (Note 14)						9,675,750	(9,675,750)
Total general revenues and transfers						181,474,963	1,918,706
Change in net position						48,985,230	43,010,135
Net position-beginning						359,997,200	426,228,339
Net position-ending						\$ 408,982,430	469,238,474
							878,220,904

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

**CITY OF LAREDO, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2022**

	GENERAL	DEBT SERVICE	AMERICA RESCUE ACT	OTHER GOVERNMENT FUNDS	TOTAL GOVERNMENT FUNDS
ASSETS					
Cash and Cash Equivalents:					
Cash	\$ 24,618	-	-	1,746,462	1,771,080
Equity in Investment Pool	217,303	38,057	-	666,178	921,538
Investments (Note 5)	48,182,230	8,396,240	57,836,690	248,261,234	362,676,394
Receivable, net of allowances:					
Accrued Interest (Note 6)	135,742	23,654	346,082	686,387	1,191,865
Taxes, Penalty and Interest (Note 6)	6,871,339	1,163,432	-	104,664	8,139,435
Accounts (Note 6)	1,882,450	-	-	2,682,296	4,564,746
Notes (Note 6)	-	-	-	17,302,488	17,302,488
Paving Assessments (Note 6)	-	3,042	-	-	3,042
Due from Other Funds	7,195,951	-	-	180,126	7,376,077
Due from Other Governments	587,785	-	-	11,262,780	11,850,565
Inventory, at cost	27,366	-	-	144,350	171,716
TOTAL ASSETS	65,124,784	9,624,425	58,182,772	283,036,965	415,968,946
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	3,286,884	-	167,211	4,150,975	7,605,070
Retainage Payable	-	-	-	2,020,068	2,020,068
Accrued Wages and Employee Benefits	6,327,019	-	-	1,248,193	7,575,212
Contracts Payable	-	-	-	1,500,351	1,500,351
Customer and Tenant Deposits	2,350	-	-	258,738	261,088
Due to Other Funds	66,750	-	4,812,051	1,015,412	5,894,213
Due to Other Governments	-	-	-	34,029	34,029
Due to Developers	-	-	-	2,534,629	2,534,629
Unearned Revenues	1,447,075	492	52,775,386	10,101,628	64,324,581
TOTAL LIABILITIES	11,130,078	492	57,754,648	22,864,023	91,749,241
Deferred Inflows of Resources	8,289,804	1,166,474	-	16,121,292	25,577,570
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	19,419,882	1,166,966	57,754,648	38,985,315	117,326,811
FUND BALANCES (Note 23)					
Nonspendable	27,366	-	-	110,133	137,499
Restricted	3,787,115	8,457,459	428,124	152,909,082	165,581,780
Committed	39,069,906	-	-	10,296,477	49,366,383
Assigned	-	-	-	86,909,072	86,909,072
Unassigned (Deficit)	2,820,515	-	-	(6,173,114)	(3,352,599)
TOTAL FUND BALANCES	45,704,902	8,457,459	428,124	244,051,650	298,642,135
TOTAL LIABILITIES AND FUND BALANCES	\$ 65,124,784	9,624,425	58,182,772	283,036,965	

(Continued)

**CITY OF LAREDO, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2022**

(Continued)

Total Governmental Fund Balances	298,642,135

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	739,201,406
Revenues not available to pay for current-period expenditures and, therefore, reported as deferred inflows of resources-unavailable revenue	64,618,900
Internal service funds are used by management to charge the costs of fleet management, risk management, and health benefits to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net assets.	7,163,574
Deferred outflows of resources related to pension, OPEB, and loss/gain on bond refunding	106,364,701
Deferred inflows of resources related to pension, OPEB, and loss/gain on bond refunding	(183,526,542)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds. (Note 2)	(623,481,744)

Net position of governmental activities	\$ 408,982,430

CITY OF LAREDO, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2022

	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>AMERICA RESCUE ACT</u>	<u>OTHER GOVERNMENT FUNDS</u>	<u>TOTAL GOVERNMENT FUNDS</u>
REVENUES:					
Taxes:					
Property	\$ 76,471,367	23,270,529	-	79,646	99,821,542
Sales	44,032,666	-	-	11,008,166	55,040,832
Bingo Tax	30,149	-	-	-	30,149
Alcoholic Beverage	643,359	-	-	-	643,359
Hotel Motel	-	-	-	4,715,723	4,715,723
Franchise Fees	8,720,420	-	-	-	8,720,420
Licenses and Permits	10,060,887	-	-	801,106	10,861,993
Intergovernmental Revenues	1,231,417	-	22,696,173	52,674,662	76,602,252
Charges for Services	57,260,330	-	-	14,551,301	71,811,631
Fines	5,786,436	-	-	439,738	6,226,174
Fees and Collections	1,541,528	-	-	3,410,913	4,952,441
Rents	-	-	-	9,813,518	9,813,518
Interest and Other	1,593,935	76,215	424,682	1,416,990	3,511,822
Miscellaneous	912,060	9,519	-	1,563,762	2,485,341
Contributions & Donations	24,630,568	-	-	2,106,680	26,737,248
Reimbursements	-	-	-	8,013,895	8,013,895
TOTAL REVENUES	232,915,122	23,356,263	23,120,855	110,596,100	389,988,340
EXPENDITURES:					
Current:					
General Government	31,802,059	31,865	2,283,876	1,842,593	35,960,393
Public Safety	135,580,478	-	14,247,902	11,391,927	161,220,307
Public Works	7,577,040	-	820,846	5,809,669	14,207,555
Health and Welfare	3,643,556	-	111,741	37,455,385	41,210,682
Cultural and Recreational	16,665,930	-	2,629,283	16,919,924	36,215,137
Air Transportation Services	-	-	-	8,307,948	8,307,948
Capital Outlay	25,298,090	-	2,599,083	38,777,082	66,674,255
Debt Service:					
Bond Costs	-	-	-	-	-
Principal Retirement	678,392	18,240,525	-	357,986	19,276,903
Interest and Fiscal Expenditures	55,528	9,871,154	-	5,630	9,932,312
TOTAL EXPENDITURES	221,301,073	28,143,544	22,692,731	120,868,144	393,005,492
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,614,049	(4,787,281)	428,124	(10,272,044)	(3,017,152)
OTHER FINANCING SOURCES (USES):					
Transfers In	7,385,677	6,556,659	-	45,169,749	59,112,085
Transfers Out	(23,487,190)	-	-	(27,949,145)	(51,436,335)
Sale of Assets	235,617	-	-	42,109	277,726
TOTAL OTHER FINANCING SOURCES (USES)	(15,865,896)	6,556,659	-	17,262,713	7,953,476
Net Change in Fund Balances	(4,251,847)	1,769,378	428,124	6,990,669	4,936,324
Fund Balances-Beginning	49,956,749	6,688,081	-	237,060,981	293,705,811
FUND BALANCES-ENDING	\$ 45,704,902	8,457,459	428,124	244,051,650	298,642,135

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

CITY OF LAREDO, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2022

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

Net change in fund balances-total governmental funds	\$ 4,936,324
Governmental funds report capital outlays as expenditures. However in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. (Note 2)	22,591,776
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	3,460,283
The issuance of long-term debt (e.g., bonds, leases) 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 assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. (Note 2)	19,276,903
Accrued interest expense recorded for entity-wide statements.	2,500,249
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.	(6,264,156)
Internal service funds are used by management to charge the costs of fleet management, risk management, and health and benefits to individual funds.	
The net revenue of certain activities of internal service funds is reported with governmental activities.	<u>2,483,851</u>
Change in net position of governmental activities	\$ <u><u>48,985,230</u></u>

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

CITY OF LAREDO, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended September 30, 2022

	Budgeted Amounts				Actual	Variance
	Original	Final	Actual	Adjustments	Budget Basis	Positive (Negative)
REVENUES:						
Taxes						
Property Taxes	\$ 73,968,666	73,968,666	74,708,927	-	74,708,927	740,261
Penalty and Interest	1,677,886	1,677,886	1,762,440	-	1,762,440	84,554
Alcoholic Beverage	498,612	498,612	643,359	-	643,359	144,747
Bingo Tax	55,000	55,000	30,149	-	30,149	(24,851)
Sales and Use	36,313,741	36,313,741	44,032,666	-	44,032,666	7,718,925
Franchise Fees	8,373,176	8,373,176	8,720,420	-	8,720,420	347,244
Licenses and Permits	8,379,620	8,379,620	10,060,887	-	10,060,887	1,681,267
Intergovernmental Revenues	1,083,030	2,842,475	1,231,417	-	1,231,417	(1,611,058)
Charges for Services	52,739,180	52,739,180	57,260,330	-	57,260,330	4,521,150
Fines	5,430,748	5,605,748	5,786,436	-	5,786,436	180,688
Fees and Collections	1,399,407	1,749,407	1,541,528	-	1,541,528	(207,879)
Interest and Other	1,341,795	1,341,795	1,593,935	-	1,593,935	252,140
Miscellaneous	285,725	426,467	912,060	-	912,060	485,593
Contributions and Donations	250,000	250,839	24,630,568	-	24,630,568	24,379,729
TOTAL REVENUES	191,796,586	194,222,612	232,915,122	-	232,915,122	38,692,510
EXPENDITURES:						
General Government						
Mayor and City Council	1,172,810	1,178,310	1,031,611	96,001	1,127,612	50,698
City Manager	1,454,324	1,464,432	1,681,615	9,827	1,691,442	(227,010)
Internal Audit	367,405	367,405	349,958	47	350,005	17,400
Council Support	764,961	757,512	669,091	50,592	719,683	37,829
Public Information Office	303,180	304,252	265,182	246	265,428	38,824
City Hall Annex II	136,250	148,500	138,850	6,394	145,244	3,256
Budget	508,679	507,215	430,491	1,140	431,631	75,584
Municipal Court	2,579,945	2,533,760	2,464,919	161,074	2,625,993	(92,233)
Building Inspections	2,014,844	2,298,412	1,970,365	147,544	2,117,909	180,503
Development Review Engineering	792,257	788,497	658,312	972	659,284	129,213
Code Enforcement	496,691	490,332	377,062	685	377,747	112,585
Public Right of Way	418,360	418,360	393,617	2,107	395,724	22,636
Geographic Information Systems	86,366	91,222	85,886	4,860	90,746	476
City Attorney	1,224,441	1,224,441	1,091,032	11,797	1,102,829	121,612
City Secretary	553,244	543,761	480,223	9,310	489,533	54,228
Elections	9,292	159,292	65,140	92,860	158,000	1,292
City Hall Maintenance	507,524	507,524	447,006	30,504	477,510	30,014
Tax Office	1,471,296	1,516,812	1,513,109	81,076	1,594,185	(77,373)
Accounting	1,229,790	1,227,526	1,027,214	44,888	1,072,102	155,424
Purchasing	543,383	543,383	521,866	344	522,210	21,173
Payroll	275,930	275,930	151,041	3,506	154,547	121,383
Accounts Payable	397,166	396,531	356,694	-	356,694	39,837
Personnel and Civil Service	550,650	814,283	587,304	138,881	726,185	88,098
Training	647,014	652,199	538,667	926	539,593	112,606
Municipal Civil Service	91,742	91,098	91,606	609	92,215	(1,117)
Planning	1,217,144	1,217,144	922,363	12,087	934,450	282,694
Section 112	1,016,030	1,016,030	465,571	38,660	504,231	511,799
Engineering	472,869	503,081	445,136	10,860	455,996	47,085
Drafting & Surveying	1,147,768	1,141,876	1,018,818	6,385	1,025,203	116,673
Construction & Inspections	\$ 618,534	600,743	582,935	2,270	585,205	15,538

(Continued)

CITY OF LAREDO, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended September 30, 2022

	Budgeted Amounts				Actual	Variance
	Original	Final	Actual	Adjustments	Budget Basis	Positive (Negative)
General Government (cont.)						
311 Program	\$ 401,343	400,740	356,405	26,170	382,575	18,165
Public Acces Center	532,392	531,392	435,227	19,966	455,193	76,199
Center for Non-Profit	55,452	55,564	52,007	534	52,541	3,023
Real Estate	222,640	222,528	220,036	-	220,036	2,492
Economic Development	635,963	705,354	449,086	180,132	629,218	76,136
Public Safety						
Police-Admin/Training/IA	5,721,548	5,713,188	5,810,314	2,561	5,812,875	(99,687)
Records/Property	1,646,147	1,648,215	1,739,825	527	1,740,352	(92,137)
Autotheft Grant Match	987,809	1,017,540	981,745	56,681	1,038,426	(20,886)
Detective	9,274,455	9,086,385	9,448,721	54,962	9,503,683	(417,298)
Narcotics/Pipeline/K-9	3,223,459	3,219,501	3,557,523	7,455	3,564,978	(345,477)
911 Communications	2,901,914	2,876,253	2,757,183	-	2,757,183	119,070
Criminal Int. Acquisition	1,349,487	1,327,512	53,895	129	54,024	1,273,488
Patrols	53,687,906	53,923,985	40,670,665	699,964	41,370,629	12,553,356
Fire-Administration	7,821,226	7,644,547	6,875,216	146,251	7,021,467	623,080
Fire - EMS Division	2,654,225	3,199,191	2,735,018	262,172	2,997,190	202,001
Fire - EMS Trauma (Webb Co.)	2,000	2,000	-	-	-	2,000
Fire Civilians	1,135,060	1,136,715	943,928	1,655	945,583	191,132
Fire - Prevention & Arson	1,875,117	1,890,132	2,056,489	7,331	2,063,820	(173,688)
Fire Airport	1,387,893	1,393,073	1,413,059	26,776	1,439,835	(46,762)
Fire - Training (In House)	1,246,009	1,191,655	1,141,186	57,248	1,198,434	(6,779)
Fire Emergency Management	28,388	53,353	28,745	212	28,957	24,396
Fire Suppression	45,102,997	47,742,997	50,865,755	-	50,865,755	(3,122,758)
Traffic	3,272,401	3,245,901	2,581,566	138,001	2,719,567	526,334
Street Lighting	2,361,203	2,357,703	1,919,645	2,647	1,922,292	435,411
Public Works						
Administration	929,164	931,165	899,836	22,349	922,185	8,980
Street Maintenance	854,439	820,439	725,413	3,044	728,457	91,982
Street Construction	3,843,834	3,762,334	2,417,422	8,885	2,426,307	1,336,027
Street Cleaning	1,875,326	1,875,326	1,398,074	4,470	1,402,544	472,782
Building Rehabilitation	1,064,255	1,060,355	825,848	9,640	835,488	224,867
Warehouse	233,140	328,840	207,557	2,934	210,491	118,349
Special Construction Projects	674,175	704,175	447,250	-	447,250	256,925
Cemetery	760,367	685,567	655,640	53,817	709,457	(23,890)
Health and Welfare						
Third-Party Funding	474,301	469,526	414,094	40,256	454,350	15,176
Animal Care	3,875,812	3,716,516	2,889,570	606,724	3,496,294	220,222
Non CDBG Code Enforcement	292,076	307,076	310,520	1,653	312,173	(5,097)
COVID	-	-	29,372	62,519	91,891	(91,891)
Cultural and Recreational						
Parks	892,157	918,669	788,762	20,039	808,801	109,868
Maintenance	8,392,033	8,433,194	6,634,250	673,979	7,308,229	1,124,965
Construction	-	-	-	-	-	-
Horticulture/Forestry	366,142	384,927	267,137	109,042	376,179	8,748
Aquatics	2,097,669	2,080,169	1,629,886	162,949	1,792,835	287,334
Recreation Centers	5,435,427	5,279,080	3,483,504	301,282	3,784,786	1,494,294
Library	4,511,836	4,444,060	3,862,391	229,086	4,091,477	352,583
Other	\$ 13,303,327	13,919,384	9,466,614	802,512	10,269,126	3,650,258
Capital Outlay	496,632	1,739,215	25,298,090	23,785	25,321,875	(23,582,660)

(Continued)

**CITY OF LAREDO, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended September 30, 2022**

	Budgeted Amounts				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
Debt Service:						
Principal Retirement	\$ 360,138	679,774	678,392	-	678,392	1,382
Interest and Fiscal Expenditures	51,696	59,729	55,528	-	55,528	4,201
TOTAL EXPENDITURES	221,380,869	226,964,807	221,301,073	5,796,791	227,097,864	(133,057)
Excess (Deficiency) of Revenues Over Expenditures	(29,584,283)	(32,742,195)	11,614,049	(5,796,791)	5,817,258	38,559,453
OTHER FINANCING SOURCES (USES):						
Transfers In:						
Hotel Motel Fund	160,818	160,818	103,756	-	103,756	(57,062)
Capital Improvements Fund	16,019,888	19,737,888	7,273,529	-	7,273,529	(12,464,359)
America Rescue Act	14,123,816	31,821,847	-	-	-	(31,821,847)
Waterworks System	50,000	50,000	8,392	-	8,392	(41,608)
Transfers Out:						
Auto Theft Task Force	(474,549)	(441,969)	(441,969)	-	(441,969)	-
Health Fund	(3,270,512)	(3,633,512)	(3,358,012)	-	(3,358,012)	275,500
Special Police Program	(1,196,965)	(1,196,965)	(1,196,965)	-	(1,196,965)	-
Environmental Services	-	(169,881)	(169,881)	-	(169,881)	-
Special Fire Grants	-	(2,318)	(2,318)	-	(2,318)	-
Max Mandel Golf Course	(519,420)	(789,895)	(789,895)	-	(789,895)	-
Capital Improvements Fund	-	(14,976,797)	(14,976,797)	-	(14,976,797)	-
Solid Waste	-	(551,353)	(551,353)	-	(551,353)	-
Health and Benefits Fund	-	(2,000,000)	(2,000,000)	-	(2,000,000)	-
Sale of Assets	2,080	62,080	235,617	-	235,617	173,537
TOTAL OTHER FINANCING SOURCES (USES)	24,895,156	28,069,943	(15,865,896)	-	(15,865,896)	(43,935,839)
Net Change in Fund Balance	(4,689,127)	(4,672,252)	(4,251,847)	(5,796,791)	(10,048,638)	(5,376,386)
Fund Balances at Beginning of Year	48,346,812	49,956,749	49,956,749	(77,954)	49,878,795	(77,954)
FUND BALANCES AT END OF YEAR	\$ 43,657,685	45,284,497	45,704,902	(5,874,745)	39,830,157	(5,454,340)

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

**CITY OF LAREDO, TEXAS
AMERICA RESCUE PLAN ACT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN,
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year Ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Investment Income:						
Interest Earnings	\$ 80,000	80,000	424,682	-	424,682	344,682
Intergovernmental Revenue	42,279,444	74,971,558	22,696,173	-	22,696,173	(52,275,385)
TOTAL REVENUES	42,359,444	75,051,558	23,120,855	-	23,120,855	(51,930,703)
EXPENDITURES:						
Personnel:						
Police	-	14,247,900	14,247,902	-	14,247,902	(2)
Public Works	-	820,844	820,846	-	820,846	(2)
Parks	-	2,629,281	2,629,283	-	2,629,283	(2)
Utilities:						
Other	-	1,686,372	-	-	-	1,686,372
I.S.T:						
Contractual Services	-	89,583	84,583	5,000	89,583	-
Other	-	712,525	-	-	-	712,525
Homeless Assistance	-	3,000,000	45,437	-	45,437	2,954,563
COVID- Vaccine Drives	-	263,183	66,304	196,880	263,184	(1)
Reserve Appropriation	60,920,489	60,915,987	-	-	-	60,915,987
Contractual Services	-	3,000,000	2,199,293	800,706	2,999,999	1
Total Operating Expenditures	60,920,489	87,365,675	20,093,648	1,002,586	21,096,234	66,269,441
Capital Outlay	-	6,243,452	2,599,083	3,644,056	6,243,139	313
TOTAL EXPENDITURES	60,920,489	93,609,127	22,692,731	4,646,642	27,339,373	66,269,754
Excess (Deficiency) of Revenues Over Expenditures	(18,561,045)	(18,557,569)	428,124	(4,646,642)	(4,218,518)	14,339,051
OTHER FINANCING SOURCES (USES):						
Transfers Out:						
General Fund	(14,123,816)	(14,123,816)	-	-	-	14,123,816
TOTAL OTHER FINANCING SOURCES (USES)	(14,123,816)	(14,123,816)	-	-	-	14,123,816
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(32,684,861)	(32,681,385)	428,124	(4,646,642)	(4,218,518)	28,462,867
Fund Balances at Beginning of Year	32,684,861	-	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	(32,681,385)	428,124	(4,646,642)	(4,218,518)	28,462,867

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

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2022

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
ASSETS			
Current Assets:			
Cash and Cash Equivalents: (Note 4)			
Cash	\$ 30,500	2,500	150
Equity in Investment Pool	58,558	365,311	237,259
Investments (Note 5)	6,936,023	79,977,255	60,130,786
Receivable:			
Accrued Interest (Note 6)	36,460	228,678	147,948
Accounts (Note 6)	95,146	7,057,528	5,760,542
Notes (Note 6)	-	1,649	12,128
Prepaid Items	-	-	-
Due from Other Governments	2,986,776	-	-
Due from Other Funds	-	1,262,621	2,954,094
Inventory, at Cost	-	3,164,854	474,814
Total Current Assets	10,143,463	92,060,396	69,717,721
Noncurrent Assets:			
Restricted Assets:			
Investments (Note 5)	8,570,309	133,691,553	132,729,703
Accrued Interest Receivable (Note 6)	3,542	208,135	161,496
Notes Receivable (Note 6)	-	35	-
Total Restricted Assets (Note 7)	8,573,851	133,899,723	132,891,199
Capital Assets: (Note 8)			
Transportation Vehicles and Equipment	18,716,699	14,540,843	17,122,487
Buildings	33,435,915	189,083,012	125,062,500
Improvements	78,686,663	268,009,646	189,308,518
Land and Improvements	11,265,265	60,481,718	10,035,393
Land Easements	-	4,315,993	1,038,012
Construction in Progress	-	20,627,636	16,182,074
Less Accumulated Depreciation	(71,497,192)	(206,176,099)	(140,639,127)
Total Capital Assets (net of accumulated depreciation)	70,607,350	350,882,749	218,109,857
Other Assets:			
Unamortized Bond Issuance Costs	70,693	-	-
Unamortized Leases	15,081	17,872	2,355
Total Noncurrent Assets	79,266,975	484,800,344	351,003,411
TOTAL ASSETS	89,410,438	576,860,740	420,721,132
Deferred Outflows of Resources	1,612,865	13,322,312	3,517,871
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 91,023,303	590,183,052	424,239,003

(Continued)

BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS

SOLID WASTE MANAGEMENT	OTHER ENTERPRISE FUNDS	TOTALS	INTERNAL SERVICE FUNDS
3,050	16,560	52,760	400
158,286	42,076	861,490	93,316
38,191,693	9,762,405	194,998,162	20,673,047
98,791	26,434	538,311	58,241
2,256,072	783,647	15,952,935	25,572
-	-	13,777	-
-	-	-	353,761
-	2,060,892	5,047,668	-
1,092,245	-	5,308,960	-
10,121	261,866	3,911,655	1,068,493
41,810,258	12,953,880	226,685,718	22,272,830
12,265,232	647,817	287,904,614	-
17,870	2,714	393,757	-
-	-	35	-
12,283,102	650,531	288,298,406	-
39,209,423	22,612,386	112,201,838	15,740,808
1,443,271	18,229,643	367,254,341	447,264
13,240,073	11,051,158	560,296,058	208,017
24,625,639	9,905,673	116,313,688	-
-	-	5,354,005	-
151,442	2,933,273	39,894,425	-
(34,881,542)	(36,718,164)	(489,912,124)	(13,485,328)
43,788,306	28,013,969	711,402,231	2,910,761
-	-	70,693	-
-	-	35,308	-
56,071,408	28,664,500	999,806,638	2,910,761
97,881,666	41,618,380	1,226,492,356	25,183,591
1,402,129	2,327,089	22,182,266	-
99,283,795	43,945,469	1,248,674,622	25,183,591

(Continued)

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2022

(Continued)

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 314,484	1,500,302	506,937
Retainage Payable	-	978,698	671,903
Contracts Payable	947,482	668,917	881,077
Due to Other Funds (Note 13)	-	1,262,621	2,954,094
Accrued Interest	-	1,198,550	621,520
Accrued Wages & Employee Benefits	335,076	486,492	228,365
Claims and Judgments Payable	-	-	-
Compensated Absences	232,372	206,172	106,359
Capital Lease Obligation	3,307	4,456	1,569
Customer Deposits	8,000	6,653,230	-
Unearned Revenue	1,836,806	1,577,310	29,086
General Obligation Bonds (Note 12)	-	2,638,997	939,958
Certificates of Obligation (Note 12)	-	1,222,361	332,639
Revenue Bonds Payable (Note 12)	4,355,000	9,013,663	8,518,337
Notes Payable (Note 12)	250,000	139,803	-
Total Current Liabilities	8,282,527	27,551,572	15,791,844
Noncurrent Liabilities:			
General Obligation Bonds (Note 12)	-	54,506,702	13,146,946
Certificates of Obligation (Note 12)	-	1,983,250	790,143
Revenue Bonds Payable (Note 12)	17,712,068	292,232,610	245,874,317
Notes Payable (Note 12)	4,075,000	1,138,321	-
Accrued Interest Payable	4	-	-
Leased Liabilities	15,080	-	2,357
Operating Leases	-	17,831	-
Capital Lease Obligations	1,420	1,913	673
Closure and Postclosure Cost (Note 12)	-	-	-
Net Pension Liability	9,607,430	11,992,544	4,451,103
Compensated Absences	475,539	347,888	208,488
Total Noncurrent Liabilities	31,886,541	362,221,059	264,474,027
TOTAL LIABILITIES	40,169,068	389,772,631	280,265,871
Deferred Inflows of Resources	1,212,945	1,737,947	765,913
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	41,382,013	391,510,578	281,031,784
NET POSITION			
Net Investment in Capital Assets	47,408,185	132,794,990	91,697,132
Restricted for Debt Service	2,604,875	20,953,651	17,399,967
Restricted for Improvements	-	25,256,150	14,356,014
Unrestricted (Deficit)	(371,770)	19,667,683	19,754,106
TOTAL NET POSITION	\$ 49,641,290	198,672,474	143,207,219

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Net position of business-type activities

(Continued)

BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS			
SOLID WASTE MANAGEMENT	OTHER ENTERPRISE FUNDS	TOTALS	INTERNAL SERVICE FUNDS
454,734	853,070	3,629,527	2,070,026
-	-	1,650,601	-
-	-	2,497,476	-
1,092,245	-	5,308,960	1,481,864
188,706	11,670	2,020,446	-
341,306	505,852	1,897,091	277,253
-	-	-	6,393,659
176,377	192,333	913,613	174,196
1,569	2,700	13,601	2,700
-	130,521	6,791,751	-
1,519	22,450	3,467,171	-
1,047,054	205,100	4,831,109	-
2,924,807	160,000	4,639,807	-
-	-	21,887,000	-
-	-	389,803	-
6,228,317	2,083,696	59,937,956	10,399,698
4,619,218	759,200	73,032,066	-
31,211,341	1,828,494	35,813,228	-
-	-	555,818,995	-
-	-	5,213,321	-
-	-	4	-
-	-	17,437	-
-	-	17,831	-
673	1,158	5,837	1,158
14,558,846	-	14,558,846	-
6,970,450	2,369,419	35,390,946	-
458,865	175,709	1,666,489	341,081
57,819,393	5,133,980	721,535,000	342,239
64,047,710	7,217,676	781,472,956	10,741,937
1,150,965	888,779	5,756,549	-
65,198,675	8,106,455	787,229,505	10,741,937
19,767,191	26,176,538	317,844,036	2,907,650
-	-	40,958,493	-
-	-	39,612,164	-
14,317,929	9,662,476	63,030,424	11,534,004
34,085,120	35,839,014	461,445,117	14,441,654
		7,793,357	
		\$ 469,238,474	

CITY OF LAREDO, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year ended September 30, 2022

	BUSINESS TYPE ACTIVITIES- ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
OPERATING REVENUES:			
Charges for Services	\$ -	54,233,927	44,268,273
Rental of Facilities	196,616	-	-
Toll Receipts	74,468,875	-	-
Miscellaneous	1,049,812	6,611,593	797
TOTAL OPERATING REVENUES	75,715,303	60,845,520	44,269,070
OPERATING EXPENSES:			
Costs of Services	-	-	-
Personnel Services	8,942,727	11,456,351	5,824,342
Materials and Supplies	761,251	6,287,090	2,039,038
Contractual Services	44,124,304	12,389,577	12,961,784
Other	5,760	1,440,507	752,364
Total Operating Expenses Before Depreciation	53,834,042	31,573,525	21,577,528
Depreciation Expense (Note 8)	3,061,413	12,096,071	9,355,588
TOTAL OPERATING EXPENSES	56,895,455	43,669,596	30,933,116
Operating Income (Loss)	18,819,848	17,175,924	13,335,954
NON-OPERATING REVENUES (EXPENSES):			
Intergovernmental	39	1,544	-
Sales Tax	-	-	-
Interest Earnings	72,735	318,023	248,309
Interest Earnings - Restricted	51,908	409,940	567,576
Discount Earnings	-	16,971	13,729
Miscellaneous	-	745,357	1,263,914
Water Availability Fees	-	3,403,089	-
Gain (Loss) on Sale of Assets	3,987	42,535	88,438
Interest Expense	(1,094,579)	(10,374,336)	(5,827,225)
Gain (Loss) on Advance Refunding	-	(815,097)	(242,541)
Water Rights Acq./Water Conservation	-	(1,175)	-
Other Non-Operating Expenses	(10,483,225)	(3,140,356)	(451,649)
Fiscal Agent Fees	(4,400)	(6,500)	(6,900)
Bond Issuance Cost/Premiums Amortized	209,999	680,451	288,986
Amortization Expense-Leases	(4,533)	(6,476)	(702)
Other Non- Operating Expenses	-	-	-
State Operating Grant	-	-	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	(11,248,069)	(8,726,030)	(4,058,065)

(Continued)

**BUSINESS TYPE ACTIVITIES-
ENTERPRISE FUNDS**

SOLID WASTE MANAGEMENT	OTHER ENTERPRISE FUNDS	TOTALS	INTERNAL SERVICE FUNDS
29,421,148	2,474,807	130,398,155	60,713,651
344,747	2,127,954	2,669,317	-
-	-	74,468,875	-
7,938	183,089	7,853,229	3,926,448
29,773,833	4,785,850	215,389,576	64,640,099
-	-	-	51,249,116
8,911,297	12,803,493	47,938,210	7,035,298
2,807,220	2,751,657	14,646,256	615,217
7,655,042	4,238,787	81,369,494	4,499,856
1,421,365	69,816	3,689,812	-
20,794,924	19,863,753	147,643,772	63,399,487
4,583,165	2,046,208	31,142,445	700,274
25,378,089	21,909,961	178,786,217	64,099,761
4,395,744	(17,124,111)	36,603,359	540,338
-	11,723,269	11,724,852	-
-	10,727,110	10,727,110	-
192,426	8,235	839,728	89,814
40,495	30,094	1,100,013	-
10,975	122	41,797	1,153
-	9,221	2,018,492	-
-	-	3,403,089	-
102,495	27,237	264,692	5,280
(1,664,438)	(101,212)	(19,061,790)	(225)
(87,721)	(50,005)	(1,195,364)	-
-	-	(1,175)	-
(636)	-	(14,075,866)	-
(2,800)	(900)	(21,500)	-
563,079	59,009	1,801,524	-
-	-	(11,711)	-
-	(225,463)	(225,463)	-
-	637,564	637,564	-
(846,125)	22,844,281	(2,034,008)	96,022
(Continued)			

CITY OF LAREDO, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year ended September 30, 2022

(Continued)

	BUSINESS TYPE ACTIVITIES- ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
Income Before Contributions and Transfers	7,571,779	8,449,894	9,277,889
Capital Contributions-Grants	4,267,701	-	-
Capital Contributions-Developers	-	6,382,343	6,928,087
Transfers In	-	-	-
Transfers Out	(10,218,613)	(8,392)	-
Change in Net Position	1,620,867	14,823,845	16,205,976
Total Net Position-Beginning	48,020,423	183,848,629	127,001,243
Total Net Position-Ending	\$ 49,641,290	198,672,474	143,207,219

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Change in net position of business-type activities

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

(Continued)

BUSINESS TYPE ACTIVITIES-
ENTERPRISE FUNDS

SOLID WASTE MANAGEMENT	OTHER ENTERPRISE FUNDS	TOTALS	INTERNAL SERVICE FUNDS
3,549,619	5,720,170	34,569,351	636,360
-	326,309	4,594,010	-
-	-	13,310,430	-
551,353	-	551,353	2,000,000
-	(98)	(10,227,103)	-
4,100,972	6,046,381	42,798,041	2,636,360
29,984,148	29,792,633		11,805,294
34,085,120	35,839,014		14,441,654
		212,094	
		\$ 43,010,135	

CITY OF LAREDO, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year ended September 30, 2022

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
CASH FLOW FROM OPERATING ACTIVITIES:			
Receipts from customers and users	\$ 75,884,152	59,646,538	43,257,018
Receipts from interfund services provided	-	991,112	815,201
Payments to suppliers	(3,191,676)	(15,988,076)	(11,047,755)
Payments to employees	(9,589,494)	(12,352,835)	(6,294,888)
Payments for interfund services used	(40,861,506)	(4,707,483)	(3,720,914)
Net cash provided (used) by operating activities	22,241,476	27,589,256	23,008,662
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfer to other funds	(10,218,613)	(27,071,888)	(17,753,437)
Transfer from other funds	-	27,063,496	17,753,437
Advances from other funds	-	-	-
Subsidy from federal and state grants	1,519,459	9,266	-
Sales Tax	-	-	-
Net cash provided (used) by noncapital and related financing activities	(8,699,154)	874	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from capital debt	4,325,000	82,704,677	39,573,083
Subsidy from federal and state grants	-	-	-
Purchase of capital assets	-	(17,716,672)	-
Acquisition and construction of capital assets	(10,650,839)	-	(10,467,690)
Principal paid on capital debt	(5,052,667)	(9,898,770)	(8,171,146)
Interest paid on capital debt	(1,103,508)	(10,152,486)	(5,719,371)
Proceeds from sales of capital assets	3,987	-	-
Net cash provided (used) by capital and related financing activities	(12,478,027)	44,936,749	15,214,876
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sales and maturities of investments	(1,160,364)	(72,990,046)	(38,850,088)
Interest and dividends received	111,982	523,025	667,881
Issuance of Notes Receivable	-	(696)	46
Net cash provided (used) by investing activities	(1,048,382)	(72,467,717)	(38,182,161)
Net increase (decrease) in cash and cash equivalents	15,913	59,162	41,377
Cash and cash equivalents, October 1	73,145	308,649	196,032
Cash and cash equivalents, September 30	\$ 89,058	367,811	237,409

(Continued)

BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS			
SOLID WASTE MANAGEMENT	OTHER ENTERPRISE FUNDS	TOTALS	INTERNAL SERVICE FUNDS
28,767,816	3,899,782	211,455,306	4,869,376
860,637	133,789	2,800,739	59,763,200
(13,378,121)	(6,093,075)	(49,698,703)	(54,386,849)
(3,530,454)	(12,479,165)	(44,246,836)	(6,931,879)
(6,053,415)	(462,376)	(55,805,694)	(1,012,653)
6,666,463	(15,001,045)	64,504,812	2,301,195
-	(98)	(55,044,036)	-
551,353	-	45,368,286	2,000,000
-	-	-	278,908
-	12,364,746	13,893,471	-
-	10,727,110	10,727,110	-
551,353	23,091,758	14,944,831	2,278,908
-	-	126,602,760	(502)
-	(1,464,518)	(1,464,518)	-
-	(33,210)	(17,749,882)	(145,306)
251,009	(616,226)	(21,483,746)	-
(4,501,560)	(582,685)	(28,206,828)	(2,085)
(1,618,964)	(104,654)	(18,698,983)	(225)
105,276	-	109,263	4,523
(5,764,239)	(2,801,293)	39,108,066	(143,595)
(1,653,677)	(5,289,973)	(119,944,148)	(4,472,529)
221,814	25,191	1,549,893	58,639
-	-	(650)	-
(1,431,863)	(5,264,782)	(118,394,905)	(4,413,890)
21,714	24,638	162,804	22,618
139,622	33,998	751,446	71,098
161,336	58,636	914,250	93,716
(Continued)			

CITY OF LAREDO, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year ended September 30, 2022

(Continued)

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income	\$ 18,819,848	17,175,924	13,335,954
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	3,061,413	12,096,071	9,355,588
(Increase) decrease in accounts receivable	(95,146)	(2,003,525)	(920,773)
Increase (decrease) in allowance for uncollectible accounts	-	1,391,090	726,322
(Increase) decrease in inventories	-	(917,503)	(193,307)
(Increase) decrease in prepaid items	-	-	-
Increase (decrease) in customer deposits	-	210,430	-
Increase (decrease) in accounts payable	823,054	321,287	1,175,467
Increase (decrease) in retainage payable	-	-	-
Increase (decrease) in unearned revenues	184,038	15,664	(45)
Increase (decrease) in compensated absences payable	30,533	(27,060)	(20,489)
Increase (decrease) in deferred outflows-pension	(340,318)	(385,434)	(169,425)
Increase (decrease) in deferred inflows-pension	987,280	1,344,340	663,399
Increase (decrease) in net pension liability	(1,386,015)	(1,911,326)	(949,602)
Increase (decrease) in accrued wages and employee benefits	61,753	82,996	5,571
Increase (decrease) in claims & judgements payables	-	-	-
Increase (decrease) in lease receivable	(15,081)	(17,872)	(2,355)
Increase (decrease) in deferred inflows-leases	95,038	196,343	-
Increase (decrease) in lease liability	15,079	17,831	2,357
Total adjustments	3,421,628	10,413,332	9,672,708
Net cash provided (used) by operating activities	\$ 22,241,476	27,589,256	23,008,662
Noncash investing, capital, and financing activities:			
Bond issuance cost amortized	(393,128)	1,486,989	674,846
Contributions of capital assets from developers & others	-	6,382,343	6,928,087
Current landfill closure and postclosure cost	-	-	-
Sale of assets	-	-	-
Loss on advance refunding	183,129	815,097	242,541
Increase (Decrease) in accrued interest payable	-	(228,325)	(108,559)

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

(Continued)

BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS			
SOLID WASTE MANAGEMENT	OTHER ENTERPRISE FUNDS	TOTALS	INTERNAL SERVICE FUNDS
4,395,744	(17,124,111)	36,603,359	540,338
4,583,165	2,046,208	31,142,445	700,274
(472,036)	(780,676)	(4,272,156)	(7,523)
326,952	14,364	2,458,728	-
(9,550)	11,754	(1,108,606)	(114,973)
-	-	-	(53,000)
-	8,291	218,721	-
(1,484,944)	(14,442)	820,422	748,258
-	(28,034)	(28,034)	-
(296)	5,742	205,103	-
(4,703)	21,253	(466)	59,584
(292,692)	(1,676,744)	(2,864,613)	-
1,004,693	(1,229,292)	2,770,420	-
(1,427,001)	2,929,327	(2,744,617)	-
47,131	79,641	277,092	43,835
-	-	-	384,402
-	-	(35,308)	-
-	735,674	1,027,055	-
-	-	35,267	-
2,270,719	2,123,066	27,901,453	1,760,857
6,666,463	(15,001,045)	64,504,812	2,301,195
563,079	(59,009)	2,272,777	-
-	-	13,310,430	-
(1,092,723)	-	(1,092,723)	-
-	-	-	757
(87,721)	50,005	1,203,051	-
(48,272)	-	(385,156)	-

**CITY OF LAREDO, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2022**

	LAREDO FIREFIGHTERS RETIREMENT SYSTEM PENSION TRUST FUND	CUSTODIAL FUNDS
ASSETS		
Cash and Cash Equivalents (Note 4)	\$ 449,070	-
Equity in Investment Pool (Note 4)	-	14,761
Accrued Interest Receivable (Note 6)	13,125	9,084
Investments, at Fair Value (Note 5)	-	3,224,525
Investment with Fiscal Agent, at Fair Value (Note 5):		
Money Market Funds	1,720,390	-
Private Equity	8,055,229	-
Domestic Corporate Bonds	29,179,254	-
Domestic Stocks	74,631,570	-
Foreign Stocks	66,169,855	-
Accounts Receivable (Note 6)	-	2,814
TOTAL ASSETS	180,218,493	3,251,184
LIABILITIES		
Accounts Payable	62,878	3,251,184
Accrued Wages and Employee Benefits	2,977	-
TOTAL LIABILITIES	65,855	3,251,184
NET POSITION RESTRICTED FOR PENSIONS	\$ 180,152,638	-

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

CITY OF LAREDO, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS	TOTAL CUSTODIAL FUNDS
ADDITIONS:		
Contributions:		
Employer Contributions	\$ 11,552,582	-
Plan Members	6,831,518	1,329,836
Other Contributions	3,697	588,353
Total Contributions	18,387,797	1,918,189
Investment Earnings:		
Interest Earnings and Dividends	3,119,552	2,806
Net Increase (decrease) in the Fair Value of Investments	(42,378,736)	-
Gains (Loss) on Sale of Investment	5,528,243	-
Total Investment Earnings	(33,730,941)	2,806
Less: Investment Expense	(378,547)	-
Net Investment Earnings	(34,109,488)	2,806
TOTAL ADDITIONS	(15,721,691)	1,920,995
DEDUCTIONS:		
Benefits	15,396,621	1,726,753
Administrative Expenses	410,192	194,242
TOTAL DEDUCTIONS	15,806,813	1,920,995
Change in Net Position	(31,528,504)	-
Net Position - Beginning	211,681,142	-
NET POSITION - ENDING	\$ 180,152,638	-

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

CITY OF LAREDO, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

1	Significant Accounting Policies	45
2	Reconciliation of Government-Wide and Fund Financial Statements	57
3	Fund Deficits	58
4	Cash and Cash Equivalents	58
5	Investments	59
6	Receivables	61
7	Restricted Assets for Enterprise Fund Types	62
8	Capital Assets	63
9	Retirement Plans	65
10	Post Employment Benefits Other Than Pension Benefits	81
11	General Long-Term Obligations	90
12	Proprietary Funds Long Term Obligations	97
13	Interfund Receivables and Payables	105
14	Interfund Transfers	105
15	Debt Service Requirements	106
16	Leases	107
17	Construction and Improvement Commitments	113
18	Fund Expenditures Exceeding Appropriations	113
19	Risk Management	114
20	Tax Abatements	115
21	Contingencies	115
22	Donor Restricted Endowments	116
23	Budget Basis Reporting	116
24	Fund Equity	117
25	Prior Year Adjustments	118

CITY OF LAREDO, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

The accounting methods and procedures adopted by the City of Laredo, Texas conform to general accepted accounting principles as applied to governmental entities. The following notes to the financial statements are an integral part of the City's Basic Financial Statements.

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Laredo, Texas (the City) is a municipal corporation incorporated under Article XI, Section 5 of the Constitution of the State of Texas (Home Rule Amendment). The City operates under a Council-Manager form of government and provides a full range of municipal services as authorized by its charter. The services include public safety (police and fire), highways and streets, sanitation, health and social services, culture and recreation, public improvements, planning and zoning, and general administrative services. In addition, the City owns and operates certain major activities including an airport, a transit system, water and sewer utility system, a landfill, and a bridge system.

The City has defined its reporting entity in accordance with GASB 14, "The Financial Reporting Entity". In conformity with generally accepted accounting principles, the financial statements of the component units have been included in the financial reporting entity as blended components. The basis for blending the component units is discussed below:

For the *Laredo Convention and Visitor's Bureau*, *Laredo Transit Management, Inc.*, *Sames Auto Arena*, *Max Mandel Golf Course*, *Keep Laredo Beautiful*, and *Laredo Public Facilities Corporation-La Terraza, L.L.C.*, the component unit's governing body is substantively the same as the governing body of the primary government and there is either a financial benefit or burden relationship between the primary government and the component unit. In addition, the component unit's total debt outstanding is expected to be repaid entirely or almost entirely with the resources of the primary government. The City Council is the governing board for these component units. These entities are bound by the City's legal requirements and the City Council approves the budget, major contracts, surplus dispositions, and any fees or charges. Additionally, the City is legally responsible for debt and public service rendered within the City's boundaries.

For the *Laredo Firefighter's Retirement System*, the component unit provides services entirely, or almost entirely, to the primary government or otherwise exclusively, or almost exclusively, benefits the primary government even though it does not provide services directly to it. The Laredo Firefighters' Retirement System administers the retirement system for the City of Laredo Firefighters employees.

Laredo Transit Management, Inc. Under the authority of Revised Texas Civil Statutes, Article 118(z) on September 8, 1987, created Laredo Municipal Transit System, The Laredo Municipal Transit System and "Mass Transit Board". The Laredo Transit Management, Inc. reports to the Mass Transit Board. L.M.T.S. is commonly referred to as El Metro.

The primary function and purpose of Laredo Transit Management, Inc. is to operate, maintain, design, and construct a safe, reliable, cost effective and efficient public transportation system that will meet the changing needs of our community, while complying with applicable state and federal mandates, including the Texas Clean Air Act and the Americans with Disabilities Act.

Laredo Transit Management, Inc. provides both a fixed-route and Paratransit (El Lift) services within the city boundaries of Laredo. Currently, the fixed-route service is comprised of 24 bus routes. The fixed route bus service has a total of 37 buses operating during a regular weekday, 30 buses on a Saturday and 18 buses on Sunday. The Laredo Transit Management, Inc. bus fleet consists of 49 buses and 1 rubber-tire trolley. The El Lift program has a total fleet of 21 Paratransit vans that are equipped with ADA bus lifts. Laredo Transit Management, Inc. is reported as an enterprise fund.

Laredo Convention and Visitors' Bureau The Laredo Convention and Visitors' Bureau was established in April 1993 to engage in visitor promotion and to solicit and service conventions and other related group businesses generating overnight stays in the City, thereby enhancing and developing the economy of the City. Laredo Convention and Visitors' Bureau operations are reported as special revenue funds.

Keep Laredo Beautiful – Keep Laredo Beautiful's mission is to empower the citizens of Laredo through education to take responsibility for enhancing their community and its environment through litter prevention, beautification, community improvement and minimization of the impact of solid waste. It is recognized by the Internal Revenue Service as a 501 (c)(3) charitable organization.

Laredo Public Facilities Corporation - La Terraza, LLC. The Laredo Public Facilities Corporation (LPFC) - La Terraza, LLC was organized exclusively for the purpose of assisting the City in financing, refinancing or provide public facilities. The LPFC has the power to finance the acquisition of City obligations issued or incurred in accordance with existing law, to provide for the acquisition, construction, rehabilitation, renovation, repair, equipping furnishing and placement in service of public facilities including multifamily housing facilities. The LPFC is the sole General Partner of the La Terraza at Lomas del Sur, Ltd. Partnership, which operates the La Terraza apartments. The apartments consist of a gated community composed of 128 units in eight (8) Residential Buildings, a Community Center, a Maintenance Building, a Swimming Pool, a Mail Kiosk, a Children's Playground, and some Picnic areas. Laredo Public Facilities Corporation is reported as a special revenue fund.

Sames Auto Arena. The Sames Auto Arena was established in September 2002 to provide entertainment for the entire family, such as concerts, rodeos, and basketball events, to name a few. The 178,000 square foot multi-purpose state of the art facility has a maximum 10,000 seating capacity and is managed by SMG. Sames Auto Arena is reported as a special revenue fund.

Max Mandel Golf Course. The Max Mandel Golf Course, a 270 acre signature golf course was built in 2012 to provide additional recreational activities for local and out of town golf enthusiasts. The 18 hole facility has a restaurant, club house, and pro shop. The course is open to the public 7 days a week and is managed by Landscapes Unlimited. Max Mandel is reported as a special revenue fund.

Laredo Firefighters' Retirement System The Laredo Firefighters' Retirement System was created under the authority of Article 6243e - Texas Local Firefighters' Retirement Act enacted by the Legislature of the State of Texas. The act established the membership, benefits, credits and administration of certain retirement systems for volunteer or paid firefighters. The Laredo Firefighters' Retirement System administers the retirement system for the City of Laredo Firefighters employees and is included in the financial statements of the City as a component unit. Complete financial statements of the component units can be obtained from the City of Laredo, Financial Services Department offices:

City of Laredo
Financial Services Department
P. O. Box 579
Laredo, TX 78042-0579

B. Basis of Accounting

The accounting and reporting policies of the City as reflected in the accompanying basic financial statements conform to generally accepted accounting principles (GAAP) for local governmental units as prescribed by the Governmental Accounting Standards Board and the American Institute of Certified Public Accountants. The following represent the more significant accounting policies and practices of the City.

Government Wide and Fund Financial Statements

The government-wide financial statements report information on all of the non-fiduciary activities of the primary government and its component units. The effect of inter-fund activity has been removed from these statements.

Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business activities. Business-type activities rely to an extent on fees and charges for support. The primary government is reported separately for certain legally separate component units for which the primary government is financially accountable.

Program Revenues and Direct Expenses - The Statement of Activities demonstrates the direct expenses of a given function or segments offset by program revenues. A direct expense is specifically associated with a service, program, or department and is clearly identifiable to a particular function. In the Statement of Activities, certain indirect expenses are reported in the program expenses. Program revenue derives directly from the program itself or from parties outside the reporting government's taxpayers or citizenry. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given City function or segment. Program revenues also include grants and contributions that are limited to meeting the operational or capital requirements of a particular program. Taxes and other items not included among program revenue are reported as general revenue.

Fund Accounting

The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-

balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The City maintains the following fund types:

Governmental Funds

Governmental funds are those through which most governmental functions of the City are financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities (except those, if any, which should be accounted for in proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of financial position and changes in financial position, rather than upon net income determination. The City maintains the following governmental fund types:

General Fund - The General Fund is the general operating fund of the City. It is used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt service or capital projects. Proceeds of specific revenue sources established that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.

The restricted or committed proceeds of specific revenue sources should be expected to continue to comprise a substantial portion of the inflows reported in the fund. Special revenue funds should not be used to account for resources held in trust for individuals, private organizations or other governments.

Debt Service Fund - The Debt Service Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest.

Capital Projects Funds - Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows finance by proprietary funds or for assets that will be held in trust for individuals, private organizations or other governments.

Permanent Funds – Permanent funds are only used to account for and report resources that are restricted to the extent that only earnings and not principal may be used for purposes that support the reporting government's programs for the benefit of the government or its citizenry.

Proprietary Funds

Proprietary funds are used to account for the City's ongoing operations that are financed and operated in a manner similar to private business enterprises - where the determination of net income, financial position, and cash flows are necessary or useful for sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

Enterprise Funds - Enterprise Funds are used to account for operations that (1) are financed and operated in a manner similar to private business enterprises where the intent of the City Council is that the cost (expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (2) where the City Council has decided that periodic determination of revenues earned, expenses incurred, and net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one City department or agency to other City departments or agencies or to other governmental units on a cost-reimbursement basis.

Fiduciary Funds – These funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and other funds.

Trust Funds - These funds are accounted for in the same manner as proprietary funds with the measurement focus on determination of net income and capital maintenance. The City is custodian to funds contributed into the fund; funds are used toward annuity payments. The City has two trust funds: Firefighters Retirement System, and City Annuity.

Custodial Fund - The Custodial Fund is used to account for funds where the City's role is purely custodial. All assets reported in a custodial fund are offset by a liability to the party on whose behalf they are held and do not involve measurement of results of operations. Currently, the City has three Custodial fund: Payroll Clearing, Police Retirees Dependent's, and Fire Retirees Dependent's Fund

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Economic resources measurement focus reports all inflows, outflows, and balances affecting or reflecting an entity's net position. Accrual basis accounting is the method that recognizes the financial effect of transactions, events, and inter-fund activities when they occur, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied while the organization recognizes grant revenue as soon as all eligibility requirements obligatory have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when measurable and available. "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is principal and interest on general long-term obligations, compensated absences, and claims and judgments which are recognized when due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Sales taxes collected and held by the state at year-end on behalf of the government are also

recognized as revenue. All other revenue items are considered to be measurable and available when they are received.

The City reports the following as major governmental funds:

General Fund is the general operating fund of the City. It is used to account for and report all financial resources not accounted for and reported in another fund.

Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest.

American Rescue Act is an economic stimulus bill created to alleviate the ongoing recession due to COVID-19 pandemic.

The City reports the following as major proprietary funds:

Bridge System Fund is used to account for toll proceeds from four international bridges and the related operations, maintenance, and debt service.

Water Works System Fund is used to account for the operations, maintenance, and debt service from three water treatment plants and seventeen booster stations and the related revenue received from 79,332 customers.

Sewer System Fund is used to account for the operations, maintenance, and debt service of the City's five sewage treatment plants and its related revenue received from 73,597 customers.

Solid Waste Fund is used to account for the landfill and recycling center operations and revenues collected from garbage collections, landfill fees, and Federal and State Mandate fees.

Additionally, government-wide reports for proprietary funds include the following fund type:

Internal Service Funds are used to provide fleet services to other funds, provide services associated with the City's partially self-funded health benefits program, provide services associated with the risk management for all city property including workman's compensation, and provide telecommunication services to all funds on a cost-reimbursement basis.

As a general rule, the effect of inter fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's water and sewer functions and various other functions of government.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses result from providing services and producing and delivering goods in connection with a proprietary fund's principal operations. The principal operating revenues of the enterprise funds and of the government's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources as they are needed.

C. Budgets and Budgetary Accounting

The City adheres to the following procedures in establishing the operating budgets reflected in the basic financial statements:

(1) Sixty (60) days prior to the beginning of each fiscal year, the City Manager submits to the City Council a proposed budget for the fiscal year beginning October 1st. This budget is required to include expenditures by office, department, and agency and the means of financing them. Proposed short and long range capital expenditures and bonded debt requirements must also be included.

(2) Public hearings are conducted at which all interested parties may comment concerning the proposed budget.

(3) Council adopts the budget on or before the last day of the month of the fiscal year currently ending through passage of an appropriation ordinance and tax levy ordinance. If the City Council fails to adopt the budget at that time, the budget of the previous year is deemed to be adopted.

(4) Annual appropriated budgets are legally adopted for the General Fund, Special Revenue Funds, Capital Project Funds, Debt Service Fund, and Proprietary Funds. A comparison of budget to actual is presented in the Basic Financial Statements for the General Fund.

(5) The City Charter identifies various allowable amendments to the budget after adoption. Supplemental Appropriations are allowed if the City Manager certifies that there are, available for appropriation, revenues in excess of those estimated in the budget and Council by ordinance and after a formal inquiry has established a need for the supplemental appropriation. Emergency Appropriations are allowed to meet a public emergency affecting life, health, property, or the public peace of the City through an emergency ordinance if there are available un-appropriated revenues. Decreases in the amount of appropriations are allowed if revenues available are insufficient to meet the amount appropriated.

Transfer of Appropriations is allowed. Several supplementary appropriations were necessary during the year primarily to adjust the total budget for grants received from various federal and state agencies.

(6) The City Council approval is required in order to transfer un-appropriated balances from one department, office, or agency to another. The City Manager has the authority, without City Council approval, to transfer appropriation balances from an expenditure account to another within a department, office, or agency of the City. The reported budgetary data has been revised for amendments authorized during the year.

(7) Each appropriation, except those for capital expenditures, shall lapse at the close of the fiscal year to the extent it has not been expended or encumbered. Certain differences exist between the basis of accounting for budgetary purposes and that used for reporting in accordance with generally accepted accounting principles.

D. Encumbrances

Encumbrances represent commitments related to unperformed (executed) contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is used in the governmental funds.

Encumbrances outstanding at year-end are reported as part of the committed fund balances since the commitments will be honored during the subsequent year and, accordingly, do not constitute expenditures or liabilities.

For budgetary purposes, appropriations lapse at year-end except for that portion related to encumbered amounts. For financial purposes, the original budget also includes actual appropriation amounts automatically carried over from prior years to cover prior-year encumbrances.

Please see Note 17 for significant encumbrances.

E. Equity in Investment Pool

Cash balances of all City funds (except for the Laredo Firefighters' Retirement System) are pooled and invested. The Equity in Investment Pool consists of cash in bank accounts, which are pooled and allocated to all funds. Investments purchased with pooled cash consisting of Investment Pools, U.S. Government obligations, U.S. Agency obligations, and Mortgage Backed Securities are recorded at fair value in accordance with GASB Statement 31 - Accounting and Financial Reporting for Certain Investments and for External Investment Pools and are classified as "Investments" in the accompanying combined balance sheet. Interest earned on investments purchased with pooled cash is allocated monthly to each participating fund based upon the fund's average month equity balance. Funds that incur a negative balance in equity in pooled investments are reclassified as Due to Other Funds in the financial statements and are not allocated any interest earnings or charged interest expense.

F. Investments

The City can legally invest in certificates of deposit, repurchase agreements, obligations of the U.S. Government and its Agencies or instrumentality and State obligations all of which are recorded at fair value in accordance with GASB Statement 72 – Fair Value Measurement and Application.

G. Inventories

Inventories are valued at cost, which approximates market, using the first-in first-out method, and the average cost method as appropriate. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

H. Restricted Assets

The International Toll Bridge System, Water System, and Sewer System revenue bond indentures require that, during the period the bonds are outstanding, the City must maintain certain separate accounts and funds to account for the proceeds from the issuance of the revenue bonds and the debt

service deposits made from revenues. These restricted assets can be used only in accordance with the revenue bond indenture to pay the debt service payments on such bonds.

I. Property, Plant, Equipment, and Infrastructure

Property, plant, and equipment owned by the City are stated at historical cost. Maintenance and repairs are charged to operations as incurred, and improvements of \$5,000 or more, which extend the useful life of a capital asset, are capitalized. Currently, the City's policy has a threshold of \$5,000 for equipment and \$25,000 for infrastructure. The straight-line method is used to calculate the depreciation for all capital assets over the estimated useful life:

Utility Funds:	
Plant	50 years
Transmission and distribution system	25-50 years
Other machinery and equipment	1 - 25 years
All Other Funds:	
Buildings and improvements	45 years
Machinery and equipment	3 - 10 years
Vehicles	6 years
Streets	25 years
Bridges	25 years
Airport runways	25 years
Boat ramps	25 years
Storm Drainage	25 years
Landfill	25 years

The City's Infrastructure acquired prior to June 30, 1980, is included. When property, plant, and equipment are retired from service, or otherwise disposed of, a gain or loss on disposal of assets is recognized. In accordance with GASB Statement 72-Fair Value Measurement and Application, donated capital assets, donated works of arts, and capital assets received in a service concession agreement are reported at acquisition value.

J. Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets is the net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations forced on their use either through enabling legislations adopted by the City or through external restrictions imposed by creditors, grantors or regulations of other governments.

K. Deferred Inflows/Outflows of Resources

Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow or resources (revenue) until that time. Deferred outflows

of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

The breakdowns of deferred inflows/outflows are as follows:

	Governmental Activities	Business Type Activities	Total
Deferred Outflows of Resources			
Deferred outflows from pension activities			
Difference in expected & actual earnings	\$ 7,636,017	\$ 889,417	\$ 8,525,434
Difference in projected & actual earnings	-	1,913,178	1,913,178
Contributions after measurement date	28,954,302	3,444,011	32,398,313
Change in assumptions	8,411,936	-	8,411,936
Change in assumptions - OPEB	52,987,224	-	52,987,224
Unamortized advance refunding loss from bonds	1,870,900	15,935,660	17,806,560
Total Deferred Outflows of Resources	\$ 99,860,379	\$ 22,182,266	\$ 122,042,645
Deferred Inflows of Resources			
Deferred inflows from pension activities			
Difference in expected and actual experience	\$ -	\$ -	\$ -
Change in assumptions	-	73,487	73,487
Difference in projected & actual earnings	44,868,310	4,656,006	49,524,316
Difference in projected & actual earnings - OPEB	57,342,671	-	57,342,671
Change in assumptions-OPEB	47,531,125	-	47,531,125
Unamortized deferred gain on refunding bonds	1,508,976	-	1,508,976
Leases	51,335,400	1,027,056	52,362,456
Unearned Revenues	13,308	-	13,308
Total Deferred Inflows of Resources	\$ 202,599,790	\$ 5,756,549	\$ 208,356,339

L. Long-Term Obligations

The City has issued combination tax and special revenue (water, sewer, paving assessments, hotel-motel, airport revenues, mass transit, parking system, and public property finance contractual obligations) certificates of obligation, which it intends to repay from a combination of revenues and property taxes. The City identifies the debt service requirements for all general obligation bonds and all combination tax and special revenue certificates of obligation and reduces the property tax levy by surplus revenues (if any) from the above-mentioned sources. GASB Statement 34 eliminates the presentation of the General Long Term Debt Account Group, but provides that these records to be maintained and incorporates the information into the Governmental column in the government-wide Statement of Net Position. General obligation and all combination tax and

special revenue certificate of obligation debt is recorded exclusively in the General Long Term Debt, and it is counted towards the legal debt limit of the City.

Any proceeds from issuance of general obligation and combination certificates of obligation, which are used for construction of governmental and business type capital assets, are recorded as bond proceeds in the governmental funds and business type funds.

Revenue bonds, which have been issued to fund capital projects of business type and governmental type funds, are to be repaid from net revenues of the business type and governmental funds. Debt related to business type projects are recorded in the business type funds.

M. Compensated Absences

City employees are granted vacation and sick leave hours at varying rates based on the number of years employed. Employees are paid accumulated vacation hours up to a maximum of 480 hours upon termination or retirement. Sick leave hours are paid up to a maximum of 720 hours upon retirement.

Amounts of vested or accumulated vacation leave that are not expected to be liquidated with available financial resources are accounted as a general long-term debt for internal purposes only. Accumulated vacation leave of enterprise funds are recorded as an expense and liability of those funds as the benefits accrue to employees. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits except as noted above.

N. Federal and State Grants and Entitlements

Grants and entitlements may be accounted for within any of the three fund types. The purpose and requirements of each grant or entitlement are carefully analyzed to determine the proper fund type in which to record the related transactions. Grants and entitlements received for purposes normally financed through a particular fund type may be accounted for in that fund type provided that applicable legal restrictions can be appropriately satisfied.

Capital grants restricted for capital acquisitions or construction projects are accounted for in the applicable Capital Project Funds. Revenues received for operating or for capital expenditure purposes of Enterprise Funds are recognized in the applicable Enterprise Fund.

In prior years, capital contributions, including capital grants received for capital purchases, were recorded as a direct addition to the contributed capital equity account for Proprietary Funds. Beginning in fiscal year 2001, GASB 33 requires contributions of capital grants to be recorded as revenue in the Statement of Revenue, Expense, and Changes for Fund Net Position for Proprietary Funds.

O. Interfund Transactions

Transactions between funds that would be treated as revenues, expenditures, or expenses if they involved organizations external to the governmental unit are accounted for as revenues, expenditures, or expenses in the funds involved.

Non-recurring or non-routine transfers of equity between funds are reported as additions to or deductions from the fund balance of governmental funds. All other legally authorized transfers are treated as transfers in the basic financial statements and are included in the results of operations of both governmental and proprietary funds.

P. Unamortized Bond Issuance Costs

Prepaid insurance related to the sale of revenue bonds are amortized over the life of the issue.

Q. Statement of Cash Flows

For purposes of the statements of cash flows, cash and cash equivalents include cash on hand, equity in the investment pool, and cash with fiscal agent. Governmental entities under GASB 9, as amended by GASB 34, paragraph 105, must use the direct method for Cash Flow presentation.

R. Fund Equity

The City adopted GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" effective October 1, 2010. Fund balances are classified as nonspendable, restricted, committed, assigned or unassigned in governmental funds. Nonspendable fund balance cannot be spent because of legal or contractual requirements. Restricted fund balances have restrictions for specific purposes which are either imposed externally or by enabling legislation. Committed fund balances can only be used for specific purposes pursuant to constraints imposed by City Council through ordinance. Committed funds cannot be used for other purpose unless it is removed or changed in the same manner by City Council. Assigned fund balances are amounts that are constrained by the City's intent to be used for a specific purpose, but are neither restricted nor committed. This intent shall be expressed by the City Council. The Assigned fund balance also includes residual positive fund balances that are neither Restricted nor Committed in all governmental funds with the exception of General Fund. Unassigned fund balances include residual positive balance within General Fund or may also include negative balances for any governmental fund type.

The City, as per City Charter of the City of Laredo, has set aside 15% of expenditures of the General Fund as a cash reserves or minimum fund balance. If at any time the reserves fall below this threshold, City management will develop a plan, approved by the City Council, to restore the fund balance reserves to 15% of expenditures.

Generally, the City would first use committed, followed by assigned before unassigned balances when expenditures are incurred for purposes for which more than one of the classification of fund balance is available.

Proprietary funds have three classifications of fund equity: 1) net investment in capital assets, net of related debt; 2) restricted net position; and 3) unrestricted net position.

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes reconciliation between fund balance-total governmental funds and net position-governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities include bonds payable, which are not due and payable in the current period and therefore are not reported in the funds.”

The details of this \$623,481,744 difference are as follows:

Bonds, notes payable, and capital leases	\$ 253,452,008
Accrued interest	1,050,258
Compensated absences	44,935,333
Elimination of Interfund activity	0
Net Pension Liability	151,882,290
Net Pension Obligations-OPEB	<u>172,161,855</u>
Net adjustment to reduce <i>fund balance-total governmental funds</i> to arrive at <i>net position-governmental activities</i>	\$ <u><u>623,481,744</u></u>

B. Explanation of certain differences between governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statements of activities

An element of the reconciliation states that “the issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$19,276,903 difference are as follows:

Debt issued:	
Bond & Capital lease proceeds	\$ -
Premiums	-
Repayments:	
Bond & Notes payments	18,240,526
Capital lease	<u>1,036,377</u>
Net adjustment to decrease <i>net changes in fund balances-total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	\$ <u><u>19,276,903</u></u>

An element of the reconciliation states that for governmental funds, capital outlay should be reported as expenditures. In the statement of activities, “the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.” The amount of capital outlays not exceeding depreciation in this fiscal year were \$22,591,776. The details of this are as follows:

Assets that were purchased and capitalized in the current year	\$ 66,674,256
Assets that were disposed during the current fiscal year	(117,809)
Current year depreciation	<u>(43,964,671)</u>
Amount by which capital outlays exceed depreciation	\$ <u><u>22,591,776</u></u>

NOTE 3 - FUND DEFICITS

The following is a list of the unassigned deficit fund balances in the Non-Major Governmental Funds: Block Grants \$723,375; Housing Rehab \$305,518; Emergency Shelter \$884,106; Financial Task Force \$4,182; 911 Emergency Communications \$1,234,142; Health Fund \$1,936,905; Special Fire Grants \$128,243; Parks Capital Grants \$115,700; and Capital Grants \$763,616. Deficits are due to grant operations and will be recovered through grant reimbursements in the following year.

The following is a list of the unassigned deficit fund balances in the Non-Major Governmental Funds not operating as grants: Public Access \$77,327. Deficits are a result of operations. The deficit balances will be covered by revenues received next fiscal year.

NOTE 4 - CASH AND CASH EQUIVALENTS

The monetary assets of the City are held in various forms and accounts. These assets are described and presented in the basic financial statements in three groups. One group is described as Cash. This group is characterized as having high liquidity with little market risk and includes cash in bank accounts, petty cash and change funds. Another group is disclosed as Equity in Investment Pool and consists of cash in bank accounts. The third group of monetary assets is presented in the basic financial statements as "Investments". Cash balances of all City funds (except for the Laredo Firefighters Retirement System) are pooled and invested. All securities are reported at fair value in order to comply with GASB Statement 31 - *Accounting and Financial Reporting for External Investment Pools*. Investments with a remaining maturity at the time of purchase of one year or less are reported at amortized cost. The net decrease in the fair value of the securities was \$42,378,736 for the Laredo Firefighters Retirement System.

As of September 30, 2022, cash and cash equivalents consisted of the following:

Petty Cash and Change Fund	\$ 123,553
Cash with Fiscal Agent	2,149,757
Cash in Pooled Funds	<u>1,891,104</u>
	\$ <u><u>4,164,414</u></u>

Custodial credit risk - deposits. In the case of deposits, this is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. The City’s deposit policy is in compliance with Texas Government Code Chapter 2257 – “Collateral for Public Funds”. All deposits were covered by federal depository insurance up to \$250,000 and collateralized with eligible securities in

amounts of at least 102% of the book value of deposits. As of September 30, 2022, the book value of all the City's deposits was \$4,164,414.76. Deposits were properly secured during the fiscal year. Deposits were fully collateralized within one business day. All collateral securities were held by a third party in the City's name and were not exposed to custodial credit risk.

NOTE 5 - INVESTMENTS

The City, as per the "Public Funds Investment Act" of the State of Texas, is authorized to invest in obligations of the United States or its agencies and instrumentalities; direct obligations of the State of Texas or its agencies and instrumentalities; other obligations which are unconditionally guaranteed by the State of Texas or United States; obligations of the States, agencies thereof, Counties, Cities, and other political subdivisions of any state having been rated as investment quality by a nationally recognized investment rating firm; Certificates of Deposits of state and national banks domiciled in Texas, guaranteed or insured by the Federal Depository Insurance or its successor; fully collateralized direct repurchase agreements with a defined termination date secured by obligations of the United States or its agencies; Banker's Acceptances that has a stated maturity of 270 days or less from the date of issuance; Commercial Paper that has a stated maturity of 270 days or less from date of issuance and rated not less than A-1 or P-1 or an equivalent rating; a no-load money market mutual fund that is registered with and regulated by the Securities and Exchange Commission, has a dollar-weighted average stated maturity of 90 days or fewer and includes in its investment objectives the maintenance of a stable net asset value of \$1 for each share; Investment Pools as long as the governing body of the City approved them by rule, order ordinance or resolution. The investments of the Pension Trust Fund, the Laredo Firefighters' Retirement System, are governed by the Texas Local Fire Fighters' Retirement Act, which established the System. The act authorizes additional investment types which include corporate bonds, common stock and mutual funds.

The investment and maturities at September 30, 2022 were as follows:

	Fair Value	Allocation (2)	Rating (3)	WAM
Short Term Money Market Accts (1) (4)	\$ 1,720,390	0.16%	N/A	N/A
Domestic Corporate Bonds (1)	29,179,254	2.78%	A	6.8-8.4 years
Private Equity (1)	8,055,229	0.77%	N/A	N/A
Foreign & Domestic Stocks (1)	140,801,427	13.42%	N/A	N/A
Managed Pools	869,476,740	82.87%	AAAm	.35 years
Total Investments	\$ 1,049,233,040	100%		

(1) Investments of the Laredo Firefighters Retirement System.

(2) Allocation is based on fair value.

(3) Standard & Poors rating.

(4) Laredo Firefighters do not invest in individual Government securities. The following numbers are equal to a percentage of the mutual fund held: Dodge & Cox Income Fund 10.96% & DoubleLine Core Fixed Income 28.15%.

The gain realized during the year-ended September 30, 2022 for the Laredo Firefighters' Retirement System was \$ 5,528,243. This gain is included with the net increase (decrease) in the fair value of investments on the Statement of Changes in Fiduciary Net Position.

Interest Rate Risk. Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The City's investment policy limits the maximum maturities exceeding two years to 25% of the total portfolio. The other 75% must, to the extent possible, be matched with projected cash flow requirements.

Credit Risk. Credit risk is the risk that the government will not be able to recover the value of its securities. As per the City's investment policy, all security dealers must be registered and certified with the Texas State Securities Board, National Association of Security Dealers, and Securities and Exchange Commission. It is the policy of the City to require full collateralization of all City funds on deposits with a depository bank. The City's policy states that all purchased securities shall be held in safekeeping by either the City, the City's account in a third-party financial institution, or the City's safekeeping account at its designated depository bank.

The Laredo Firefighters' Retirement System, as per their investment policy, is allowed to invest in other types of investments such as mutual funds and common stock. As of September 30, 2022, the Laredo Firefighters Retirement System had the following Corporate Bonds subject to interest and credit risk: iShares U.S. Aggregate Bond Index Fund and PIMCO Real Return Fund.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. As per the City's investment policy, no more than 50% of the City's total investment portfolio will be invested in a single security type, with the exception of U.S. Treasury securities. Of the City's total investments, 100% were invested in Local Government Investment Pools and Bank Certificates of Deposit. Of the Firefighters' Retirement System investments, 17% were invested in mutual funds and 83% in equities.

Custodial Credit Risk. For an investment security, custodial credit risk is the risk that in the event of a failure of the counterparty the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of September 30, 2022, the City had no repurchase agreements. The City's investment policy dictates that a third party financial institution, designated by the City, shall be the holder of the City's investment securities. The Firefighters' Retirement System investments are not exposed to custodial credit risk because all securities are held by the System's custodial bank in the System's name.

GASB Statement No. 72 requires investments to be measured at fair value. Fair value is defined as price that would be received when an asset is sold or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement established a hierarchy of inputs to measure the fair value that prioritizes the inputs into the following three categories:

Level 1 – Quoted prices for identical assets or liabilities in active markets that can be accessed at the measurement date.

Level 2 – Inputs that are observable (other than the quoted prices included in Level 1) either directly or indirectly for the asset or liability.

Level 3 – Unobservable inputs for the asset or liability.

The following table presents the city’s investments measured at fair value on a recurring basis and the level of hierarchy used to measure the fair value:

	9/30/2022 Fair Value	Level 1	Level 2	Level 3
Investments by Fair Value Level				
Domestic Corporate Bonds	\$ 29,179,254	-	29,179,254	-
Domestic Stocks	74,631,570	74,631,570	-	-
Private Equity	8,055,229	8,055,229	-	-
Foreign Stocks	66,169,857	66,169,857	-	-
Money Market Accounts	1,720,390	1,720,390	-	-
Total Investments at Fair Value Level	179,756,300	150,577,046	29,179,254	-
Investments Measured at net Asset Value				
Managed Pool Accounts	120,148,357			
Money Market Accounts	152,649,628			
Certificate of Deposits	487,940,223			
Federal Agency Coupon Securities	34,274,258			
Federal Agency Disc.- Amortizing	50,150,733			
Treasury Discounts- Amortizing	24,313,541			
Total Investments	\$ 1,049,233,040			

NOTE 6 - RECEIVABLES

The City's property tax is levied each October 1st on the assessed value listed on the tax roll as of the prior January 1st for all real and personal property located in the City. The City Charter stipulates that taxes shall become due on October 1st of the year of levy and shall be paid by the following January 31st. All real and personal property in the City on January 1st each year will be subject to lien from that date for taxes due thereon. The adjusted assessed value for the tax roll as of January 1, 2021, upon which the 2022 levy was based, was \$16,339,545,660.

The appraisal of property within the City is the responsibility of the Webb County Appraisal District. The Appraisal District is required under the Property Tax Code to assess all property within the Appraisal District on the basis of 100% of its market value. The value of property within the Appraisal District must be reviewed every three years; however, the City may, at its own expense, require more frequent reviews of appraised value. The Webb County Appraisal District has chosen to review the value of property every year. Under this legislation, the City continues to set tax rates on property within the City limits. However, if the effective tax rate exceeds the rate for the previous year by more than 8% qualified voters of the City may petition for an election to determine whether to limit the tax rate to no more than 8% above the effective tax rate of the previous year.

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

The City is permitted by Article II, Section 5 of the State of Texas Constitution to levy taxes up to \$2.50 per \$100 of assessed valuation for general governmental services; including the payment of principal and interest on general obligation long-term debt. Under the 1981 City Charter, the City's power of taxation is restricted to State statutes. The City Council has considered \$1.50 as the maximum tax per \$100 assessed valuation.

The tax rate to finance general governmental services including the payment and interest on long-term debt for the year ended September 30, 2022 was \$.615370 per \$100 of assessed valuation (\$.469421 for general government and \$.145949 for debt service). Thus, the City has a tax margin of approximately \$.88463 per \$100, and could levy approximately \$144,544,523 in additional taxes per year from the present assessed valuation of \$16,339,545,660 before the limit is reached. Because of limitations imposed by state law, cases in which accumulated taxes exceed property value, other problems in tax collection and because of the possible uncollectibility of certain other accounts receivable, allowances have been provided for uncollectible accounts resulting in only the net collectible amounts being reflected in the balance sheet.

The net receivables and allowances for uncollectible accounts for taxes and other receivables as of September 30, 2022 are reflected in the following table:

	Accounts	Leases	Property Taxes	Hotel/Motel Taxes	Notes	Accrued Interest	Paving Assessment	Total Net Receivables
Governmental Activities	\$ 15,208,684	52,878,487	8,090,108	488,306	17,302,488	1,908,659	3,042	95,879,774
Business-Type Funds								
Bridge	\$ 10	95,136	-	-	-	40,002	-	135,148
Waterworks System	6,860,648	196,880	-	-	1,684	436,813	-	7,496,025
Sewer System	5,760,542	-	-	-	12,128	309,444	-	6,082,114
Solid Waste	2,256,072	-	-	-	-	116,661	-	2,372,733
Other Enterprise Funds	45,805	737,842	-	-	-	29,148	-	812,795
Total Business Type Funds	\$ 14,923,077	1,029,858	-	-	13,812	932,068	-	16,898,815
Allowance for Uncollectible	\$ 60,697,198	-	64,914	12,009	1,329,907	-	131,882	62,235,910

NOTE 7 - RESTRICTED ASSETS FOR ENTERPRISE FUND TYPES

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants.

The "revenue bond retirement reserve" is used to report resources set aside to make up potential future deficiencies in the revenue bond current debt service account. The "revenue bond contingency" is used to report resources set aside to subsidize potential deficiencies from the enterprise fund's operation that could adversely affect debt service payments. The "construction account" is used to report those proceeds of bond issuance that are restricted for use in construction. The "water rights" account is used to report revenue received through water availability charges.

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

The following table summarizes restricted assets by purpose as of September 30, 2022:

	Other Enterprise Fund	Bridge System	Waterworks System	Sewer System	Solid Waste	Total
Revenue Bond Retirement Reserve \$	-	2,014,875	20,953,651	17,399,967	-	40,368,493
Revenue Bond Contingency	-	500,000	-	-	-	500,000
Construction Account	650,531	6,058,976	105,100,651	115,491,232	12,283,102	239,584,492
Water Rights	-	-	7,845,421	-	-	7,845,421
Total Restricted Assets	<u>\$ 650,531</u>	<u>8,573,851</u>	<u>133,899,723</u>	<u>132,891,199</u>	<u>12,283,102</u>	<u>288,298,406</u>

NOTE 8 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2022 was as follows:

A – Governmental Activities:

	Balance as of September 30, 2021	Additions	Deletions and Transfers	Balance as of September 30, 2022
Capital Assets, Not Being Depreciated:				
Land	\$ 114,054,364	3,723,343	(2,108)	117,775,599
Construction in Progress	16,696,562	16,056,376	(46,121)	32,706,817
Total Capital Assets, Not Being Depreciated	<u>130,750,926</u>	<u>19,779,719</u>	<u>(48,229)</u>	<u>150,482,416</u>
Capital Assets Being Depreciated:				
Buildings	228,782,951	440,281	-	229,223,232
Improvements Other Than Buildings	839,499,122	35,782,188	-	875,281,310
Machinery & Equipment	172,179,059	10,817,374	(9,526,615)	173,469,818
Total Assets Being Depreciated	<u>1,240,461,132</u>	<u>47,039,843</u>	<u>(9,526,615)</u>	<u>1,277,974,360</u>
Less Accumulated Depreciation For:				
Buildings	(83,872,080)	(5,491,827)	-	(89,363,907)
Improvements Other Than Buildings	(431,855,896)	(28,658,480)	-	(460,514,376)
Machinery & Equipment	(138,265,987)	(10,521,053)	9,464,209	(139,322,831)
Total Accumulated Depreciation	<u>(653,993,963)</u>	<u>(44,671,360)</u>	<u>9,464,209</u>	<u>(689,201,114)</u>
Total Capital Assets, Being Depreciated, Net	<u>586,467,169</u>	<u>2,368,483</u>	<u>(62,406)</u>	<u>588,773,246</u>
Governmental Activities Capital Assets, Net	<u>\$ 717,218,095</u>	<u>22,148,202</u>	<u>(110,635)</u>	<u>739,255,662</u>

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

B- Business Type Activities:

	Balance as of September 30, 2021	Additions	Deletions and Transfers	Balance as of September 30, 2022
Capital Assets, Not Being Depreciated:				
Land	\$ 66,464,136	-	-	66,464,136
Construction in Progress	21,443,708	25,413,875	(6,963,158)	39,894,425
Waterrights	52,507,919	2,695,637	-	55,203,556
Total Capital Assets, Not Being Depreciated	140,415,763	28,109,512	(6,963,158)	161,562,117
Capital Assets Being Depreciated:				
Buildings	367,160,722	-	93,619	367,254,341
Improvements Other Than Buildings	540,116,089	13,310,430	6,869,540	560,296,059
Machinery & Equipment	110,723,301	3,481,580	(2,003,042)	112,201,839
Total Assets Being Depreciated	1,018,000,112	16,792,010	4,960,117	1,039,752,239
Less Accumulated Depreciation For:				
Buildings	(83,497,600)	(7,944,449)	-	(91,442,049)
Improvements Other Than Buildings	(291,809,919)	(15,582,717)	-	(307,392,636)
Machinery & Equipment	(85,464,529)	(7,615,279)	2,002,369	(91,077,439)
Total Accumulated Depreciation	(460,772,048)	(31,142,445)	2,002,369	(489,912,124)
Total Capital Assets, Being Depreciated, Net	557,228,064	(14,350,435)	6,962,486	549,840,115
Business Type Activities Capital Assets, Net	\$ 697,643,827	13,759,077	(672)	711,402,232

Depreciation expense was charged to functions/program of the primary government as follows:

Government Activities:		
General Government	\$	3,729,037
Public Health		2,341,366
Culture and Recreational		730,342
Public Works		28,068,339
Public Safety		1,915,312
Air Transportation		7,180,275
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets		706,689
Total depreciation expense-governmental activities	\$	44,671,360
Business-Type Activities:		
Solid Waste Management	\$	4,583,165
Municipal Transit System		2,005,002
Bridge System		3,061,413
Waterworks System		12,096,071
Sewer System		9,355,588
Municipal Housing		41,206
Total depreciation expense-business-type activities	\$	31,142,445

NOTE 9 - RETIREMENT PLANS

Texas Municipal Retirement System (TMRS)

General Information

The City provides benefits for all of its full-time employees (except for firefighters) through a non-traditional, joint contributory, hybrid cash balance defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), one of 900 administered by TMRS, an agent multiple-employer public employee retirement system.

Benefits

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

Deposit Rate:	7%
Matching Ratio (City to Employee)	2 to 1
A member is vested after	5 years

Members can retire at certain ages, based on the years of service with the City.
The Service Retirement Eligibilities for the city are: 5 yrs/age 60, 20 yrs/any age.

Contributions

Under the state law governing TMRS, the actuary annually determines the City contribution rate. This rate consists of the normal cost contribution rate and the prior service contribution rate, both of which are calculated to be a level percent of payroll from year to year. The normal cost contribution rate finances the currently accruing monetary credits due to the City matching percent, which are the obligation of the City as of an employee's retirement date, not at the time the employee's contributions are made. The normal cost contribution rate is the actuarially determined percent of payroll necessary to satisfy the obligation of the City to each employee at the time his/her retirement becomes effective. The prior service contribution rate amortizes the unfunded (overfunded) actuarial liability (asset) over the remainder of the plan's 23-year amortization period. The entry age normal actuarial cost method is used for determining the City contribution rate. Both the employees and the City make contributions monthly. Since the City needs to know its contribution rate in advance for budgetary purposes, there is a one-year delay between the actuarial valuation that is the basis for the rate and the calendar year when the rate goes into effect. (i.e. December 31, 2015 valuation is effective for rates beginning January 2017).

As of actuarial valuation and measurement date of 12/31/21, membership data for the City's pension plan is as follows:

Number of:

Inactive employees or beneficiaries currently receiving benefits	1,207
Inactive employees entitled to but not yet receiving benefits	677
Active employees	<u>2,305</u>
Total	<u>4,189</u>

Actuarial Assumptions

Actuarial Cost Method -	Entry Age Normal
Amortization Method-	Level Percent of Payroll-Closed Period
Remaining Amortization Period-	23 Years
Asset Valuation Method-	10-year smoothed fair value
Investment Rate of Return-	6.75%
Projected Salary Increases	3.50% including inflation
Includes Inflation At	2.5%

The City of Laredo is one of 900 municipalities having the benefit plan administered by TMRS. Each of the 900 municipalities has an annual, individual actuarial valuation performed. All assumptions of the December 31, 2021 valuations are contained in the 2021 TMRS Annual Comprehensive Financial Report, a copy of which may be obtained by writing to P. O. Box 149153, Austin TX 78714-9153.

Net Pension Liability

Under GASB 68, the City is required to recognize specific pension amounts, which include Net Pension Liability (NPL), deferred outflows and inflows of resources, and pension expense. The Total Pension Liability (TPL) (present value of actuarially determined pension benefits) less the value of the assets available in the plan to pay the pension benefits (Fiduciary Net Position or FNP) results in the NPL; this NPL will appear on the City's Statement of Net Position. The City's NPL was measured as of December 31, 2021 and the TPL used to calculate the NPL was determined by an actuarial valuation as of that date.

Actuarial Valuation and Measurement Date, December 31, 2021

Total Pension Liability	\$786,256,113
Plan Fiduciary Net Position	<u>\$700,779,586</u>
Net Pension Liability	<u>\$ 85,476,527</u>

A schedule of Net Pension Liability, in addition to the information above, includes multi-year trend information (beginning with 2014) and is presented in the Required Supplementary Information section.

Schedule of Changes in Net Pension Liability

Changes in the City's Net Pension Liability and Related Ratios as of 12/31/21 are presented below:

Total pension liability

Service cost	\$ 21,554,634
Interest (on the Total Pension Liability)	49,631,266
Changes of benefit terms	-
Difference between expected and actual experience	5,210,969
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(29,282,902)</u>
Net change in total pension liability	47,113,967
Total pension liability-beginning	<u>739,142,146</u>
Total pension liability-ending	<u>\$ 786,256,113</u>

Plan fiduciary net position

Contributions-employer	\$ 26,201,949
Contributions-employee	8,721,528
Net investment income	80,300,671
Benefit payments, including refunds of employee contributions	(29,282,902)
Administrative Expense	(371,087)
Other	<u>2,540</u>
Net change in plan fiduciary net position	85,572,699
Plan fiduciary net position-beginning	<u>615,206,887</u>
Plan fiduciary net position-ending	<u>\$ 700,779,586</u>

Net Change	(38,458,732)
Net pension liability-beginning	<u>123,935,259</u>
Net pension liability-ending	<u>\$ 85,476,527</u>

Pension Expense

Total Service Cost	\$ 21,554,634
Interest on the Total Pension Liability	49,631,266
Current Period Benefit Changes	-
Employee Contributions (Reduction of Expenses)	(8,721,528)
Projected Earnings on Plan Investments (Reduction of Expense)	(41,526,465)
Administrative Expense	371,087
Other Changes in Fiduciary Net Position	(2,542)
Recognition of Current Year Outflow (Inflow) of Resources-Liabilities	964,995
Recognition of Current Year Outflow (Inflow) of Resources-Assets	(7,754,842)
Amortization of Prior Year Outflow (Inflow) of Resources-Liabilities	(429,487)
Amortization of Prior Year Outflow (Inflow) of Resources-Assets	(5,858,350)
Total Pension Expense	<u>\$ 8,228,768</u>

Schedule of Deferred Outflow and Inflows of Resources

	Recognition Period (or amortization yrs)	Total (Inflow) or Outflow of Resources	Recognized in current pension expense	Deferred (Inflow)/Outflow in future expense
Due to Liabilities:				
Contrib after measurement date	0.00	\$ 22,944,776	-	22,944,776
Difference in expected and actual experience (actuarial (gains) or losses)	5.40	\$ 5,210,969	\$ 964,995	\$ 4,245,974
Total Due to Liabilities			<u>\$ 964,995</u>	<u>\$ 27,190,750</u>
Due to Assets:				
Difference in projected and actual earnings on pension plan investments (actuarial (gains) or losses)	5.00	\$ (38,774,206)	\$ (7,754,842)	\$ (31,019,364)
Total Due to Assets			<u>\$ (7,754,842)</u>	<u>\$ (31,019,364)</u>
Total:			\$	<u>(3,828,614)</u>

Deferred Outflows and Deferred Inflows of Resources, by year, to be recognized in future pension expense as follows:

	outflows (inflows) of resource
2022 \$	(6,747,099)
2023	(16,124,297)
2024	(7,735,393)
2025	(6,792,011)
2026	385,994
Thereafter	-
Total	\$ <u>(37,012,806)</u>

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.750%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Sensitivity of the net pension liability to changes in the discount rate

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

	1% Decrease 5.75%	Discount Rate 6.75%	1% Increase 7.75%
City's net pension liability	\$ 200,959,250	\$ 85,476,527	\$ (9,154,277)

Laredo Firefighters' Retirement System

The Financial Statements are reported using the economic resources measurement focus and the accrual basis of accounting.

The Board of Trustees of the Laredo Firefighters Retirement System is the administrator of a single-employer contributory defined benefit pension plan. The Laredo Firefighters Retirement System is considered

part of the City of Laredo financial reporting entity and is included in the City's financial reports as a pension trust fund.

The Laredo Firefighters Retirement System covers the firefighters in the Laredo Fire Department. The table below summarizes the membership of the System reflected in the actuarial valuation as of September 30, 2021, which is performed every two years. Subsequent biennial actuarial valuations will be as of September 30 in even-numbered years. Information from the latest valuation report dated September 30, 2021 is shown below.

	9/30/21
Retirees and beneficiaries currently receiving benefits	176
Inactive employees entitled to but not yet receiving benefits	0
Active employees	407
Total	<u>583</u>

The Laredo Firefighters Retirement System provides service retirement, death, disability, and withdrawal benefits. These benefits vest after 20 years of credited service. Employees may retire at age 50 with 20 years of service. As of the September 30, 2021 valuation date, the present plan provides a monthly normal service retirement benefit, payable in a Joint and Two-Thirds to Spouse form of annuity. The monthly benefit is equal to 3.03% of Final Average Monthly Salary for each year of service.

There is no provision for automatic postretirement benefit increases. The System has the authority to provide, and has periodically in the past provided for, ad hoc postretirement benefit increases. The Texas Local Fire Fighters' Retirement Act (TLFFRA) authorizes the benefit provisions of this plan. TLFFRA provides the authority and procedure to amend benefit provisions.

Contributions Required and Contributions Made

The contribution provisions of this plan are authorized by TLFFRA. TLFFRA provides the authority and procedure to change the amount of contributions determined as a percentage of pay by each firefighter and a percentage of payroll by the city. While the contribution requirements are not actuarially determined, state law requires that each plan of benefits adopted by the System must be approved by an eligible actuary. The actuary certifies that the contribution commitment by the firefighters and the City provides an adequate financing arrangement. Using the entry age actuarial cost method, the plan's normal cost contribution rate is determined as a percentage of payroll. The excess of the total contribution rate over the normal cost contributions rate is used to amortize the plan's unfunded actuarial accrued liability, and the number of years needed to amortize the plan's unfunded actuarial accrued liability is determined using an open, level percentage of payroll method.

The costs of administering the plan are financed from the trust. The funding policy of the Laredo Firefighters Retirement System requires contributions equal to 15% of pay by the firefighters. Currently, the City contributes 21.10% of pay for each active firefighter. The actuarial valuation

includes the assumption that the city contribution rate will be 21.10% over the UAAL amortization period.

Annual Pension Cost

For the fiscal year ending September 30, 2021, the City of Laredo's annual pension cost of \$9,354,625 for the Laredo Firefighters Retirement System was equal to the City's required and actual contributions during the year. While the required contributions were not actuarially determined but were a fixed percentage, the plan benefits which was most recently amended effective as of February 9, 2012 has been approved by the Board's actuary as having an adequate financing arrangement. For the year ending September 30, 2022 the city contribution rate was 21.10% of pay for all firefighters. The required contributions were reflected in the September 30, 2021 actuarial valuation.

The entry age actuarial cost method was used, with the normal cost calculated as a level percentage of payroll. The actuarial value is equal to the expected actuarial value of assets adjusted by 40% of the difference between the actual fair value and the expected actuarial value. The actuarial value is not more than 110% or less than 90% of the actual fair value of assets. The actuarial assumptions included an investment return assumption of 7.40% per year (net of expenses), projected salary increases averaging 2.75% per year as a general salary increase. An inflation assumption of 2.75% per year is included in the investment return and salary increase assumptions. The unfunded actuarial accrued liability (UAAL) is amortized with the excess of the total contribution rate over the normal cost rate. The number of years needed to amortize the UAAL is determined using an open, level percentage of payroll method; assuming that the payroll will increase 2.75% per year, and was 57 years as of September 30, 2021 actuarial valuation.

Schedule of Employer Contributions

Plan Year Ended	Annual Contribution As a Percentage of Payroll	Annual Required Contribution	Percentage of Required Contribution
9/30/2013	18.40%	5,625,179	100%
9/30/2014	20.10%	6,044,620	100%
9/30/2015	20.10%	6,221,242	100%
9/30/2016	20.10%	6,801,034	100%
9/30/2017	20.10%	6,845,693	100%
9/30/2018	20.10%	7,264,588	100%
9/30/2019	20.35%	7,555,193	100%
9/30/2020	20.60%	8,145,656	100%
9/30/2021	20.85%	8,557,405	100%
9/30/2022	21.10%	9,453,537	100%

A copy of the financial and pension plan report may be obtained by writing to: Laredo Firefighters Retirement System, 5219 Tesoro Plaza, Laredo, TX 78041.

Net Pension Liability

The System's net pension liability was measured as of September 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Total Pension Liability	\$311,776,483
Plan Fiduciary Net Position	<u>\$211,681,142</u>
Net Pension Liability	<u>\$100,095,341</u>

Schedule of Changes in Net Pension Liability

Changes in the System's Net Pension Liability and Related Ratios as of fiscal year ended 9/30/22 are presented below:

Total pension liability

Service cost	\$ 8,007,379
Interest (on the Total Pension Liability)	21,973,981
Changes of benefit terms	-
Difference between expected and actual experience	-
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(14,286,376)</u>
Net change in total pension liability	15,694,984
Total pension liability-beginning	<u>296,081,499</u>
Total pension liability-ending	<u>\$ 311,776,483</u>

Plan fiduciary net position

Contributions-employer	\$ 8,557,405
Contributions-employee	6,156,430
Net investment income	43,913,397
Benefit payments, including refunds of employee contributions	(14,286,376)
Administrative Expense	(330,298)
Other	<u>-</u>
Net change in plan fiduciary net position	44,010,558
Plan fiduciary net position-beginning	<u>167,670,584</u>
Plan fiduciary net position-ending	<u>\$ 211,681,142</u>

Net Change	\$ (28,315,574)
Net pension liability-beginning	<u>128,410,915</u>
Net pension liability-ending	<u>\$ 100,095,341</u>

Pension Expense

Total Service Cost	\$ 8,007,379
Interest on the Total Pension Liability	21,973,981
Employee Contributions (Reduction of Expenses)	(6,156,430)
Projected Earnings on Plan Investments (Reduction of Expense)	(12,411,218)
Amortization of differences between projected and actual earnings on plan investments	(4,216,472)
Amortization of changes of assumptions	1,399,240
Amortization of differences between expected and actual experience	427,847
Pension Plan administrative expenses	330,298
Changes of benefit provisions	-
Total Pension Expense	<u>\$ 9,354,625</u>

Schedule of Deferred Outflows and Inflows of Resources

	Recognition Period (or amortization yrs)	Total (Inflow) or Outflow of Resources	Recognized in current pension expense	Deferred (Inflow)/Outflow in future expense
Due to Liabilities				
Changes of assumptions	11.09	\$ 8,839,783	\$ 427,847	\$ 8,411,936
Difference between expected and actual experience	11.09	5,426,603	1,399,240	4,027,363
Contrib after measurement date	-	9,453,537	-	9,453,537
Total Due to Liabilities			<u>\$ 1,827,087</u>	<u>\$ 21,892,836</u>
Due to Assets				
Difference in projected and actual earnings on pension plan investments (actuarial (gains) or losses)	5.00	\$ (22,721,424)	\$ (4,216,472)	(18,504,952)
Total due to Assets			<u>\$ (4,216,472)</u>	<u>\$ (18,504,952)</u>
Total:				<u>\$ 3,387,884</u>

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

	Net deferred outflows (inflows) of resource
2023	\$ (1,556,787)
2024	(1,636,632)
2025	(3,529,836)
2026	(4,473,349)
2027	1,815,135
Thereafter	3,315,816
Total	\$ <u>(6,065,653)</u>

Discount Rate

The discount rate used to measure the total pension liability was 7.50%. No project of cash flows was used to determine the discount rate because the 9/30/18 actuarial valuation showed the expected contributions would pay the normal cost and amortize the unfunded actuarial accrued liability (UAAL) in 43 years. Because of the 43-year amortization period of the UAAL with the lower value of assets, the pension plan's fiduciary net position is expected to be available to make all projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments of 7.50% was applied to all periods of projected benefit payments as the discount rate to determine the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the City of Laredo, calculated using the discount rate of 7.4%, as well as what the city's net position liability would be if it were calculated using a discounted rate that is 1-percentage-point lower (6.4%) or 1-percentage-point higher (8.4%) than the current rate:

	1% Decrease 6.40%	Discount Rate 7.40%	1% Increase 8.40%
City's net pension liability	\$ 142,009,978	\$ 100,095,341	\$ 65,352,479

Laredo Transit Management, Inc. System

The financial statements are reported using the economic resources measurement focus and the modified accrual basis of accounting.

The Laredo Transit Management System (LTMI) defined benefit plan is a single-employer defined benefit plan. The Laredo Transit Management System is considered part of the City of Laredo financial reporting entity and is included in the City's financial reports as an Enterprise Fund. The plan is subject to the provisions of the Employee Retirement Income Security Act of 1974. The Plan's assets are held by the Trustee of the Plan. Company contributions are held and managed by the Trustee, which invests cash received, interest, and dividend income and makes distributions to participants.

LTMI defined benefit plan provides retirement benefits to eligible employees in the El Metro system. The table below summarizes the membership of the System reflected in the actuarial valuation as of July 1, 2021.

	<u>9/30/22</u>
Active Participants	156
Retirees and Beneficiaries	68
Inactive, Non-Retired Participants	<u>57</u>
Total	<u>281</u>

LTMI System provides service retirement, death, disability, and withdrawal benefits. These benefits vest after 5 years of vesting service. Employees may retire at age 50 and completion of 20 years of credited service. The benefit to each employee will equal \$52.08 multiplied by the total years of service before July 1, 2014 and \$57.08 multiplied by credit service earned on or after July 1, 2014. Employees may elect to receive their pension benefits in the form of a joint and survivor annuity. Employees may elect to receive the value of their accumulated plan benefits as a lump-sum distribution upon retirement or termination, or they may elect to receive their benefits as a life annuity payable monthly from retirement.

There are no automatic increases (COLAs) applied to the benefit formula; however, from time to time, there is an ad hoc increase.

The contribution provisions of the plan are authorized by LTMI. Annual contribution amounts are based on the amounts agreed on their Labor Union Contract negotiated every five years.

For the fiscal year ended September 30, 2022 LTMI's annual pension cost of \$850,750 was equal to the required and actual contributions during the year.

The funding method being used by plan is Entry Age Normal. The benefit is not related to compensation. Thus, the normal cost and accrued liability are determined based upon the level dollar not a level percentage of pay. The period over which the normal cost is spread is the plan year containing the participant's hire date and the period ending with the plan year containing the participant normal retirement date.

Schedule of Contributions

FY Ending 9/30	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as % of Covered Valuation Payroll
2016	643,000	600,000	43,000	6,772,317	8.86%
2017	790,120	877,000	(86,880)	6,873,995	12.76%
2018	927,081	950,000	(22,919)	7,045,845	13.48%
2019	1,042,376	825,000	217,376	7,149,335	11.54%
2020	1,093,625	1,840,000	(746,375)	7,484,337	24.58%
2021	822,946	955,737	(132,791)	7,705,487	12.40%
2022	870,723	783,262	87,461	8,117,957	9.65%

Additional years will be built prospectively.

A copy of the financial and pension plan report may be obtained by writing: Laredo Transit Management, Inc., 1301 Farragut St, 3rd Floor, Laredo, Tx 78040.

Net Pension Liability

Actuarial Valuation Date, July 1, 2021.

The system's net pension liability was measured as of September 30, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Total Pension Liability	\$15,084,740
Plan Fiduciary Net Position	<u>\$13,383,371</u>
Net Pension Liability/(Asset)	<u>\$ 1,701,369</u>

A. Schedule of Changes in Net Pension Liability

Total pension liability

Service cost	\$ 233,432
Interest (on the Total Pension Liability)	870,972
Changes of benefit terms	-
Difference between expected and actual experience	78,173
Changes of assumptions	(486,570)
Benefit payments, including refunds of employee contributions	(292,982)
Net change in total pension liability	403,025
Total pension liability-beginning	14,681,715
Total pension liability-ending	<u>\$ 15,084,740</u>

Plan fiduciary net position

Contributions-employer	\$ 783,262
Contributions-employee	48,264
Net investment income	(2,884,025)
Benefit payments, including refunds of employee contributions	(292,982)
Administrative Expense	(279,533)
Other	-
Net change in plan fiduciary net position	<u>\$ (2,625,014)</u>
Plan fiduciary net position-beginning	16,008,385
Plan fiduciary net position-ending	<u>\$ 13,383,371</u>

Net Change	\$ 3,028,039
Net pension liability-beginning	(1,326,670)
Net pension liability-ending	<u>\$ 1,701,369</u>

B. Pension Expense

Total Service Cost	\$ 233,432
Interest on the Total Pension Liability	870,972
Employee Contributions (Reduction of Expenses)	(48,264)
Projected Earnings on Plan Investments (Reduction of Expense)	(955,327)
Administrative Expenses	279,533
Assumption Changes	(122,610)
Difference between expected and actual experience	172,114
Difference between projected and actual investment earnings on plan investments	420,900
Total Pension Expense	<u>\$ 850,750</u>

C. Schedule of Deferred Outflows and Inflows of Resources

	Recognition Period (or amortization yrs)	Total (Inflow) or Outflow of Resources	Recognized in current pension expense	Deferred (Inflow)/Outflow in future expense
Due To Liabilities				
Difference in expected and actual experience	5.00	\$ 424,211	\$ 172,114	\$ 252,097
Difference in projected and actual investment earnings	5.00	2,334,078	<u>420,900</u>	<u>1,913,178</u>
Total Due to Liabilities			\$ <u>593,014</u>	\$ <u>2,165,275</u>
Due To Assets				
Assumption Changes	5.00	(196,097)	\$ <u>(122,610)</u>	<u>(73,487)</u>
Total Due to Assets			\$ <u>(122,610)</u>	<u>(73,487)</u>
Total				\$ <u>2,091,788</u>

Deferred Outflows and Deferred Inflows of Resources, by year, to be recognized in future pension expense as follows:

	Net deferred outflows (inflows) of resource
2023	\$ 435,198
2024	362,664
2025	446,323
2026	847,603
2027	<u>-</u>
Total	\$ <u>2,091,788</u>

D. Discount Rate

The discount rate used to measure the Total Pension Liability was 6.15%. The pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Sensitivity of the net pension liability to changes in the discount rate

	1% Decrease 5.15%	Discount Rate 6.15%	1% Increase 7.15%
LTMI's net pension liability	\$ 3,686,468	\$ 1,701,369	\$ 55,446

Summary

Pension Expense for the fiscal year ended September 30, 2022 are as follows:

TMRS	\$ 8,228,768
Laredo Firefighters	9,354,625
Laredo Transit	850,750
Total	<u>\$ 18,434,143</u>

Deferred outflows of resources and deferred inflows of resources related to pensions for the fiscal year ended September 30, 2022 are as follows:

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

	TMRS		Laredo Firefighters		Laredo Transit	
	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Difference in expected and actual experience	\$ 4,245,974	-	4,027,363	-	252,097	-
Difference in projected and actual earnings	-	(31,019,364)	-	(18,504,952)	1,913,178	-
Changes of assumptions	-	-	8,411,936	-	-	(73,487)
Contributions after measurement date	22,944,776	-	9,453,537	-	-	-
Total	\$ 27,190,750	(31,019,364)	21,892,836	(18,504,952)	2,165,275	(73,487)

	Total	
	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Difference in expected and actual experience	\$ 8,525,434	-
Difference in projected and actual earnings	1,913,178	(49,524,316)
Changes of assumption	8,411,936	(73,487)
Contributions after measurement date	32,398,313	-
Total	\$ 51,248,861	(49,597,803)

\$32,398,313 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending September 30, 2023.

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

Net Deferred Outflows/(Inflows) of Resources				
	TMRS	Laredo Fire	Laredo Transit	Total
2022	\$ (6,747,099)	-	-	(6,747,099)
2023	(16,124,297)	(1,556,787)	435,198	(17,245,886)
2024	(7,735,393)	(1,636,632)	362,664	(9,009,361)
2025	(6,792,011)	(3,529,836)	446,323	(9,875,524)
2026	385,994	(4,473,349)	847,603	(3,239,752)
2027	-	1,815,135	-	1,815,135
2028	-	3,315,816	-	3,315,816
Total	\$ (37,012,806)	(6,065,653)	2,091,788	(40,986,671)

NOTE 10 - POST EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

Plan Description:

The City provides retirement benefits through a single employer defined benefit plans. Police and City Employees who have twenty (20) years of service or have attained age sixty (60) with five years of service and Firefighters who have attained age forty five (45) with twenty (20) years of service with the City of Laredo are eligible for a service or early retirement, or qualified for a disability retirement under the Texas Municipal Retirement System, or the Fireman's Relief and Retirement Fund, may continue coverage in the City of Laredo Medical Plan as a retiree, at the time service terminates with the City of Laredo. An eligible employee may elect coverage for his or her dependents.

The widow/widower of a retiree who has coverage as a retiree under the City of Laredo Medical Plan may continue coverage as a retiree.

Currently, 278 retirees meet those eligibility requirements. The City reimburses 80% of the amount of validated claims for medical and hospitalization costs incurred by pre-Medicare retirees and their dependents. Expenditures for postretirement health care benefits are recognized as retiree's report claims and include a provision for estimated claims incurred but not yet reported to the City.

Prior to age 65, retirees participate in the City's Medical Plan. At age 65, retirees are offered a Medicare Supplemental Plan (Aetna Medicare Advantage), but the full cost is borne by the retirees. However, retirees can continue to participant in the City's prescription drug program after age 65. There is a \$1,000 deductible per person with an additional maximum out of pocket cost of \$8,150. The prescription co-pay is \$15 for generic and \$40 for brand name prescriptions and \$60 for preferred brand.

The Police and Firefighters are provided with a \$2,000 life insurance policy at retirement.

Annual contribution rates for retirees not currently eligible for Medicare:

	Retiree Only	Retiree & Spouse	Retiree & Family
Police	\$ 6,737	\$ 12,153	\$ 12,153
Fire	\$ 6,737	\$ 12,153	\$ 12,153
City Employees	\$ 4,693	\$ 12,153	\$ 12,153

Annual contribution rates for retirees who are eligible for Medicare coverage (these contributions are for prescription drug only-other medical benefits not available through the City's Medical Plan):

	Retiree Only	Retiree & Spouse	Retiree & Family
Police & Fire	\$ 5,023	\$ 8,053	N/A
Fire	\$ 3,029	\$ 6,059	N/A
City Employees	\$ 3,029	\$ 6,059	N/A

The City is required to contribute at a rate that is based on an actuarial valuation that is prepared in accordance within certain parameters.

OPEB Liabilities:

At 09/30/2022, the City reported a liability of \$172,161,855 for its proportionate share of the net OPEB liability. The total OPEB liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below, and was then projected forward to the measurement date.

Total OPEB Liability:

	<u>September 30, 2021</u>	<u>September 30, 2022</u>
Total OPEB Liability	\$206,576,960	\$172,161,855
Covered Payroll	154,072,326	158,694,496
Total OPEB Liability as a % of Covered Payroll	134.08%	108.49%

Discount Rate:

	<u>September 30, 2021</u>	<u>September 30, 2022</u>
Discount Rate	2.26%	4.02%
20 Year Tax-Exempt Municipal Bond Yield	2.26%	4.02%

The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Index.

Other Key Actuarial Assumptions

The plan has not had a formal actuarial experience study performed.

	<u>September 30, 2021</u>	<u>September 30, 2022</u>
Valuation Date	October 1, 2020	October 1, 2020
Measurement Date	September 30, 2021	September 30, 2022
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Inflation	2.30%	2.30%
Medical Trend Rate	See Actuarial Method Section	See Actuarial Method Section
Salary Increases including Inflation	3.00%	3.00%

Changes in Total OPEB Liability

	<u>Increase/ (Decrease) Total OPEB Liability</u>
Balances as of September 30, 2021	<u>\$206,576,960</u>
Changes for the Year:	
Service Cost	9,699,796
Interest on Total OPEB Liability	4,819,802
Effect of Plan Changes	-
Effect of economic/demographic gains or losses	-
Effect of Assumptions, Changes or Inputs	(42,878,558)
Benefit Payments	<u>(6,056,145)</u>
Balance as of September 30, 2022	<u><u>\$172,161,855</u></u>

Sensitivity of the City's total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the City, calculated using the discount rate of 4.02%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.02%) or 1 percentage point higher (5.02%) than the current rate.

	<u>1% Decrease 3.02%</u>	<u>Discount Rate 4.02%</u>	<u>1% Increase 5.02%</u>
Total OPEB Liability	\$ 194,804,367	\$ 172,161,855	\$ 153,169,594

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

The following presents the total liability of the City, calculated using the current healthcare cost trend rates as well as what the City's total OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current trend rates.

	1% Decrease	Current Trend Rate	1% Increase
Total OPEB Liability	\$ 146,629,463	\$ 172,161,855	\$ 204,276,058

Schedule of Changes in Total OPEB Liability and Related Ratios

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total OPEB Liability(in thousands)										
Service Cost	9,700	10,010	10,372	7,892	9,148	N/A	N/A	N/A	N/A	N/A
Interest on Total OPEB Liability	4,820	6,037	5,934	6,723	6,434	N/A	N/A	N/A	N/A	N/A
Effect of Plan Changes	-	-	-	-	-	N/A	N/A	N/A	N/A	N/A
Effect of Economic/Demographic gains/(losses)	-	(66,773)	-	(10,790)	-	N/A	N/A	N/A	N/A	N/A
Effect of Assumption Changes or Inputs	(42,879)	(3,014)	39,217	49,441	(15,843)	N/A	N/A	N/A	N/A	N/A
Benefit Payments	(6,056)	(5,679)	(4,412)	(4,215)	(3,022)	N/A	N/A	N/A	N/A	N/A
Net Change in Total OPEB Liability	(34,415)	(59,418)	51,111	49,053	(3,282)	N/A	N/A	N/A	N/A	N/A
Total OPEB Liability, Beginning	206,577	265,995	214,884	165,831	169,113	N/A	N/A	N/A	N/A	N/A
Total OPEB Liability, Ending	172,162	206,577	265,995	214,884	165,831	N/A	N/A	N/A	N/A	N/A
Covered Payroll	158,694	154,072	137,663	137,663	133,153	N/A	N/A	N/A	N/A	N/A
Total OPEB Liability as a % of Covered Payroll	108.49%	134.08%	193.22%	156.09%	124.54%	N/A	N/A	N/A	N/A	N/A

OPEB Expense

October 1, 2021 to September 30, 2022

Service Cost	\$ 9,699,796
Interest on Total OPEB Liability	4,819,802
Effect of Plan Changes	-
Recognition of Deferred Inflows/Outflows of Resources	
Recognition of economic/demographic gains or losses	(8,937,056)
Recognition of Assumption Changes or Inputs	<u>3,059,082</u>
OPEB Expense	<u>\$ 8,641,624</u>

As of September 30, 2022, the deferred inflows and outflows of resources are as follows:

	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>
Differences between Expected and Actual		
Experiences	(\$ 57,342,671)	\$ -
Changes of Assumptions	<u>(47,531,125)</u>	<u>52,987,224</u>
Total	<u>(\$104,873,796)</u>	<u>\$ 52,987,224</u>

The amounts currently reported as deferred outflows of resources and deferred inflows of resources related to other postemployment benefits will be recognized in OPEB expense as follows:

Year Ended September 30:	
2023	(\$5,877,974)
2024	(5,877,974)
2025	(5,877,974)
2026	(5,877,974)
2027	(4,685,501)
Thereafter	<u>(23,689,175)</u>
Total	<u>(\$51,886,572)</u>

Actuarial Methods and Assumptions:

Projections of benefits for financial reporting purposes are based on the substantive plan as understood by the employer and the plan members and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The actuarial cost method determines, in a systematic way, the incidence of plan sponsor contributions required to provide plan benefits. It also determines how actuarial gains and losses are recognized in pension costs. These gains and losses result from the difference between the actual experience under the plan and the experience by the actuarial assumptions.

The cost of the Plan is derived by making certain specific assumptions as to rates of interest, mortality, turnover, etc. which are assumed to hold for many years in the future.

In the actuarial valuation performed October 1, 2020 with measurements at September 30, 2021 and September 30, 2022, the Entry Age Normal Actuarial Cost Method was used. Under this method, a projected retirement benefit at assumed retirement age is computed for each participant using anticipated future pay increases. The normal cost for each participant is computed as the level percentage of pay, which, if paid from each participant's date of employment by the employer or any predecessor employer (thus, entry age) to his assumed date, would accumulate with interest at the rate assumed in the valuation to an amount sufficient to fund his projected retirement benefit. The normal cost of the plan is the total of the individually computed normal costs for all participants including the costs for any death or disability benefits under the plan.

The accrued liability at any point in time for an active participant is the theoretical fund that would have been accumulated on his behalf from his normal cost payments and the earnings thereon for all prior years if the plan had always been in effect. For persons receiving benefits or entitled to a deferred vested retirement income, the accrued liability cost is equal to the present value of their future benefit payments. The accrued liability for the plan is the total of the individually computed accrued liability for all participants. The unfunded accrued liability for the plan is the excess of the accrued liability over the assets that have been accumulated for the plan.

Other Assumptions:

Salary Increases: Salary is assumed a 3.00% per annum increase as of September 30, 2022.

Discount Rate: The discount rate is based on the Bond Buyer's 20-year General Obligation Index immediately prior to or coincident with the measurement date. The September 30, 2021 discount rate and the September 30, 2022 discount rate are 2.26% and 4.02%, respectively.

Inflation: The inflation rate is 2.30% per year.

Per Capita Medical Benefits Cost:

	Age	Retiree		Spouse	
		Male	Female	Male	Female
Medical/Rx	45	\$ 10,567	\$ 15,377	\$ 9,869	\$ 11,420
	50	11,538	14,299	11,087	12,486
	55	12,524	13,439	12,360	13,570
	60	14,311	14,328	14,204	14,725
	64	16,866	16,242	17,050	16,878
Fully Insured	65	2,950	2,859	2,950	2,859
	70	3,031	2,927	3,031	2,927
	75	3,143	2,989	3,143	2,989
	80	3,248	3,057	3,248	3,057
	85	3,334	3,121	3,334	3,121
	90	\$ 3,404	\$ 3,166	\$ 3,404	\$ 3,166

Coverage: One Hundred percent (100%) of police and fire members are assumed to elect coverage at retirement. Twenty-five percent (25%) of all other members are assumed to elect coverage at retirement.

Marriage: For actives it is assumed that husbands are three years older than their wives. Fifty percent (50%) of active participants making it to retirement are assumed to be married and elect spouse coverage.

Decrement Timing: Decrements are assumed to occur in the middle of the year.

Mortality: PubG.H-2010 projected forward (fully generational) with MP-2021. Pub.2010 tables for disabled lives and contingent survivors were also used.

Medical Inflation (Trend Assumption):

Trend assumptions for medical, pharmacy, and dental cost and retiree premiums for the next 30 years.

Year	Pre-65	Post-65
2021	5.50%	4.90%
2022	5.20%	4.90%
2023	5.00%	4.90%
2024	4.80%	4.80%
2025	4.70%	4.70%
2026	4.60%	4.60%
2027	4.50%	4.50%
2028	4.40%	4.40%
2029-2034	4.30%	4.30%
2035	4.40%	4.30%
2036-2037	4.30%	4.30%
2038-2063	4.20%	4.20%

Disability:

Demographic assumptions regarding retirement, disability, and termination are based on statistics taken from pension valuations, Texas Municipal Retirement System (TMRS) 2020 report.

Age	Rate
20	0.0003%
25	0.0019%
30	0.0074%
35	0.0194%
40	0.0371%
45	0.0603%
50	0.0891%
55	0.1235%
60	0.1635%
65	0.2090%

Retirement Rates:

Based on the 2020 TMRS Report

Age	Unisex
<50	5.0%
50-51	7.0%
52-54	8.0%
55-59	13.0%
60	16.0%
61	17.0%
62	25.0%
63-64	20.0%
65-74	30.0%
75+	100.0%

Termination Rates:

After 10 years of service, base termination rates vary by gender and by the number of years remaining until first retirement eligibility

Year from Retirement	Male	Female
1	1.82%	2.34%
2	2.43%	3.15%
3	2.87%	3.75%
4	3.24%	4.25%
5	3.55%	4.67%
6	3.83%	5.06%
7	4.08%	5.40%
8	4.32%	5.72%
9	4.53%	6.02%
10	4.74%	6.30%
11	4.93%	6.57%
12	5.11%	6.82%
13	5.28%	7.06%
14	5.45%	7.28%
15	5.60%	7.50%

Supplemental Death Benefits

The City also participates in the cost sharing multiple-employer defined benefit group-term life insurance plan operated by the Texas Municipal Retirement System (TMRS) known as the Supplemental Death Benefits Fund (SDBF). The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month

period preceding the month of death); retired employees are insured for \$7,500; this coverage is an “other postemployment benefit” or OPEB.

The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees’ entire careers.

The City’s contribution to the TMRS SDBF for the years ended 2022, 2021, 2020, 2019, 2018, and 2017 were \$300,966.93, \$288,392.36, \$254,530, \$245,268, \$219,946, and \$201,223, respectively, which equaled the required contributions each year.

NOTE 11 - GENERAL LONG-TERM OBLIGATIONS

The following is a summary of changes in the City’s general long-term obligations for the year ended September 30, 2022:

	General Obligation Serial Bonds	Certificates of Obligation	Revenue Bonds	Compensated Absences	Capital Lease Obligations	Notes Payable	Net Pension Oblig. (OPEB)
Long Term Obligations:							
Beginning Balances	\$ 88,443,992	122,687,374	57,390,000	25,362,860	3,690,311	-	206,576,960
Increases	-	-	-	19,572,473	-	-	-
Premiums	-	-	-	-	-	-	-
Amort-Premiums	(1,357,866)	(1,053,413)	-	-	-	-	-
Decreases	(21,515,181)	(11,264,429)	(3,785,000)	(6,210,478)	(2,028,869)	-	(34,415,105)
Ending Long-Term Liabilities	65,570,945	110,369,532	53,605,000	38,724,855	1,661,442	-	172,161,855
Current Liabilities:							
Due Within One Year	10,983,891	5,345,193	1,995,000	6,210,478	989,568	-	-
Total Liabilities	\$ 76,554,836	115,714,725	55,600,000	44,935,333	2,651,010	-	172,161,855

Compensated absences and Net Pension Obligations-OPEB are generally liquidated by General Fund.

General Long Term Obligations payable as of September 30, 2022 are comprised of the following issues:

A - General Obligation Serial Bonds

Series	Issue Amount	Purpose	Payable
2013 Gen. Oblig. Refunding Bonds	\$16,845,000	To refund outstanding obligations in order to restructure the City's debt service requirements and achieve a debt service savings. Principal is due in varying amounts through 2026 with interest at 3.00% per annum.	\$3,824,169
2015 Gen. Oblig. Refunding Bonds	\$64,740,000	To refund outstanding obligations in order to restructure the City's debt service requirements and achieve a debt service savings. Principal is due in varying amounts through 2026 with interest at 2.00% to 5.00% per annum.	\$30,868,254
2016 Gen. Oblig. Refunding Bonds	\$54,545,000	To refund outstanding obligations in order to restructure the City's debt service requirements and achieve a debt service savings. Principal is due in varying amounts through 2033 with interest at 2.00% to 5.00% per annum.	\$13,820,000
2017 Gen. Oblig. Refunding Bonds	\$12,675,000	To refund outstanding obligations in order to restructure the City's debt service requirements and achieve a debt service savings. Principal is due in varying amounts through 2030 with interest at 4.00% to 5.00% per annum.	\$4,965,000
2018 Gen. Oblig. Refunding Bonds	\$46,635,000	To refund outstanding obligations in order to restructure the City's debt service requirements and achieve a debt service savings. Principal is due in varying amounts through 2039 with interest at 4.00% to 5.00% per annum.	\$9,257,295
2019 Gen. Oblig. Refunding Bonds	\$3,655,000	To refund outstanding obligations in order to restructure the City's debt service requirements and achieve a debt service savings. Principal is due in varying amounts through 2030 with interest at 4.00% to 5.00% per annum.	\$2,380,000
2021A Gen. Oblig. Refunding Bonds	\$3,880,000	To refund outstanding obligations in order to restructure the City's debt service requirements and achieve a debt service savings. Principal is due in varying amounts through 2032 with interest at 5.00% per annum.	\$3,880,000
2021B Gen. Oblig. Refunding Bonds	\$5,430,000	To refund outstanding obligations in order to restructure the City's debt service requirements and achieve a debt service savings. Principal is due in varying amounts through 2032 with interest at .50% to 2.20% per annum.	\$511,400
		Subtotal	\$69,506,118
		Deferred premiums/loss for various Gen. Oblig. Bonds	<u>\$7,048,718</u>
		Total General Obligations Bonds	<u>\$76,554,836</u>
		Due within one year	<u>\$10,983,891</u>

B – Certificates of Obligation

Series	Issue Amount	Purpose	Payable
2010B Comb. Tax & Airport Ref. C.O.	\$2,040,000	To construct and equip a Federal inspection station at the City's Municipal Airport, and to pay legal, fiscal, & engineering fees related to the project. Principal is due in varying amounts through 2029 with interest at 5.20% per annum.	\$990,000
2013 Comb. Tax & Revenue C.O.	\$9,995,000	To construct City streets & sidewalks, & drainage improvements, traffic signals, & lighting improvements, equipment & vehicles for various City departments, improvements to various City facilities, land acquisition, & the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2025 with interest from 2.00% to 5.00% per annum.	\$175,000
2014 Comb. Tax & Revenue C.O.	\$5,600,000	To construct City streets & sidewalks, & drainage improvements, traffic signals, & lighting improvements, equipment & vehicles for various City departments, improvements to various City facilities, land acquisition, & the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2034 with interest from 2.00% to 5.00% per annum.	\$3,855,000
2015 Comb. Tax & Revenue C.O.	\$19,765,000	To construct City streets & sidewalks, & drainage improvements, traffic signals, & lighting improvements, equipment & vehicles for various City departments, improvements to various City facilities, land acquisition, & the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2035 with interest from 2.00% to 5.00% per annum.	\$12,995,000
2016A Comb. Tax & Revenue C.O.	\$22,610,000	To construct City streets & sidewalks, & drainage improvements, traffic signals, & lighting improvements, constructing/renovating buildings, parking lots, & parks and the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2036 with interest from 3.00% to 5.00% per annum.	\$19,895,000
2016B Comb. Tax & Revenue C.O.	\$3,075,000	To purchase land in the downtown area for parking & buildings, including a City owned convention center, and the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2026 with interest from 0.90% to 2.62% per annum.	\$1,305,000

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

Series	Issue Amount	Purpose	Payable
2016 Public Property Finance C.O.	\$8,080,000	To acquire & purchase equipment for various City departments and the payment of issuance costs. Principal is due in varying amounts through 2026 with interest from 3.00% to 5.00% per annum.	\$2,377,250
2017 Comb. Tax & Revenue C.O.	\$14,810,000	To construct City streets & sidewalks, & drainage improvements, traffic signals, & lighting improvements, construct/renovate buildings, parking lots, parks, purchase land near Rio Grande River for recreational/environmental, & the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2037 with interest from 2.00% to 5.00% per annum.	\$12,705,000
2018 Public Property Finance C.O.	\$12,050,000	To acquire & purchase equipment for various City departments and the payment of issuance costs. Principal is due in varying amounts through 2026 with interest from 3.00% to 5.00% per annum.	\$1,855,000
2018 Comb. Tax & Revenue C.O.	\$11,640,000	To construct City streets & sidewalks, & drainage improvements, traffic signals, & lighting improvements (including LED lights), acquire & improve parks, & equipment for various City departments, & the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2038 with interest from 4.00% to 5.00% per annum.	\$10,450,000
2019 Comb. Tax & Revenue C.O.	\$29,905,000	To improve & repair City streets, construct & improve parks & City buildings, acquire land for landfill and parking, and the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2039 with interest at 5.0% per annum.	\$17,170,000
2019 Public Property Finance C.O.	\$11,600,000	To acquire & purchase equipment for various City departments and the payment of issuance costs. Principal is due in varying amounts through 2026 with interest from 3.00% to 5.00% per annum.	\$5,295,000
2021A Comb. Tax & Revenue C.O.	\$27,430,000	To improve & repair City streets, construct & improve parks & City buildings, acquiring land and equipping improvements for landfill and payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2041 with interest from 3.0% to 5.0% per annum.	\$11,855,000
2021B Comb. Tax & Revenue C.O.	\$2,235,000	To construct, improve City streets & sidewalks & drainage improvements, together with ROW acquisitions, traffic/street signalization and lighting improvements at Reinvestment Zone #1, and the payment of legal, fiscal, & engineering fees related to projects. Principal is due in varying amount through 2041 with interest from 3.0% to 5.0% per annum.	\$2,165,000
		Subtotal	\$103,087,250
		Deferred Premiums for Various C.O.s	\$12,627,475
		Total Certificates of Obligations	<u>\$115,714,725</u>
		Due within one year	<u>\$5,345,193</u>

The applicable bond ordinances for the aforementioned debt contain limitations and restrictions on annual debt service requirements and maintenance of and flow of monies through various restricted accounts as well as minimum amounts to be maintained in various sinking funds.

The City is in compliance with all significant limitations and restrictions.

C - Sales Tax Revenue Bonds

The City's Sales Tax Revenue Bonds are special obligations of the City and are collateralized by revenue from a ¼ of 1% sales and use tax collected within the City's boundaries. Sales Tax Revenue Bonds as of September 30, 2022 consist of the following:

Series	Issue Amount	Purpose	Payable
2016 Sports Venue Sales Tax Ref. Bonds	\$8,970,000	To refund a portion of the City's outstanding Sports Venue Sales Tax Revenue Bonds, Series 2011 in order to achieve a debt service savings and to pay costs related to the issuance of the bonds. Principal is due in varying amounts through 2036 with interest from 1.13% to 3.88% per annum.	\$7,230,000
2021 Sports Venue Sales Tax Rev. Bonds	\$49,755,000	To finance a sports complex venue project and related infrastructure. Principal is due in varying amounts through 2046 with interest from .444% to 3.13% per annum.	\$48,370,000
		Subtotal	\$55,600,000
		Deferred Premiums for Various Revenue Bonds	\$0
		Total Revenue Bonds	<u>\$55,600,000</u>
		Due within one year	<u>\$1,995,000</u>

D - Capital Lease Obligations

The City has entered into several lease-purchase agreements for various pieces of equipment. These lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of the lease terms) and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

Lease Amount	Purpose	Payable
\$4,588,000	Bank of America for the purchase and installation of energy savings facility upgrades. Payments are due in semiannual installments in varying amounts through 2027. Interest is at 2.44% per annum.	\$1,938,605
\$321,720	Motorola Solutions for the purchase of Airport Police radio equipment. Payments are due in annual payments in varying amounts through 2023. Interest is at 3.07% per annum.	\$69,009
\$242,606	Toshiba Financial Services for the purchase of copiers. Payments are due in monthly installments in varying amounts through 2024. Interest is at 4.0% per annum.	\$90,713
\$1,646,476	Tyler Technologies for the purchase of records management software. Payments are due in annual installments in varying amounts through 2029. Interest is at 0.00% per annum.	\$552,683
	Total Present Value of Future Minimum Lease Payments	\$2,651,010
	Plus Amount Representing Interest	<u>\$125,753</u>
	Total Minimum Lease Payments	<u>\$2,776,763</u>

The assets acquired through capital leases are as follows:

Governmental Activities

Asset:	
Machinery & Equipment	\$10,770,716
Less: Accumulated Depreciation	<u>(\$8,749,647)</u>
Total	<u>\$ 2,021,069</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2022, are as follows:

Year Ending Sept. 30	Governmental Activities
2023	\$1,053,027
2024	\$406,561
2025	\$387,490
2026	\$397,062
2027	<u>\$406,870</u>
Total Minimum Lease Payments	\$2,651,010
Add: Amount representing interest	<u>\$125,753</u>
Present Value of Minimum Lease Payments	<u>\$2,776,763</u>

E - Notes Payable

No Notes Payables are outstanding as of September 30, 2022.

F – Refunding and Early Extinguishment

No refunding debt was issued in current fiscal year.

G – Prior-year Defeasance of Debt

In prior years, the City defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liability of the defeased bonds are not included in the City's financial statements. As of September 30, 2022, \$79,787,400 in bonds outstanding are considered defeased.

H – OPEB

As per valuation report issued on September 30, 2022, the latest actuarial valuation reflected a net obligation for Other Post-Employment Benefits for \$172,161,855. The unfunded actuarial liability as per the latest calculations stands at \$172,161,855.

NOTE 12 – PROPRIETARY LONG-TERM OBLIGATIONS

The following is a summary of changes in long-term obligations for the City's Proprietary Funds for the year ended September 30, 2022:

	Revenue Bonds	Certificates of Obligation	General Oblig. Bond
Long Term Obligations:			
Beginning Balances	\$ 473,777,659	46,462,171	83,562,175
Increases	122,215,000	-	-
Amortization of Premiums	(552,663)	(703,372)	(680,290)
Decreases	(39,621,000)	(9,945,571)	(9,849,819)
Ending Long Term Liabilities	555,818,996	35,813,228	73,032,066
Current Liabilities:			
Due Within One Year	21,887,000	4,639,807	4,831,109
Total Liabilities	\$ 577,705,996	40,453,035	77,863,175

	Landfill Costs	Compensated Absences	Notes Payable	Capital Lease Obligations
Long Term Liabilities:				
Beginning Balances	\$ 13,466,124	2,580,569	1,415,165	32,467
Additions	1,092,722	180,592	4,325,000	-
Retirements	-	(1,094,671)	(526,844)	(26,630)
Ending Balances	14,558,846	1,666,490	5,213,321	5,837
Current Liabilities:				
Due Within One Year	-	913,612	389,803	13,600
Total Liabilities	\$ 14,558,846	2,580,102	5,603,124	19,437

A – Revenue Bonds

The applicable bond ordinances for the aforementioned debt contain limitations and restrictions on annual debt service requirements and maintenance of and flow of monies through various restricted accounts as well as minimum amounts to be maintained in various sinking funds. The City is in compliance with all significant limitations and restrictions.

Series	Issue Amount	Purpose	Payable
2002 Waterworks System Revenue Bond	\$741,000	To improve and extend the Water system with principal due in varying amounts through year 2024, including interest at 3.3% to 5.9% per annum.	\$113,000
2002 Sewer System Revenue Bond	\$710,000	To improve and extend the Sewer system with principal due in varying amounts through year 2024, including interest at 3.3% to 5.9% per annum.	\$109,000
2008 Waterworks and Sewer System Revenue Bond	\$915,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2028, including interest at 4.21% to 5.26 % per annum.	\$372,000

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

Series	Issue Amount	Purpose	Payable
2009 Waterworks and Sewer System Revenue Bond	\$7,500,000	To purchase and acquire additional water rights with principal due in varying amounts through 2029 at .00001 per annum.	\$1,345,000
2012 Waterworks and Sewer System Revenue Bond	\$48,750,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2042, including interest at 1.63% to 2.15% per annum.	\$34,495,000
2013 Waterworks and Sewer System Revenue Refunding Bond	\$17,260,000	To refund water and sewer system revenue bonds with principal due in varying amounts through year 2026, including interest at 1.0% to 5.0% per annum.	\$6,300,000
2013 Waterworks and Sewer System Revenue Bond	\$18,255,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2043, including interest at 2.0% to 5.0% per annum.	\$450,000
2014 International Toll Bridge System Revenue Refunding Bond	\$17,365,000	To refund a State Infrastructure Bank loan with the Texas Department of Transportation with principal due in varying amounts through year 2027, including interest at 3.0% to 5.0% per annum.	\$7,760,000
2014 International Toll Bridge System Revenue Refunding Bond	\$14,175,000	To refund International Toll Bridge revenue bond issues with principal due in varying amounts through year 2025, including interest at 3.0% to 5.0% per annum.	\$5,250,000
2014 International Toll Bridge System Revenue Refunding Bond	\$3,885,000	To refund International Toll Bridge revenue bond issues with principal due in varying amounts through year 2024, including interest at 2.0% to 4.0% per annum.	\$955,000
2014 Waterworks and Sewer System Revenue Bond	\$11,585,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2044, including interest at 2.0% to 5.0% per annum.	\$7,725,000
2015 Waterworks and Sewer System Revenue Bond	\$15,045,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2045, including interest at 2.0% to 5.0% per annum.	\$13,020,000
2015 Subordinate Waterworks and Sewer System Revenue Bond	\$5,500,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2030, including interest at .05% to 1.72% per annum.	\$4,400,000
2014 International Toll Bridge System Revenue Bond	\$9,585,000	To acquire, purchase, construct, and improve the City's International Toll Bridge System with principal due in varying amounts through year 2022, including interest at 2.0% to 5.0% per annum.	\$5,280,000
2015A Subordinate Waterworks and Sewer System Revenue Bond	\$4,600,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2045, including interest at .06% to 2.05% per annum.	\$3,640,000
2015B Subordinate Waterworks and Sewer System Revenue Bond	\$22,075,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2045, including interest at .18% to 1.75% per annum.	\$17,390,000
2016 Waterworks and Sewer System Revenue Improvements and Refunding Bond	\$75,395,000	To improve and extend the combined Water and Sewer system and refund outstanding obligations of the City in order to achieve savings, and pay costs related to the issuance of bonds with principal due in varying amounts through year 2046, including interest at 3.125% to 5.00% per annum.	\$72,535,000

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

Series	Issue Amount	Purpose	Payable
2016 Waterworks and Sewer System Revenue Refunding Bond	\$9,745,000	To refund water and sewer system revenue bonds with principal due in varying amounts through year 2027, including interest at 2.00% to 5.00% per annum.	\$5,930,000
2016 International Toll Bridge System Revenue Bond	\$8,700,000	To refund currently outstanding obligations of the City in order to achieve debt service savings and pay costs associated in the issuance of the bonds with principal due in varying amounts through year 2028, including interest at 2.00% to 4.00% per annum.	\$930,000
2017 Waterworks and Sewer System Revenue Bond	\$18,155,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2034, including interest at 5.00% per annum.	\$16,450,000
2019 Waterworks and Sewer System Revenue Bond	\$47,295,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2049, including interest at 4.00% to 5.00% per annum.	\$44,545,000
2019 Waterworks and Sewer System Revenue Refunding Bond	\$28,415,000	To refund water and sewer system revenue bonds with principal due in varying amounts through year 2041, including interest at 2.23% to 3.45% per annum.	\$28,415,000
2020 Waterworks and Sewer System Revenue Bond	\$52,000,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2050, including interest at .04% to .38% per annum.	\$48,560,000
2020A Waterworks and Sewer System Revenue Bond	\$55,190,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2050, including interest at 3.00% to 5.00% per annum.	\$54,470,000
2020B Waterworks and Sewer System Revenue Refunding Bond	\$46,170,000	To refund water and sewer system revenue bonds with principal due in varying amounts through year 2043, including interest at .445% to 3.069% per annum.	\$45,265,000
2022 Waterworks and Sewer System Revenue Bond	\$122,215,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2052, including interest at 4.00% to 5.00% per annum.	\$122,215,000
		Subtotal	\$547,919,000
		Deferred Charges/Premiums for Various Revenue Bonds	<u>\$29,786,995</u>
		Total Revenue Bonds	<u>\$577,705,995</u>
		Due within one year	<u>\$21,887,000</u>

B – Certificates of Obligations

Series	Issue Amount	Purpose	Payable
2013 Comb. Tax and Revenue C.O.	\$9,995,000	To improve and repair City streets and for paying legal, fiscal, and engineering fees in construction with such projects. Principal is due in varying amounts through 2025, with interest from 2.0% to 5.0% per annum.	\$1,780,000
2016 Public Property Financial C.O.	\$8,080,000	To construct/improve City streets, drainage, traffic/street signalization, improving City buildings, acquire equipment and vehicles, construct & improve parks and for paying legal, fiscal, and engineering fees in connection with such projects. Principal is due in varying amounts through 2026, with interest from 3.0% to 5.0% per annum.	\$1,317,750
2017 Public Property Financial C.O.	\$3,685,000	To purchase personal property for the Solid Waste Department and for paying legal, fiscal, and engineering fees in connection with such projects. Principal is due in varying amounts through 2028, with interest from 3.00% to 5.00% per annum.	\$2,205,000
2018 Public Property Financial C.O.	\$12,050,000	To purchase personal property for various City departments. Principal is due in varying amounts through 2026, with interest at 5.00% per annum.	\$3,020,000
2019 Comb. Tax and Revenue C.O.	\$29,905,000	To improve & repair City streets, construct & improve parks and City buildings, acquire land for landfill and parking, and pay legal, fiscal, and engineering fees in construction for such projects. Principal is due in varying amounts through 2039 with interest at 5.0% per annum.	\$9,920,000
2019 Public Property Financial C.O.	\$11,600,000	To purchase personal property for various City departments. Principal is due in varying amounts through 2028, with interest at 5.00% per annum.	\$3,110,000
2021A Comb. Tax and Revenue C.O.	\$27,430,000	To improve & repair City streets, construct & improve parks and City buildings, acquiring land and equipping improvements for landfill,, and pay legal, fiscal, and engineering fees in construction for such projects. Principal is due in varying amounts through 2041 with interest from 3.0% to 5.0% per annum.	\$13,630,000
		Subtotal	\$34,982,750
		Deferred Charges/Premiums for various Certificates of Obligations	<u>\$5,470,285</u>
		Total Certificates of Obligations	<u>\$40,453,035</u>
		Due within one year	<u>\$4,639,807</u>

C - General Obligation Bonds

Series	Issue Amount	Purpose	Payable
2012 Gen. Oblig. Refunding Bond	\$7,635,000	To refund outstanding obligations in order to achieve a debt service savings and pay costs related to the issuance of the bonds. Principal is due in varying amounts through 2024 with interest at 3.0% per annum.	\$205,100
2013 Gen. Oblig. Refunding Bond	\$16,845,000	To refund outstanding obligations in order to achieve a debt service savings and pay costs related to the issuance of the bonds. Principal is due in varying amounts through 2026 with interest at 3.0% per annum.	\$85,831
2015 Gen. Oblig. Refunding Bond	\$64,740,000	To refund outstanding obligations in order to achieve a debt service savings and pay costs related to the issuance of the bonds. Principal is due in varying amounts through 2026 with interest from 2.0% to 3.0% per annum.	\$2,551,745
2016 Gen. Oblig. Refunding Bond	\$54,545,000	To refund outstanding obligations in order to achieve a debt service savings and pay costs related to the issuance of the bonds. Principal is due in varying amounts through 2033 with interest from 2.0% to 5.0% per annum.	\$27,405,000
2018 Gen. Oblig. Refunding Bond	\$46,635,000	To refund outstanding obligations in order to achieve a debt service savings and pay costs related to the issuance of the bonds. Principal is due in varying amounts through 2039 with interest from 4.0% to 5.0% per annum.	\$35,162,705
2021B Gen. Oblig. Refunding Bond	\$5,430,000	To refund outstanding obligations in order to achieve a debt service savings and pay costs related to the issuance of the bonds. Principal is due in varying amounts through 2032 with interest from .50% to 2.20% per annum.	\$4,713,500
		Subtotal	\$70,123,881
		Deferred Charges for various General Obligation Bonds	<u>\$7,739,294</u>
		Total General Obligation Bonds	<u>\$77,863,175</u>
		Due within one year	<u>\$4,831,109</u>

D - Capital Lease Obligations

The City has entered into several lease-purchase agreements for various pieces of equipment. These lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of the lease terms) and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

Lease Amount	Purpose	Payable
\$242,606	Toshiba Financial Services for the purchase of copiers. Payments are due in monthly installments in varying amounts through 2024. Interest is at 4.0% per annum.	<u>\$19,437</u>
	Total Present Value of Future Minimum Lease Payments	\$19,437
	Plus Amount Representing Interest	<u>\$631</u>
	Total Minimum Lease Payments	<u>\$20,068</u>

The assets acquired through capital leases are as follows:

	Business Type Activities
Asset:	
Machinery & Equipment	\$51,990
Less: Accumulated Depreciation	<u>(31,194)</u>
Total	<u>\$20,796</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2021, are as follows:

Year Ending Sept. 30	Business Type Activities
2023	\$13,600
2024	<u>\$5,837</u>
Total Minimum Lease Payments	\$19,437
Add: Amount representing interest	<u>\$ 631</u>
Present value of minimum lease payments	<u>\$20,068</u>

E – Refunding and Early Extinguishment

No refunding debt was issued in the current fiscal year.

F - Compensated Absences

The long-term portion of compensated absences for all City employees for Proprietary funds is comprised of the following:

Fund		Amount
Transit System	\$	132,241
Bridge System		475,539
Municipal Housing		43,469
Waterworks System		347,888
Sewer System		208,488
Solid Waste Fund		458,865
Total Long Term	\$	<u>1,666,490</u>

G - Prior-year defeasance of debt.

In prior years, the City defeased certain revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liability of the defeased bonds are not included in the City's financial statements. As of September 30, 2022, \$188,613,913 in bonds outstanding are considered defeased.

G - Landfill Closure and Post Closure Costs

During fiscal year 1994, the City adopted the provisions of GASB Statement No.18 "Accounting for Municipal Solid Waste Landfill Closure and Post Closure Care Costs." The landfill closure and post closure costs and the liability for landfill closure and post closure costs in Solid Waste Fund as of September 30, 2022 is \$21,011,029 of which \$14,558,846 has been recognized and recorded as a liability based on the Municipal Solid Waste Landfill use.

Federal and State laws and regulations require the City to place a final cover on its landfill when it stops accepting waste and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfill, a liability is being recognized based on future closure and post closure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of these landfill closure and post closure care costs is based on the capacity of the landfill used to date.

The liability for landfill closure and post closure care costs of \$14,558,846 as of September 30, 2022 represents the cumulative amount for 164.03 acres of the landfill filled with solid waste for closure and 346.13 acres for post-closure care. The percentage of the landfill capacity for solid waste used as of September 30, 2022 is 32.15%. With Landfill receiving a permit for vertical expansion the estimated remaining life of the landfill is 82 years. Based on the remaining life, the landfill will be filled to capacity by the year 2104. The estimated total current cost of the landfill closure and post closure care (\$21,011,029) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of September 30, 2022. However, the actual costs of closure and post closure care may

be higher due to inflation, changes in technology, or changes in solid waste management laws and regulations.

Under the new permit 1693B, the landfill is divided into the east and west side. This can be further divided into four phases and is further divided into cells of 2.15 to 18.90 acres. The new regulations require that liner systems be installed in all cells opened after July 1, 1994. All cells regardless of their age will be required to receive final cover in conformity with the specifications of the current laws.

Federal and State laws and regulations require the City of Laredo to make annual financial assurances regarding the financing of closure and post closure care. The City is in compliance with this requirement. It is anticipated that future inflation costs will be financed in part from earnings on investments and by a federal mandate fee of \$4.25 charged monthly to all garbage users. Commercial accounts, formerly exempt from the fee, are now charged the federal mandate fee. The remaining portion of anticipated future inflation costs and additional costs that might arise from changes in post closure requirements (for example, changes in technology or more rigorous environmental regulations) may need to be covered by charges to future landfill users, taxpayers, or both.

H. Notes Payable

Loan Amount	Purpose	Payable
\$1,480,535	Texas Comptroller of Public Accounts-State Energy Conservation Office loan for construction of VFDs and power factor correctors implementation at Jefferson Water Treatment Plant. Interest rate on note is 2.00\$ simple interest per annum. The final maturity is contingent of final completion date of project.	\$1,278,124
\$4,325,000	State Infrastructure Bank loan agreement for the City's participation in the Texas Department of Transportation project to reconstruct US59 Loop. Principal is due in varying amounts through 2041, including interest at 1.55% per annum.	\$4,325,000
	Subtotal	<u>\$5,603,124</u>
	Due within one year	<u>\$389,803</u>

NOTE 13 - INTERFUND RECEIVABLES AND PAYABLES

The purposes of interfund balances are to provide cash flows for grants and to cover funds with negative cash. Interfund receivables and payables as of September 30, 2022 are as follows:

	Interfund Receivables	Interfund Payables	Net
Due to Business Type Activities for for Internal Service			
Funds Allocation	\$ -	7,793,357	(7,793,357)
Total Governmental Activity	<u>\$ -</u>	<u>7,793,357</u>	<u>(7,793,357)</u>
Due from Governmental Activities for Internal Service			
Funds Allocation	\$ 7,793,357	-	7,793,357
Total Business Type Activity	<u>\$ 7,793,357</u>	<u>-</u>	<u>7,793,357</u>

NOTE 14 - INTERFUND TRANSFERS

The purpose of interfund transfers is to transfer funds based on City ordinance for operational purposes or grant purposes. Transfers between funds during the year were as follows:

	Transfers In	Transfers Out	Net Transfers
GOVERNMENTAL FUND:			
GENERAL FUND			
Solid Waste Fund	\$ -	(551,353)	(551,353)
Waterworks	8,392	-	8,392
HOME INVESTMENT PARTNERSHIP			
Municipal Housing	98	-	98
CAPITAL IMPROVEMENTS			
Bridge	10,218,613	-	10,218,613
TOTAL - GOVERNMENT TYPE	<u>10,227,103</u>	<u>(551,353)</u>	<u>9,675,750</u>
BUSINESS TYPE:			
BRIDGE			
Debt Service	-	-	-
Capital Improvements	-	(10,218,613)	(10,218,613)
MUNICIPAL HOUSING			
Home Investment Partnership	-	(98)	(98)
SOLID WASTE FUND			
General Fund	551,353	-	551,353
WATERWORKS			
General Fund	-	(8,392)	(8,392)
TOTAL - BUSINESS TYPE	<u>\$ 551,353</u>	<u>(10,227,103)</u>	<u>(9,675,750)</u>

CITY OF LAREDO, TEXAS
NOTES TO FINANCIAL STATEMENTS
NOTE 15 - Debt Service Requirements

The following is a summary of the City's debt service requirements for all funds as of September 30, 2022

Business-Type and Governmental Activities																
	Revenue Bonds			Notes / Lease Payables			Certificates of Obligation			General Obligation Bonds			Debt Service to Maturity			
Year	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	
2023	23,882,000	19,500,187	43,382,187	1,456,430	72,035	1,528,465	10,020,000	6,033,040	16,053,040	15,814,999	5,965,268	21,780,267	51,173,429	31,570,530	82,743,959	
2024	21,796,000	19,021,950	40,817,950	795,019	55,015	850,034	9,440,000	5,570,937	15,010,937	16,344,998	5,264,812	21,609,810	48,376,017	29,912,714	78,288,731	
2025	20,620,000	18,305,587	38,925,587	732,983	78,098	811,081	8,905,000	5,129,658	14,034,658	17,625,001	4,518,976	22,143,977	47,882,984	28,032,319	75,915,303	
2026	21,238,000	17,664,264	38,902,264	745,486	86,272	831,758	8,810,000	4,700,672	13,510,672	16,535,000	3,750,010	20,285,010	47,328,486	26,201,218	73,529,704	
2027	23,042,000	16,961,183	40,003,183	763,286	70,374	833,660	8,270,000	4,290,777	12,560,777	16,279,999	2,984,076	19,264,075	48,355,285	24,306,410	72,661,695	
2028	20,721,000	15,511,289	36,232,289	364,464	59,180	423,644	9,310,000	3,871,398	13,181,398	10,375,000	2,375,070	12,750,070	40,770,464	21,816,937	62,587,401	
2029	21,165,000	15,520,366	36,685,366	367,580	52,814	420,394	7,145,000	3,469,302	10,614,302	8,195,000	1,963,820	10,158,820	36,872,580	21,006,302	57,878,882	
2030	20,975,000	21,418,563	42,393,563	375,756	46,382	422,138	7,335,000	3,116,281	10,451,281	6,050,000	1,660,205	7,710,205	34,735,756	26,241,431	60,977,187	
2031	21,715,000	14,074,486	35,789,486	297,567	40,425	337,992	7,705,000	2,758,200	10,463,200	5,590,000	1,419,295	7,009,295	35,307,567	18,292,406	53,599,973	
2032	22,440,000	13,333,215	35,773,215	220,000	36,812	256,812	8,065,000	2,394,925	10,459,925	5,830,001	1,173,809	7,003,810	36,555,001	16,938,761	53,493,762	
2033	23,189,999	12,583,068	35,773,067	225,000	33,402	258,402	8,440,000	2,036,438	10,476,438	5,269,999	917,750	6,187,749	37,124,998	15,570,658	52,695,656	
2034	23,960,000	11,813,771	35,773,771	230,000	29,914	259,914	8,815,000	1,661,013	10,476,013	2,315,002	728,125	3,043,127	35,320,002	14,232,823	49,552,825	
2035	24,765,001	11,019,751	35,784,752	230,000	26,350	256,350	8,780,000	1,275,050	10,055,050	2,430,000	609,500	3,039,500	36,205,001	12,930,651	49,135,652	
2036	25,560,000	10,210,946	35,770,946	235,000	22,784	257,784	7,820,000	920,950	8,740,950	2,545,000	485,125	3,030,125	36,160,000	11,639,805	47,799,805	
2037	25,730,001	9,396,659	35,126,660	240,000	19,142	259,142	6,215,000	623,500	6,838,500	2,675,000	354,625	3,029,625	34,860,001	10,393,926	45,253,927	
2038	26,555,000	8,559,994	35,114,994	245,000	15,422	260,422	5,040,000	387,650	5,427,650	2,810,000	217,500	3,027,500	34,650,000	9,180,566	43,830,566	
2039	27,420,000	7,689,002	35,109,002	245,000	11,624	256,624	4,135,000	199,675	4,334,675	2,945,001	73,627	3,018,628	34,745,001	7,973,928	42,718,929	
2040	27,635,000	6,797,125	34,432,125	250,000	7,828	257,828	1,885,000	86,325	1,971,325	-	-	-	29,770,000	6,891,278	36,661,278	
2041	23,089,999	5,979,808	29,069,807	255,000	3,952	258,952	1,935,000	29,025	1,964,025	-	-	-	25,279,999	6,012,785	31,292,784	
2042	21,980,000	5,256,722	27,236,722	-	-	-	-	-	-	-	-	-	21,980,000	5,256,722	27,236,722	
2043	18,370,000	4,592,945	22,962,945	-	-	-	-	-	-	-	-	-	18,370,000	4,592,945	22,962,945	
2044	17,830,000	3,978,090	21,808,090	-	-	-	-	-	-	-	-	-	17,830,000	3,978,090	21,808,090	
2045	17,920,000	3,366,655	21,286,655	-	-	-	-	-	-	-	-	-	17,920,000	3,366,655	21,286,655	
2046	16,335,000	2,767,211	19,102,211	-	-	-	-	-	-	-	-	-	16,335,000	2,767,211	19,102,211	
2047	13,550,000	2,222,866	15,772,866	-	-	-	-	-	-	-	-	-	13,550,000	2,222,866	15,772,866	
2048	12,880,000	1,738,098	14,618,098	-	-	-	-	-	-	-	-	-	12,880,000	1,738,098	14,618,098	
2049	13,365,000	1,262,099	14,627,099	-	-	-	-	-	-	-	-	-	13,365,000	1,262,099	14,627,099	
2050	11,590,000	808,317	12,398,317	-	-	-	-	-	-	-	-	-	11,590,000	808,317	12,398,317	
2051	6,950,000	455,812	7,405,812	-	-	-	-	-	-	-	-	-	6,950,000	455,812	7,405,812	
2052	7,250,000	154,062	7,404,062	-	-	-	-	-	-	-	-	-	7,250,000	154,062	7,404,062	
Total	603,519,000	281,964,091	885,483,091	8,273,571	767,825	9,041,396	138,070,000	48,554,816	186,624,816	139,630,000	34,461,593	174,091,593	889,492,571	365,748,325	1,255,240,896	

NOTE 16 - LEASES

For the year ended 9/30/2022, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, 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. For additional information, refer to the disclosures below.

A. City as Lessee

The City has obtained equipment, office space, use of infrastructure, and use of land through long-term operating leases. The terms and conditions for these leases varies, which ranges between 1 – 38 years.

As of September 30, 2022, operating leases consisted of the following:

Amount of Lease Assets by Major Classes of Underlying Asset

Asset Class	As of Fiscal Year-end	
	Lease Asset Value	Accumulated Amortization
Equipment	352,250	93,244
Land	988,430	25,568
Buildings	1,702,402	414,335
Infrastructure	499,381	117,501
Total Leases	3,542,462	650,649

Principal and Interest Requirements to Maturity

Fiscal Year	Business-Type Activities		
	Principal Payments	Interest Payments	Total Payments
2023	11,793	137	11,930
2024	11,204	85	11,289
2025	9,327	38	9,365
2026	2,943	3	2,946

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2023	624,049	27,572	651,621
2024	538,034	24,348	562,382
2025	499,292	21,062	520,354
2026	375,775	18,074	393,849
2027	20,822	16,619	37,441
2028 - 2032	102,365	77,635	180,000
2033 - 2037	112,505	67,495	180,000
2038 - 2042	123,541	56,459	180,000
2043 - 2047	135,660	44,340	180,000
2048 - 2052	148,939	31,061	180,000
2053 - 2057	163,596	16,404	180,000
2058 - 2060	90,718	2,282	93,000

GOVERNMENTAL ACTIVITIES:

	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Lease Assets				
Right of Use- Equipment	267,922	37,308	-	305,230
Right of Use- Building	1,527,318	175,084	-	1,702,402
Right of Use- Infrastructure	499,381	-	-	499,381
Right of Use- Land	988,430	-	-	988,430
Total Lease Assets	3,283,051	212,392	-	3,495,443
Lease Accumulated Amortization				
Right of Use- Equipment	-	81,533	-	81,533
Right of Use- Building	-	414,336	-	414,336
Right of Use- Infrastructure	-	117,501	-	117,501
Right of Use- Land	-	25,568	-	25,568
Total Lease Accumulated Amortization	-	638,938	-	638,938
Total Governmental Lease Assets, Net	3,283,051	(426,546)	-	2,856,505

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

BUSINESS-TYPE ACTIVITIES

	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Lease Assets				
Right of Use- Equipment	47,019	-	-	47,019
Total Lease Assets	47,019	-	-	47,019
Lease Accumulated Amortization				
Right of Use- Equipment	-	11,711	-	11,711
Total Lease Accumulated Amortization	-	11,711	-	11,711
Total Business-Type Lease Assets, Net	47,019	(11,711)	-	35,308

GOVERNMENTAL ACTIVITIES:

	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Lease Liability				
Right of Use- Equipment	267,921	37,011	82,940	221,992
Right of Use- Building	1,527,319	175,084	351,439	1,350,964
Right of Use- Infrastructure	499,381	-	107,662	391,719
Right of Use- Land	988,430	-	17,810	970,620
Total Lease Liability	3,283,051	212,095	559,851	2,935,295

BUSINESS-TYPE ACTIVITIES:

	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Lease Liability				
Right of Use- Equipment	47,024	-	11,752	35,272
Total Lease Liability	47,024	-	11,752	35,272

B. City as Lessor

The City enters lease agreements to allow for use of City-owned buildings, land and other property. The terms and conditions for these leases varies, which ranges between 1- 34 years.

As of September 30, 2022, these leases consisted of the following:

Principal and Interest Expected to Maturity

Fiscal Year	Business-Type Activities		
	Principal Payments	Interest Payments	Total Payments
2023	305,033	6,460	311,493
2024	211,434	4,805	216,239
2025	212,983	3,256	216,239
2026	207,541	1,698	209,239
2027	92,868	311	93,179

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2023	742,393	1,506,725	2,249,118
2024	1,370,396	934,720	2,305,116
2025	1,447,949	912,405	2,360,354
2026	1,508,513	888,736	2,397,249
2027	1,594,521	863,701	2,458,221
2028 - 2032	7,795,689	3,920,035	11,715,723
2033 - 2037	9,871,587	3,124,154	12,995,741
2038 - 2042	11,599,567	2,139,230	13,738,797
2043 - 2047	13,047,163	1,000,083	14,047,246
2048 - 2052	3,557,338	101,597	3,658,935

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

GOVERNMENTAL ACTIVITIES:	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Deferred Inflow of Resources				
Land Leases	46,500,494	-	1,923,559	44,576,935
Building Leases	7,098,232	-	339,767	6,758,465
Total Deferred Inflow of Resources	53,598,726	-	2,263,326	51,335,400

BUSINESS-TYPE ACTIVITIES:	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Deferred Inflow of Resources				
Land Leases	445,189	-	153,808	291,381
Building Leases	898,307	-	162,633	735,674
Total Deferred Inflow of Resources	1,343,496	-	316,441	1,027,055

GOVERNMENTAL ACTIVITIES:	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Lease Receivable				
Land Leases	46,500,494	-	469,789	46,030,705
Building Leases	7,098,233	-	250,451	6,847,782
Total Lease Receivable	53,598,727	-	720,240	52,878,487

BUSINESS-TYPE ACTIVITIES:	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Lease Receivable				
Land Leases	445,189	-	153,173	292,016
Building Leases	898,308	-	160,466	737,842
Total Lease Receivable	1,343,497	-	313,639	1,029,858

C. Regulated Leases

The City has various aeronautical leasing agreements which are not included in the measurement of lease receivables or within deferred inflows of resources as they meet the definition of a regulated lease. These airline agreements are generally aeronautical in nature and are subject to certain regulations set forth by the Federal Aviation Administration. The Laredo International Airport entered into Airline Operating Agreements for usage of facilities so tenants can conduct business as an air transportation business.

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

As of September 30, 2022, the expected future minimum payments is as follows:

Future Minimum Expected Receipts until Maturity

Fiscal Year	Governmental Activities	
	Future Minimum	Expected Receipts
2023		712,333
2024		676,206
2025		537,181
2026		514,388
2027		454,683
2028 - 2032	1,798,254	
2033 - 2037	645,836	
2038 - 2042	502,721	
2043 - 2047	440,345	
2048 - 2052	406,677	
2053 - 2054	48,293	

NOTE 17 - CONSTRUCTION AND IMPROVEMENT COMMITMENTS

As of September 30, 2022, the City had encumbrances for construction contractual commitments of \$112,617,296 for various construction and improvement projects. The encumbrances are summarized as follows:

<u>Project Description</u>	<u>Encumbrance</u>	<u>Financing Source</u>
Major Funds		
Solid Waste System	\$ 6,840	Fund Revenues
Waterworks Systems	14,773,875	Bond Proceeds
Sewer System	47,450,314	Bond Proceeds
Bridge System	1,400,258	Grant Proceeds
Total Major Funds	<u>\$ 63,631,287</u>	
Non-Major Funds		
Sports & Community Venue	\$ 36,747,930	Bond Proceeds/Fund Revenues
Transit	13,870	Grant Proceeds
Convention & Visitors Bureau	36,552	Fund Revenues
Capital Grants Fund	778,064	Grant Proceeds
Airport Construction	9,193,892	Grant Proceeds
Parks Capital Grants Fund	115,942	Grant Proceeds
Contractual Obligations	608,968	Bond Proceeds
Capital Improvements Fund	79,690	Fund Revenues
2015 C.O. Issue	14,350	Bond Proceeds
2016 C.O. Issue	3,050	Bond Proceeds
2018 C.O. Issue	850	Bond Proceeds
2019 C.O. Issue	1,266,441	Bond Proceeds
2021A C.O. Issue	126,410	Bond Proceeds
Total Non-Major Funds	<u>\$ 48,986,009</u>	
Total Significant Construction Encumbrances	<u>\$ 112,617,296</u>	

NOTE 18 – FUND EXPENDITURES EXCEEDING APPROPRIATIONS

During the fiscal year ended September 30, 2022, expenses in Max Mandel Golf Course exceeded appropriations in the amount of \$158,481, and expenses in Sames Auto Arena exceeded appropriations in the amount of \$481,704.

NOTE 19 - RISK MANAGEMENT

A. HEALTH AND BENEFITS FUND

In January 1990, the City established a partial self-insured plan for medical coverage for its employees and an internal service fund called Risk Management. On October 1, 1995, the fund name was changed to Health and Benefits Fund. Under this plan, the City will pay for medical claims up to the amount of \$300,000.00 per employee, with no maximum lifetime benefit. There is a maximum medical aggregate liability of \$31,233,436.00 and projected net claims of \$27,763,054.00. Claims exceeding \$300,000.00 per employee are paid by the City and reimbursed by the City's stop/loss insurance carrier. The City has accrued for claims that have been incurred but not reported.

The incurred claims liability of \$4,394,591 reported in the Fund as of September 30, 2022 is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the claim liability can be reasonably estimated. Claim liabilities are calculated considering the recent claim settlements trends including frequency and amount of payouts and are due within one year of the date of the statement of net position. Changes in the Fund's claims liability amount in fiscal year 2020, 2021, and 2022 were:

<u>Year</u>	<u>Beginning of Fiscal Year</u>	<u>Changes in Estimates</u>	<u>Claims & Payments</u>	<u>Balance at Fiscal Year end ¹</u>
2019-2020	\$ 3,712,518	\$ 24,222,010	\$ 24,290,894	\$ 3,643,634
2020-2021	\$ 3,643,634	\$ 31,865,640	\$ 30,877,629	\$ 4,631,645
2021-2022	\$ 4,631,644	\$ 29,060,216	\$ 29,297,269	\$ 4,394,591

There were no changes or reductions in insurance coverage from prior years. Settled claims did not exceed commercial excess coverage in any of the past three years.

¹Claim Liabilities are due within one year of the date of the statement of net position.

B. RISK MANAGEMENT FUND

On October 1, 1996, the City established a self-insured retention program for the workers' compensation liability within the Risk Management Fund which also accounts for the following policies: (a) General Liability (b) Law Enforcement Liability (c) Errors and Omission (d) Auto Liability (e) Auto Physical Damage - ACV. The self-insured retention program for worker's compensation was implemented with \$300,000 retention per occurrence and a \$2,200,000.00 aggregated for FY19-2020 and \$2,200,000.00 aggregated for FY20-21 and \$2,500,000.00 aggregated for FY21-22. A deductible reimbursement program was also established for claims with \$5,000 retention per occurrence through Texas Municipal League Intergovernmental Risk Pool (TMLIRP), with the exception of errors and omission, which has a \$25,000 deductible. As of

September 30, 2022, a liability was recorded based on fiscal year 2022 outstanding claims, which is due within one year of the date of the statement of net position. Changes in this claims liability amount in fiscal years 2020, 2021 and 2022 were:

<u>Year</u>		<u>Beginning of Fiscal Year</u>	<u>Changes in Estimates</u>	<u>Claims & Payments</u>	<u>Balance at Fiscal Year end ²</u>
2019-2020	\$	1,272,768	\$ 2,159,268	\$ 2,091,457	\$ 1,340,579
2020-2021	\$	1,340,579	\$ 2,866,153	\$ 2,829,120	\$ 1,377,612
2021-2022	\$	1,377,612	\$ 2,688,969	\$ 2,067,513	\$ 1,999,068

There have been no significant changes in insurance coverage in any of the past three years. Settled claims did not exceed commercial excess coverage in any of the past three years.

²Claim Liabilities are due within one year of the date of the statement of assets.

NOTE 20 – TAX ABATEMENTS

The City of Laredo offers incentive agreements to promote economic development throughout City and to redevelop and revitalize target areas. The City provides property tax abatements under the authority of Chapter 312 and Chapter 378 of the Texas Local Government Code. Under Chapter 380 of the Texas Local Government Code, the City may provide tax or sales tax abatements. The amount of taxes abated are contingent on the entities meeting the requirements made under their agreements.

As of September 30, 2022, the City has three agreements under Chapter 312 that resulted in \$194,723 in tax abatements. Under Chapter 378, the City had one hundred fifty-three agreements that resulted in \$77,169 in tax abatements. The City had four active agreements under Chapter 380 that resulted in sales tax refunds of \$704,624 and one that resulted in property tax refunds of \$192,684.

The City has also adopted Tax Increment Financing Policy and Procedures pursuant to Chapter 311 of the Texas Code. This allows tax entities to dedicate the taxes collected on new development and redevelopment to the Tax Increment Fund to finance improvements to infrastructure within the designated area. As of September 30, 2022, the City has two Tax Increment agreement but no infrastructure plans have been finalized to utilize taxes collected.

NOTE 21 – CONTINGENCIES

The City participates in a number of grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies. Therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable may be impaired. In the opinion of the City, there are no significant contingent liabilities relating to compliance with the rules and regulations. As of

September 30, 2022, significant amounts of grant expenditures have not been audited by the grantor agencies. However, the City believes it has substantially complied with applicable laws and regulations and that the results of subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is a party to various lawsuits and claims arising in the ordinary course of operations. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City Attorney, the resolution of these matters will not have a material, adverse effect on the financial condition of the City.

NOTE 22 – DONOR-RESTRICTED ENDOWMENTS

The Canseco Foundation Children's Endowment Trust Fund was established on January of 1998, when the City accepted the endowment for the Canseco Foundation in the amount of \$50,000. The program would have the City seek all opportunities to augment children's programming resources provided through the Laredo Public Library. Funding of children's programming from the fund each year will be based on interest accrued on the endowment. Interest distributions will be from the Canseco Foundation Children's Endowment Fund. For September 30, 2022, the amount of unspent interest to date was \$29,729. This amount is reported in the government-wide financial statements under Net Position-Restricted for other purposes.

Texas State Law:

- (a) Except as provided by Subsection (e), the governing board may appropriate for expenditure, for the uses and purposes for which the fund is established, the net appreciation, realized and unrealized, in the fair market value of the assets of an endowment fund over the historic dollar value of the fund to the extent prudent under the standard provided by Section 163.007.
- (b) A determination of the historic dollar value made in good faith by the governing board is conclusive.
- (c) Subsection (a) does not limit the authority of the governing board to expend funds as permitted under other law, the terms of the applicable gift instrument, or the charter or articles of incorporation of the institution.
- (d) Subsection (a) does not apply if the applicable gift instrument indicates the donor's intention that the net appreciation not be extended. A restriction on the expenditure of net appreciation may not be implied from a designation of a gift as an endowment or from a direction or authorization in the applicable gift instrument to use only "income" This rule of construction applies to gift instruments executed or in effect before, on, or after the effective date of this chapter.

NOTE 23- BUDGET BASIS REPORTING

The budgetary process is based upon accounting for certain transactions on a budget basis other than generally accepted accounting principles (GAAP Basis). The results of operations as presented in the General Fund Schedule of Revenues, Expenditures, and Changes in Fund Balances are reported in accordance with the budgetary process (budget basis) to provide a meaningful comparison with the budget.

The major difference between the budget basis “actual” and GAAP basis are that encumbrances are recorded as the equivalent of expenditures (budget) as opposed to a reservation of fund balance (GAAP) and non-budgeted increases in compensated absences, claims payable, workmen’s compensation insurance, and allowance for doubtful accounts are recorded as expenditures when payments are made (budget) as opposed to when the liability is incurred (GAAP).

Adjustments necessary to convert from the GAAP basis to the budget basis are as follows:

	General Fund
Excess (Deficiency) of revenues and other financing sources over expenditures and other uses (GAAP Basis)-	\$ (4,251,847)
Adjustments:	
Timing Differences-Encumbrances	(5,874,745)
Basic Differences:	
Non Budgeted-Allowance for Doubtful Accounts	<u>77,954</u>
Excess of revenues and other financing sources over expenditures and other uses (GAAP Basis)-budgetary classifications	(10,048,638)
Other adjustments-Excess of revenues and other financing Sources over expenditures and other uses for non-budgeted Funds-(Entity Differences)	<u>49,878,795</u>
Excess (Deficiency) of revenues and other financing sources over expenditures and other uses – Budget Basis	<u>\$ 39,830,157</u>

NOTE 24 – FUND EQUITY

The City implemented GASB Statement No. 54, “Fund Balance Reporting and Governmental Fund type Definitions” effective October 1, 2010. The statement established new categories for reporting fund balance, revised the definitions for governmental fund types and change the presentation of fund balance. Components of fund balance of Governmental Funds are as follows:

CITY OF LAREDO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS

	General Fund	Debt Service	Other Governmental Funds
Fund Balances:			
Nonspendable:			
Inventory	27,366	-	60,133
Permanent Fund Principal	-	-	50,000
Restricted for:			
Debt Service	-	8,457,459	3,233,080
Police	82,657	-	6,253,744
Fire	-	-	131,424
Municipal Court	919,200	-	-
911 Regional Fund	-	-	1,234,142
Urban Redevelopment and Housing	-	-	770,457
Health Services	-	-	3,337,721
Welfare	2,770,271	-	-
Environmental Services	-	-	6,772,369
Noise Abatement	-	-	460,229
Convention and Tourism	-	-	6,116,664
Parks and Recreation	12,398	-	70,545,950
Education	2,589	-	2,110,757
Downtown TIRZ 1	-	-	3,474,447
Parking Meters	-	-	3,975
Permanent Fund Revenues	-	-	29,729
Capital Projects (Parks, Infrast., Mun. Imp)	-	-	48,434,394
American Rescue Act	-	-	428,124
Committed to:			
General Government	34,029,050	-	-
Police	822,279	-	164,809
Fire	501,645	-	-
Municipal Court	161,074	-	-
Traffic Safety	140,648	-	-
Parking Meters	-	-	62,017
Public Works	105,139	-	-
Urban Redevelopment and Housing	-	-	2,009,160
Health Services	-	-	827,113
Welfare	909,443	-	-
Environmental Services	-	-	1,223,382
Parks and Recreation	1,496,377	-	101,160
Education	-	-	77,327
Other	904,251	-	-
Transportation	-	-	1,260,905
Capital Purchases (Equipment)	-	-	2,861,343
Capital Projects	-	-	1,709,261
Assigned to:			
Parking Meters	-	-	856,974
Environmental Services	-	-	3,096,441
Parks and Recreation	-	-	548,895
Transportation	-	-	24,413,258
Capital Projects	-	-	57,993,504
Unassigned	2,820,515	-	(6,173,114)
Total Fund Balances	<u>45,704,902</u>	<u>8,457,459</u>	<u>244,479,774</u>

NOTE 25 – PRIOR YEAR ADJUSTMENT

There were no prior year adjustments in the year ended September 30, 2022.

Required Supplementary Information

**CITY OF LAREDO, TEXAS
REQUIRED PENSION SYSTEM
SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
LAST TEN YEARS (1)**

City of Laredo (TMRS)

	12/31/2021	12/31/2020	12/31/2019	12/31/2018
Total pension liability				
Service Cost	\$ 21,554,634	21,660,281	20,007,128	18,935,093
Interest (on the Total Pension Liability)	49,631,266	46,889,636	44,301,441	41,776,661
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	5,210,969	(26,803)	(431,846)	408,431
Change of assumptions	-	-	685,153	-
Benefit payments, including refunds of employee contributions	(29,282,902)	(26,424,189)	(27,665,477)	(20,838,620)
Net Change in Total Pension Liability	47,113,967	42,098,925	36,896,399	40,281,565
Total Pension Liability-Beginning	739,142,146	697,043,221	660,146,822	619,865,257
Total Pension Liability-Ending	<u>\$ 786,256,113</u>	<u>739,142,146</u>	<u>697,043,221</u>	<u>660,146,822</u>
Plan Fiduciary Net Position				
Contributions-Employer	\$ 26,201,949	26,071,999	24,513,447	23,259,291
Contributions-Employee	8,721,528	8,786,917	8,257,659	7,801,392
Net Investment Income	80,300,671	42,872,980	74,997,278	(14,669,500)
Benefit payments, including refunds of employee contributions	(29,282,902)	(26,424,189)	(27,665,477)	(20,838,620)
Administrative Expense	(371,087)	(277,112)	(423,253)	(283,249)
Other	2,540	(10,812)	(12,714)	(14,799)
Net Change in Plan Fiduciary Net Position	85,572,699	51,019,783	79,666,940	(4,745,485)
Plan Fiduciary Net Position-Beginning	615,206,887	564,187,103	484,520,163	489,265,648
Plan Fiduciary Net Position-Ending	<u>\$ 700,779,586</u>	<u>615,206,886</u>	<u>564,187,103</u>	<u>484,520,163</u>
Net Pension Liability-Ending	<u>\$ 85,476,527</u>	<u>123,935,260</u>	<u>132,856,118</u>	<u>175,626,659</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	89.13%	83.23%	80.94%	73.40%
Covered Employee Payroll	\$ 124,593,260	125,276,352	117,966,558	111,448,461
Net Pension Liability as a Percentage of Covered Payroll	68.60%	98.93%	112.62%	157.59%

(1) This schedule was implemented by GASB starting in fiscal year 2015. Schedule is intended to show ten years of information and will be built as information becomes available

Changes of Assumptions:

Amortization period In 2019, changed from 17 years to 25 years.
Salary increase ranges IN 2019, changed from 3.5% to 10.5% to 3.5% to 11.5%.
Rate of Return In 2020, Long term Municipal bond rate changed from 2.75% to 2.0%
In 2022, rate changed from 2.0% to 1.84%.

Other Information:

Notes There were no benefit changes during the year.

(Continued)

12/31/2017	12/31/2016	12/31/2015	12/31/2014
18,055,726	17,550,829	16,137,452	14,954,531
39,304,497	36,935,879	36,278,827	34,062,490
-	-	-	-
(1,450,209)	(2,007,074)	(6,889,003)	(3,571,761)
-	-	(1,671,663)	-
(18,611,473)	(16,671,410)	(14,594,700)	(14,154,831)
37,298,541	35,808,224	29,260,913	31,290,429
582,566,716	546,758,492	517,497,579	486,207,150
619,865,257	582,566,716	546,758,492	517,497,579

22,434,463	21,915,367	20,857,055	19,414,300
7,422,994	7,206,069	6,894,937	6,639,377
58,259,387	25,837,605	544,191	19,324,455
(18,611,473)	(16,671,410)	(14,594,700)	(14,154,831)
(301,727)	(291,637)	(331,414)	(201,717)
(15,292)	(15,713)	(16,368)	(16,584)
69,188,352	37,980,281	13,353,701	31,005,000
420,077,296	382,097,015	368,743,314	337,738,314
489,265,648	420,077,296	382,097,015	368,743,314
130,599,609	162,489,420	164,661,477	148,754,265

78.93%	72.11%	69.88%	71.26%
106,023,054	102,937,415	98,459,134	94,769,773
123.18%	157.85%	167.24%	156.96%

**CITY OF LAREDO, TEXAS
REQUIRED PENSION SYSTEM
SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
LAST TEN YEARS (1)**

Laredo Firefighter Retirement System

	9/30/2022	9/30/2021	9/30/2020	9/30/2019
Total pension liability				
Service Cost	\$ 8,007,379	7,359,403	7,162,436	6,711,542
Interest (on the Total Pension Liability)	21,973,981	20,761,291	19,612,577	18,757,868
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	-	8,026,480	-	(5,966,888)
Change of assumptions	-	(3,312,518)	-	14,786,931
Benefit payments, including ref of employee contributions	(14,286,376)	(12,421,926)	(10,889,659)	(10,471,721)
Net Change in Total Pension Liability	15,694,984	20,412,730	15,885,354	23,817,732
Total Pension Liability-Beginning	296,081,499	275,668,769	259,783,415	235,965,683
Total Pension Liability-Ending	<u>\$ 311,776,483</u>	<u>296,081,499</u>	<u>275,668,769</u>	<u>259,783,415</u>
Plan Fiduciary Net Position				
Contributions-Employer	\$ 8,557,405	8,145,656	7,555,193	7,264,588
Contributions-Employee	6,156,430	5,931,306	5,568,885	5,416,147
Net Investment Income	43,913,397	7,260,258	2,218,729	10,891,487
Benefit payments, including ref of employee contributions	(14,286,376)	(12,421,926)	(10,889,659)	(10,471,721)
Administrative Expense	(330,298)	(242,952)	(268,743)	(272,399)
Other	-	-	-	2,461
Net Change in Plan Fiduciary Net Position	44,010,558	8,672,342	4,184,405	12,830,563
Plan Fiduciary Net Position-Beginning	167,670,584	158,998,242	154,813,837	141,983,274
Plan Fiduciary Net Position-Ending	<u>\$ 211,681,142</u>	<u>167,670,584</u>	<u>158,998,242</u>	<u>154,813,837</u>
Net Pension Liability-Ending	<u>\$ 100,095,341</u>	<u>128,410,915</u>	<u>116,670,527</u>	<u>104,969,578</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	67.90%	56.63%	57.68%	59.59%
Covered Payroll	\$ 41,042,867	39,542,040	37,125,900	36,107,647
Net Pension Liability as a Percentage of Covered Payroll	243.88%	324.75%	314.26%	290.71%

(1) This schedule was implemented by GASB starting in fiscal year 2015. Schedule is intended to show ten years of information and will be built as information becomes available

Changes of Assumptions:

Amortization Period	In 2019, changed from 28 years to 43 years. In 2021, changed from 43 years to 57 years.
Investment Rate of Return	In 2019, rate decreased from 7.90% to 7.50%. In 2021, rate decreased from 7.50% to 7.40%.
Discount Rate	In 2021, rate decreased from 7.50% to 7.40%.
Salary increase ranges	In 2019, changed from 3.25% to 2.75%.
Other information:	
Notes	There were no benefit changes during the year.

(Continued)

9/30/2018	9/30/2017	9/30/2016	9/30/2015
6,500,283	5,959,061	5,757,547	5,562,847
17,648,587	16,635,239	15,644,420	14,710,813
-	(4,481,331)	-	-
-	2,728,669	-	-
-	3,829,393	-	-
(10,165,487)	(9,340,307)	(9,096,190)	(8,500,340)
13,983,383	15,330,724	12,305,777	11,773,320
221,982,300	206,651,576	194,345,799	182,572,479
235,965,683	221,982,300	206,651,576	194,345,799
6,845,693	6,801,034	6,222,249	6,044,620
5,109,297	5,075,400	4,642,722	4,521,220
14,198,072	9,529,045	(5,430,523)	9,030,933
(10,165,487)	(9,340,307)	(9,096,190)	(8,500,340)
(310,945)	(209,946)	(239,505)	(221,416)
1,440	11,587	-	-
15,678,070	11,866,813	(3,901,247)	10,875,017
126,305,204	114,438,391	118,339,638	107,464,621
141,983,274	126,305,204	114,438,391	118,339,638
93,982,409	95,677,096	92,213,185	76,006,161
60.17%	56.90%	55.38%	60.89%
34,061,980	33,836,000	30,951,480	30,141,467
275.92%	282.77%	297.93%	252.16%

**CITY OF LAREDO, TEXAS
REQUIRED PENSION SYSTEM
SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
LAST TEN YEARS (1)**

LTMI Defined Benefit Plan

	9/30/2022	9/30/2021	9/30/2020	9/30/2019
Total pension liability				
Service Cost	\$ 233,432	220,426	377,148	309,361
Interest (on the Total Pension Liability)	870,972	817,956	753,532	729,536
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	78,173	490,990	(77,518)	(182,684)
Change of assumptions	(486,570)	(364,738)	633,324	188,764
Benefit payments, including refunds of employee contributions	(292,982)	(257,493)	(255,653)	(188,309)
Net Change in Total Pension Liability	403,025	907,141	1,430,833	856,668
Total Pension Liability-Beginning	14,681,715	13,774,574	12,343,741	11,487,074
Total Pension Liability-Ending	\$ 15,084,740	14,681,715	13,774,574	12,343,742
Plan Fiduciary Net Position				
Contributions-Employer	\$ 783,262	955,737	1,840,000	825,000
Contributions-Employee	48,264	47,946	49,872	53,040
Net Investment Income	(2,884,025)	2,554,735	1,001,152	431,289
Benefit payments, including refunds of employee contributions	(292,982)	(257,493)	(255,653)	(188,309)
Administrative Expense	(279,533)	(264,323)	(219,966)	(197,859)
Other	-	-	-	-
Net Change in Plan Fiduciary Net Position	(2,625,014)	3,036,602	2,415,405	923,161
Plan Fiduciary Net Position-Beginning	16,008,385	12,971,783	10,556,378	9,633,217
Plan Fiduciary Net Position-Ending	\$ 13,383,371	16,008,385	12,971,783	10,556,378
Net Pension Liability(Asset)-Ending	\$ 1,701,369	(1,326,670)	802,791	1,787,364
 Plan Fiduciary Net Position as a Percentage of Total Pension Liability	 88.72%	 109.04%	 94.17%	 85.52%
 Covered Payroll	 \$ 8,117,957	 7,705,487	 7,484,337	 7,149,335
Net Pension Liability/(Asset) as a Percentage of Covered Payroll	20.96%	-17.22%	10.73%	25.00%

(1) This schedule was implemented by GASB starting in fiscal year 2015. Schedule is intended to show ten years of information and will be built as information becomes available

Changes of Assumptions:

Discount Rate

In 2019, rate changed from 6.75% to 6.40%

In 2020, rate changed to 5.90%.

In 2022, rate changed to 6.15%.

Investment Rate of Return

In 2019, rate was updated from 6.75% to 6.40%

In 2020, rate of was updated to 5.90%.

In 2022, rate of was updated to 6.15%.

Inflation

In 2021, inflation was updated from 2.50% to 2.25%.

In 2022, inflation was updated to 2.40%.

Other information:

Notes

There were no benefit changes during the year.

(Continued)

9/30/2018	9/30/2017	9/30/2016
164,279	169,500	160,902
722,028	660,804	608,457
-	-	-
247,987	139,715	-
-	-	-
(191,901)	(150,612)	(116,526)
942,393	819,407	652,833
10,544,681	9,725,274	9,072,441
11,487,074	10,544,681	9,725,274
950,000	877,000	600,000
53,604	54,373	54,264
420,578	671,821	483,385
(191,901)	(150,612)	(116,526)
-	-	-
-	-	-
1,232,281	1,452,582	1,021,123
8,400,936	6,948,354	5,927,231
9,633,217	8,400,936	6,948,354
1,853,857	2,143,745	2,776,920
83.86%	79.67%	71.45%
7,045,845	6,873,995	6,772,317
26.31%	31.19%	41.00%

**CITY OF LAREDO, TEXAS
REQUIRED PENSION SYSTEM
SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
LAST TEN YEARS (1)**

City of Laredo (TMRS)

<u>Fiscal Year</u>	<u>Annual Required Contributions (ARC)</u>	<u>Contributions Made</u>	<u>Contribution (Deficiency) Excess</u>	<u>Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>	<u>Employee Contributions</u>
9/30/2015	\$ 20,612,369	\$ 20,612,369	\$ -	\$ 94,422,211	21.83%	\$ 6,815,346
9/30/2016	\$ 22,695,362	\$ 22,695,362	\$ -	\$ 105,658,111	21.48%	\$ 7,406,657
9/30/2017	\$ 22,611,153	\$ 22,611,153	\$ -	\$ 105,907,042	21.35%	\$ 7,403,182
9/30/2018	\$ 23,171,347	\$ 23,171,347	\$ -	\$ 109,973,172	21.07%	\$ 7,675,369
9/30/2019	\$ 24,515,136	\$ 24,515,136	\$ -	\$ 116,794,359	20.99%	\$ 8,168,600
9/30/2020	\$ 25,427,698	\$ 25,427,698	\$ -	\$ 121,199,704	20.98%	\$ 8,483,060
9/30/2021	\$ 25,558,773	\$ 25,558,773	\$ -	\$ 120,163,485	21.27%	\$ 8,441,865
9/30/2022	\$ 27,152,451	\$ 27,152,451	\$ -	\$ 130,855,185	20.75%	\$ 9,096,984

Notes to Schedule of Contributions

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of December 31 and become effective January, 13 months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	10 Year smoothed fair value; 12% soft corridor
Inflation	2.50%
Salary Increase	3.50% to 11.50% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience based table of rates that are specific to the City's plan of benefits. Last updated for the 2019 valuation pursuant to an experience study of the period 2014-2018.
Mortality	Post retirement 2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP. Pre retirement PUB(10) mortality tables with the Public Safety table used for males and the General Employee table used for females. The rates are projected on a fully generational basis with scale UMP.

(1) This schedule was implemented by GASB starting in fiscal year 2015. Fiscal year 2016 is the first year information provided. Schedule is intended to show ten years of information and will be built as information becomes available.

**CITY OF LAREDO, TEXAS
REQUIRED PENSION SYSTEM
SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
LAST TEN YEARS (1)**

Laredo Firefighter Retirement System

<u>Fiscal Year</u>		<u>Annual Required Contributions (ARC)</u>	<u>Contributions Made</u>	<u>Contribution (Deficiency) Excess</u>	<u>Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>	<u>Employee Contributions</u>
9/30/2015	\$	6,221,242	\$ 6,221,242	\$ -	\$ 30,951,480	20.10%	\$ 4,642,722
9/30/2016	\$	6,801,034	\$ 6,801,034	\$ -	\$ 33,836,000	20.10%	\$ 5,075,400
9/30/2017	\$	6,845,693	\$ 6,845,693	\$ -	\$ 34,061,980	20.10%	\$ 5,109,297
9/30/2018	\$	7,264,588	\$ 7,264,588	\$ -	\$ 36,107,647	20.12%	\$ 5,416,147
9/30/2019	\$	7,555,193	\$ 7,555,193	\$ -	\$ 37,125,900	20.35%	\$ 5,568,885
9/30/2020	\$	8,145,656	\$ 8,145,656	\$ -	\$ 39,542,040	20.60%	\$ 5,931,306
9/30/2021	\$	8,557,405	\$ 8,557,405	\$ -	\$ 41,042,867	20.85%	\$ 6,156,430
9/30/2022	\$	9,453,537	\$ 9,453,537	\$ -	\$ 44,803,493	21.10%	\$ 6,720,528

Notes to Schedule of Contributions

Valuation Date:

Notes Actuarially determined contribution rates are calculated
biennially, every September 30

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Reported at fair value
Inflation	2.75%
Salary Increase	2.75%, plus merit, step and longevity increases that vary by svc.
Investment Rate of Return	7.4%, net of pension plan investment expense
Retirement Age	At age 50 with 20 years of service
Mortality	Based on the PubS-2010 (safety employees) total dataset mortality tables for employees and for retirees, projected for mortality improvement generationally using the projection scale MP-2018.

(1) This schedule was implemented by GASB starting in fiscal year 2015. Fiscal year 2016 is the first year information provided. Schedule is intended to show ten years of information and will be built as information becomes available.

**CITY OF LAREDO, TEXAS
REQUIRED PENSION SYSTEM
SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
LAST TEN YEARS (1)**

LTMI Defined Benefit Plan

<u>Fiscal Year</u>	<u>Annual Required Contributions (ARC)</u>	<u>Contributions Made</u>	<u>Contribution (Deficiency) Excess</u>	<u>Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>	<u>Employee Contributions</u>
9/30/2016	\$ 643,000	\$ 600,000	\$ (43,000)	\$ 6,772,317	8.86%	\$ 54,264
9/30/2017	\$ 790,120	\$ 877,000	\$ 86,880	\$ 6,873,995	12.76%	\$ 54,373
9/30/2018	\$ 927,081	\$ 950,000	\$ 22,919	\$ 7,045,845	13.48%	\$ 53,604
9/30/2019	\$ 1,042,376	\$ 825,000	\$ (217,376)	\$ 7,149,335	11.54%	\$ 53,040
9/30/2020	\$ 1,093,625	\$ 1,840,000	\$ 746,375	\$ 7,484,337	24.58%	\$ 49,872
9/30/2021	\$ 822,946	\$ 955,737	\$ 132,791	\$ 7,705,487	12.40%	\$ 47,946
9/30/2022	\$ 870,723	\$ 783,262	\$ (87,461)	\$ 8,117,957	9.65%	\$ 48,264

Notes to Schedule of Contributions

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair value with contribution receivables
Inflation	2.40%
Salary Increase	Actuary assumed no salary increase because benefits are not pay related
Investment Rate of Return	6.15%
Retirement Age	Participants become eligible for normal retirement upon attainment of age 65
Mortality	Based on Pri-2012 Blue collar base rate mortality table projected generationally using the Principal Mortality Improvement Scale (Principal 2016-10).

(1) This schedule was implemented by GASB starting in fiscal year 2015. Fiscal year 2016 is the first year information provided. Schedule is intended to show ten years of information and will be built as information becomes available.

CITY OF LAREDO, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TEN YEARS

		2022	2021	2020	2019	2018
Total OPEB Liability						
Service Cost	\$	9,699,796	10,010,416	10,372,466	7,892,469	9,148,227
Interest on Total OPEB Liability		4,819,802	6,037,316	5,933,539	6,723,464	6,434,222
Effect of Plan Changes		-	-	-	-	-
Effect of Economic/Demographic Gains or (Losses)		-	(66,772,717)	-	(10,789,640)	-
Effect of Assumption Changes or Inputs		(42,878,558)	(3,014,214)	39,216,867	49,441,385	(15,842,897)
Benefit Payments		(6,056,145)	(5,679,214)	(4,411,859)	(4,214,723)	(3,021,511)
Net Change in Total OPEB Liability		(34,415,105)	(59,418,413)	51,111,013	49,052,955	(3,281,959)
Total OPEB Liability-Beginning		206,576,960	265,995,373	214,884,360	165,831,405	169,113,364
Total OPEB Liability-Ending	\$	172,161,855	206,576,960	265,995,373	214,884,360	165,831,405
Covered Employee Payroll	\$	158,689,146	154,069,928	137,663,439	137,663,439	133,152,871
Net Pension Liability as a Percentage of Covered Payroll		108.49%	134.08%	193.22%	156.09%	124.54%

Notes to Schedule:

(1) Schedule is intended to show ten years of information and will be built as information becomes available.

(2) There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits.

(3) Changes of Assumptions:

Discount Rate

In 2020, the rate changed from 2.66% to 2.21%.

In 2021, the rate changed from 2.21% to 2.26%.

In 2022, the rate changed from 2.26% to 4.02%.

Other Information:

Notes

Excise tax was removed from medical trend and claims.

Trend & retiree contributions were updated to reflect current plan provisions, actual plan experience, updated premiums, and updated census data.

This page intentionally left blank

DEBT SERVICE

**CITY OF LAREDO, TEXAS
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
Year Ended September 30, 2022**

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Taxes:				
Current	\$ 22,690,316	22,690,316	22,982,317	292,001
Delinquent - Prior	275,676	275,676	288,212	12,536
Total Taxes	22,965,992	22,965,992	23,270,529	304,537
Other Taxes:				
Penalties & Interest	-	-	16,318	16,318
Investment Income:				
Interest Earnings	34,900	34,900	59,897	24,997
Total Investment Income	34,900	34,900	76,215	41,315
Special Assessments:				
Paving Assessments	8,506	8,506	9,519	1,013
Total Special Assessments	8,506	8,506	9,519	1,013
TOTAL REVENUES	23,009,398	23,009,398	23,356,263	346,865
EXPENDITURES:				
Principal Retirement:				
General Obligations Debt	10,531,294	10,531,294	10,531,290	4
Revenue Bonds Debt	2,800,000	2,068,994	1,790,000	278,994
Contractual Obligations Debt	4,999,237	6,289,237	5,919,235	370,002
Total Principal Retirement	18,330,531	18,889,525	18,240,525	649,000
Interest:				
General Obligations Debt	3,266,223	3,461,612	3,449,779	11,833
Revenue Bonds Debt	573,664	1,962,431	1,643,555	318,876
Contractual Obligations Debt	4,363,563	4,918,413	4,777,820	140,593
Total Interest	8,203,450	10,342,456	9,871,154	471,302
Other:				
Contractual Services	24,916	26,916	18,565	8,351
Other	2,700,000	-	-	-
Fiscal Agent Fees	15,000	15,000	13,300	1,700
Total Other	2,739,916	41,916	31,865	10,051
TOTAL EXPENDITURES	29,273,897	29,273,897	28,143,544	1,130,353
Excess (Deficiencies) of Revenues Over (Under) Expenditures	\$ (6,264,499)	(6,264,499)	(4,787,281)	1,477,218 (Continued)

CITY OF LAREDO, TEXAS
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
Year Ended September 30, 2022

(Continued)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
OTHER FINANCING SOURCES (USES):				
Transfers In:				
Environmental Services	\$ 2,849,923	2,849,923	2,781,743	(68,180)
Parking Meters	188,426	188,426	182,154	(6,272)
Sports and Community Venue	4,026,795	4,026,795	3,433,556	(593,239)
Downtown Tirz #1	-	-	159,206	159,206
TOTAL OTHER FINANCING SOURCES (USES):	7,065,144	7,065,144	6,556,659	(508,485)
Net Change in Fund Balances	800,645	800,645	1,769,378	968,733
Fund Balances-Beginning	7,571,549	6,688,081	6,688,081	-
Fund Balances-Ending	\$ 8,372,194	7,488,726	8,457,459	968,733

NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

COMMUNITY DEVELOPMENT BLOCK GRANT - to account for the U.S. Department of Housing and Urban Development grant and the related disbursements for street improvements, drainage improvements, water and sewer improvements, public service, open space, code enforcement, low income housing rehabilitation and for administration.

HOUSING REHABILITATION - to account for the U.S. Department of Housing and Urban Development grant for low income housing rehabilitation loans and the related disbursements.

HOME INVESTMENT FUND - to account for the U. S. Department of Housing and Urban Development grant and the related disbursements for new affordable housing units.

EMERGENCY SOLUTIONS GRANT - to account for the U.S. Department of Housing and Urban Development grant and the disbursement of such proceeds for city shelters for the homeless.

HOME INVESTMENT AFFORDABLE HOUSING - to account for the proceeds from the dissolution of the Laredo Affordable Housing Corporation as HOME Program Income to be used for the construction of the La Terraza project which will serve low to moderate income families.

AUTO THEFT TASK FORCE - to account for the Texas Department of Transportation grant for the combined effort between the City of Laredo and Webb County to detect, investigate and apprehend individuals involved in auto theft.

FINANCIAL TASK FORCE - to account for the Office of National Drug Control and Prevention grant for the investigation of illegal financial activities related to drug trafficking in the City.

SPECIAL POLICE PROGRAM - to account for federal and state law enforcement grants. Major funding sources include intergovernmental revenues from Texas Department of Transportation, U.S. Department of Justice and U.S. Department of Treasury.

911 EMERGENCY COMMUNICATIONS FUND - to account for the Commission on State Emergency Communications grant funds to administer and operate emergency service communications programs for Jim Hogg, Starr, Webb and Zapata Counties.

HEALTH FUND - to account for the rendering of public health services to City and County residents by administering grants and contracts awarded by federal and state agencies and contributions by private foundations.

INTERNATIONAL AIRPORT - to account for the operation and maintenance of the City of Laredo Airport, financed through restricted revenues from airport tenants.

HOTEL-MOTEL OCCUPANCY TAX - to account for tax proceeds received from hotels and motels and the disbursement of such to promote community agencies and projects as authorized by State statute and allocated by City Council.

PUBLIC ACCESS CHANNEL - to account for the operations of City owned studio facilities for access channels and to provide training in television production, programming and transmitting, and the related revenue associated with such services.

LAREDO CONVENTION & VISITOR'S BUREAU - to account for the promotion of the City of Laredo. Its primary function is to engage in visitor promotion by soliciting and servicing conventions and other related group businesses generating tourism.

RECREATION FUND - to account for the recreational activities provided to the general public through various sports leagues, such as softball and basketball, and other activities such as swimming lessons and aerobics.

PARKING METERS - to account for the collection of parking meter revenues and to enforce City ordinances on prohibited parking areas and where parking meters are installed.

ENVIRONMENTAL SERVICES - to account for federal and state grants and the disbursements required by the storm water regulations.

KEEP LAREDO BEAUTIFUL, INC. FUND - to account for the beautification of the City of Laredo. The corporation is organized to promote public interest in the general improvement of the environment of the City of Laredo.

NOISE ABATEMENT LEASE PROGRAM - to account for all the units purchased through the Noise Abatement Program that are being leased out as public housing and the related operating and maintenance disbursements.

SPORTS AND COMMUNITY VENUE - to account for the sales tax proceeds of ¼ of one percent designated for payments of debt service in connection with the financing of a sports venue complex and for the operation of the Uni-Trade Stadium.

SAMES AUTO ARENA - to account for the center's operation. Its function is to provide a diverse mixture of world-class entertainment.

LAREDO PUBLIC FACILITY CORPORATION - to account for fees related to the partnership between the City of Laredo, Ejido Holdings, LLC, and La Terraza at Lomas del Sur, Ltd. and to provide financing, acquisition, and construction of public facilities.

MAX MANDEL GOLF COURSE - to account for the golf course's operation. Its function is to provide a public golf course.

PARKLAND ACQUISITION/PARKLAND IMPROVEMENTS - to account for the collection of park improvements fees for the acquisition and improvements to parklands in the City.

SPECIAL FIRE GRANTS – to account for various projects and improvements that increase the public safety for the citizens of Laredo. Major funding sources include State Homeland Security and Environmental Protection Agency.

DOWNTOWN TIRZ NO.1 – to account for the tax increment reinvestment zone for improvements in the downtown area.

AMERICA RESCUE ACT – is an economic stimulus bill created to alleviate the ongoing recession due COVID-19 pandemic.

POLICE TRUST FUND - to account for the proceeds from seized revenues from narcotic operations to be used to acquire any necessary public safety equipment or improvements that will serve to further improve the law enforcement operations.

SUBDIVISION TRUST FUND - to account for funds received from developers and the disbursement of such funds on subdivision streets and off-site improvements.

HAMILTON HOUSING APARTMENTS - to account for proceeds from low income housing units and the related operational and maintenance disbursements.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds and trust funds.

Capital Projects Funds include:

PARKS CAPITAL GRANTS - to account for various projects and improvements that enhance the quality of life for the citizens of the City of Laredo. Major funding sources include intergovernmental revenues from Webb County, the Texas Department of Transportation, and the Texas Parks and Wildlife Service, as well as other revenue sources who dedicate funding for future recreational improvements.

CAPITAL GRANTS - to account for various State and Federal grants. Major funding sources include intergovernmental revenues from the Texas Department of Transportation and the U.S. Department of Housing and Urban Development.

CONTRACTUAL OBLIGATIONS - to account for contractual obligation bond and lease-purchase agreement proceeds for the purchase of equipment.

CERTIFICATE OF OBLIGATION 2009 ISSUE - to account for \$24,735,000 in bond proceeds for the purpose of paying all or a portion of the City's contractual obligations for the purpose of constructing and equipping various departments, street and drainage improvements, and traffic equipment.

CERTIFICATE OF OBLIGATION 2012 ISSUE - to account for \$7,690,000 in bond proceeds for the purpose of paying all or a portion of the City's contractual obligations for the purpose of constructing and equipping various departments, street and drainage improvements, and traffic equipment.

CERTIFICATE OF OBLIGATION 2014 ISSUE - to account for \$5,600,000 in bond proceeds for the purpose of paying all or a portion of the City's contractual obligations for the purpose of constructing and equipping various departments, street and drainage improvements.

CERTIFICATE OF OBLIGATION 2015 ISSUE - to account for \$19,765,000 in bond proceeds for the purpose of paying all or a portion of the City's contractual obligations for the purpose of constructing and equipping various departments, street and drainage improvements.

CERTIFICATE OF OBLIGATION 2016 ISSUE - to account for \$3,075,000 in bond proceeds for the purpose of paying all or a portion of the City's contractual obligations for the purpose of purchasing land in the downtown area for parking and buildings.

CERTIFICATE OF OBLIGATION 2017 ISSUE - to account for \$14,810,000 in bond proceeds for the purpose of paying all or a portion of the City's contractual obligations for the purpose of constructing and equipping various departments, street and drainage improvements.

CERTIFICATE OF OBLIGATION 2018 ISSUE - to account for \$11,640,000 in bond proceeds for the purpose of paying all or a portion of the City's contractual obligations for the purpose of constructing and equipping various departments, street and drainage improvements, and traffic equipment.

CERTIFICATE OF OBLIGATION 2019 ISSUE - to account for \$29,905,000 in bond proceeds for the purpose of paying all or a portion of the City's contractual obligations for the purpose of planning, constructing, improving and repairing city streets, sidewalks, and drainage improvements, together with right-of-ways acquisition, traffic and street signalization, landscaping and lighting improvements, purchasing land located in southeastern quadrant of the City for municipal landfill facilities.

CERTIFICIATE OF OBLIGATION 2021 ISSUE – to account for \$27,430,000 in bond proceeds for the purpose of paying all or a portion of the City's contractual obligation for the purpose of planning, constructing, improving and repairing city streets, sidewalks, and drainage improvement, together with right-of-ways acquisition, traffic and street signalization, landscaping and lighting improvements.

AIRPORT CONSTRUCTION FUND - to account for the Federal Aviation Administration, the Texas Department of Transportation, and the U.S. Department of Transportation grants for the engineering design and construction of runway and taxiway improvements and promote air service.

CAPITAL IMPROVEMENTS - to account for capital improvement projects approved by City Council. Its major funding sources are revenues received from the Bridge System, General Fund, and interest earnings.

PERMANENT FUND

CANSECO ENDOWMENT FUND - to account for funds received from the Canseco Endowment Foundation for the benefit of the City of Laredo Public Library.

This page intentionally left blank

**CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2022**

	SPECIAL REVENUE			
	BLOCK GRANTS	HOUSING REHAB	HOME INVESTMENT	EMERGENCY SHELTER
ASSETS				
Cash and Cash Equivalents:				
Cash	\$ 100	-	-	-
Equity in Investment Pool	-	9,805	1,830	-
Cash with Fiscal Agent	-	-	-	-
Investments	-	2,180,385	445,455	-
Receivables, net of allowances:				
Accrued Interest	-	6,143	1,255	-
Hotel-Motel Tax, Penalty and Interest	-	-	-	-
Accounts	642	-	-	-
Notes	-	2,444,405	14,018,243	-
Due from Other Funds	-	-	-	-
Due from Other Governments	225,097	-	189,042	101,071
Inventory	-	-	-	-
TOTAL ASSETS	225,839	4,640,738	14,655,825	101,071
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	13,693	223,656	788	34,968
Retainage Payable	1,780	-	16,000	-
Accrued Wages and Employee Benefits	44,493	18,072	2,767	3,478
Contracts Payable	110,453	-	-	-
Customer Deposits	-	-	-	-
Due to Other Funds	48,621	-	-	62,625
Due to Other Governments	-	-	-	-
Due to Developers	-	-	-	-
Unearned Revenue	6,799	1,976,851	1,994,949	-
TOTAL LIABILITIES	225,839	2,218,579	2,014,504	101,071
Deferred Inflows of Resources	-	2,325,998	12,023,294	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	225,839	4,544,577	14,037,798	101,071
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	-	618,027	-
Committed	723,375	401,679	-	884,106
Assigned	-	-	-	-
Unassigned	(723,375)	(305,518)	-	(884,106)
TOTAL FUND BALANCES	-	96,161	618,027	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 225,839	4,640,738	14,655,825	101,071

(Continued)

(Continued)

SPECIAL REVENUE					
HOME INV. AFFORDABLE HOUSING	AUTO THEFT TASK FORCE	FINANCIAL TASK FORCE	SPECIAL POLICE PROGRAM	911 EMERGENCY COMM. FUND	HEALTH FUND
-	-	5,000	-	200	5,450
-	1,112	-	-	-	15,935
-	-	-	-	-	-
-	268,780	-	-	-	3,570,757
8,894	757	-	-	-	10,060
-	-	-	-	-	-
-	-	-	314	360	964
839,475	-	-	-	-	-
-	-	-	-	-	-
-	300,542	482,827	1,704,974	427,331	3,066,001
-	-	-	-	-	2,731
848,369	571,191	487,827	1,705,288	427,891	6,671,898
-	6,596	25,205	258,577	142,318	301,253
-	-	-	-	-	-
-	27,999	18,530	147,586	14,842	575,286
-	-	-	-	-	-
-	-	-	-	-	-
-	-	444,092	21,056	152,422	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	118,309	3,337,721
-	34,595	487,827	427,219	427,891	4,214,260
848,369	-	-	8,100	-	226,978
848,369	34,595	487,827	435,319	427,891	4,441,238
-	-	-	-	-	2,731
-	536,596	-	1,269,969	1,234,142	3,337,721
-	-	4,182	-	-	827,113
-	-	-	-	-	-
-	-	(4,182)	-	(1,234,142)	(1,936,905)
-	536,596	-	1,269,969	-	2,230,660
848,369	571,191	487,827	1,705,288	427,891	6,671,898

(Continued)

**CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2022**

(Continued)

	SPECIAL REVENUE			
	SPECIAL FIRE GRANTS	INT'L. AIRPORT	HOTEL/MOTEL OCCUPANCY TAX	PUBLIC ACCESS CHANNEL
ASSETS				
Cash and Cash Equivalents:				
Cash	\$ -	600	-	-
Equity in Investment Pool	2,352	118,006	23,375	9,175
Cash with Fiscal Agent	-	-	-	-
Investments	495,694	26,124,009	5,214,838	2,017,945
Receivables, net of allowances:				
Accrued Interest	1,396	73,598	14,691	5,685
Hotel-Motel Tax, Penalty and Interest	-	-	102,259	-
Accounts	1,347	173,278	-	77,952
Notes	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	-	94,825	-	-
Inventory	-	-	-	-
TOTAL ASSETS	500,789	26,584,316	5,355,163	2,110,757
LIABILITIES AND FUND BALANCES				
Liabilities:				
	53,167	141,473	61,440	-
Retainage Payable	-	11,729	-	-
Accrued Wages and Employee Benefits	22,085	151,334	-	-
Contracts Payable	-	-	-	-
Customer Deposits	-	88,336	-	-
Due to Other Funds	-	-	-	-
Due to Other Governments	-	26,821	-	-
Due to Developers	-	-	-	-
Deferred Revenue	422,356	278,738	11,382	-
TOTAL LIABILITIES	497,608	698,431	72,822	-
Deferred Inflows of Resources	-	211,722	102,259	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	-	910,153	175,081	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	131,424	-	5,180,082	2,110,757
Committed	-	1,260,905	-	77,327
Assigned	-	24,413,258	-	-
Unassigned	(128,243)	-	-	(77,327)
TOTAL FUND BALANCES	3,181	25,674,163	5,180,082	2,110,757
TOTAL LIABILITIES AND FUND BALANCES	\$ 500,789	26,584,316	5,355,163	2,110,757

(Continued)

(Continued)

SPECIAL REVENUE						
LAREDO CONVENT. & VISITORS	RECREATION FUND	PARKING METERS	ENVIRONMENTAL SERVICES	KEEP LAREDO BEAUTIFUL	NOISE ABATE. LEASE PROGRAM	SPORTS & COMMUNITY VENUE
1,350	-	1,025	350	-	-	-
5,235	3,020	4,420	20,870	14	2,703	111,721
-	-	-	-	-	-	80,000
1,119,917	622,130	966,269	11,394,478	21,352	638,458	72,574,403
3,155	1,753	2,722	24,795	60	1,799	249,411
-	-	-	-	-	-	-
786	-	368,310	431,854	-	63,187	-
-	-	-	365	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,130,443	626,903	1,342,746	11,872,712	21,426	706,147	73,015,535
149,978	33,315	17,165	103,330	3,551	27,218	359,335
18,501	-	-	64,552	-	-	327,656
24,923	1,317	32,049	90,516	3,751	22,504	2,389
-	-	-	-	-	-	161,600
-	-	-	-	-	160,336	-
-	-	-	-	-	-	113,375
459	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	3,975	535,880	-	35,860	-
193,861	34,632	53,189	794,278	7,302	245,918	964,355
-	-	366,591	366	-	-	-
193,861	34,632	419,780	794,644	7,302	245,918	964,355
-	-	-	-	-	-	-
936,582	-	3,975	6,758,245	14,124	460,229	72,051,180
-	95,334	62,017	1,223,382	-	-	-
-	496,937	856,974	3,096,441	-	-	-
-	-	-	-	-	-	-
936,582	592,271	922,966	11,078,068	14,124	460,229	72,051,180
1,130,443	626,903	1,342,746	11,872,712	21,426	706,147	73,015,535

(Continued)

**CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2022**

(Continued)

	SPECIAL REVENUE			
	SAMES AUTO ARENA	LDO PUBLIC FACILITY CORP.	MAX MANDEL GOLF COURSE	PARKLAND ACQUISITON PARK IMPROVEMENTS
ASSETS				
Cash and Cash Equivalents:				
Cash	\$ 31,700	-	-	-
Equity in Investment Pool	-	867	147	7,463
Cash with Fiscal Agent	1,552,988	-	67,699	-
Investments	-	151,137	66,986	1,642,825
Receivables, net of allowances:				
Accrued Interest	-	426	189	4,628
Hotel-Motel Tax, Penalty and Interest	-	-	-	-
Accounts	205,823	-	50,529	-
Notes	-	-	-	-
Due from Other Funds	113,375	-	66,751	-
Due from Other Governments	-	-	-	-
Inventory	84,217	-	57,402	-
TOTAL ASSETS	1,988,103	152,430	309,703	1,654,916
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	646,581	-	109,299	11,283
Retainage Payable	-	-	-	-
Accrued Wages and Employee Benefits	-	-	-	-
Contracts Payable	-	-	-	-
Customer Deposits	-	-	10,066	-
Due to Other Funds	-	-	-	-
Due to Other Governments	-	-	6,749	-
Due to Developers	-	-	-	-
Deferred Revenue	1,251,970	-	68,528	-
TOTAL LIABILITIES	1,898,551	-	194,642	11,283
Deferred Inflows of Resources	-	-	5,210	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	1,898,551	-	199,852	11,283
Fund Balances:				
Nonspendable	-	-	57,402	-
Restricted	84,217	152,430	-	1,643,633
Committed	-	-	5,826	-
Assigned	5,335	-	46,623	-
Unassigned	-	-	-	-
TOTAL FUND BALANCES	89,552	152,430	109,851	1,643,633
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,988,103	152,430	309,703	1,654,916

(Continued)

(Continued)

SPECIAL REVENUE			CAPITAL PROJECTS		
DOWNTOWN TIRZ NO.1	POLICE TRUST FUND	SUBDIVISION TRUST FUND	PARKS CAPITAL GRANTS	CAPITAL GRANTS	CONTRACTUAL OBLIGATIONS
-	-	-	-	-	-
4,199	20,937	11,458	-	-	-
-	-	-	-	-	-
3,467,596	4,591,033	2,529,548	241	-	1,917,116
2,672	12,934	7,126	1	-	-
2,405	-	-	-	-	-
-	15,198	-	-	588,018	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	47,924	-
-	-	-	-	-	-
3,476,872	4,640,102	2,548,132	242	635,942	1,917,116
20	32,296	13,503	-	-	3,358
-	-	-	-	238,443	-
-	-	-	-	-	-
-	-	-	-	265,436	-
-	-	-	-	-	-
-	-	-	-	117,615	-
-	-	-	-	-	-
-	-	2,534,629	-	-	-
-	-	-	-	-	-
20	32,296	2,548,132	-	621,494	3,358
2,405	-	-	-	-	-
2,425	32,296	2,548,132	-	621,494	3,358
-	-	-	-	-	-
3,474,447	4,447,179	-	242	-	1,913,758
-	160,627	-	115,700	778,064	-
-	-	-	-	-	-
-	-	-	(115,700)	(763,616)	-
3,474,447	4,607,806	-	242	14,448	1,913,758
3,476,872	4,640,102	2,548,132	242	635,942	1,917,116

(Continued)

**CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2022**

(Continued)

	CAPITAL PROJECTS			
	CERTIFICATE OF OBLIGATION 09 ISSUE	CERTIFICATE OF OBLIGATION 12 ISSUE	CERTIFICATE OF OBLIGATION 14 ISSUE	CERTIFICATE OF OBLIGATION 15 ISSUE
ASSETS				
Cash and Cash Equivalents:				
Cash	\$ -	-	-	-
Equity in Investment Pool	-	30	-	-
Cash with Fiscal Agent	-	-	-	-
Investments	151,804	12,929	144,327	3,401,711
Receivables, net of allowances:				
Accrued Interest	-	4	-	-
Hotel-Motel Tax, Penalty and Interest	-	-	-	-
Accounts	-	-	-	-
Notes	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	-	-	-	-
Inventory	-	-	-	-
TOTAL ASSETS	151,804	12,963	144,327	3,401,711
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	-	-	-	16,700
Retainage Payable	-	-	-	9,450
Accrued Wages and Employee Benefits	-	-	-	-
Contracts Payable	-	-	-	34,220
Customer Deposits	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Other Governments	-	-	-	-
Due to Developers	-	-	-	-
Deferred Revenue	-	-	-	-
TOTAL LIABILITIES	-	-	-	60,370
Deferred Inflows of Resources	-	-	-	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	-	-	-	60,370
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	151,804	12,963	144,327	3,341,341
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
TOTAL FUND BALANCES	151,804	12,963	144,327	3,341,341
TOTAL LIABILITIES AND FUND BALANCES	\$ 151,804	12,963	144,327	3,401,711

(Continued)

(Continued)

CAPITAL PROJECTS					
CERTIFICATE OF OBLIGATION 16 ISSUE	CERTIFICATE OF OBLIGATION 17 ISSUE	CERTIFICATE OF OBLIGATION 18 ISSUE	CERTIFICATE OF OBLIGATION 19 ISSUE	CERTIFICATE OF OBLIGATION 21 ISSUE	AIRPORT CONSTRUCTION FUND
-	-	-	-	-	-
-	-	-	-	-	13,675
-	-	-	-	-	-
7,836,486	1,819,042	6,220,202	9,509,402	12,650,972	2,981,283
25,946	2	9,499	21,803	13,290	8,399
-	-	-	-	-	-
-	-	-	703,734	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	2,476,491
-	-	-	-	-	-
7,862,432	1,819,044	6,229,701	10,234,939	12,664,262	5,479,848
4,640	6,953	17,483	108,787	221,456	537,565
-	4,099	2,732	183,867	14,721	1,114,913
869	2,515	-	-	9,064	1,242
-	-	-	-	40,718	887,924
-	-	-	-	-	-
-	-	-	55,606	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,509	13,567	20,215	348,260	285,959	2,541,644
-	-	-	-	-	-
5,509	13,567	20,215	348,260	285,959	2,541,644
-	-	-	-	-	-
7,856,923	1,805,477	6,209,486	9,886,679	12,378,303	2,938,204
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
7,856,923	1,805,477	6,209,486	9,886,679	12,378,303	2,938,204
7,862,432	1,819,044	6,229,701	10,234,939	12,664,262	5,479,848

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2022

	CAPITAL PROJECTS	PERMANENT FUND	
	CAPITAL IMPROVEMENT	CANSECO ENDOWMENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS			
Cash and Cash Equivalents:			
Cash	\$ -	-	45,775
Equity in Investment Pool	277,450	379	666,178
Cash with Fiscal Agent	-	-	1,700,687
Investments	61,432,597	79,127	248,261,234
Receivables, net of allowances:			
Accrued Interest	173,071	223	686,387
Hotel-Motel Tax, Penalty and Interest	-	-	104,664
Accounts	-	-	2,682,296
Notes	-	-	17,302,488
Due from Other Funds	-	-	180,126
Due from Other Governments	2,146,655	-	11,262,780
Inventory	-	-	144,350
TOTAL ASSETS	64,029,773	79,729	283,036,965
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	464,025	-	4,150,975
Retainage Payable	11,625	-	2,020,068
Accrued Wages and Employee Benefits	30,582	-	1,248,193
Contracts Payable	-	-	1,500,351
Customer Deposits	-	-	258,738
Due to Other Funds	-	-	1,015,412
Due to Other Governments	-	-	34,029
Due to Developers	-	-	2,534,629
Deferred Revenue	58,310	-	10,101,628
TOTAL LIABILITIES	564,542	-	22,864,023
Deferred Inflows of Resources	-	-	16,121,292
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	564,542	-	38,985,315
Fund Balances:			
Nonspendable	-	50,000	110,133
Restricted	1,794,887	29,729	152,909,082
Committed	3,676,840	-	10,296,477
Assigned	57,993,504	-	86,909,072
Unassigned	-	-	(6,173,114)
TOTAL FUND BALANCES	63,465,231	79,729	244,051,650
TOTAL LIABILITIES AND FUND BALANCES	\$ 64,029,773	79,729	283,036,965

This page intentionally left blank

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Year ended September 30, 2022

(Continued)

	SPECIAL REVENUE			
	BLOCK GRANTS	HOUSING REHAB	HOME INVESTMENT	EMERGENCY SHELTER
REVENUES:				
Taxes	\$ -	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental:				
Federal	4,238,086	5,144,362	777,472	1,799,282
State	-	-	-	-
Other	-	-	-	-
Charges for Services	-	-	-	-
Fines	-	-	-	-
Fees and Collections	-	-	-	-
Investment Income:				
Interest Earnings	-	25,442	2,565	-
Rents and Royalties	-	-	-	-
Discount Earnings	-	-	-	-
Miscellaneous:				
Local Contributions	-	-	-	-
Reimbursements	3,789	96,511	165,876	-
Other	-	-	-	-
TOTAL REVENUES	4,241,875	5,266,315	945,913	1,799,282
EXPENDITURES:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Health and Welfare	1,382,156	5,209,893	859,852	1,799,282
Cultural and Recreational	3,938	-	-	-
General Government	1,837,086	5,507	-	-
Air Transportation Services	-	-	-	-
Total Operating Expenditures	3,223,180	5,215,400	859,852	1,799,282
Debt Service:				
Principal	1,749	-	-	-
Interest	155	-	-	-
Capital Outlay	1,016,791	-	-	-
TOTAL EXPENDITURES	4,241,875	5,215,400	859,852	1,799,282
Excess (Deficiency) of Revenues Over Expenditures	-	50,915	86,061	-
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	50,052	-
Transfers Out	-	-	-	-
Sale of Assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	50,052	-
Net Change in Fund Balance	-	50,915	136,113	-
Fund Balances at Beginning of Year	-	45,246	481,914	-
FUND BALANCE AT END OF YEAR	\$ -	96,161	618,027	-

(Continued)

(Continued)

SPECIAL REVENUE					
HOME INV. AFFORDABLE HOUSING	AUTO THEFT TASK FORCE	FINANCIAL TASK FORCE	SPECIAL POLICE PROGRAM	911 REGIONAL COMM. FUND	HEALTH FUND
-	-	-	-	-	-
-	-	-	-	-	500,726
-	-	1,006,081	2,685,250	-	1,961,536
-	725,841	-	2,426,990	2,060,405	13,646,655
-	-	-	-	-	158,512
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	631,417
-	515	-	15	251	13,794
-	-	-	-	-	247
-	-	-	-	-	-
-	-	-	-	-	359,220
49,954	48,265	-	-	-	546,167
-	-	-	-	-	488,305
49,954	774,621	1,006,081	5,112,255	2,060,656	18,306,579
-	1,101,273	806,027	5,321,272	2,021,854	-
-	-	-	-	-	-
-	-	-	-	-	21,143,197
-	-	-	-	-	-
-	-	-	-	-	-
-	1,101,273	806,027	5,321,272	2,021,854	21,143,197
-	-	-	-	-	-
-	-	-	-	582	12,632
-	-	-	-	51	1,105
-	41,258	258,645	411,539	38,169	427,510
-	1,142,531	1,064,672	5,732,811	2,060,656	21,584,444
49,954	(367,910)	(58,591)	(620,556)	-	(3,277,865)
-	441,969	58,591	1,196,965	-	3,938,264
(49,954)	-	-	-	-	-
-	-	-	-	-	1,549
(49,954)	441,969	58,591	1,196,965	-	3,939,813
-	74,059	-	576,409	-	661,948
-	462,537	-	693,560	-	1,568,712
-	536,596	-	1,269,969	-	2,230,660
(Continued)					

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Year ended September 30, 2022

(Continued)

	SPECIAL REVENUE			
	INT'L AIRPORT	HOTEL/MOTEL OCCUPANCY TAX	PUBLIC ACCESS CHANNEL	LAREDO CONVENT. & VISITORS
REVENUES:				
Taxes	\$ -	4,715,723	-	-
Licenses and Permits	-	-	-	-
Intergovernmental:				
Federal	2,047,564	-	-	6
State	74,736	-	-	-
Other	-	-	-	-
Charges for Services	-	-	-	-
Fines	-	-	-	-
Fees and Collections	727,991	-	328,807	12,504
Investment Income:				
Interest Earnings	141,960	36,229	11,080	675
Rents and Royalties	7,611,681	-	-	-
Discount Earnings	-	-	-	-
Miscellaneous:				
Local Contributions	-	-	-	-
Reimbursements	5,473,567	-	-	625
Other	-	-	-	-
TOTAL REVENUES	16,077,499	4,751,952	339,887	13,810
EXPENDITURES:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Health and Welfare	-	-	-	-
Cultural and Recreational	-	702,836	11,953	3,624,918
General Government	-	-	-	-
Air Transportation Services	8,307,948	-	-	-
Total Operating Expenditures	8,307,948	702,836	11,953	3,624,918
Debt Service:				
Principal	66,954	-	-	654
Interest	4,174	-	-	57
Capital Outlay	11,574	-	52,677	27,425
TOTAL EXPENDITURES	8,390,650	702,836	64,630	3,653,054
Excess (Deficiency) of Revenues Over Expenditures	7,686,849	4,049,116	275,257	(3,639,244)
OTHER FINANCING SOURCES (USES):				
Transfers In	827,520	-	-	3,608,913
Transfers Out	(28,505)	(3,916,527)	-	(155,000)
Sale of Assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	799,015	(3,916,527)	-	3,453,913
Net Change in Fund Balance	8,485,864	132,589	275,257	(185,331)
Fund Balances at Beginning of Year	17,188,299	5,047,493	1,835,500	1,121,913
FUND BALANCE AT END OF YEAR	\$ 25,674,163	5,180,082	2,110,757	936,582

(Continued)

(Continued)

SPECIAL REVENUE					
RECREATION FUND	PARKING METERS	ENVIRONMENTAL SERVICES	KEEP LAREDO BEAUTIFUL, INC. FUND	NOISE ABATE. LEASE PROGRAM	SPORTS & COMMUNITY VENUE
-	-	-	-	-	11,008,166
-	15,695	284,685	-	-	-
-	-	8	-	75,439	-
-	-	91,356	-	-	-
-	300	-	-	-	-
-	-	8,325,525	-	-	-
-	439,738	-	-	-	-
248,982	1,088,531	-	-	35,773	-
3,405	6,389	67,002	3	4,141	411,647
-	13	-	-	2,192,491	9,086
-	412	5,430	-	-	-
-	-	-	6,088	8,889	30,000
-	92	7,011	-	15,529	17,154
-	-	-	-	-	-
252,387	1,551,170	8,781,017	6,091	2,332,262	11,476,053
-	1,578,192	-	-	-	-
-	-	-	-	-	-
-	-	5,183,010	106,540	1,769,946	-
369,757	-	-	-	-	4,272,503
-	-	-	-	-	-
-	-	-	-	-	-
369,757	1,578,192	5,183,010	106,540	1,769,946	4,272,503
-	501	-	-	-	501
-	44	-	-	-	44
39,597	-	2,200,406	-	16,382	2,429,219
409,354	1,578,737	7,383,416	106,540	1,786,328	6,702,267
(156,967)	(27,567)	1,397,601	(100,449)	545,934	4,773,786
203,858	-	169,881	108,940	-	5,151,053
-	(182,154)	(2,890,682)	-	(752,520)	(9,477,776)
-	-	40,415	-	145	-
203,858	(182,154)	(2,680,386)	108,940	(752,375)	(4,326,723)
46,891	(209,721)	(1,282,785)	8,491	(206,441)	447,063
545,380	1,132,687	12,360,853	5,633	666,670	71,604,117
592,271	922,966	11,078,068	14,124	460,229	72,051,180

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Year ended September 30, 2022

(Continued)

	SPECIAL REVENUE			
	SAMES AUTO ARENA	LDO PUBLIC FACILITY CORP.	MAX MANDEL GOLF COURSE	PARKLAND ACQUISITION/ PARK IMPROVEMENTS
REVENUES:				
Taxes	\$ -	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Other	-	-	-	-
Charges for Services	5,177,371	-	1,048,405	-
Fines	-	-	-	-
Fees and Collections	-	-	-	336,908
Investment Income:				
Interest Earnings	-	852	-	8,601
Rents and Royalties	-	-	-	-
Discount Earnings	-	-	-	-
Miscellaneous:				
Local Contributions	-	-	59,152	-
Reimbursements	-	23,254	-	129,078
Other	-	-	-	-
TOTAL REVENUES	5,177,371	24,106	1,107,557	474,587
EXPENDITURES:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Health and Welfare	-	1,509	-	-
Cultural and Recreational	5,980,986	-	1,897,632	11,283
General Government	-	-	-	-
Air Transportation Services	-	-	-	-
Total Operating Expenditures	5,980,986	1,509	1,897,632	11,283
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital Outlay	-	-	-	19,764
TOTAL EXPENDITURES	5,980,986	1,509	1,897,632	31,047
Excess (Deficiency) of Revenues Over Expenditures	(803,615)	22,597	(790,075)	443,540
OTHER FINANCING SOURCES (USES):				
Transfers In	893,167	-	789,895	-
Transfers Out	-	-	-	-
Sale of Assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	893,167	-	789,895	-
Net Change in Fund Balance	89,552	22,597	(180)	443,540
Fund Balances at Beginning of Year	-	129,833	110,031	1,200,093
FUND BALANCE AT END OF YEAR	\$ 89,552	152,430	109,851	1,643,633

(Continued)

(Continued)

SPECIAL REVENUE			CAPITAL PROJECTS	
SPECIAL FIRE GRANTS	DOWNTOWN TIRZ NO. 1	POLICE TRUST FUND	PARKS CAPITAL GRANTS	CAPITAL GRANTS
-	79,646	-	-	-
-	-	-	-	-
86,434	-	-	-	-
-	-	-	-	292,099
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
863	22,721	24,749	1	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	1,588,331
-	-	50,826	-	-
-	-	1,036,504	-	-
87,297	102,367	1,112,079	1	1,880,430
33,267	-	530,042	-	-
-	-	-	-	353,623
-	-	-	-	-
-	44,118	-	-	-
-	-	-	-	-
-	-	-	-	-
33,267	44,118	530,042	-	353,623
-	-	274,413	-	-
-	-	-	-	-
53,167	-	219,045	-	3,942,781
86,434	44,118	1,023,500	-	4,296,404
863	58,249	88,579	1	(2,415,974)
2,318	80,000	-	-	2,423,648
-	(159,206)	(58,591)	-	-
-	-	-	-	-
2,318	(79,206)	(58,591)	-	2,423,648
3,181	(20,957)	29,988	1	7,674
-	3,495,404	4,577,818	241	6,774
3,181	3,474,447	4,607,806	242	14,448
(Continued)				

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Year ended September 30, 2022

(Continued)

	CAPITAL PROJECTS			
	CONTRACTUAL OBLIGATIONS	CERTIFICATE OF OBLIGATION 09 ISSUE	CERTIFICATE OF OBLIGATION 12 ISSUE	CERTIFICATE OF OBLIGATION 14 ISSUE
REVENUES:	\$			
Taxes	-	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Other	-	-	-	-
Charges for Services	-	-	-	-
Fines	-	-	-	-
Fees and Collections	-	-	-	-
Investment Income:				
Interest Earnings	14,349	1,042	85	1,000
Rents and Royalties	-	-	-	-
Discount Earnings	-	-	-	-
Miscellaneous:				
Local Contributions	-	-	-	-
Reimbursements	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	14,349	1,042	85	1,000
EXPENDITURES:				
Public Safety	-	-	-	-
Public Works	54,245	9	-	5,500
Health and Welfare	-	-	-	-
Cultural and Recreational	-	-	-	-
General Government	-	-	-	-
Air Transportation Services	-	-	-	-
Total Operating Expenditures	54,245	9	-	5,500
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital Outlay	499,885	-	-	3,606
TOTAL EXPENDITURES	554,130	9	-	9,106
Excess (Deficiency) of Revenues Over Expenditures	(539,781)	1,033	85	(8,106)
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Net Change in Fund Balance	(539,781)	1,033	85	(8,106)
Fund Balances at Beginning of Year	2,453,539	150,771	12,878	152,433
FUND BALANCE AT END OF YEAR	\$ 1,913,758	151,804	12,963	144,327

(Continued)

(Continued)

CAPITAL PROJECTS					
CERTIFICATE OF OBLIGATION 15 ISSUE	CERTIFICATE OF OBLIGATION 16 ISSUE	CERTIFICATE OF OBLIGATION 17 ISSUE	CERTIFICATE OF OBLIGATION 18 ISSUE	CERTIFICATE OF OBLIGATION 19 ISSUE	CERTIFICATE OF OBLIGATION 21 ISSUE
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
27,245	61,171	12,245	26,458	57,680	60,656
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,386,197	-
-	-	-	-	-	-
27,245	61,171	12,245	26,458	1,443,877	60,656
-	-	-	-	-	-
7,486	10,973	214,038	2,097	36,271	77,361
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
7,486	10,973	214,038	2,097	36,271	77,361
-	-	-	-	-	-
-	-	-	-	-	-
515,758	135,157	254,993	448,435	4,495,513	2,576,499
523,244	146,130	469,031	450,532	4,531,784	2,653,860
(495,999)	(84,959)	(456,786)	(424,074)	(3,087,907)	(2,593,204)
-	-	-	-	-	-
(62,325)	-	-	(1,211,202)	(1,150,922)	-
-	-	-	-	-	-
(62,325)	-	-	(1,211,202)	(1,150,922)	-
(558,324)	(84,959)	(456,786)	(1,635,276)	(4,238,829)	(2,593,204)
3,899,665	7,941,882	2,262,263	7,844,762	14,125,508	14,971,507
3,341,341	7,856,923	1,805,477	6,209,486	9,886,679	12,378,303
(Continued)					

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Year ended September 30, 2022

	CAPITAL PROJECTS		PERMANENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
	AIRPORT CONSTRUCTION FUND	CAPITAL IMPROVEMENT	CANSECO ENDOWMENT FUND	
REVENUES:				
Taxes	-	-	-	15,803,535
Licenses and Permits	-	-	-	801,106
Intergovernmental:				
Federal	11,450,542	1,894,000	-	33,166,062
State	28,506	3,200	-	19,349,788
Other	-	-	-	158,812
Charges for Services	-	-	-	14,551,301
Fines	-	-	-	439,738
Fees and Collections	-	-	-	3,410,913
Investment Income:				
Interest Earnings	13,264	352,606	447	1,411,148
Rents and Royalties	-	-	-	9,813,518
Discount Earnings	-	-	-	5,842
Miscellaneous:				
Local Contributions	-	55,000	-	2,106,680
Reimbursements	-	-	-	8,013,895
Other	-	38,953	-	1,563,762
TOTAL REVENUES	11,492,312	2,343,759	447	110,596,100
EXPENDITURES:				
Public Safety	-	-	-	11,391,927
Public Works	414,662	4,633,404	-	5,809,669
Health and Welfare	-	-	-	37,455,385
Cultural and Recreational	-	-	-	16,919,924
General Government	-	-	-	1,842,593
Air Transportation Services	-	-	-	8,307,948
Total Operating Expenditures	414,662	4,633,404	-	81,727,446
Debt Service:				
Principal	-	-	-	357,986
Interest	-	-	-	5,630
Capital Outlay	12,113,594	6,527,693	-	38,777,082
TOTAL EXPENDITURES	12,528,256	11,161,097	-	120,868,144
Excess (Deficiency) of Revenues Over Expenditures	(1,035,944)	(8,817,338)	447	(10,272,044)
OTHER FINANCING SOURCES (USES):				
Transfers In	28,505	25,196,210	-	45,169,749
Transfers Out	-	(7,853,781)	-	(27,949,145)
Sale of Assets	-	-	-	42,109
TOTAL OTHER FINANCING SOURCES (USES)	28,505	17,342,429	-	17,262,713
Net Change in Fund Balance	(1,007,439)	8,525,091	447	6,990,669
Fund Balances at Beginning of Year	3,945,643	54,940,140	79,282	237,060,981
FUND BALANCE AT END OF YEAR	2,938,204	63,465,231	79,729	244,051,650

**CITY OF LAREDO, TEXAS
CDBG SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
CDBG Grants	\$ 38,701,508	4,238,086	42,939,594	50,039,496
Miscellaneous:				
Reimbursements	<u>2,504,623</u>	<u>3,789</u>	<u>2,508,412</u>	<u>2,462,282</u>
TOTAL REVENUES	<u>41,206,131</u>	<u>4,241,875</u>	<u>45,448,006</u>	<u>52,501,778</u>
EXPENDITURES:				
Public Safety	4,481,927	-	4,481,927	5,484,516
Health and Welfare	9,603,708	1,382,156	10,985,864	14,647,079
Cultural and Recreational	698,432	3,938	702,370	827,170
General Government	9,261,915	1,837,086	11,099,001	13,248,112
Lease Purchase Payments	3,125	1,749	4,874	5,002
Lease Interest Payments	466	155	621	647
Capital Outlay	<u>17,156,558</u>	<u>1,016,791</u>	<u>18,173,349</u>	<u>18,289,252</u>
TOTAL EXPENDITURES	<u>41,206,131</u>	<u>4,241,875</u>	<u>45,448,006</u>	<u>52,501,778</u>
Net Change in Fund Balances	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>	<u><u>-</u></u>
Fund Balances-Beginning		<u>-</u>		
Fund Balances-Ending		\$ <u><u>-</u></u>		

**CITY OF LAREDO, TEXAS
HOUSING REHABILITATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Intergovernmental	\$ -	15,497,491	5,144,362	-	5,144,362	(10,353,129)
Investment Income:						
Interest Earnings	25,000	25,000	25,442	-	25,442	442
Miscellaneous:						
Reimbursements	72,000	72,000	96,511	-	96,511	24,511
TOTAL REVENUES	97,000	15,594,491	5,266,315	-	5,266,315	(10,328,176)
EXPENDITURES:						
Administration:						
Personnel Services	6,665	6,446	5,507	-	5,507	939
Contractual Services	60	60	37	-	37	23
Total Administration	6,725	6,506	5,544	-	5,544	962
Housing Rehabilitation Loans:						
Contractual Services	65,494	65,494	65,494	-	65,494	-
Total Housing Rehabilitation Loans	65,494	65,494	65,494	-	65,494	-
Emergency Rental Assistance 1st Allocation:						
Personnel Services	-	510,712	463,114	-	463,114	47,598
Materials and Supplies	-	29,055	28,374	-	28,374	681
Contractual Services	-	3,138,013	3,079,941	1,000	3,080,941	57,072
Other	24,897	3,517,113	-	-	-	3,517,113
Lease Purchase Payment	-	31,505	336	-	336	31,169
Lease Purchase Interest	-	27	27	-	27	-
Total Emergency Rental Assistance 1st. Allo.	24,897	7,226,425	3,571,792	1,000	3,572,792	3,653,633
Emergency Rental Assistance 2nd Allocation:						
Personnel Services	-	242,932	28,500	-	28,500	214,432
Materials and Supplies	-	22,076	4,391	400	4,791	17,285
Contractual Services	-	2,245,508	878,860	348,374	1,227,234	1,018,274
Other	-	3,765,274	-	-	-	3,765,274
Total Emergency Rental Assistance 2nd Allo.	-	6,275,790	911,751	348,774	1,260,525	5,015,265
Emergency Rental Assist. 2nd Allo High Need:						
Personnel Services	-	121,210	55,551	-	55,551	65,659
Contractual Services	-	686,856	605,268	51,905	657,173	29,683
Other	-	1,212,099	-	-	-	1,212,099
Total Em. Rental Assist. 2nd Allo. High Need	-	2,020,165	660,819	51,905	712,724	1,307,441
TOTAL EXPENDITURES	97,116	15,594,380	5,215,400	401,679	5,617,079	9,977,301
Excess (Deficiency) of Revenues Over Expenditures	(116)	111	50,915	(401,679)	(350,764)	(350,875)
Fund Balances at Beginning of Year	24,184	45,246	45,246	-	45,246	-
FUND BALANCE AT END OF YEAR	\$ 24,068	45,357	96,161	(401,679)	(305,518)	(350,875)

**CITY OF LAREDO, TEXAS
HOME INVESTMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
HOME Grants	\$ 4,569,454	777,472	5,346,926	12,087,977
Investment Income:				
Interest Earnings	23,617	2,565	26,182	13,050
Miscellaneous:				
Reimbursements	<u>2,044,532</u>	<u>165,876</u>	<u>2,210,408</u>	<u>2,292,982</u>
TOTAL REVENUES	<u>6,637,603</u>	<u>945,913</u>	<u>7,583,516</u>	<u>14,394,009</u>
EXPENDITURES:				
Personnel Services	491,099	93,437	584,536	718,608
Materials and Supplies	19,964	2,191	22,155	36,162
Contractual Services	6,645,738	764,224	7,409,962	10,330,620
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,313,507</u>
TOTAL EXPENDITURES	<u>7,156,801</u>	<u>859,852</u>	<u>8,016,653</u>	<u>15,398,897</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(519,198)</u>	<u>86,061</u>	<u>(433,137)</u>	<u>(1,004,888)</u>
OTHER FINANCING SOURCES (USES):				
Transfer In:				
Home Inv. Afford. Housing	936,119	49,954	986,073	991,881
Municipal Housing	69,466	98	69,564	17,480
Transfer Out:				
Home Inv. Afford. Housing	<u>(4,473)</u>	<u>-</u>	<u>(4,473)</u>	<u>(4,473)</u>
TOTAL OTHER FINANCING SOURCES:	<u>1,001,112</u>	<u>50,052</u>	<u>1,051,164</u>	<u>1,004,888</u>
Net Change in Fund Balances	<u><u>\$ 481,914</u></u>	<u><u>136,113</u></u>	<u><u>618,027</u></u>	<u><u>-</u></u>
Fund Balances-Beginning		<u>481,914</u>		
Fund Balances-Ending		<u><u>\$ 618,027</u></u>		

**CITY OF LAREDO, TEXAS
EMERGENCY SHELTER FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
Emergency Shelter Grants	\$ <u>1,841,988</u>	<u>1,799,282</u>	<u>3,641,270</u>	<u>5,271,213</u>
TOTAL REVENUES	<u>1,841,988</u>	<u>1,799,282</u>	<u>3,641,270</u>	<u>5,271,213</u>
EXPENDITURES:				
Personnel Services	102,552	79,626	182,178	194,754
Materials and Supplies	7,954	5,473	13,427	16,632
Contractual Services	<u>1,731,482</u>	<u>1,714,183</u>	<u>3,445,665</u>	<u>5,059,827</u>
TOTAL EXPENDITURES	<u>1,841,988</u>	<u>1,799,282</u>	<u>3,641,270</u>	<u>5,271,213</u>
Net Change in Fund Balances	\$ <u>-</u>	-	<u>-</u>	<u>-</u>
Fund Balances-Beginning		<u>-</u>		
Fund Balances-Ending		\$ <u>-</u>		

CITY OF LAREDO, TEXAS
HOME INVESTMENT AFFORDABLE HOUSING
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Miscellaneous:						
Reimbursements	\$ 52,038	52,038	49,954	-	49,954	(2,084)
TOTAL REVENUES	52,038	52,038	49,954	-	49,954	(2,084)
Excess (Deficiency) of Revenues Over Expenditures	52,038	52,038	49,954	-	49,954	(2,084)
OTHER FINANCING SOURCES (USES):						
Transfer Out:						
Home Investment	(52,038)	(52,038)	(49,954)	-	(49,954)	2,084
TOTAL OTHER FINANCING SOURCES (USES)	(52,038)	(52,038)	(49,954)	-	(49,954)	2,084
FUND BALANCES AT END OF YEAR	\$ -	-	-	-	-	-

**CITY OF LAREDO, TEXAS
AUTO THEFT TASK FORCE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Intergovernmental:						
State	\$ 1,132,300	1,456,472	725,841	-	725,841	(730,631)
Investment Income:						
Interest Earnings	-	-	515	-	515	515
Miscellaneous:						
Reimbursements	-	408,315	48,265	-	48,265	(360,050)
TOTAL REVENUES	1,132,300	1,864,787	774,621	-	774,621	(1,090,166)
EXPENDITURES:						
Personnel Services	1,460,449	2,071,072	1,004,487	-	1,004,487	1,066,585
Contractual Services	146,400	220,915	96,786	73,200	169,986	50,929
Other	-	408,315	-	-	-	408,315
Total Operating Expenditures	1,606,849	2,700,302	1,101,273	73,200	1,174,473	1,525,829
Capital Outlay	-	41,258	41,258	(2)	41,256	2
TOTAL EXPENDITURES	1,606,849	2,741,560	1,142,531	73,198	1,215,729	1,525,831
Excess (Deficiency) of Revenues Over Expenditures	(474,549)	(876,773)	(367,910)	(73,198)	(441,108)	435,665
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	474,549	441,969	441,969	-	441,969	-
TOTAL OTHER FINANCING SOURCES (USES)	474,549	441,969	441,969	-	441,969	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	(434,804)	74,059	(73,198)	861	435,665
Fund Balances at Beginning of Year	-	462,537	462,537	-	462,537	-
FUND BALANCES AT END OF YEAR	\$ -	27,733	536,596	(73,198)	463,398	435,665

**CITY OF LAREDO, TEXAS
FINANCIAL TASK FORCE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Intergovernmental:						
Federal	\$ 1,073,145	1,961,318	1,006,081	-	1,006,081	(955,237)
TOTAL REVENUES	1,073,145	1,961,318	1,006,081	-	1,006,081	(955,237)
EXPENDITURES:						
Personnel Services	561,151	1,358,168	762,427	-	762,427	595,741
Material and Supplies	26,000	61,512	14,500	4,182	18,682	42,830
Contractual Services	76,858	194,584	29,100	-	29,100	165,484
Other	479,136	409,136	-	-	-	409,136
Total Operating Expenditures	1,143,145	2,023,400	806,027	4,182	810,209	1,213,191
Capital Outlay	-	7,894	258,645	-	258,645	(250,751)
TOTAL EXPENDITURES	1,143,145	2,031,294	1,064,672	4,182	1,068,854	962,440
Excess (Deficiency) of Revenues Over Expenditures	(70,000)	(69,976)	(58,591)	(4,182)	(62,773)	7,203
OTHER FINANCING SOURCES (USES):						
Transfers In:						
Police Trust Fund	70,000	70,000	58,591	-	58,591	(11,409)
TOTAL OTHER FINANCING SOURCES (USES)	70,000	70,000	58,591	-	58,591	(11,409)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	24	-	(4,182)	(4,182)	(4,206)
FUND BALANCES AT END OF YEAR	\$ -	24	-	(4,182)	(4,182)	(4,206)

**CITY OF LAREDO, TEXAS
SPECIAL POLICE PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Intergovernmental:						
Federal	\$ 3,636,482	3,638,581	2,685,250	-	2,685,250	(953,331)
State	2,298,012	4,277,769	2,426,990	-	2,426,990	(1,850,779)
Other	50,000	50,000	-	-	-	(50,000)
Investment Income:						
Interest Earnings	-	-	15	-	15	15
Miscellaneous:						
Reimbursements	-	621,541	-	-	-	(621,541)
TOTAL REVENUES	5,984,494	8,587,891	5,112,255	-	5,112,255	(3,475,636)
EXPENDITURES:						
Police Grants:						
Customs Narcotics	120,776	87,776	107,092	-	107,092	(19,316)
BJA- Gulf Reg. LE Tech Assistance	150,000	150,000	-	-	-	150,000
Local Law Enforcement Gun Intelligence	700,000	199,954	-	-	-	199,954
Comprehensive Comm. Vehicle STEP	124,000	123,139	124,935	-	124,935	(1,796)
Comprehensive STEP	144,100	129,690	130,879	-	130,879	(1,189)
Violence Against Women Act	-	37,016	35,177	-	35,177	1,839
Click It or Ticket	52,500	52,500	27,994	-	27,994	24,506
US Secret Service Task Force	62,800	62,800	2,244	-	2,244	60,556
CBP Task Force	396,000	396,000	394,817	-	394,817	1,183
US Marshals - Sex Offenders	10,000	10,000	-	-	-	10,000
Bulletproof Vest Partnership	106,470	79,607	48,579	1,842	50,421	29,186
Texas Anti-Gang Center Program	830,000	2,342,051	1,192,548	677,486	1,870,034	472,017
FBI-Safe Streets	45,661	45,661	43,848	-	43,848	1,813
Coronavirus Emergency- Federal	-	33,536	18,142	-	18,142	15,394
OCDETF-H.S.I	-	33,000	32,106	-	32,106	894
LDO Joint Terrorism TF	22,830	22,796	21,405	-	21,405	1,391
OCDETF-DEA	75,956	50,212	73,636	-	73,636	(23,424)
OCDETF-FBI	10,618	10,618	5,839	-	5,839	4,779
Rifle Resist Body Armor	-	53,042	52,040	-	52,040	1,002
Cops Program 2019	1,136,344	906,988	792,014	-	792,014	114,974
GDEM Border Security	500,000	147,000	140,496	-	140,496	6,504
Operation Stonegarden	-	873,057	781,952	-	781,952	91,105
Violence of Crime Act	66,287	68,166	65,100	1,186	66,286	1,880
Body-Worn Camera Project-Federal	67,500	67,500	-	-	-	67,500
Body-Worn Camera Project-State	225,000	225,000	78,840	-	78,840	146,160
Operation Stonegarden	1,600,000	1,480,000	539,988	-	539,988	940,012
LETPA-SWAT Safety Gear	48,125	1,295	1,295	-	1,295	-
Project Safe Neighborhood	50,000	26,883	26,882	-	26,882	1
Public Safety Foundation- Firehouse	50,000	50,000	-	-	-	50,000
Justice Assistance Grant	120,000	104,821	92,773	-	92,773	12,048
Operation Lone Star	-	373,404	226,594	-	226,594	146,810
OOG CJD LPD Tech Project	\$ 21,000	5,190	5,190	-	5,190	-

(Continued)

CITY OF LAREDO, TEXAS
SPECIAL POLICE PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

(Continued)

		<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
Police Grants (Cont.)							
Alcohol Tobacco Firearms	\$	119,448	99,391	107,110	-	107,110	(7,719)
U.S. Marshalls-Fugitive Apprehension		26,544	25,044	24,365	-	24,365	679
COPS Community Policing Development		100,000	100,000	-	-	-	100,000
CJD-Mental Peer Support		50,000	41,250	32,102	-	32,102	9,148
JAG/CJD-CRIM- INVESTI-SAFE		80,000	29,058	29,058	-	29,058	-
New Grants		-	893,701	-	-	-	893,701
Total Operating Expenditures		7,181,459	9,499,986	5,321,272	680,514	6,001,786	3,498,200
Capital Outlay		-	684,078	411,539	305,999	717,538	(33,460)
TOTAL EXPENDITURES		7,181,459	10,184,064	5,732,811	986,513	6,719,324	3,464,740
Excess (Deficiency) of Revenues Over Expenditures		(1,196,965)	(1,596,173)	(620,556)	(986,513)	(1,607,069)	(10,896)
OTHER FINANCING SOURCES (USES):							
Transfer In:							
General Fund		1,196,965	1,196,965	1,196,965	-	1,196,965	-
TOTAL OTHER FINANCING SOURCES (USES)		1,196,965	1,196,965	1,196,965	-	1,196,965	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)		-	(399,208)	576,409	(986,513)	(410,104)	(10,896)
Fund Balances at Beginning of Year		-	693,560	693,560	-	693,560	-
FUND BALANCES AT END OF YEAR	\$	-	294,352	1,269,969	(986,513)	283,456	(10,896)

CITY OF LAREDO, TEXAS
911 EMERGENCY COMMUNICATIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Intergovernmental:						
State Emergency Commission	\$ 2,554,105	6,554,238	2,060,405	-	2,060,405	(4,493,833)
Investment Income:						
Interest Earnings	600	2,000	251	-	251	(1,749)
TOTAL REVENUES	2,554,705	6,556,238	2,060,656	-	2,060,656	(4,495,582)
EXPENDITURES:						
Personnel Services	919,724	918,579	388,423	-	388,423	530,156
Materials and Supplies	180,165	573,811	207,730	1,227	208,957	364,854
Contractual Services	1,759,550	4,865,605	1,425,701	1,232,915	2,658,616	2,206,989
Other	70,128	72,628	-	-	-	72,628
Total Operating Expenditures	2,929,567	6,430,623	2,021,854	1,234,142	3,255,996	3,174,627
Debt Service- Principal	-	715	582	-	582	133
Debt Service- Interest	-	103	51	-	51	52
Capital Outlay	85,000	124,797	38,169	-	38,169	86,628
TOTAL EXPENDITURES	3,014,567	6,556,238	2,060,656	1,234,142	3,294,798	3,261,440
Excess (Deficiency) of Revenues Over Expenditures	(459,862)	-	-	(1,234,142)	(1,234,142)	(1,234,142)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(459,862)	-	-	(1,234,142)	(1,234,142)	(1,234,142)
FUND BALANCES AT END OF YEAR	\$ (459,862)	-	-	(1,234,142)	(1,234,142)	(1,234,142)

**CITY OF LAREDO, TEXAS
HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
Federal Grants	\$ 2,635,512	6,016,248	1,961,536	-	1,961,536	(4,054,712)
State Grants	18,657,012	35,632,002	13,646,655	-	13,646,655	(21,985,347)
Other	386,764	1,462,412	158,512	-	158,512	(1,303,900)
Licenses and Permits	484,440	484,440	500,726	-	500,726	16,286
Fees and Collections	679,311	740,511	631,417	-	631,417	(109,094)
Investment Income:						
Interest Earnings	13,900	13,900	13,794	-	13,794	(106)
Rents and Royalties	325	325	247	-	247	(78)
Discount Earnings	420	420	-	-	-	(420)
Miscellaneous:						
Contributions	1,543,389	3,948,691	359,220	-	359,220	(3,589,471)
Reimbursements	472,836	472,836	546,167	-	546,167	73,331
Other	557,923	557,923	488,305	-	488,305	(69,618)
TOTAL REVENUES	25,431,832	49,329,708	18,306,579	-	18,306,579	(31,023,129)
EXPENDITURES:						
Administrative Divisions:						
Administration	1,187,407	2,524,640	1,632,508	14,554	1,647,062	877,578
Health Education	113,522	81,488	8,264	12,812	21,076	60,412
Vital Statistics	279,805	288,765	245,941	14,456	260,397	28,368
E.M.S. Billing	327,105	375,284	320,122	388	320,510	54,774
STD Clinic	97,988	111,886	75,130	5,535	80,665	31,221
Vasectomy	-	33,600	14,693	18,906	33,599	1
Maternity	53,539	53,553	23,427	10,644	34,071	19,482
Immunization	174,845	317,172	171,037	7,650	178,687	138,485
Tuberculosis	145,096	146,206	124,938	9,358	134,296	11,910
Adult Health	50,544	51,837	51,282	224	51,506	331
Laboratory	1,095,538	1,209,956	839,611	100,044	939,655	270,301
Personal Health Services	163,439	103,195	56,874	3,572	60,446	42,749
Budget and Grant Management	468,996	474,926	368,778	526	369,304	105,622
Environmental	1,078,623	1,090,919	1,030,198	6,119	1,036,317	54,602
Grant Employees	95,050	-	-	-	-	-
Total Administrative Divisions	5,331,497	6,863,427	4,962,803	204,788	5,167,591	1,695,836
State Grants:						
H.I.V. - Prevention	215,511	578,437	219,814	-	219,814	358,623
T.B. Federal - Tuberculosis	178,721	292,413	206,588	-	206,588	85,825
Primary Care	150,227	304,574	132,724	-	132,724	171,850
Tuberculosis Elimination	238,618	564,907	258,151	-	258,151	306,756
Immunization Action Plan	338,620	815,581	419,571	-	419,571	396,010
Bureau of Regional/Local Health Operations	559,627	1,564,268	669,338	-	669,338	894,930
Women Infant and Children (W.I.C.)	5,334,517	6,557,865	4,441,193	91,832	4,533,025	2,024,840
W.I.C. Counties Expansion	1,183,714	1,268,757	908,846	356	909,202	359,555
Bio-Terrorism Preparedness	341,737	663,313	337,474	300	337,774	325,539
Office of Border Health - Surveillance	7,300	50,822	5,573	-	5,573	45,249
Associateship for Community Health and Resource Development - Dental	115,750	237,929	63,757	-	63,757	174,172
Associateship for Community Health and Resource Development - Prenatal	\$ 37,000	59,873	25,708	-	25,708	34,165

(Continued)

**CITY OF LAREDO, TEXAS
HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

(Continued)

		Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
State Grants (Continued)							
H.I.V. - Housing Project (H.O.P.W.A.)	\$	132,743	286,526	134,806	46,182	180,988	105,538
H.I.V. - Consortia (Ryan White)		674,440	1,143,363	566,372	103,796	670,168	473,195
HIV Social Services		130,512	259,949	119,097	-	119,097	140,852
Healthy Texas Babies		117,500	239,999	88,174	-	88,174	151,825
Ebola Surveillance		82,500	158,317	76,581	-	76,581	81,736
Obesity Prevention Program		144,000	292,658	142,004	514	142,518	150,140
Zika Health Care Services Program		-	292,129	-	-	-	292,129
Hurricane Crisis Response		-	197,135	-	-	-	197,135
Family Support Community Response		127,561	273,940	153,429	690	154,119	119,821
Covid-19 Crisis Response		824,218	1,011,464	113,163	4,363	117,526	893,938
IDCU/ Covid-19		3,402,215	3,699,946	1,288,789	4,309	1,293,098	2,406,848
Community Mental Health		1,168,903	1,993,842	483,305	1,217	484,522	1,509,320
Diabetes Prevention		122,000	274,094	123,471	-	123,471	150,623
BCCS		-	44,444	-	-	-	44,444
COVID-19 Vaccine Capacity		3,106,637	10,152,759	1,639,357	74,351	1,713,708	8,439,051
Public Workforce		-	1,990,714	905,519	29,519	935,038	1,055,676
Health Equity		-	575,000	194,674	218,559	413,233	161,767
HRSA COVID-19 Vaccines		-	-	6,458	-	6,458	(6,458)
Nurse-Family Partnership		590,159	1,294,828	710,816	-	710,816	584,012
1115 Wavier Program		-	940,385	479,817	15,125	494,942	445,443
Healthy Texas Women		340,208	763,414	138,173	-	138,173	625,241
Family Planning Open Enrollment		353,505	1,318,263	248,491	-	248,491	1,069,772
Ryan White Part C		300,000	502,576	275,713	17,098	292,811	209,765
Ryan White Part C - Covid-19		-	4,416	-	-	-	4,416
HHSC CARES Stimulus Funds		-	38,424	-	-	-	38,424
LDO Outpatient Treatment Program		-	1,000,000	11,217	-	11,217	988,783
Women's Health and Family Planning		114,640	363,700	148,748	1,719	150,467	213,233
Zika Data Collection		-	4,845	-	-	-	4,845
Hepatitis C Care		-	631,468	3,787	2,496	6,283	625,185
Ventanilla de Salud Program		-	9,564	-	-	-	9,564
Ryan White Part D		49,195	95,020	38,251	-	38,251	56,769
Pillar-High Risk HIV		-	38,228	-	-	-	38,228
Veterans Mental Health Program		150,000	274,601	-	-	-	274,601
Hepatitis B Program		15,750	15,750	7,746	-	7,746	8,004
Women and Children Health Program		437,073	418,257	357,153	5,200	362,353	55,904
Special Projects		1,543,389	3,091,419	24,019	-	24,019	3,067,400
Indirect Cost		-	1,092,006	12,527	1,502	14,029	1,077,977
Total State Grant Expenses		22,628,490	47,742,182	16,180,394	619,128	16,799,522	30,942,660
Total Operating Expenses		27,959,987	54,605,609	21,143,197	823,916	21,967,113	32,638,496
Lease Purchase Payments		31,407	26,068	12,632	-	12,632	13,436
Lease Interest Payments		3,265	4,489	1,105	-	1,105	3,384
Capital Outlay		69,683	640,834	427,510	1,802	429,312	211,522
TOTAL EXPENDITURES		28,064,342	55,277,000	21,584,444	825,718	22,410,162	32,866,838
Excess (Deficiency) of Revenues Over Expenditures	\$	(2,632,510)	(5,947,292)	(3,277,865)	(825,718)	(4,103,583)	1,843,709

(Continued)

CITY OF LAREDO, TEXAS
HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

(Continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	\$ 3,270,512	3,358,012	3,358,012	-	3,358,012	-
Capital Improvements Funds	-	1,469,000	580,252	-	580,252	(888,748)
Sale of Assets	-	-	1,549	-	1,549	1,549
TOTAL OTHER FINANCING SOURCES (USES)	3,270,512	4,827,012	3,939,813	-	3,939,813	(887,199)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	638,002	(1,120,280)	661,948	(825,718)	(163,770)	956,510
Fund Balances at Beginning of Year	368,310	1,568,712	1,568,712	(1,395)	1,567,317	(1,395)
FUND BALANCE AT END OF YEAR	\$ 1,006,312	448,432	2,230,660	(827,113)	1,403,547	955,115

**CITY OF LAREDO, TEXAS
INTERNATIONAL AIRPORT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Intergovernmental:						
Federal	\$ 7,619,178	11,540,484	2,047,564	-	2,047,564	(9,492,920)
State	58,800	85,200	74,736	-	74,736	(10,464)
Fees and Collections	267,037	267,037	727,991	-	727,991	460,954
Investment Income:						
Interest Earnings	32,000	32,000	141,960	-	141,960	109,960
Discount Earnings	53	53	-	-	-	(53)
Rents and Royalties	8,298,333	8,298,333	7,611,681	-	7,611,681	(686,652)
Miscellaneous:			-			
Reimbursements	427,511	427,511	5,473,567	-	5,473,567	5,046,056
TOTAL REVENUES	16,702,912	20,650,618	16,077,499	-	16,077,499	(4,573,119)
EXPENDITURES:						
Administration:						
Personnel Services	985,639	986,741	797,776	-	797,776	188,965
Materials and Supplies	56,732	135,993	73,997	8,076	82,073	53,920
Contractual Services	6,507,777	6,772,436	3,195,076	245,056	3,440,132	3,332,304
Other	82,671	47,671	40,004	-	40,004	7,667
Total Administration	<u>7,632,819</u>	<u>7,942,841</u>	<u>4,106,853</u>	<u>253,132</u>	<u>4,359,985</u>	<u>3,582,856</u>
Building Maintenance:						
Personnel Services	727,520	735,520	614,166	-	614,166	121,354
Materials and Supplies	250,499	263,065	121,599	41,340	162,939	100,126
Contractual Services	2,227,481	1,488,142	659,394	332,841	992,235	495,907
Total Building Maintenance	<u>3,205,500</u>	<u>2,486,727</u>	<u>1,395,159</u>	<u>374,181</u>	<u>1,769,340</u>	<u>717,387</u>
Ground Maintenance:						
Personnel Services	615,069	615,069	527,745	-	527,745	87,324
Materials and Supplies	94,928	233,234	149,594	72,180	221,774	11,460
Contractual Services	470,312	386,767	191,599	141,384	332,983	53,784
Total Ground Maintenance	<u>1,180,309</u>	<u>1,235,070</u>	<u>868,938</u>	<u>213,564</u>	<u>1,082,502</u>	<u>152,568</u>
Airport Security:						
Personnel Services	1,311,507	1,320,027	1,339,689	-	1,339,689	(19,662)
Materials and Supplies	133,141	152,600	85,357	34,012	119,369	33,231
Capital Outlay	213,727	525,589	186,444	185,241	371,685	153,904
Other	14,665	14,665	-	-	-	14,665
Total Airport Security	<u>1,673,040</u>	<u>2,012,881</u>	<u>1,611,490</u>	<u>219,253</u>	<u>1,830,743</u>	<u>182,138</u>
Foreign Trade Zone:						
Personnel Services	19,623	19,623	7,447	-	7,447	12,176
Materials and Supplies	475	475	-	-	-	475
Contractual Services	8,313	8,338	500	-	500	7,838
Total Foreign Trade Zone	<u>28,411</u>	<u>28,436</u>	<u>7,947</u>	<u>-</u>	<u>7,947</u>	<u>20,489</u>
Small Comm. Air Services						
Other	-	400,000	-	-	-	400,000
Total Foreign Trade Zone	<u>\$ -</u>	<u>400,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>400,000</u>

(Continued)

**CITY OF LAREDO, TEXAS
INTERNATIONAL AIRPORT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

(Continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
EXPENDITURES (Continued)						
Federal Inspection Services:						
Personnel Services	\$ 227,200	228,300	225,389	-	225,389	2,911
Materials and Supplies	18,175	17,700	2,842	266	3,108	14,592
Contractual Services	86,589	92,000	59,630	6,848	66,478	25,522
Total Federal Inspection Services	331,964	338,000	287,861	7,114	294,975	43,025
Operation Stonegarden:						
Personnel Services	12,690	47,930	29,700	-	29,700	18,230
Total Operation Stonegarden	12,690	47,930	29,700	-	29,700	18,230
Corona Response & Relief Supplemental:						
Other	1,058,114	2,468,802	-	-	-	2,468,802
Total Corona Response & Relief Supp.	1,058,114	2,468,802	-	-	-	2,468,802
Corona RRSA- Concession						
Other	-	97,495	-	-	-	97,495
Total Corona RRSA- Concession	-	97,495	-	-	-	97,495
Total Operating Expenditures	15,122,847	17,058,182	8,307,948	1,067,244	9,375,192	7,682,990
Debt Service:						
Principal	66,954	66,954	66,954	-	66,954	-
Interest	4,175	4,175	4,174	-	4,174	1
Capital Outlay	332,406	256,654	11,574	193,661	205,235	51,419
TOTAL EXPENDITURES	15,526,382	17,385,965	8,390,650	1,260,905	9,651,555	7,734,410
Excess (Deficiency) of Revenues Over Expenditures	1,176,530	3,264,653	7,686,849	(1,260,905)	6,425,944	3,161,291
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Noise Abatement Fund	782,520	782,520	752,520	-	752,520	(30,000)
Convention ans Visitors	-	75,000	75,000	-	75,000	-
Transfers Out:						
Airport Construction Fund	(50,000)	(50,000)	(28,505)	-	(28,505)	21,495
TOTAL OTHER FINANCING SOURCES (USES)	732,520	807,520	799,015	-	799,015	(8,505)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	1,909,050	4,072,173	8,485,864	(1,260,905)	7,224,959	3,152,786
Fund Balances at Beginning of Year	14,636,026	17,188,299	17,188,299	-	17,188,299	-
FUND BALANCE AT END OF YEAR	\$ 16,545,076	21,260,472	25,674,163	(1,260,905)	24,413,258	3,152,786

CITY OF LAREDO, TEXAS
HOTEL-MOTEL OCCUPANCY TAX
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Taxes:						
Hotel-Motel Occupancy Tax	\$ 3,171,367	3,171,367	4,707,752	-	4,707,752	1,536,385
Penalty and Interest	-	-	7,971	-	7,971	7,971
Investment Income:						
Interest Earnings	16,000	16,000	36,229	-	36,229	20,229
TOTAL REVENUES	3,187,367	3,187,367	4,751,952	-	4,751,952	1,564,585
EXPENDITURES:						
Contractual Services:						
Administration	1,000	1,000	645	-	645	355
Tourism and Promotion	265,000	265,000	225,136	39,864	265,000	-
Historical and Arts	572,418	572,418	252,510	73,766	326,276	246,142
Other	-	-	224,545	-	224,545	(224,545)
TOTAL EXPENDITURES	838,418	838,418	702,836	113,630	816,466	21,952
Excess (Deficiency) of Revenues Over Expenditures	2,348,949	2,348,949	4,049,116	(113,630)	3,935,486	1,586,537
OTHER FINANCING SOURCES (USES):						
Transfers Out:						
General Fund	(160,818)	(160,818)	(103,756)	-	(103,756)	57,062
Convention and Visitors Bureau	(4,168,808)	(4,168,808)	(3,608,913)	-	(3,608,913)	559,895
Recreation Fund	(150,000)	(150,000)	(203,858)	-	(203,858)	(53,858)
TOTAL OTHER FINANCING SOURCES (USES)	(4,479,626)	(4,479,626)	(3,916,527)	-	(3,916,527)	563,099
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(2,130,677)	(2,130,677)	132,589	(113,630)	18,959	2,149,636
Fund Balances at Beginning of Year	3,939,392	5,047,493	5,047,493	-	5,047,493	-
FUND BALANCES AT END OF YEAR	\$ 1,808,715	2,916,816	5,180,082	(113,630)	5,066,452	2,149,636

CITY OF LAREDO, TEXAS
PUBLIC ACCESS CHANNEL
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

		<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:							
Fees and Collections	\$	344,000	344,000	328,807	-	328,807	(15,193)
Investment Income:							
Interest Earnings		4,000	4,000	11,080	-	11,080	7,080
TOTAL REVENUES		348,000	348,000	339,887	-	339,887	(8,113)
EXPENDITURES:							
Materials and Supplies		60,000	60,000	11,953	-	11,953	48,047
Contractual Services		8,250	8,250	-	250	250	8,000
Other		600,000	509,000	-	-	-	509,000
Total Operating Expenditures		668,250	577,250	11,953	250	12,203	565,047
Capital Outlay		413,728	504,729	52,677	77,077	129,754	374,975
TOTAL EXPENDITURES		1,081,978	1,081,979	64,630	77,327	141,957	940,022
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)		(733,978)	(733,979)	275,257	(77,327)	197,930	931,909
Fund Balances at Beginning of Year		1,423,900	1,835,500	1,835,500	-	1,835,500	-
FUND BALANCE AT END OF YEAR	\$	689,922	1,101,521	2,110,757	(77,327)	2,033,430	931,909

CITY OF LAREDO, TEXAS
LAREDO CONVENTION AND VISITORS BUREAU
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Intergovernmental Revenue:						
F.E.M.A.	\$ -	-	6	-	6	6
Fees and Collections	51,100	51,100	12,504	-	12,504	(38,596)
Investment Income:						
Interest Earnings	500	500	675	-	675	175
Miscellaneous:						
Contributions	48,000	48,000	-	-	-	(48,000)
Reimbursements	-	-	625	-	625	625
TOTAL REVENUES	99,600	99,600	13,810	-	13,810	(85,790)
EXPENDITURES:						
Personnel Services	751,873	751,873	721,025	-	721,025	30,848
Materials and Supplies	586,367	515,409	381,333	74,837	456,170	59,239
Contractual Services	3,693,518	3,558,797	2,522,560	744,701	3,267,261	291,536
Other	75,044	75,044	-	-	-	75,044
Total Operating Expenditures	5,106,802	4,901,123	3,624,918	819,538	4,444,456	456,667
Capital Outlay	282,744	333,408	27,425	117,044	144,469	188,939
Debt Service- Principal	636	655	654	-	654	1
Debt Service- Interest	108	108	57	-	57	51
TOTAL EXPENDITURES	5,390,290	5,235,294	3,653,054	936,582	4,589,636	645,658
Excess (Deficiency) of Revenues Over Expenditures	(5,290,690)	(5,135,694)	(3,639,244)	(936,582)	(4,575,826)	559,868
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Hotel-Motel Occupancy Tax	4,168,808	4,168,808	3,608,913	-	3,608,913	(559,895)
Transfers Outs:						
Airport Fund	-	(75,000)	(75,000)	-	(75,000)	-
Downtown TIRZ #1	-	(80,000)	(80,000)	-	(80,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	4,168,808	4,013,808	3,453,913	-	3,453,913	(559,895)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(1,121,882)	(1,121,886)	(185,331)	(936,582)	(1,121,913)	(27)
Fund Balances at Beginning of Year	-	1,121,913	1,121,913	-	1,121,913	-
FUND BALANCE AT END OF YEAR	\$ (1,121,882)	27	936,582	(936,582)	-	(27)

**CITY OF LAREDO, TEXAS
RECREATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Investment Income:						
Interest Earnings	\$ 800	800	3,405	-	3,405	2,605
Fees and Collections	364,950	367,350	248,982	-	248,982	(118,368)
TOTAL REVENUES	365,750	368,150	252,387	-	252,387	(115,763)
EXPENDITURES:						
Personnel Services	57,506	57,506	142,962	-	142,962	(85,456)
Materials and Supplies	184,517	193,807	93,340	41,894	135,234	58,573
Contractual Services	213,820	232,893	133,149	15,003	148,152	84,741
Other	75,015	315	306	-	306	9
Total Operating Expenditures	530,858	484,521	369,757	56,897	426,654	57,867
Capital Outlay	30,596	79,333	39,597	38,437	78,034	1,299
TOTAL EXPENDITURES	561,454	563,854	409,354	95,334	504,688	59,166
Excess (Deficiency) of Revenues Over Expenditures	(195,704)	(195,704)	(156,967)	(95,334)	(252,301)	(56,597)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Hotel-Motel Occupancy Tax	150,000	150,000	203,858	-	203,858	53,858
TOTAL OTHER FINANCING SOURCES (USES)	150,000	150,000	203,858	-	203,858	53,858
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(45,704)	(45,704)	46,891	(95,334)	(48,443)	(2,739)
Fund Balances at Beginning of Year	625,474	545,380	545,380	-	545,380	-
FUND BALANCES AT END OF YEAR	\$ 579,770	499,676	592,271	(95,334)	496,937	(2,739)

**CITY OF LAREDO, TEXAS
PARKING METERS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Webb County	\$ 300	300	300	-	300	-
License and Permits	6,949	6,949	15,695	-	15,695	8,746
Fines	546,963	546,963	439,738	-	439,738	(107,225)
Fees and Collections	900,542	900,542	1,088,531	-	1,088,531	187,989
Investment Income:						
Interest Earnings	6,100	4,800	6,389	-	6,389	1,589
Rents	-	-	13	-	13	13
Discount Earnings	-	-	412	-	412	412
Miscellaneous:						
Reimbursements	-	-	92	-	92	92
TOTAL REVENUES	1,460,854	1,459,554	1,551,170	-	1,551,170	91,616
EXPENDITURES:						
Personnel Services	1,329,364	1,329,364	1,018,615	-	1,018,615	310,749
Materials and Supplies	121,920	129,754	113,908	14,979	128,887	867
Contractual Services	483,801	475,967	444,480	22,403	466,883	9,084
Other	-	-	1,189	-	1,189	(1,189)
Total Operating Expenditures	1,935,085	1,935,085	1,578,192	37,382	1,615,574	319,511
Lease Purchase Payment	480	480	501	-	501	(21)
Lease Interest Payment	70	70	44	-	44	26
Capital Outlay	24,635	24,635	-	24,635	24,635	-
TOTAL EXPENDITURES	1,960,270	1,960,270	1,578,737	62,017	1,640,754	319,516
Excess (Deficiency) of Revenues Over Expenditures	(499,416)	(500,716)	(27,567)	(62,017)	(89,584)	411,132
OTHER FINANCING SOURCES (USES):						
Transfers Out:						
Debt Service Fund	(188,426)	(188,426)	(182,154)	-	(182,154)	6,272
TOTAL OTHER FINANCING SOURCES (USES)	(188,426)	(188,426)	(182,154)	-	(182,154)	6,272
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(687,842)	(689,142)	(209,721)	(62,017)	(271,738)	417,404
Fund Balances at Beginning of Year	1,007,056	1,132,687	1,132,687	-	1,132,687	-
FUND BALANCE AT END OF YEAR	\$ 319,214	443,545	922,966	(62,017)	860,949	417,404

**CITY OF LAREDO, TEXAS
ENVIRONMENTAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Storm Water Fees	\$ 7,905,000	7,905,000	8,325,525	-	8,325,525	420,525
Hazardous Materials Fees	303,000	303,000	284,685	-	284,685	(18,315)
Intergovernmental:						
Federal Emergency Management Agency	-	-	8	-	8	8
TWDB- Flood Protection Plan	-	585,000	49,237	-	49,237	(535,763)
STDC - Regional Solid Waste Mgmt	30,000	30,000	-	-	-	(30,000)
TXDOT - E. Chacon Creek Hike/Bike	160,000	160,000	-	-	-	(160,000)
TXDOT - River Vega Hike/Bike	652,638	599,598	42,119	-	42,119	(557,479)
Universities and Colleges	17,000	17,000	-	-	-	(17,000)
Investment Income:						
Interest Earnings	16,000	16,000	27,592	-	27,592	11,592
Discount Earnings	6,000	6,000	5,430	-	5,430	(570)
Miscellaneous:						
Reimbursements	1,700	1,700	-	-	-	(1,700)
TOTAL REVENUES	9,091,338	9,623,298	8,734,596	-	8,734,596	(888,702)
EXPENDITURES:						
Administration:						
Personnel Services	321,548	321,548	280,098	-	280,098	41,450
Materials and Supplies	1,000	1,000	-	-	-	1,000
Contractual Services	87,168	87,424	21,539	31,997	53,536	33,888
Other	30,929	30,929	81,026	(81,026)	-	30,929
Total Administration	440,645	440,901	382,663	(49,029)	333,634	107,267
Creek Cleaning:						
Personnel Services	1,475,670	1,475,670	1,350,680	-	1,350,680	124,990
Materials and Supplies	131,033	140,533	159,809	8,233	168,042	(27,509)
Contractual Services	335,615	334,115	310,609	17,969	328,578	5,537
Total Creek Cleaning	1,942,318	1,950,318	1,821,098	26,202	1,847,300	103,018
Stormwater:						
Personnel	968,353	968,353	807,929	-	807,929	160,424
Materials and Supplies	148,926	141,031	96,969	13,098	110,067	30,964
Contractual Services	2,116,570	2,184,609	1,751,676	401,698	2,153,374	31,235
Total Stormwater	3,233,849	3,293,993	2,656,574	414,796	3,071,370	222,623
CD Code Enforcement:						
Personnel Services	63,312	63,312	65,143	-	65,143	(1,831)
Materials and Supplies	2,297	2,297	-	-	-	2,297
Contractual Services	2,162	2,162	291	-	291	1,871
Total CD Code Enforcement	67,771	67,771	65,434	-	65,434	2,337
Hazardous Materials:						
Personnel Services	151,136	151,136	128,109	-	128,109	23,027
Materials and Supplies	8,774	8,774	6,641	-	6,641	2,133
Contractual Services	13,599	13,599	5,732	-	5,732	7,867
Total Hazardous Materials	\$ 173,509	173,509	140,482	-	140,482	33,027

(Continued)

**CITY OF LAREDO, TEXAS
ENVIRONMENTAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

(Continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
EXPENDITURES (Continued)						
Storm Water Improvements:						
Contractual Services	\$ 84,234	104,234	99,474	3,881	103,355	879
Reserve Appropriation	100,000	100,000	-	-	-	100,000
Total Storm Water Improvements	184,234	204,234	99,474	3,881	103,355	100,879
2016 C.O. Issue:						
Contractual Services	-	155,671	16,646	138,438	155,084	587
Reserve Appropriation	1,300	222,837	-	-	-	222,837
Total 2016 C.O. Issue	1,300	378,508	16,646	138,438	155,084	223,424
2019 C.O. Issue:						
Contractual Services	-	1,378	639	-	639	739
Reserve Appropriation	86,969	85,591	-	-	-	85,591
Total 2019 C.O. Issue	86,969	86,969	639	-	639	86,330
Total Operating Expenditures	6,130,595	6,596,203	5,183,010	534,288	5,717,298	878,905
Bond Costs	-	3,416	-	-	-	3,416
Capital Outlay	1,728,848	9,884,164	2,200,406	2,912,656	5,113,062	4,771,102
TOTAL EXPENDITURES	7,859,443	16,483,783	7,383,416	3,446,944	10,830,360	5,653,423
Excess (Deficiency) of Revenues Over Expenditures	1,231,895	(6,860,485)	1,351,180	(3,446,944)	(2,095,764)	4,764,721
OTHER FINANCING SOURCES (USES):						
Transfers In:						
General Fund	-	169,881	169,881	-	169,881	-
Miscellaneous	1,000	53,174	7,011	-	7,011	(46,163)
Interest Earnings	89,169	202,895	39,410	-	39,410	(163,485)
Transfers Out:						
Debt Service	(2,849,923)	(2,849,923)	(2,781,743)	-	(2,781,743)	68,180
Keep Laredo Beautiful	(341,639)	(341,639)	(108,939)	-	(108,939)	232,700
Sale of Assets	-	1,000	40,415	-	40,415	39,415
TOTAL OTHER FINANCING SOURCES (USES)	(3,101,393)	(2,764,612)	(2,633,965)	-	(2,633,965)	130,647
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(1,869,498)	(9,625,097)	(1,282,785)	(3,446,944)	(4,729,729)	4,895,368
Fund Balances at Beginning of Year	3,378,852	12,360,853	12,360,853	(81,026)	12,279,827	(81,026)
FUND BALANCE AT END OF YEAR	\$ 1,509,354	2,735,756	11,078,068	(3,527,970)	7,550,098	4,814,342

CITY OF LAREDO, TEXAS
KEEP LAREDO BEAUTIFUL, INC. FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Investment Income:						
Interest Earnings	\$ -	-	3	-	3	3
Miscellaneous:						
Contributions	25,000	25,000	6,088	-	6,088	(18,912)
TOTAL REVENUES	25,000	25,000	6,091	-	6,091	(18,909)
EXPENDITURES:						
Personnel Services	241,283	241,283	67,796	-	67,796	173,487
Materials and Supplies	34,299	36,326	20,051	11,634	31,685	4,641
Contractual Services	25,641	25,897	18,693	2,491	21,184	4,713
Other	71,051	68,768	-	-	-	68,768
TOTAL EXPENDITURES	372,274	372,274	106,540	14,125	120,665	251,609
Excess (Deficiency) of Revenues Over Expenditures	(347,274)	(347,274)	(100,449)	(14,125)	(114,574)	232,700
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Environmental Services	341,639	341,639	108,940	-	108,940	(232,699)
TOTAL OTHER FINANCING SOURCES (USES)	341,639	341,639	108,940	-	108,940	(232,699)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(5,635)	(5,635)	8,491	(14,125)	(5,634)	1
Fund Balances at Beginning of Year	-	5,633	5,633	-	5,633	-
FUND BALANCE AT END OF YEAR	\$ (5,635)	(2)	14,124	(14,125)	(1)	1

**CITY OF LAREDO, TEXAS
NOISE ABATEMENT LEASE PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Intergovernmental:						
Federal	\$ -	195,000	75,439	-	75,439	(119,561)
Investment Income:						
Interest Earnings	2,800	2,800	4,141	-	4,141	1,341
Fees and Collections	40,700	40,700	35,773	-	35,773	(4,927)
Rents and Royalties	2,005,000	2,005,000	2,192,491	-	2,192,491	187,491
Discount Earnings	100	100	-	-	-	(100)
Contributions	-	-	8,889	-	8,889	8,889
Miscellaneous:						
Reimbursements	4,550	4,550	15,529	-	15,529	10,979
TOTAL REVENUES	2,053,150	2,248,150	2,332,262	-	2,332,262	84,112
EXPENDITURES:						
Personnel Services	438,405	502,475	505,982	-	505,982	(3,507)
Materials and Supplies	200,188	220,687	203,229	2,715	205,944	14,743
Contractual Services	4,075,242	1,206,695	1,029,482	142,574	1,172,056	34,639
Other	-	8,889	31,253	(22,364)	8,889	-
Total Operating Expenditures	4,713,835	1,938,746	1,769,946	122,925	1,892,871	45,875
Capital Outlay	3,984,475	38,688	16,382	22,305	38,687	1
TOTAL EXPENDITURES	8,698,310	1,977,434	1,786,328	145,230	1,931,558	45,876
Excess (Deficiency) of Revenues Over Expenditures	(6,645,160)	270,716	545,934	(145,230)	400,704	129,988
OTHER FINANCING SOURCES (USES):						
Transfer Out:						
Airport Fund	(782,520)	(752,520)	(752,520)	-	(752,520)	-
Sale of Assets	1,200	1,200	145	-	145	(1,055)
TOTAL OTHER FINANCING SOURCES (USES)	(781,320)	(751,320)	(752,375)	-	(752,375)	(1,055)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(7,426,480)	(480,604)	(206,441)	(145,230)	(351,671)	128,933
Fund Balances at Beginning of Year	340,941	666,670	666,670	(22,364)	644,306	(22,364)
FUND BALANCES AT END OF YEAR	\$ (7,085,539)	186,066	460,229	(167,594)	292,635	106,569

CITY OF LAREDO, TEXAS
SPORTS AND COMMUNITY VENUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Taxes:						
General Sales & Use Tax	\$ 8,829,456	8,829,456	11,008,166	-	11,008,166	2,178,710
Investment Income:						
Interest Earnings	80,000	80,000	411,647	-	411,647	331,647
Rents and Royalties	700	700	9,086	-	9,086	8,386
Miscellaneous:						
Contributions	-	-	30,000	-	30,000	30,000
Reimbursements	-	-	17,154	-	17,154	17,154
TOTAL REVENUES	8,910,156	8,910,156	11,476,053	-	11,476,053	2,565,897
EXPENDITURES:						
Personnel	321,189	213,658	110,967	-	110,967	102,691
Materials and Supplies	101,708	607,881	563,343	10,052	573,395	34,486
Contractual Services	494,746	9,448,579	3,342,613	3,432,491	6,775,104	2,673,475
Other	4,150,000	714,275	255,580	(30,000)	225,580	488,695
Total Operating Expenditures	5,067,643	10,984,393	4,272,503	3,412,543	7,685,046	3,299,347
Bond Costs	-	5,518	-	-	-	5,518
Principal Paid	-	-	501	-	501	(501)
Interest Expense	-	-	44	-	44	(44)
Capital Outlay	3,984,699	49,118,409	2,429,219	39,864,015	42,293,234	6,825,175
TOTAL EXPENDITURES	9,052,342	60,108,320	6,702,267	43,276,558	49,978,825	10,129,495
Excess (Deficiency) of Revenues Over Expenditures	(142,186)	(51,198,164)	4,773,786	(43,276,558)	(38,502,772)	12,695,392
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Sports & Community Operations	4,022,595	4,022,595	5,151,053	-	5,151,053	1,128,458
Transfers Out:						
Sports & Community Debt Service	(4,022,595)	(4,022,595)	(5,151,053)	-	(5,151,053)	(1,128,458)
Sames Auto Arena Operations	(1,641,466)	(1,641,466)	(893,167)	-	(893,167)	748,299
Debt Service	(4,026,795)	(4,026,795)	(3,433,556)	-	(3,433,556)	593,239
TOTAL OTHER FINANCING SOURCES (USES)	(5,668,261)	(5,668,261)	(4,326,723)	-	(4,326,723)	1,341,538
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(5,810,447)	(56,866,425)	447,063	(43,276,558)	(42,829,495)	14,036,930
Fund Balances at Beginning of Year	16,726,348	71,604,117	71,604,117	(30,000)	71,574,117	(30,000)
FUND BALANCES AT END OF YEAR	\$ 10,915,901	14,737,692	72,051,180	(43,306,558)	28,744,622	14,006,930

CITY OF LAREDO, TEXAS
SAMES AUTO ARENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

		<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:							
Charges for Services	\$	3,857,816	3,857,816	5,177,371	-	5,177,371	1,319,555
TOTAL REVENUES		3,857,816	3,857,816	5,177,371	-	5,177,371	1,319,555
EXPENDITURES:							
Contractual Services		5,499,282	5,499,282	5,980,986	-	5,980,986	(481,704)
TOTAL EXPENDITURES		5,499,282	5,499,282	5,980,986	-	5,980,986	(481,704)
Excess (Deficiency) of Revenues Over Expenditures		(1,641,466)	(1,641,466)	(803,615)	-	(803,615)	837,851
OTHER FINANCING SOURCES (USES):							
Transfer In:							
Sports & Community Venue Fund		1,641,466	1,641,466	893,167	-	893,167	(748,299)
SOURCES (USES)		1,641,466	1,641,466	893,167	-	893,167	(748,299)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)		-	-	89,552	-	89,552	89,552
Fund Balances at Beginning of Year		-	-	-	-	-	-
FUND BALANCES AT END OF YEAR	\$	-	-	89,552	-	89,552	89,552

CITY OF LAREDO, TEXAS
LAREDO PUBLIC FACILITY CORP.
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Investment Income:						
Interest Earnings	\$ 400	400	852	-	852	452
Miscellaneous:						
Reimbursements	-	-	23,254	-	23,254	23,254
TOTAL REVENUES	400	400	24,106	-	24,106	23,706
EXPENDITURES:						
Contractual Services	-	2,069	1,509	-	1,509	560
Other	75,376	73,307	-	-	-	73,307
TOTAL EXPENDITURES	75,376	75,376	1,509	-	1,509	73,867
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(74,976)	(74,976)	22,597	-	22,597	97,573
Fund Balances at Beginning of Year	-	129,833	129,833	-	129,833	-
FUND BALANCES AT END OF YEAR	\$ (74,976)	54,857	152,430	-	152,430	97,573

CITY OF LAREDO, TEXAS
MAX MANDEL GOLF COURSE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Charges for Services	\$ 1,026,334	1,026,334	1,048,405	-	1,048,405	22,071
Miscellaneous:						
Contributions	-	80,000	59,152	-	59,152	(20,848)
TOTAL REVENUES	1,026,334	1,106,334	1,107,557	-	1,107,557	1,223
EXPENDITURES:						
Materials and Supplies	-	4,706	4,705	-	4,705	1
Contractual Services	1,664,977	1,740,271	1,892,927	5,826	1,898,753	(158,482)
TOTAL EXPENDITURES	1,664,977	1,744,977	1,897,632	5,826	1,903,458	(158,481)
Excess (Deficiency) of Revenues Over Expenditures	(638,643)	(638,643)	(790,075)	(5,826)	(795,901)	(157,258)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	519,420	519,420	789,895	-	789,895	270,475
TOTAL OTHER FINANCING SOURCES (USES)	519,420	519,420	789,895	-	789,895	270,475
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(119,223)	(119,223)	(180)	(5,826)	(6,006)	113,217
Fund Balances at Beginning of Year	110,225	110,031	110,031	-	110,031	-
FUND BALANCE AT END OF YEAR	\$ (8,998)	(9,192)	109,851	(5,826)	104,025	113,217

**CITY OF LAREDO, TEXAS
PARKLAND ACQUISITION/PARK IMPROVEMENTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 29,050	8,601	37,651	30,743
Fees and Collections	1,183,291	336,908	1,520,199	1,672,454
Miscellaneous:				
Reimbursements	170,026	129,078	299,104	193,670
TOTAL REVENUES	1,382,367	474,587	1,856,954	1,896,867
EXPENDITURES:				
Personnel Services	-	-	-	21,191
Materials and Supplies	30,002	11,283	41,285	120,068
Capital Outlay	152,272	19,764	172,036	1,755,608
TOTAL EXPENDITURES	182,274	31,047	213,321	1,896,867
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,200,093	443,540	1,643,633	-
Net Change in Fund Balances	\$ 1,200,093	443,540	1,643,633	-
Fund Balances-Beginning		1,200,093		
Fund Balances-Ending		\$ 1,643,633		

**CITY OF LAREDO, TEXAS
SPECIAL FIRE GRANTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Intergovernmental:						
Federal	\$ -	423,182	86,434	-	86,434	(336,748)
Investment Income:						
Interest Earnings	-	-	863	-	863	863
TOTAL REVENUES	-	423,182	87,297	-	87,297	(335,885)
EXPENDITURES:						
Assistance to FF Grant (AFG)	-	-	-	-	-	-
SAFER Grant	-	-	-	-	-	-
TX TARGETED OPIATE Grant	-	189,968	33,267	1,556	34,823	155,145
FEMA- Covid Grant	-	25,500	-	-	-	25,500
Total Operating Expenditures	-	215,468	33,267	1,556	34,823	180,645
Capital Outlay	-	210,032	53,167	129,868	183,035	26,997
TOTAL EXPENDITURES	-	425,500	86,434	131,424	217,858	207,642
Excess (Deficiency) of Revenues Over Expenditures	-	(2,318)	863	(131,424)	(130,561)	(128,243)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	-	2,318	2,318	-	2,318	-
Airport Construction Fund	-	-	-	-	-	-
Sale of Assets	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	2,318	2,318	-	2,318	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	-	3,181	(131,424)	(128,243)	(128,243)
FUND BALANCES AT END OF YEAR	\$ -	-	3,181	(131,424)	(128,243)	(128,243)

**CITY OF LAREDO, TEXAS
DOWNTOWN TIRZ NO. 1
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Taxes:						
Property Taxes	\$ 268,320	268,320	79,646	-	79,646	(188,674)
Investment Income:						
Interest Earnings	2,800	2,800	22,721	-	22,721	19,921
TOTAL REVENUES	271,120	271,120	102,367	-	102,367	(168,753)
EXPENDITURES:						
Materials and Supplies	-	40	705	-	705	(665)
Contractual Services	230	370,760	43,413	294,000	337,413	33,347
Other	1,249,909	943,482	-	-	-	943,482
Total Operating Expenditures	1,250,139	1,314,282	44,118	294,000	338,118	976,164
Bond Costs	-	1,605	-	-	-	1,605
Capital Outlay	-	2,200,000	-	-	-	2,200,000
TOTAL EXPENDITURES	1,250,139	3,515,887	44,118	294,000	338,118	3,177,769
Excess (Deficiency) of Revenues Over Expenditures	(979,019)	(3,244,767)	58,249	(294,000)	(235,751)	3,009,016
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Conventions and Visitors	-	-	80,000	-	80,000	80,000
Transfers Out:						
Debt Service	-	(235,857)	(159,206)	-	(159,206)	76,651
TOTAL OTHER FINANCING SOURCES (USES)	-	(235,857)	(79,206)	-	(79,206)	156,651
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(979,019)	(3,480,624)	(20,957)	(294,000)	(314,957)	3,165,667
Fund Balances at Beginning of Year	978,789	3,495,404	3,495,404	-	3,495,404	-
FUND BALANCES AT END OF YEAR	\$ (230)	14,780	3,474,447	(294,000)	3,180,447	3,165,667

CITY OF LAREDO, TEXAS
HAMILTON HOUSING APARTMENTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Fees and Collections	\$ -	81	-	-	-	(81)
Rents and Royalties	-	527,399	-	-	-	(527,399)
Interest Earnings	-	20	-	-	-	(20)
TOTAL REVENUES	-	527,500	-	-	-	(527,500)
EXPENDITURES:						
Personnel	-	132,486	-	-	-	132,486
Materials and Supplies	-	21,523	-	-	-	21,523
Contractual Services	-	218,510	-	-	-	218,510
Other	-	8,829	-	-	-	8,829
Total Operating Expenditures	-	381,348	-	-	-	381,348
Debt Service	-	146,152	-	-	-	146,152
TOTAL EXPENDITURES	-	527,500	-	-	-	527,500
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-	-	-
Fund Balances at Beginning of Year	-	-	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	-	-	-	-	-

**CITY OF LAREDO, TEXAS
POLICE TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Interest Earnings	\$ 15,000	15,000	15,913	-	15,913	913
Miscellaneous: Forfeitures	350,000	350,000	1,036,504	-	1,036,504	686,504
Total Police Trust Fund	365,000	365,000	1,092,841	-	1,092,841	727,841
Financial Task Force						
Investment Income:						
Interest Earnings	-	-	8,836	-	8,836	8,836
Reimbursements	170,000	170,000	10,402	-	10,402	(159,598)
Total Financial Task Force	170,000	170,000	19,238	-	19,238	(150,762)
TOTAL REVENUES	535,000	535,000	1,112,079	-	1,112,079	577,079
EXPENDITURES:						
Police Trust Fund						
Materials and Supplies	375,681	393,131	303,511	87,517	391,028	2,103
Contractual Services	314,818	271,509	226,531	46,868	273,399	(1,890)
Total Operating Expenditures	690,499	664,640	530,042	134,385	664,427	213
Debt Service:						
Principal	274,413	274,413	274,413	-	274,413	-
Capital Outlay	389,509	415,368	219,045	26,242	245,287	170,081
TOTAL EXPENDITURES	1,354,421	1,354,421	1,023,500	160,627	1,184,127	170,294
Excess (Deficiency) of Revenues Over Expenditures	(819,421)	(819,421)	88,579	(160,627)	(72,048)	747,373
OTHER FINANCING SOURCES (USES):						
Transfer Out:						
Financial Task Force	(70,000)	(70,000)	(58,591)	-	(58,591)	11,409
TOTAL OTHER FINANCING SOURCES (USES)	(70,000)	(70,000)	(58,591)	-	(58,591)	11,409
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(889,421)	(889,421)	29,988	(160,627)	(130,639)	758,782
Fund Balances at Beginning of Year	3,439,026	4,577,818	4,577,818	-	4,577,818	-
FUND BALANCES AT END OF YEAR	\$ 2,549,605	3,688,397	4,607,806	(160,627)	4,447,179	758,782

**CITY OF LAREDO, TEXAS
PARKS CAPITAL GRANTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
State	\$ 156,585	-	156,585	1,243,767
Investment Income:				
Interest Earnings	241	1	242	-
Miscellaneous:				
Contributions and Donations	-	-	-	1,890,743
TOTAL REVENUES	156,826	1	156,827	3,134,510
EXPENDITURES:				
Other	-	-	-	1,890,743
Capital Outlay	167,751	-	167,751	1,347,467
TOTAL EXPENDITURES	167,751	-	167,751	3,238,210
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,925)	1	(10,924)	(103,700)
OTHER FINANCING SOURCES (USES):				
Transfers In:				
2008 C.O. Bond	4,680	-	4,680	4,680
Capital Improvements	6,486	-	6,486	99,020
TOTAL OTHER FINANCING SOURCES:	11,166	-	11,166	103,700
Net Change in Fund Balances	\$ 241	1	242	-
Fund Balances-Beginning		241		
Fund Balances-Ending		\$ 242		

**CITY OF LAREDO, TEXAS
CAPITAL GRANTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
Federal	\$ 479,999	-	479,999	2,796,000
State	2,214,149	292,099	2,506,248	19,283,624
Contributions	1,505,302	1,588,331	3,093,633	3,763,000
Other	14,442	-	14,442	601,143
Investment Income:				
Interest Earnings	73	-	73	72
TOTAL REVENUES	4,213,965	1,880,430	6,094,395	26,443,839
EXPENDITURES:				
Other	14,817	353,623	368,440	601,148
Capital Outlay	5,657,989	3,942,781	9,600,770	34,027,106
TOTAL EXPENDITURES	5,672,806	4,296,404	9,969,210	34,628,254
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,458,841)	(2,415,974)	(3,874,815)	(8,184,415)
OTHER FINANCING SOURCES (USES):				
Transfers In:				
Capital Improvements Fund	397	-	397	1,427,224
2012 C.O. Bond	90,954	-	90,954	103,449
2014 C.O. Bond	-	-	-	129,343
2015 C.O. Bond	74,514	61,525	136,039	1,193,260
2016 C.O. Bond	135,000	-	135,000	135,000
2018 C.O. Bond	1,164,750	1,211,201	2,375,951	3,139,482
2019 C.O. Bond	-	1,150,922	1,150,922	2,056,657
TOTAL OTHER FINANCING SOURCES:	1,465,615	2,423,648	3,889,263	8,184,415
Net Change in Fund Balances	\$ 6,774	7,674	14,448	-
Fund Balances-Beginning		6,774		
Fund Balances-Ending		\$ 14,448		

**CITY OF LAREDO, TEXAS
CONTRACTUAL OBLIGATIONS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 256,872	14,349	271,221	260,811
Miscellaneous:				
Other	112,368	-	112,368	100,580
TOTAL REVENUES	369,240	14,349	383,589	361,391
EXPENDITURES:				
Materials and Supplies	1,069,870		1,069,870	1,007,083
Contractual Services	180,048	54,245	234,293	8,904
Other	-	-	-	129,721
Bond Costs	287,621	-	287,621	294,535
Capital Outlay	17,665,416	499,885	18,165,301	20,208,402
TOTAL EXPENDITURES	19,202,955	554,130	19,757,085	21,648,645
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,833,715)	(539,781)	(19,373,496)	(21,287,254)
OTHER FINANCING SOURCES (USES):				
Bond Issues	18,943,000	-	18,943,000	18,943,000
Bond Premium	2,333,254	-	2,333,254	2,333,254
Sale of Assets	11,000	-	11,000	11,000
TOTAL OTHER FINANCING SOURCES:	21,287,254	-	21,287,254	21,287,254
Net Change in Fund Balances	\$ 2,453,539	(539,781)	1,913,758	-
Fund Balances-Beginning		2,453,539		
Fund Balances-Ending		\$ 1,913,758		

**CITY OF LAREDO, TEXAS
CERTIFICATE OF OBLIGATION 2009 ISSUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 256,934	1,042	257,976	256,961
Other	71,944	-	71,944	71,943
TOTAL REVENUES	328,878	1,042	329,920	328,904
EXPENDITURES:				
Materials and Supplies	49,149	-	49,149	62,929
Contractual Services	188,553	9	188,562	26,925
Other	-	-	-	6,749
Debt Service	480,247	-	480,247	480,248
Capital Outlay	26,952,905	-	26,952,905	27,244,800
TOTAL EXPENDITURES	27,670,854	9	27,670,863	27,821,651
Excess (Deficiency) of Revenues Over (Under) Expenditures	(27,341,976)	1,033	(27,340,943)	(27,492,747)
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	24,735,000	-	24,735,000	24,735,000
Bond Premium	745,247	-	745,247	745,247
Transfers In:				
General Fund	12,500	-	12,500	12,500
2010 C.O. Bond Issue	2,000,000	-	2,000,000	2,000,000
TOTAL OTHER FINANCING SOURCES:	27,492,747	-	27,492,747	27,492,747
Net Change in Fund Balances	\$ 150,771	1,033	151,804	-
Fund Balances-Beginning		150,771		
Fund Balances-Ending		\$ 151,804		

CITY OF LAREDO, TEXAS
CERTIFICATE OF OBLIGATION 2012 ISSUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 65,001	85	65,086	66,354
Miscellaneous:				
Reimbursements	30,779	-	30,779	30,779
TOTAL REVENUES	95,780	85	95,865	97,133
EXPENDITURES:				
Materials and Supplies	86,423	-	86,423	86,423
Contractual Services	151,130	-	151,130	12,192
Other	-	-	-	1,356
Bond Cost	166,174	-	166,174	166,175
Capital Outlay	3,572,626	-	3,572,626	3,711,953
TOTAL EXPENDITURES	3,976,353	-	3,976,353	3,978,099
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,880,573)	85	(3,880,488)	(3,880,966)
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	7,690,000	-	7,690,000	7,690,000
Bond Discount	(4,383)	-	(4,383)	(4,383)
Transfers Out:				
Evironmental Services	(1,500,000)	-	(1,500,000)	(1,500,000)
Capital Improvements Fund	(1,500,000)	-	(1,500,000)	(1,500,000)
Capital Grants	(792,166)	-	(792,166)	(804,651)
TOTAL OTHER FINANCING SOURCES:	3,893,451	-	3,893,451	3,880,966
Net Change in Fund Balances	\$ 12,878	85	12,963	-
Fund Balances-Beginning		12,878		
Fund Balances-Ending		\$ 12,963		

**CITY OF LAREDO, TEXAS
CERTIFICATE OF OBLIGATION 2014 ISSUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 43,912	1,000	44,912	45,087
Miscellaneous:				
Reimbursements	5,200	-	5,200	5,200
TOTAL REVENUES	49,112	1,000	50,112	50,287
EXPENDITURES:				
Materials and Supplies	213	-	213	213
Contractual Services	23,423	5,500	28,923	15,052
Other	-	-	-	11,860
Bond Cost	128,366	-	128,366	128,366
Capital Outlay	5,881,406	3,606	5,885,012	5,902,182
TOTAL EXPENDITURES	6,033,408	9,106	6,042,514	6,057,673
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,984,296)	(8,106)	(5,992,402)	(6,007,386)
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	5,600,000	-	5,600,000	5,600,000
Bond Premium	536,729	-	536,729	536,729
Transfers Out:				
Capital Grants	-	-	-	(129,343)
TOTAL OTHER FINANCING SOURCES:	6,136,729	-	6,136,729	6,007,386
Net Change in Fund Balances	\$ 152,433	(8,106)	144,327	-
Fund Balances-Beginning		152,433		
Fund Balances-Ending		\$ 144,327		

**CITY OF LAREDO, TEXAS
CERTIFICATE OF OBLIGATION 2015 ISSUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 379,815	27,245	407,060	386,778
Miscellaneous:				
Reimbursements	293,333	-	293,333	180,630
TOTAL REVENUES	673,148	27,245	700,393	567,408
EXPENDITURES:				
Personnel Services	-	163	163	69,317
Materials and Supplies	89,583	-	89,583	-
Contractual Services	909,143	7,323	916,466	203,022
Other	-	-	-	5,283
Bond Cost	219,742	-	219,742	219,742
Capital Outlay	10,377,590	515,758	10,893,348	13,472,321
TOTAL EXPENDITURES	11,596,058	523,244	12,119,302	13,969,685
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,922,910)	(495,999)	(11,418,909)	(13,402,277)
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	14,790,000	-	14,790,000	14,790,000
Bond Premium	969,031	-	969,031	969,031
Transfers Out:				
Capital Improvements Fund	(861,943)	(800)	(862,743)	(1,163,494)
Capital Grants	(74,513)	(61,525)	(136,038)	(1,193,260)
TOTAL OTHER FINANCING SOURCES:	14,822,575	(62,325)	14,760,250	13,402,277
Net Change in Fund Balances	\$ 3,899,665	(558,324)	3,341,341	-
Fund Balances-Beginning		3,899,665		
Fund Balances-Ending		\$ 3,341,341		

**CITY OF LAREDO, TEXAS
CERTIFICATE OF OBLIGATION 2016 ISSUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 811,176	61,171	872,347	627,765
Discount Earnings	337	-	337	337
Miscellaneous				
Reimbursements	39,334	-	39,334	39,334
TOTAL REVENUES	850,847	61,171	912,018	667,436
EXPENDITURES:				
Personnel Services	-	-	-	1,076,018
Materials and Supplies	9,222	-	9,222	2,340
Contractual Services	314,945	10,973	325,918	15,832
Other	-	-	-	35,710
Bond Cost	339,481	-	339,481	339,481
Capital Outlay	16,694,798	135,157	16,829,955	23,647,536
TOTAL EXPENDITURES	17,358,446	146,130	17,504,576	25,116,917
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,507,599)	(84,959)	(16,592,558)	(24,449,481)
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	21,378,000	-	21,378,000	21,378,000
Bond Premium	3,206,481	-	3,206,481	3,206,481
Transfers Out:				
Capital Grants	(135,000)	-	(135,000)	(135,000)
TOTAL OTHER FINANCING SOURCES:	24,449,481	-	24,449,481	24,449,481
Net Change in Fund Balances	\$ 7,941,882	(84,959)	7,856,923	-
Fund Balances-Beginning		7,941,882		
Fund Balances-Ending		\$ 7,856,923		

CITY OF LAREDO, TEXAS
CERTIFICATE OF OBLIGATION 2017 ISSUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 409,844	12,245	422,089	511,937
Discount Earnings	1,469	-	1,469	1,469
TOTAL REVENUES	411,313	12,245	423,558	513,406
EXPENDITURES:				
Personnel Services	-	-	-	250,027
Materials and Supplies	3,708	-	3,708	8,235
Contractual Services	331,598	214,038	545,636	32,829
Other	-	-	-	267,431
Bond Cost	236,232	-	236,232	236,233
Capital Outlay	14,680,988	254,993	14,935,981	16,797,127
TOTAL EXPENDITURES	15,252,526	469,031	15,721,557	17,591,882
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,841,213)	(456,786)	(15,297,999)	(17,078,476)
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	14,810,000	-	14,810,000	14,810,000
Bond Premium	2,293,476	-	2,293,476	2,293,476
Transfers Out:				
Transit System	-	-	-	(25,000)
TOTAL OTHER FINANCING SOURCES:	17,103,476	-	17,103,476	17,078,476
Net Change in Fund Balances	\$ 2,262,263	(456,786)	1,805,477	-
Fund Balances-Beginning		2,262,263		
Fund Balances-Ending		\$ 1,805,477		

CITY OF LAREDO, TEXAS
CERTIFICATE OF OBLIGATION 2018 ISSUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 451,587	26,458	478,045	290,300
TOTAL REVENUES	451,587	26,458	478,045	290,300
EXPENDITURES:				
Personnel Services	-	-	-	337,561
Materials and Supplies	4,080	-	4,080	4,080
Contractual Services	231,896	2,097	233,993	8,892
Other	-	-	-	170,052
Bond Cost	188,349	-	188,349	188,349
Capital Outlay	3,534,225	448,435	3,982,660	8,958,359
TOTAL EXPENDITURES	3,958,550	450,532	4,409,082	9,667,293
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,506,963)	(424,074)	(3,931,037)	(9,376,993)
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	11,640,000	-	11,640,000	11,640,000
Bond Premium	876,475	-	876,475	876,475
Transfers Out:				
Capital Grants	(1,164,750)	(1,211,202)	(2,375,952)	(3,139,482)
TOTAL OTHER FINANCING SOURCES:	11,351,725	(1,211,202)	10,140,523	9,376,993
Net Change in Fund Balances	\$ 7,844,762	(1,635,276)	6,209,486	-
Fund Balances-Beginning		7,844,762		
Fund Balances-Ending		\$ 6,209,486		

**CITY OF LAREDO, TEXAS
CERTIFICATE OF OBLIGATION 2019 ISSUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 215,745	57,680	273,425	111,100
Miscellaneous				
Reimbursements	12,000	1,386,197	1,398,197	2,000,000
TOTAL REVENUES	227,745	1,443,877	1,671,622	2,111,100
EXPENDITURES:				
Personnel Services	-	-	-	477,101
Contractual Services	506,432	36,271	542,703	5,481
Other	-	-	-	84,441
Bond Cost	163,650	-	163,650	174,494
Capital Outlay	2,106,649	4,495,513	6,602,162	15,987,420
TOTAL EXPENDITURES	2,776,731	4,531,784	7,308,515	16,728,937
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,548,986)	(3,087,907)	(5,636,893)	(14,617,837)
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	13,900,000	-	13,900,000	13,900,000
Bond Premium	2,774,494	-	2,774,494	2,774,494
Transfers Out:				
Capital Grants	-	(1,150,922)	(1,150,922)	(2,056,657)
TOTAL OTHER FINANCING SOURCES:	16,674,494	(1,150,922)	15,523,572	14,617,837
Net Change in Fund Balances	\$ 14,125,508	(4,238,829)	9,886,679	-
Fund Balances-Beginning		14,125,508		
Fund Balances-Ending		\$ 9,886,679		

CITY OF LAREDO, TEXAS
CERTIFICATE OF OBLIGATION 2021 ISSUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 997	60,656	61,653	-
TOTAL REVENUES	997	60,656	61,653	-
EXPENDITURES:				
Personnel Services	-	75,987	75,987	539,810
Materials and Supplies	-	-	-	6,860
Contractual Services	-	1,374	1,374	-
Bond Cost	169,900	-	169,900	179,289
Capital Outlay	38,879	2,576,499	2,615,378	14,453,330
TOTAL EXPENDITURES	208,779	2,653,860	2,862,639	15,179,289
Excess (Deficiency) of Revenues Over (Under) Expenditures	(207,782)	(2,593,204)	(2,800,986)	(15,179,289)
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	13,075,000	-	13,075,000	13,075,000
Bond Premium	2,104,289	-	2,104,289	2,104,289
TOTAL OTHER FINANCING SOURCES:	15,179,289	-	15,179,289	15,179,289
Net Change in Fund Balances	\$ 14,971,507	(2,593,204)	12,378,303	-
Fund Balances-Beginning		14,971,507		
Fund Balances-Ending		\$ 12,378,303		

**CITY OF LAREDO, TEXAS
AIRPORT CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
FAA Grants	\$ 60,251,566	11,450,542	71,702,108	88,728,207
Texas Department of Transportation	145,442	28,506	173,948	100,000
Investment Income:				
Interest Earnings	423,513	13,264	436,777	407,597
Miscellaneous:				
Other	2,600	-	2,600	95,100
TOTAL REVENUES	60,823,121	11,492,312	72,315,433	89,330,904
EXPENDITURES:				
Personnel	911,839	42,733	954,572	1,375,973
Materials and Supplies	610,744	57,300	668,044	534,818
Contractual Services	8,750,258	314,629	9,064,887	12,278,749
Other	141,699	-	141,699	4,208,983
Capital Outlay	60,810,471	12,113,594	72,924,065	85,760,745
TOTAL EXPENDITURES	71,225,011	12,528,256	83,753,267	104,159,268
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,401,890)	(1,035,944)	(11,437,834)	(14,828,364)
OTHER FINANCING SOURCES (USES):				
Transfers In:				
General Fund	728,184	-	728,184	728,184
International Airport	13,619,349	28,505	13,647,854	14,100,180
TOTAL OTHER FINANCING SOURCES:	14,347,533	28,505	14,376,038	14,828,364
Net Change in Fund Balances	\$ 3,945,643	(1,007,439)	2,938,204	-
Fund Balances-Beginning		3,945,643		
Fund Balances-Ending		\$ 2,938,204		

**CITY OF LAREDO, TEXAS
CAPITAL IMPROVEMENTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
Federal	\$ 6,387,309	1,894,000	8,281,309	7,209,000
State	2,052,599	3,200	2,055,799	2,845,747
Investment Income:				
Interest Earnings	3,725,269	352,606	4,077,875	4,097,088
Miscellaneous:				
Contribution	686,937	55,000	741,937	681,937
Other	12,351,737	38,953	12,390,690	12,351,737
TOTAL REVENUES	25,203,851	2,343,759	27,547,610	27,185,509
EXPENDITURES:				
Personnel Services	-	674,092	674,092	1,376,429
Materials and Supplies	24,541	17,164	41,705	67,541
Contractual Services	1,034,587	3,015,928	4,050,515	5,471,996
Other	712,716	926,220	1,638,936	13,684,835
Capital Outlay	9,114,363	6,527,693	15,642,056	41,220,962
TOTAL EXPENDITURES	10,886,207	11,161,097	22,047,304	61,821,763
Excess (Deficiency) of Revenues Over (Under) Expenditures	14,317,644	(8,817,338)	5,500,306	(34,636,254)
OTHER FINANCING SOURCES (USES):				
Transfers In:				
General Fund	-	14,976,797	14,976,797	14,976,797
Civic Center	3,000,000	-	3,000,000	3,000,000
1998 C.O. Issue	324,498	-	324,498	324,498
2006 C.O. Issue	72,672	-	72,672	72,672
2007 C.O. Issue	35,103	-	35,103	35,103
2015 C.O. Issue	56,179	800	56,979	357,731
Bridge System	\$ 42,412,723	10,218,613	52,631,336	43,919,011

(Continued)

CITY OF LAREDO, TEXAS
CAPITAL IMPROVEMENTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2022

(Continued)

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
Transfers Out:				
Health Fund	\$ -	(580,252)	(580,252)	(1,469,000)
General Fund	(5,278,679)	(7,273,529)	(12,552,208)	(25,054,314)
Parks Capital Grants	-	-	-	(99,020)
Capital Grants Fund	-	-	-	(1,427,224)
TOTAL OTHER FINANCING SOURCES:	<u>40,622,496</u>	<u>17,342,429</u>	<u>57,964,925</u>	<u>34,636,254</u>
Net Change in Fund Balances	\$ <u>54,940,140</u>	8,525,091	<u>63,465,231</u>	<u>-</u>
Fund Balances-Beginning		<u>54,940,140</u>		
Fund Balances-Ending		\$ <u>63,465,231</u>		

CITY OF LAREDO, TEXAS
CANSECO ENDOWMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
REVENUES:						
Investment Income:						
Interest Earnings	\$ 300	300	447	-	447	147
TOTAL REVENUES	300	300	447	-	447	147
EXPENDITURES:						
Materials and Supplies	9,191	9,191	-	-	-	9,191
Contractual Services	5,000	5,000	-	-	-	5,000
TOTAL EXPENDITURES	14,191	14,191	-	-	-	14,191
Excess (Deficiency) of Revenues Over Expenditures	(13,891)	(13,891)	447	-	447	14,338
Fund Balances at Beginning of Year	29,267	79,282	79,282	-	79,282	-
FUND BALANCES AT END OF YEAR	\$ 15,376	65,391	79,729	-	79,729	14,338

This page intentionally left blank

INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

Internal Service funds account for the financing of goods or services provided by one City department or agency to other City departments or agencies, or to other governmental entities, on a cost- reimbursement basis.

Internal Service Funds include:

RISK MANAGEMENT FUND - to account for the transactions related to the partial self-insurance plan for medical coverage for City employees.

HEALTH AND BENEFITS FUND - to account for all expenses associated with the City's partially self-funded health benefits program.

FLEET MANAGEMENT - to account for the providing of fuel and repair services to all city owned vehicles and machinery, on a cost reimbursement basis.

INFORMATION TECHNOLOGY - to account for the providing of telecommunications services, iSeries technical support, and network technical support.

CITY OF LAREDO, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
September 30, 2022

	<u>RISK MANAGEMENT</u>	<u>HEALTH & BENEFITS</u>	<u>FLEET MANAGEMENT</u>	<u>INFORMATION TECH.</u>	<u>TOTAL</u>
ASSETS					
Current Assets:					
Cash and Cash Equivalents:					
Cash	\$ -	-	400	-	400
Equity in Investment Pool	19,599	69,607	-	4,110	93,316
Investments	4,355,746	15,411,319	-	905,982	20,673,047
Accounts Receivable	-	-	5,572	20,000	25,572
Accrued Interest Receivable	12,271	43,418	-	2,552	58,241
Inventory	-	-	1,068,493	-	1,068,493
Prepaid items	344,000	9,761	-	-	353,761
Total Current Assets	<u>4,731,616</u>	<u>15,534,105</u>	<u>1,074,465</u>	<u>932,644</u>	<u>22,272,830</u>
Noncurrent Assets:					
Capital Assets:					
Buildings	1,188	-	446,076	-	447,264
Improvements	-	-	11,391	196,626	208,017
Machinery and Equipment	46,719	17,217	583,153	6,138,625	6,785,714
Transportation Vehicles and Equipment	105,911	-	8,439,113	410,070	8,955,094
Less Accumulated Depreciation	<u>(130,056)</u>	<u>(17,217)</u>	<u>(9,105,066)</u>	<u>(4,232,989)</u>	<u>(13,485,328)</u>
Total Capital Assets (Net of Accumulated Depreciation)	<u>23,762</u>	<u>-</u>	<u>374,667</u>	<u>2,512,332</u>	<u>2,910,761</u>
TOTAL ASSETS	<u>4,755,378</u>	<u>15,534,105</u>	<u>1,449,132</u>	<u>3,444,976</u>	<u>25,183,591</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable	455,795	839,625	539,220	235,386	2,070,026
Claims and Judgments Payable	1,999,068	4,394,591	-	-	6,393,659
Due to Other Funds	-	-	1,481,864	-	1,481,864
Accrued Wages and Employee Benefits	57,844	14,982	104,234	100,193	277,253
Compensated Absences	35,252	5,971	50,654	82,319	174,196
Capital Lease Obligation	<u>1,569</u>	<u>-</u>	<u>523</u>	<u>608</u>	<u>2,700</u>
Total Current Liabilities	<u>2,549,528</u>	<u>5,255,169</u>	<u>2,176,495</u>	<u>418,506</u>	<u>10,399,698</u>
Noncurrent Liabilities:					
Capital Lease Obligations	673	-	224	261	1,158
Compensated Absences	<u>61,526</u>	<u>12,867</u>	<u>71,091</u>	<u>195,597</u>	<u>341,081</u>
Total Noncurrent Liabilities	<u>62,199</u>	<u>12,867</u>	<u>71,315</u>	<u>195,858</u>	<u>342,239</u>
TOTAL LIABILITIES	<u>2,611,727</u>	<u>5,268,036</u>	<u>2,247,810</u>	<u>614,364</u>	<u>10,741,937</u>
NET POSITION					
Net Investment in Capital Assets	21,520	-	374,667	2,511,463	2,907,650
Unrestricted	<u>2,122,131</u>	<u>10,266,069</u>	<u>(1,173,345)</u>	<u>319,149</u>	<u>11,534,004</u>
TOTAL NET POSITION	<u>\$ 2,143,651</u>	<u>10,266,069</u>	<u>(798,678)</u>	<u>2,830,612</u>	<u>14,441,654</u>

CITY OF LAREDO, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
Year ended September 30, 2022

	RISK MANAGEMENT	HEALTH & BENEFITS	FLEET MANAGEMENT	INFORMATION TECHNOLOGY	TOTAL
OPERATING REVENUES:					
Charges for Services	\$ 8,046,297	34,178,819	13,072,705	5,415,830	60,713,651
Reimbursements	6	3,791,555	102,083	32,804	3,926,448
TOTAL OPERATING REVENUES	8,046,303	37,970,374	13,174,788	5,448,634	64,640,099
OPERATING EXPENSES:					
Cost of Services	5,973,943	33,519,698	10,211,173	1,544,302	51,249,116
Personnel Services	1,360,109	415,297	2,647,625	2,612,267	7,035,298
Materials and Supplies	148,311	18,359	130,813	317,734	615,217
Contractual Services	821,457	2,242,968	660,431	775,000	4,499,856
Depreciation	17,942	-	61,884	620,448	700,274
TOTAL OPERATING EXPENSES	8,321,762	36,196,322	13,711,926	5,869,751	64,099,761
Operating Income (Loss)	(275,459)	1,774,052	(537,138)	(421,117)	540,338
NON-OPERATING REVENUES (EXPENSES):					
Investment Income:					
Interest Earnings	19,854	67,499	-	2,461	89,814
Discount Earnings	-	-	1,153	-	1,153
Interest Expense	(131)	-	(43)	(51)	(225)
Gain/(Loss) on Sale of Assets	-	-	5,280	-	5,280
TOTAL NON-OPERATING REVENUES (EXPENSES)	19,723	67,499	6,390	2,410	96,022
Income Before Contributions and Transfers	(255,736)	1,841,551	(530,748)	(418,707)	636,360
OPERATING TRANSFERS IN/(OUT):					
Transfers In	-	2,000,000	-	-	2,000,000
TOTAL OPERATING TRANSFERS IN/(OUT)	-	2,000,000	-	-	2,000,000
Change in Net Position	(255,736)	3,841,551	(530,748)	(418,707)	2,636,360
Total Net Position - Beginning	2,399,387	6,424,518	(267,930)	3,249,319	11,805,294
TOTAL NET POSITION- ENDING	\$ 2,143,651	10,266,069	(798,678)	2,830,612	14,441,654

CITY OF LAREDO, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year ended September 30, 2022

	RISK MANAGEMENT	HEALTH & BENEFITS	FLEET MANAGEMENT	INFORMATION TECHNOLOGY	TOTAL
CASH FLOW FROM OPERATING ACTIVITIES:					
Receipts from customers and users	\$ 6	4,678,282	104,560	86,528	4,869,376
Receipts from interfund services provided	8,046,297	33,292,092	13,072,705	5,352,106	59,763,200
Payment to suppliers	(5,972,513)	(35,636,568)	(10,555,684)	(2,222,084)	(54,386,849)
Payment to employees	(1,316,350)	(431,602)	(2,628,372)	(2,555,555)	(6,931,879)
Payment for interfund services used	(430,377)	(7,571)	(277,248)	(297,457)	(1,012,653)
Net cash provided (used) by operating activities	327,063	1,894,633	(284,039)	363,538	2,301,195
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfer from Other Funds	-	2,000,000	-	-	2,000,000
Advance from Other Funds	-	-	278,908	-	278,908
Net cash provided (used) by noncapital and related financing activities	-	2,000,000	278,908	-	2,278,908
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Purchase of capital assets	-	-	-	(145,306)	(145,306)
Proceeds from sales of capital debt	-	-	(502)	-	(502)
Principle Paid on capital debt	(1,503)	-	-	(582)	(2,085)
Interest Paid on capital debt	(131)	-	(43)	(51)	(225)
Proceeds from sales of capital assets	-	-	4,523	-	4,523
Net cash provided (used) by capital and related financing activities	(1,634)	-	3,978	(145,939)	(143,595)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from sales and maturity of investments	(337,401)	(3,917,517)	-	(217,611)	(4,472,529)
Interest and dividends received	14,010	42,466	1,153	1,010	58,639
Net cash provided (used) by investing activities	(323,391)	(3,875,051)	1,153	(216,601)	(4,413,890)
Net increase (decrease) in cash and cash equivalents	2,038	19,582	-	998	22,618
Cash and cash equivalents - October 1	17,561	50,025	400	3,112	71,098
Cash and cash equivalents - September 30	\$ 19,599	69,607	400	4,110	93,716
Reconciliation of Operating income to net cash provided (used) by operating activities:					
Operating income	\$ (275,459)	1,774,052	(537,138)	(421,117)	540,338
Adjustments to reconcile operating income to net cash provided (used)					
Depreciation expense	17,942	-	61,884	620,448	700,274
(Increase) decrease in accounts receivable	-	-	2,477	(10,000)	(7,523)
(Increase) decrease in inventories	-	-	(114,973)	-	(114,973)
(Increase) decrease in prepaid items	(53,000)	-	-	-	(53,000)
Increase (decrease) in accounts payable	(27,635)	373,940	284,458	117,495	748,258
Increase (decrease) in compensated absences payable	28,242	(16,498)	5,790	42,050	59,584
Increase (decrease) in accrued wages and employee benefits	15,517	193	13,463	14,662	43,835
Increase (decrease) in claims and judgements payable	621,456	(237,054)	-	-	384,402
Total adjustments	602,522	120,581	253,099	784,655	1,760,857
Net cash provided by operating activities	\$ 327,063	1,894,633	(284,039)	363,538	2,301,195
Noncash investing, capital, and financing activities:					
Disposition of Assets	-	-	757	-	757

CITY OF LAREDO, TEXAS
RISK MANAGEMENT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2022

	<u>Budgeted Amount</u>				<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Budget</u>	<u>Actual</u>	<u>Adjustment</u>	<u>Budget</u>	<u>Positive</u>
					<u>Basis</u>	<u>(Negative)</u>
OPERATING REVENUES:						
Charges for Services	\$ 8,134,366	8,134,366	8,046,297	-	8,046,297	(88,069)
Reimbursements	50,000	50,000	6	-	6	(49,994)
TOTAL OPERATING REVENUES	8,184,366	8,184,366	8,046,303	-	8,046,303	(138,063)
OPERATING EXPENSES:						
Cost of Services	6,732,563	6,151,956	5,973,943	-	5,973,943	178,013
Personnel Services	1,382,374	1,408,067	1,360,109	(28,243)	1,331,866	76,201
Materials and Supplies	130,102	181,439	148,311	-	148,311	33,128
Contractual Services	984,370	1,048,323	821,457	-	821,457	226,866
Other	600,000	558,500	-	-	-	558,500
Capital Outlay	-	40,000	-	-	-	40,000
Depreciation	-	-	17,942	(17,942)	-	-
TOTAL OPERATING EXPENSES	9,829,409	9,388,285	8,321,762	(46,185)	8,275,577	1,112,708
Operating Income (Loss)	(1,645,043)	(1,203,919)	(275,459)	46,185	(229,274)	974,645
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	9,600	9,600	19,854	-	19,854	10,254
Debt Service - Principal	(1,485)	(1,502)	-	(1,503)	(1,503)	(1)
Debt Service - Interest	(225)	(225)	(131)	-	(131)	94
TOTAL NON-OPERATING REVENUES (EXPENSES)	7,890	7,873	19,723	(1,503)	18,220	10,347
Income (Loss) Before Contributions and Transfers	(1,637,153)	(1,196,046)	(255,736)	44,682	(211,054)	984,992
Change in Net Position	(1,637,153)	(1,196,046)	(255,736)	44,682	(211,054)	984,992
Total Net Position - Beginning	2,399,387	2,399,387	2,399,387	-	2,399,387	-
TOTAL NET POSITION - ENDING	\$ 762,234	1,203,341	2,143,651	44,682	2,188,333	984,992

CITY OF LAREDO, TEXAS
RISK MANAGEMENT
STATEMENT OF CASH FLOWS
Year ended September 30, 2022

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 6
Receipts from interfund services provided	8,046,297
Payment to suppliers	(5,972,513)
Payment to employees	(1,316,350)
Payment for interfund services used	<u>(430,377)</u>
Net cash provided (used) by operating activities	<u>327,063</u>

**CASH FLOW FROM CAPITAL AND
RELATED FINANCING ACTIVITIES:**

Principle Paid on capital debt	(1,503)
Interest Paid on capital debt	<u>(131)</u>
Net cash provided (used) by capital and related financing activities	<u>(1,634)</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturity of investments	(337,401)
Interest and dividends received	<u>14,010</u>
Net cash provided (used) by investing activities	<u>(323,391)</u>

Net increase (decrease) in cash and cash equivalents	2,038
Cash and cash equivalents - October 1	<u>17,561</u>
Cash and cash equivalents - September 30	\$ <u>19,599</u>

**Reconciliation of Operating income to
net cash provided (used) by operating
activities:**

Operating income	\$ (275,459)
Adjustments to reconcile operating income to net cash provided (used)	
Depreciation expense	17,942
(Increase) decrease in prepaid items	(53,000)
Increase (decrease) in accounts payable	(27,635)
Increase (decrease) in compensated absences payable	28,242
Increase (decrease) in accrued wages and employee benefits	15,517
Increase (decrease) in claims and judgments payable	<u>621,456</u>
Total adjustments	<u>602,522</u>
Net cash provided by operating activities	\$ <u>327,063</u>

CITY OF LAREDO, TEXAS
HEALTH AND BENEFITS
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2022

	<u>Budgeted Amount</u>				<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Adjustment</u>	<u>Budget</u>	<u>Positive</u>
					<u>Basis</u>	<u>(Negative)</u>
OPERATING REVENUES:						
Charges for Services	\$ 32,515,357	32,515,357	34,178,819	-	34,178,819	1,663,462
Reimbursements	2,717,844	2,717,844	3,791,555	-	3,791,555	1,073,711
TOTAL OPERATING REVENUES	35,233,201	35,233,201	37,970,374	-	37,970,374	2,737,173
OPERATING EXPENSES:						
Cost of Services	34,422,474	35,936,308	33,519,698	-	33,519,698	2,416,610
Personnel Services	373,495	439,104	415,297	16,498	431,795	7,309
Materials and Supplies	6,584	27,380	18,359	-	18,359	9,021
Contractual Services	3,242,554	3,191,864	2,242,968	-	2,242,968	948,896
Other	1,767,492	187,943	-	-	-	187,943
Capital Outlay	-	30,000	-	-	-	30,000
TOTAL OPERATING EXPENSES	39,812,599	39,812,599	36,196,322	16,498	36,212,820	3,599,779
Operating Income (Loss)	(4,579,398)	(4,579,398)	1,774,052	(16,498)	1,757,554	6,336,952
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	28,000	28,000	67,499	-	67,499	39,499
TOTAL NON-OPERATING REVENUES (EXPENSES)	28,000	28,000	67,499	-	67,499	39,499
Income Before Contributions and Transfers	(4,551,398)	(4,551,398)	1,841,551	(16,498)	1,825,053	6,376,451
OPERATING TRANSFERS IN/(OUT):						
Transfers In:						
General Fund	-	-	2,000,000	-	2,000,000	2,000,000
TOTAL OPERATING TRANSFERS IN/(OUT)	-	-	2,000,000	-	2,000,000	2,000,000
Change in Net Position	(4,551,398)	(4,551,398)	3,841,551	(16,498)	3,825,053	8,376,451
Total Net Position - Beginning	6,424,518	6,424,518	6,424,518	-	6,424,518	-
TOTAL NET POSITION-ENDING	\$ 1,873,120	1,873,120	10,266,069	(16,498)	10,249,571	8,376,451

**CITY OF LAREDO, TEXAS
HEALTH AND BENEFITS
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 4,678,282
Receipts from interfund services provided	33,292,092
Payment to suppliers	(35,636,568)
Payment to employees	(431,602)
Payment for interfund services used	<u>(7,571)</u>
Net cash provided (used) by operating activities	<u>1,894,633</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer from other funds	<u>2,000,000</u>
Net cash provided (used) by noncapital and related financing activities	<u>2,000,000</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturity of investments	(3,917,517)
Interest and dividends received	<u>42,466</u>
Net cash provided (used) by investing activities	<u>(3,875,051)</u>

Net increase (decrease) in cash and cash equivalents	19,582
Cash and cash equivalents - October 1	<u>50,025</u>

Cash and cash equivalents - September 30	\$ <u><u>69,607</u></u>

Reconciliation of Operating income to net cash provided (used) by operating activities:

Operating income	\$ 1,774,052
Adjustments to reconcile operating income to net cash provided (used)	
Increase (decrease) in accounts payable	373,940
Increase (decrease) in compensated absences payable	(16,498)
Increase (decrease) in accrued wages and employee benefits	193
Increase (decrease) in claims and judgements payable	<u>(237,054)</u>
Total adjustments	<u>120,581</u>
Net cash provided by operating activities	\$ <u><u>1,894,633</u></u>

CITY OF LAREDO, TEXAS
FLEET MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2022

	<u>Budgeted Amount</u>				<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Adjustment</u>	<u>Budget</u>	<u>Positive</u>
					<u>Basis</u>	<u>(Negative)</u>
OPERATING REVENUES:						
Charges for Services	\$ 13,136,507	13,136,507	13,072,705	-	13,072,705	(63,802)
Reimbursements	225,000	225,000	102,083	-	102,083	(122,917)
TOTAL OPERATING REVENUES	13,361,507	13,361,507	13,174,788	-	13,174,788	(186,719)
OPERATING EXPENSES:						
Cost of Services	9,732,903	10,088,146	10,211,173	-	10,211,173	(123,027)
Personnel Services	2,759,791	2,695,651	2,647,625	(5,790)	2,641,835	53,816
Materials and Supplies	145,223	149,252	130,813	-	130,813	18,439
Contractual Services	991,710	740,113	660,431	-	660,431	79,682
Other	90,535	-	-	-	-	-
Capital Outlay	-	47,000	-	-	-	47,000
Depreciation	-	-	61,884	(61,884)	-	-
TOTAL OPERATING EXPENSES	13,720,162	13,720,162	13,711,926	(67,674)	13,644,252	75,910
Operating Income (Loss)	(358,655)	(358,655)	(537,138)	67,674	(469,464)	(110,809)
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Discount Earnings	-	-	1,153	-	1,153	1,153
Lease Purchase	(537)	(537)	-	(502)	(502)	35
Lease Interest	(74)	(74)	(43)	-	(43)	31
Gain/(Loss) on Sale of Assets	-	-	5,280	(757)	4,523	4,523
TOTAL NON-OPERATING REVENUES (EXPENSES)	(611)	(611)	6,390	(1,259)	5,131	5,742
Change in Net Position	(359,266)	(359,266)	(530,748)	66,415	(464,333)	(105,067)
Total Net Position - Beginning	(267,930)	(267,930)	(267,930)	-	(267,930)	-
TOTAL NET POSITION- ENDING	\$ (627,196)	(627,196)	(798,678)	66,415	(732,263)	(105,067)

**CITY OF LAREDO, TEXAS
FLEET MANAGEMENT FUND
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 104,560
Receipts from interfund services provided	13,072,705
Payment to suppliers	(10,555,684)
Payment to employees	(2,628,372)
Payment for interfund services used	<u>(277,248)</u>
Net cash provided (used) by operating activities	<u>(284,039)</u>

CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES:

Advance from other funds	<u>278,908</u>
Net cash provided (used) by noncapital and related financing activities	<u>278,908</u>

CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Proceeds from sales of capital debt	(502)
Interest Paid on capital debt	(43)
Proceeds from sales of capital assets	<u>4,523</u>
Net cash provided (used) by capital and related financing activities	<u>3,978</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Interest and dividends received	<u>1,153</u>
Net cash provided (used) by investing activities	<u>1,153</u>

Cash and cash equivalents - October 1	<u>400</u>

Cash and cash equivalents - September 30	\$ <u><u>400</u></u>

Reconciliation of Operating income to net cash provided (used) by operating activities:

Operating income	\$ (537,138)
Adjustments to reconcile operating income to net cash provided (used)	
Depreciation expense	61,884
(Increase) decrease in accounts receivable	2,477
(Increase) decrease in inventories	(114,973)
Increase (decrease) in accounts payable	284,458
Increase (decrease) in compensated absences payable	5,790
Increase (decrease) in accrued wages and employee benefits	<u>13,463</u>
Total adjustments	<u>253,099</u>

Net cash provided by operating activities	\$ <u><u>(284,039)</u></u>

Noncash investing, capital, and financing activities:

Dispositions of assets	757

CITY OF LAREDO, TEXAS
INFORMATION TECHNOLOGY
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2022

	<u>Budgeted Amount</u>				<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Budget</u>	<u>Actual</u>	<u>Adjustment</u>	<u>Budget</u>	<u>Positive</u>
					<u>Basis</u>	<u>(Negative)</u>
OPERATING REVENUES:						
Charges for Services	\$ 5,484,558	5,484,558	5,415,830	-	5,415,830	(68,728)
Reimbursements	80,000	80,000	32,804	-	32,804	(47,196)
TOTAL OPERATING REVENUES	5,564,558	5,564,558	5,448,634	-	5,448,634	(115,924)
OPERATING EXPENSES:						
Cost of Services	1,291,910	1,504,230	1,544,302	-	1,544,302	(40,072)
Personnel Services	2,675,859	2,675,859	2,612,267	(42,050)	2,570,217	105,642
Materials and Supplies	460,379	508,089	317,734	-	317,734	190,355
Contractual Services	1,447,813	1,107,857	775,000	-	775,000	332,857
Other	250,000	7,700	-	-	-	7,700
Capital Outlay	137,363	266,213	-	145,306	145,306	120,907
Depreciation	-	-	620,448	(620,448)	-	-
TOTAL OPERATING EXPENSES	6,263,324	6,069,948	5,869,751	(517,192)	5,352,559	717,389
Operating Income (Loss)	(698,766)	(505,390)	(421,117)	517,192	96,075	601,465
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	1,600	1,600	2,461	-	2,461	861
Capital Leases Payments	-	(582)	-	(582)	(582)	-
Interest Expense	-	-	(51)	-	(51)	(51)
TOTAL NON-OPERATING REVENUES (EXPENSES)	1,600	1,018	2,410	(582)	1,828	810
Change in Net Position	(697,166)	(504,372)	(418,707)	516,610	97,903	602,275
Total Net Position - Beginning	3,249,319	3,249,319	3,249,319	-	3,249,319	-
TOTAL NET POSITION - ENDING	\$ 2,552,153	2,744,947	2,830,612	516,610	3,347,222	602,275

CITY OF LAREDO, TEXAS
INFORMATION TECHNOLOGY FUND
STATEMENT OF CASH FLOWS
Year ended September 30, 2022

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 86,528
Receipts from interfund services provided	5,352,106
Payment to suppliers	(2,222,084)
Payment to employees	(2,555,555)
Payment for interfund services used	<u>(297,457)</u>

Net cash provided (used) by operating activities	<u>363,538</u>

**CASH FLOW FROM CAPITAL AND
RELATED FINANCING ACTIVITIES:**

Purchase of capital assets	(145,306)
Principle Paid on capital debt	(582)
Interest Paid on capital debt	<u>(51)</u>

Net cash provided (used) by capital and related financing activities	<u>(145,939)</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturity of investments	(217,611)
Interest and dividends received	<u>1,010</u>

Net cash provided (used) by investing activities	<u>(216,601)</u>

Net increase (decrease) in cash and cash equivalents	998
Cash and cash equivalents - October 1	<u>3,112</u>

Cash and cash equivalents - September 30	\$ <u><u>4,110</u></u>

**Reconciliation of Operating income to
net cash provided (used) by operating
activities:**

Operating income	\$ (421,117)
Adjustments to reconcile operating income to net cash provided (used)	
Depreciation expense	620,448
(Increase) decrease in accounts receivable	(10,000)
Increase (decrease) in accounts payable	117,495
Increase (decrease) in compensated absences payable	42,050
Increase (decrease) in accrued wages and employee benefits	<u>14,662</u>

Total adjustments	<u>784,655</u>

Net cash provided by operating activities	\$ <u><u>363,538</u></u>

CAPITAL ASSETS

CITY OF LAREDO, TEXAS
Capital Assets Used in the Operation of Governmental Funds
Comparative Schedules by Source (1)
September 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Governmental Funds Capital Assets:		
Land	\$ 117,775,598	114,054,364
Buildings	228,775,968	228,335,686
Improvements Other Than Buildings	875,073,295	839,291,106
Vehicles	96,417,150	91,731,363
Machinery & Equipment	61,311,859	58,986,319
Construction in Progress	32,706,817	16,696,562
Total Governmental Funds Capital Assets	<u>1,412,060,687</u>	<u>1,349,095,400</u>

Investments in Governmental Funds Capital Assets by Source:

General Fund	489,722,554	463,921,347
Special Revenue Funds	255,494,974	247,216,932
Capital Projects Funds	666,843,159	637,957,121
Total Investments in Governmental Funds \$	<u>1,412,060,687</u>	<u>1,349,095,400</u>

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF LAREDO, TEXAS
Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes by Function and Activity (1)
For The Year Ended September 30, 2022

FUNCTION AND ACTIVITY	BALANCE AT BEG. OF YEAR	ADDITIONS	DISPOSALS/ TRANSFERS	BALANCE AT END OF YEAR
General Government:				
Mayor and City Council	\$ 15,669	-	-	15,669
City Manager	37,339	-	-	37,339
Municipal Court	767,343	33,373	14,259	814,975
Human Resources	26,292	-	-	26,292
Building Inspections	3,051,874	-	-	3,051,874
City Secretary	24,089	-	-	24,089
Tax Office	94,937	9,360	-	104,297
City Planning	328,335	-	-	328,335
Finance	39,185	-	-	39,185
Real Estate	13,105,844	3,518,019	(2,106)	16,621,757
City Hall Maintenance	7,760,591	-	-	7,760,591
City Hall Annex	39,219	-	-	39,219
Engineering	62,056	-	-	62,056
Information Technology	569,062	-	-	569,062
Communications and Support	48,432	-	-	48,432
Community Development	40,176,577	1,016,791	-	41,193,368
Telecommunications	284,575	-	-	284,575
General Government	66,431,419	4,577,543	12,153	71,021,115
Public Safety:				
Police	8,296,552	199,010	-	8,495,562
Police Trust Fund	11,747,150	219,045	(1,142,927)	10,823,268
Auto Theft Task Force	208,292	41,258	-	249,550
Financial Task Force	1,514,924	258,644	-	1,773,568
Special Police	3,833,334	411,539	(33,496)	4,211,377
Laredo Border Violence	24,072	-	-	24,072
Homeland Security Grant	2,330,836	-	-	2,330,836
Fire	7,371,764	206,110	2,274	7,580,148
Hazardous Materials	9,085	-	-	9,085
Parking Meters	4,127,315	-	-	4,127,315
911 Administration	1,057,341	38,169	-	1,095,510
911 - General Fund	52,056	-	-	52,056
Communication System	6,879,563	-	-	6,879,563
Special Fire Grants	1,264,354	53,167	-	1,317,521
Traffic Safety	8,201,707	-	(2,835)	8,198,872
Public Safety	56,918,345	1,426,942	(1,176,984)	57,168,303

(Continued)

CITY OF LAREDO, TEXAS
Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes by Function and Activity (1)
For The Year Ended September 30, 2022

Continued

FUNCTION AND ACTIVITY	BALANCE AT BEG. OF YEAR	ADDITIONS	DISPOSALS/ TRANSFERS	BALANCE AT END OF YEAR
Public Works:				
Capital Improvements Project\$	83,954,519	6,527,693	(89,937)	90,392,275
1998 CO Issue	1,789,903	-	-	1,789,903
Infrastructure Maint.	109,578	-	-	109,578
DPW Infrastructure	7,956,450	-	-	7,956,450
Keep Laredo Beautiful	40,500	-	-	40,500
New Fire Stations	2,453,241	-	-	2,453,241
Fire Training Facility	1,807,503	-	-	1,807,503
2000 CO Issue	7,980,197	-	-	7,980,197
LEC Construction Project	33,348,400	-	(26,330)	33,322,070
2002 CO Issue	5,361,405	-	-	5,361,405
2003 CO Issue	3,725,268	-	-	3,725,268
2005 CO Issue	13,689,380	-	-	13,689,380
2006 CO Issue	18,552,783	-	-	18,552,783
2007 CO Issue	50,213,342	-	(1,145,482)	49,067,860
2008 CO Issue	29,834,867	-	(296)	29,834,571
2009 CO Issue	26,235,451	-	(161,339)	26,074,112
2010 CO Issue	4,990,905	-	-	4,990,905
2012 CO Issue	3,572,626	-	(321,636)	3,250,990
2014 CO Issue	5,881,406	3,606	-	5,885,012
2015 CO Issue	10,261,532	515,759	-	10,777,291
2016 CO Issue	16,694,798	135,156	-	16,829,954
2017 CO Issue	14,645,277	254,993	-	14,900,270
2018 CO Issue	3,534,226	448,436	-	3,982,662
2019 CO Issue	2,106,649	4,495,513	-	6,602,162
2021A CO Issue	38,879	2,576,499	-	2,615,378
FAA-Noise Abatement	18,944,149	-	-	18,944,149
Airport Construction Fund	173,865,113	-	-	173,865,113
Ryan Street Railroad Bridge	668,019	-	-	668,019
Streets of Laredo Urban Mall	1,158,524	-	-	1,158,524
Contractual Obligation	35,550,089	499,885	(836,737)	35,213,237
Parks Capital Grants	3,836,162	-	-	3,836,162
Capital Grants	31,248,443	-	-	31,248,443
Public Works	384,822,502	21,092,094	55,323	405,969,919
Public Works	\$ 998,872,086	36,549,634	(2,526,434)	1,032,895,286
				(Continued)

CITY OF LAREDO, TEXAS
Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes by Function and Activity (1)
For The Year Ended September 30, 2022

Continued

FUNCTION AND ACTIVITY	BALANCE AT BEG. OF YEAR	ADDITIONS	DISPOSALS/ TRANSFERS	BALANCE AT END OF YEAR
Health & Welfare:				
Animal Shelter	\$ 50,720	52,648	18,637	122,005
Health	8,660,109	427,509	20,830	9,108,448
Noise Abatement Lease	202,752	16,382	-	219,134
Home Investment Partnership	463,407	-	-	463,407
A.R.R.A.- C.D.	975,026	-	-	975,026
Environmental Services	42,951,548	2,200,406	(461,398)	44,690,556
Health & Welfare	53,303,562	2,696,945	(421,931)	55,578,576
Cultural & Recreational:				
Parks & Recreation	18,179,097	83,101	417,568	18,679,766
Library	7,979,487	9,681	-	7,989,168
New Public Library	22,347	-	-	22,347
Cemetery	381,781	94,695	-	476,476
Friends of the Library	944,163	-	-	944,163
Public Access Channel	4,350,877	52,677	-	4,403,554
Mercado	1,162,235	-	-	1,162,235
Convention & Visitors Bureau	231,255	27,425	(21,912)	236,768
Sports & Community Venue	20,322,768	2,429,219	-	22,751,987
Recreation Fund	239,760	39,597	-	279,357
Baseball Stadium	19,447,094	-	-	19,447,094
Max Mandel Golf Course	319,049	-	-	319,049
Parkland - Park Improvement	156,228	19,764	-	175,992
America Rescue Act	-	2,599,083	-	2,599,083
Cultural & Recreational	73,736,141	5,355,242	395,656	79,487,039
Air Transportation Services:				
Airport	83,137,286	11,575	54,690	83,203,551
Air Transportation Services	83,137,286	11,575	54,690	83,203,551
Total Assets In Service	1,332,398,839	50,617,881	(3,662,850)	1,379,353,870
Construction in Progress	16,696,562	16,056,375	(46,120)	32,706,817
Total Governmental Funds				
Capital Assets	\$ 1,349,095,401	66,674,256	(3,708,970)	1,412,060,687

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets

CITY OF LAREDO, TEXAS
Capital Assets Used in the Operations of Governmental Funds
Schedule by Function and Activity (1)
For The Year Ended September 30, 2022

FUNCTION AND ACTIVITY	TOTAL	LAND	BUILDINGS	IMPROVEMENTS O/T BLDGS	TRANSPORTATION	MACHINERY & EQUIPMENT
General Government:						
Mayor and City Council	\$ 15,669	-	-	-	9,908	5,761
City Manager	37,339	-	-	-	-	37,339
Municipal Court	814,975	39,981	63,911	27,831	21,749	661,503
Human Resources	26,292	-	-	-	26,292	-
Building	3,051,874	2,000,250	237,782	477,785	83,764	252,293
City Secretary	24,089	-	-	-	1,159	22,930
Tax Office	104,297	-	-	-	-	104,297
City Planning	328,335	-	-	299,113	1,722	27,500
Finance	39,185	-	-	-	20,173	19,012
Real Estate	16,621,757	15,082,757	1,539,000	-	-	-
City Hall Maintenance	7,760,591	3,066,074	4,181,666	-	344,839	168,012
City Hall Annex	39,219	-	-	-	24,537	14,682
Engineering	82,566	-	-	-	18,528	64,038
Information Technology	569,062	-	-	-	-	569,062
Communications and Support	48,432	-	-	-	13,968	34,464
Community Development	41,193,368	6,432,493	7,546,846	25,018,438	1,999,081	196,510
Telecommunications	284,575	-	18,683	27,808	-	238,084
General Government	71,041,625	26,621,555	13,587,888	25,850,975	2,565,720	2,415,487
Public Safety:						
Police	8,495,561	-	6,487,661	33,495	897,356	1,077,049
Police Trust Fund	10,823,268	-	920,960	-	5,069,176	4,833,132
Auto Theft Task Force	249,550	-	-	-	228,525	21,025
Financial Task Force	1,773,568	-	-	-	526,071	1,247,497
Special Police	4,211,378	-	-	-	1,753,728	2,457,650
Laredo Border Violence	24,072	-	-	-	-	24,072
Homeland Security Grant	2,330,836	-	-	-	427,219	1,903,617
Fire	7,580,148	767,503	1,423,422	-	3,907,451	1,481,772
Hazardous Materials	9,085	-	9,085	-	-	-
Parking Meters	4,127,315	1,247,536	60,342	2,309,717	140,306	369,414
911 Administration	1,095,510	-	-	-	46,141	1,049,369
911 - General Fund	52,056	-	-	-	33,590	18,466
Communications	6,879,563	-	-	-	-	6,879,563
Special Fire Grants	1,317,520	-	47,015	-	850,000	420,505
Traffic Safety	8,198,872	-	13,524	7,633,346	139,973	412,029
Public Safety	\$ 57,168,302	2,015,039	8,962,009	9,976,558	14,019,536	22,195,160

(Continued)

CITY OF LAREDO, TEXAS
Capital Assets Used in the Operations of Governmental Funds
Schedule by Function and Activity (1)
For The Year Ended September 30, 2022

(Continued)

FUNCTION AND ACTIVITY		TOTAL	LAND	BUILDINGS	IMPROVEMENTS O/T BLDGS	TRANSPORTATION	MACHINERY & EQUIPMENT
Public Works:							
Capital Improvements Projects	\$	90,392,275	1,729,840	9,234,897	67,155,745	9,684,714	2,587,079
1998 C.O. Issue		1,789,903	108,232	864,429	626,445	190,797	-
Infrastructure Maint.		109,578	-	-	105,993	3,585	-
DPW		7,956,450	-	7,956,450	-	-	-
Keep Laredo Beautiful		40,500	-	-	-	20,500	20,000
New Fire Stations		2,453,241	-	2,148,486	-	304,755	-
Fire Training Facility		1,807,503	455,769	1,184,184	-	-	167,550
2000 CO Issue		7,980,197	933,003	3,278,920	3,768,274	-	-
LEC Construction Project		33,322,069	258,500	30,505,966	-	180,622	2,376,981
2002 CO Issue		5,361,405	4,548,595	812,810	-	-	-
2003 CO Issue		3,725,268	31,022	1,584,737	2,109,509	-	-
2005 CO Issue		13,689,380	1,493,129	1,097,865	10,278,613	673,141	146,632
2006 CO Issue		18,552,783	-	8,053,796	10,054,327	444,660	-
2007 CO Issue		49,067,860	638,763	10,741,662	28,675,342	8,081,647	930,446
2008 CO Issue		29,834,571	521,679	15,098,007	11,493,484	2,420,647	300,754
2009 CO Issue		26,074,113	222,365	11,732,191	13,034,631	900,766	184,160
2010 CO Issue		4,990,905	92,264	218,104	4,619,343	13,167	48,027
2012 CO Issue		3,250,990	56,330	886,402	1,913,921	291,061	103,276
2014 CO Issue		5,885,011	-	4,000	5,701,732	131,422	47,857
2015 CO Issue		10,777,290	1,170,661	533,070	6,038,183	2,967,821	67,555
2016 CO Issue		16,829,954	3,289,420	3,805,539	5,254,362	4,423,183	57,450
2017 CO Issue		14,900,270	-	1,068,754	4,221,456	9,034,239	575,821
2018 CO Issue		3,982,662	-	61,765	3,846,076	-	74,821
2019 CO Issue		6,602,162	188,894	-	6,093,867	-	319,401
2021A CO Issue		2,615,378	-	-	2,615,378	-	-
FAA-Noise Abatement		18,944,149	17,605,254	1,338,895	-	-	-
Airport Const. Fund.		173,865,113	21,248,163	8,992,048	139,658,851	1,605,247	2,360,804
Ryan Street Railroad Bridge		668,019	-	-	668,019	-	-
Streets of Laredo Urban Mall		1,158,524	-	-	1,158,524	-	-
Contractual Obligations		35,213,237	-	82,591	465,399	22,838,928	11,826,319
Parks Capital Grants		3,836,162	498,762	-	3,219,706	111,223	6,471
Capital Grants		31,248,443	4,600	398,390	30,845,453	-	-
Public Works		405,969,923	3,930,258	3,877,910	393,348,712	4,589,386	223,657
Public Works		1,032,895,288	59,025,503	125,561,868	756,971,345	68,911,511	22,425,061
Health & Welfare:							
Health		9,108,449	437,707	5,133,403	252,702	563,306	2,721,331
Noise Abtm. Lease		219,133	-	-	-	190,469	28,664
Home Investment Partnership		463,407	-	463,407	-	-	-
Animal Shelter		122,005	-	-	-	18,638	103,367
A.R.R.A.-CD		975,026	-	-	975,026	-	-
Environmental Services		44,690,556	4,582,752	1,623,806	33,688,941	4,274,884	520,173
Health & Welfare	\$	55,578,576	5,020,459	7,220,616	34,916,669	5,047,297	3,373,535

(Continued)

CITY OF LAREDO, TEXAS
Capital Assets Used in the Operations of Governmental Funds
Schedule by Function and Activity (1)
For The Year Ended September 30, 2022

(Continued)

FUNCTION AND ACTIVITY	TOTAL	LAND	BUILDINGS	IMPROVEMENTS O/T BLDGS	TRANSPORTATION	MACHINERY & EQUIPMENT
Cultural & Recreational:						
Parks & Recreation	\$ 18,659,255	11,017,735	3,406,584	262,123	2,721,715	1,251,098
Library	7,989,168	-	7,124,408	33,000	108,736	723,024
New Public Library	22,347	-	22,347	-	-	-
Cemetery	476,476	-	7,900	94,695	313,838	60,043
Friends of the Library	944,163	-	261,792	-	-	682,371
Public Access Channel	4,403,554	-	1,406,518	190,349	184,262	2,622,425
Mercado	1,162,235	-	1,162,235	-	-	-
Convention & Visitor's Bureau	236,768	-	17,300	-	169,879	49,589
Sports & Community Venue	22,751,987	9,282,588	986,696	9,250,426	244,350	2,987,927
Recreation Fund	279,357	-	-	54,943	176,878	47,536
Baseball Stadium	19,447,094	-	17,975,174	541,760	-	930,160
Max Mandel Golf Course	319,049	-	-	-	253,896	65,153
Parkland - Park Improvement	175,992	-	-	175,992	-	-
America Rescue Plan Act	2,599,083	-	-	2,079,709	-	519,374
Cultural & Recreational	79,466,528	20,300,323	32,370,954	12,682,997	4,173,554	9,938,700
Air Transportation Services:						
Airport	83,203,551	4,792,719	41,072,633	34,674,751	1,699,532	963,916
Air Transportation Services	83,203,551	4,792,719	41,072,633	34,674,751	1,699,532	963,916
Total Assets in service	1,379,353,870	117,775,598	228,775,968	875,073,295	96,417,150	61,311,859
Construction in Progress	32,706,817					
Total Governmental Funds Capital Assets	\$ 1,412,060,687					

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

This page intentionally left blank

ENTERPRISE FUNDS

ENTERPRISE FUNDS

Enterprise funds account for the acquisition, operation and maintenance of the City's facilities and services which are entirely or predominantly supported by user charges or those for which the City has decided that periodic determination of the revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability and or other purposes. All activities necessary to provide services are accounted for in these funds, including, but not limited to, administration, operations, and maintenance.

Enterprise Funds include:

MUNICIPAL TRANSIT SYSTEM - to account for the proceeds from the City's Transit System and a grant from the U.S. Department of Transportation, Urban Mass Transportation, used for operating and maintaining the Transit System.

BRIDGE SYSTEM - to account for toll proceeds from four international bridges and the related operations, maintenance and debt service.

MUNICIPAL HOUSING FUND- to account for proceeds from low income housing units partially funded from HUD Section 8 and the related operational and maintenance disbursements.

WATERWORKS SYSTEM - to account for the operations, maintenance and debt service from two water treatment plants and twenty four booster stations and the related revenue received from customers.

SEWER SYSTEM - to account for the operations, maintenance and debt service of the City's six sewage treatment plants and its related revenue received from customers.

SOLID WASTE FUND - to account for the landfill and recycling center operations and revenues collected from landfill fees and Federal and State mandates fees, and for the construction of the municipal landfill.

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
STATEMENT OF NET POSITION
September 30, 2022

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING CORPORATION	TOTALS
ASSETS			
Current Assets:			
Cash and Cash Equivalents:			
Cash	\$ 16,360	200	16,560
Equity in Investment Pool	40,784	1,292	42,076
Investments	9,432,500	329,905	9,762,405
Receivables, net of allowances:			
Accrued Interest	25,505	929	26,434
Accounts	740,571	43,076	783,647
Due from Other Governments	2,060,293	599	2,060,892
Inventory, at cost	261,866	-	261,866
Total Current Assets	12,577,879	376,001	12,953,880
Noncurrent Assets:			
Restricted Assets:			
Accrued Interest Receivable	2,714	-	2,714
Investments	647,817	-	647,817
Total Restricted Assets	650,531	-	650,531
Capital Assets:			
Transportation Vehicles and Equipment	22,266,045	346,341	22,612,386
Buildings	14,574,019	3,655,624	18,229,643
Improvements	10,907,383	143,775	11,051,158
Land and Improvements	9,521,557	384,116	9,905,673
Construction in Progress	2,933,273	-	2,933,273
Less Accumulated Depreciation	(32,801,200)	(3,916,964)	(36,718,164)
Total Capital Assets (net of accumulated depreciation)	27,401,077	612,892	28,013,969
Total Noncurrent Assets	28,051,608	612,892	28,664,500
TOTAL ASSETS	40,629,487	988,893	41,618,380
Deferred Outflows of Resources	2,257,298	69,791	2,327,089
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 42,886,785	1,058,684	43,945,469
			(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
STATEMENT OF NET POSITION
September 30, 2022

Continued

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING CORPORATION	TOTALS
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 820,024	33,046	853,070
Accrued Interest Payable	11,670	-	11,670
Accrued Wages and Employee Benefits	478,617	27,235	505,852
Compensated Absences	170,459	21,874	192,333
Customer Deposits	16,675	113,846	130,521
Capital Lease Obligations	2,177	523	2,700
Unearned Revenue	-	22,450	22,450
General Obligation Bonds	205,100	-	205,100
Certificates of Obligation	160,000	-	160,000
Total Current Liabilities	<u>1,864,722</u>	<u>218,974</u>	<u>2,083,696</u>
Noncurrent Liabilities:			
General Obligation Bonds	759,200	-	759,200
Certificates of Obligation	1,828,494	-	1,828,494
Net Pension Liability	1,701,369	668,050	2,369,419
Capital Lease Obligations	934	224	1,158
Compensated Absences	132,240	43,469	175,709
Total Noncurrent Liabilities	<u>4,422,237</u>	<u>711,743</u>	<u>5,133,980</u>
TOTAL LIABILITIES	<u>6,286,959</u>	<u>930,717</u>	<u>7,217,676</u>
Deferred Inflows of Resources	<u>809,161</u>	<u>79,618</u>	<u>888,779</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>7,096,120</u>	<u>1,010,335</u>	<u>8,106,455</u>
NET POSITION			
Net Investment in Capital Assets	25,564,393	612,145	26,176,538
Unrestricted	10,226,272	(563,796)	9,662,476
TOTAL NET POSITION	<u>\$ 35,790,665</u>	<u>48,349</u>	<u>35,839,014</u>

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
Year ended September 30, 2022

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING	TOTALS
OPERATING REVENUES:			
Charges for Services	\$ 2,250,389	224,418	2,474,807
Rental of Facilities	573,134	1,554,820	2,127,954
Fees and Collections	-	17,251	17,251
Miscellaneous	161,330	4,508	165,838
TOTAL OPERATING REVENUES	2,984,853	1,800,997	4,785,850
OPERATING EXPENSES:			
Personnel Services	12,147,805	655,688	12,803,493
Materials and Supplies	2,541,342	210,315	2,751,657
Contractual Services	3,196,904	1,041,883	4,238,787
Other	55,055	14,761	69,816
Total Operating Expenses Before Depreciation	17,941,106	1,922,647	19,863,753
Depreciation Expense	2,005,002	41,206	2,046,208
TOTAL OPERATING EXPENSES	19,946,108	1,963,853	21,909,961
Operating Income (Loss)	(16,961,255)	(162,856)	(17,124,111)
NONOPERATING REVENUES (EXPENSES):			
Investment Income:			
Interest Earnings	6,207	2,028	8,235
Interest Earnings - Restricted	30,094	-	30,094
Discount Earnings	122	-	122
Miscellaneous	9,221	-	9,221
Sales Tax	10,727,110	-	10,727,110
Gain (Loss) on Sale of Assets	26,023	1,214	27,237
Interest Expense	(101,168)	(44)	(101,212)
Gain (Loss) on Advance Refunding	(50,005)	-	(50,005)
Federal Operating Grant	5,045,243	-	5,045,243
CARES Act Operating Grant	6,427,615	-	6,427,615
FEMA	-	902	902
TVC- Homes for Texas Heroes	-	248,910	248,910
TVC- Financial Assistance Program	-	599	599
Fiscal Agent Fees	(900)	-	(900)
Bond Issuance Cost/Premiums Amortized	59,009	-	59,009
Other Non-Operating Expenses	(225,463)	-	(225,463)
State Operating Grant	637,564	-	637,564
TOTAL NONOPERATING REVENUES (EXPENSES)	22,590,672	253,609	22,844,281
Income (Loss) Before Contributions and Transfers	5,629,417	90,753	5,720,170
Capital Contributions-Grants	326,309	-	326,309
Transfers Out:			
Home Investment	-	(98)	(98)
Change in Net Position	5,955,726	90,655	6,046,381
Total Net Position-Beginning	29,834,939	(42,306)	29,792,633
Total Net Position-Ending	\$ 35,790,665	48,349	35,839,014

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year ended September 30, 2022

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING	TOTALS
CASH FLOW FROM OPERATING ACTIVITIES:			
Receipts from customers and users	\$ 2,112,882	1,786,900	3,899,782
Receipts from interfund services provided	133,789	-	133,789
Payments to suppliers	(5,066,854)	(1,026,221)	(6,093,075)
Payments to employees	(11,804,234)	(674,931)	(12,479,165)
Payments for interfund services used	(200,143)	(262,233)	(462,376)
Net cash provided (used) by operating activities	(14,824,560)	(176,485)	(15,001,045)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfer to other funds	-	(98)	(98)
Subsidy from federal and state grants	12,110,422	254,324	12,364,746
Sales Tax	10,727,110	-	10,727,110
Net cash provided (used) by noncapital and related financing activities	22,837,532	254,226	23,091,758
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Purchases of capital assets	-	(33,210)	(33,210)
Subsidy from federal and state grants	(1,464,518)	-	(1,464,518)
Principal paid on capital debt	(583,398)	713	(582,685)
Interest paid on capital debt	(104,610)	(44)	(104,654)
Acquisition and construction of capital assets	(616,226)	-	(616,226)
Net cash provided (used) by capital and related financing activities	(2,768,752)	(32,541)	(2,801,293)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sales and maturities of investments	(5,243,408)	(46,565)	(5,289,973)
Interest and dividends received	23,639	1,552	25,191
Net cash provided (used) by investing activities	(5,219,769)	(45,013)	(5,264,782)
Net increase (decrease) in cash and cash equivalents	24,451	187	24,638
Cash and cash equivalents, October 1	32,693	1,305	33,998
Cash and cash equivalents, September 30	\$ 57,144	1,492	58,636

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year ended September 30, 2022

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING	TOTALS
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income	\$ (16,961,255)	(162,856)	(17,124,111)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	2,005,002	41,206	2,046,208
(Increase) decrease in accounts receivable	(738,507)	(42,169)	(780,676)
Increase in allowance for uncollectible accounts	100	14,264	14,364
(Increase) decrease in inventories	11,754	-	11,754
Increase in customer deposits	225	8,066	8,291
Increase (decrease) in accounts payable	(20,981)	6,539	(14,442)
Increase (decrease) in retainage payable	-	(28,034)	(28,034)
Increase (decrease) in deferred revenues	-	5,742	5,742
Increase (decrease) in compensated absences payable	3,301	17,952	21,253
Increase (decrease) in deferred outflows-pension	(1,663,110)	(13,634)	(1,676,744)
Increase (decrease) in deferred inflows-pension	(1,297,441)	68,149	(1,229,292)
Increase (decrease) in deferred inflows-leases	735,674	-	735,674
Increase (decrease) in net pension liability	3,028,039	(98,712)	2,929,327
Increase (decrease) in accrued wages and employee benefits	72,639	7,002	79,641
Total adjustments	2,136,695	(13,629)	2,123,066
Net cash provided (used) by operating activities	\$ (14,824,560)	(176,485)	(15,001,045)
Noncash investing, capital, and financing activities:			
Bond issuance cost amortized	(59,009)	-	(59,009)
Loss on advance refunding	50,005	-	50,005

CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Charges for Services	\$ 3,839,812	3,839,812	2,250,389	-	2,250,389	(1,589,423)
Miscellaneous	138,192	112,692	161,330	-	161,330	48,638
Rental of Facilities	624,588	650,088	573,134	-	573,134	(76,954)
TOTAL OPERATING REVENUES	4,602,592	4,602,592	2,984,853	-	2,984,853	(1,617,739)
OPERATING EXPENSES:						
Opt-Fixed Route:						
Personnel Services	7,144,021	7,144,021	7,406,268	2,363	7,408,631	(264,610)
Materials and Supplies	941,884	1,118,944	1,208,334	-	1,208,334	(89,390)
Contractual Services	569,479	568,859	1,074,436	-	1,074,436	(505,577)
Other	210,845	319,611	23,069	-	23,069	296,542
Total Opt-Fixed Route	8,866,229	9,151,435	9,712,107	2,363	9,714,470	(563,035)
Opt-Para Transit:						
Personnel Services	1,144,994	1,144,994	996,490	(294)	996,196	148,798
Materials and Supplies	163,200	292,761	220,847	-	220,847	71,914
Contractual Services	218,406	264,649	405,060	-	405,060	(140,411)
Other	18,500	23,037	27,238	-	27,238	(4,201)
Total Opt-Para Transit	1,545,100	1,725,441	1,649,635	(294)	1,649,341	76,100
Maint-Fixed Route:						
Personnel Services	1,977,098	1,977,098	1,933,347	6,328	1,939,675	37,423
Materials and Supplies	1,016,247	885,858	972,615	-	972,615	(86,757)
Contractual Services	318,878	348,210	186,837	-	186,837	161,373
Total Maint-Fixed Route	3,312,223	3,211,166	3,092,799	6,328	3,099,127	112,039
Maint-Para Transit:						
Personnel Services	272,728	272,728	262,652	572	263,224	9,504
Materials and Supplies	107,449	103,760	24,741	-	24,741	79,019
Contractual Services	68,448	69,685	20,562	-	20,562	49,123
Total Maint-Para Transit	448,625	446,173	307,955	572	308,527	137,646
Training and Safety:						
Personnel Services	87,745	87,745	82,197	(714)	81,483	6,262
Materials and Supplies	14,350	15,120	12,190	-	12,190	2,930
Contractual Services	2,031	2,031	3,772	-	3,772	(1,741)
Total Training and Safety	104,126	104,896	98,159	(714)	97,445	7,451
Building/Grounds:						
Personnel Services	458,741	458,741	428,304	666	428,970	29,771
Materials and Supplies	78,768	63,157	19,180	-	19,180	43,977
Contractual Services	259,467	334,254	224,484	-	224,484	109,770
Total Building/Grounds	\$ 796,976	856,152	671,968	666	672,634	183,518

(Continued)

(Continued)

CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
Bus Stop/Shelters:						
Personnel Services	\$ 83,090	83,090	104,666	-	104,666	(21,576)
Materials and Supplies	123,693	40,621	6,939	-	6,939	33,682
Contractual Services	15,125	18,932	5,465	-	5,465	13,467
Total Bus Stop/Shelters	221,908	142,643	117,070	-	117,070	25,573
General Administration:						
Personnel Services	603,419	603,419	594,750	(8,262)	586,488	16,931
Materials and Supplies	24,690	31,747	27,363	-	27,363	4,384
Contractual Services	807,409	851,700	890,807	-	890,807	(39,107)
Other	-	10,286,002	3,234	-	3,234	10,282,768
Total General Administration	1,435,518	11,772,868	1,516,154	(8,262)	1,507,892	10,264,976
Transit Center Building:						
Personnel Services	229,749	229,749	236,460	(335)	236,125	(6,376)
Materials and Supplies	60,600	53,093	47,239	-	47,239	5,854
Contractual Services	340,352	404,160	376,749	-	376,749	27,411
Other	-	1,310	1,307	-	1,307	3
Capital Outlay	-	11,440	-	5,660	5,660	5,780
Total Transit Center Building	630,701	699,752	661,755	5,325	667,080	32,672
Transit Center Facility:						
Personnel Services	78,691	78,691	102,671	(3,624)	99,047	(20,356)
Materials and Supplies	2,000	2,000	1,894	-	1,894	106
Contractual Services	21,031	75,984	8,732	-	8,732	67,252
Other	200	200	207	-	207	(7)
Capital Outlay	-	248,501	-	100,161	100,161	148,340
Debt Service	740	740	-	-	-	740
Total Transit Center Facility	102,662	406,116	113,504	96,537	210,041	196,075
Total Operating Expenses Before Depreciation	17,464,068	28,516,642	17,941,106	102,521	18,043,627	10,473,015
Depreciation	-	-	2,005,002	(2,005,002)	-	-
TOTAL OPERATING EXPENSES	17,464,068	28,516,642	19,946,108	(1,902,481)	18,043,627	10,473,015
Operating Income (Loss)	\$ (12,861,476)	(23,914,050)	(16,961,255)	1,902,481	(15,058,774)	8,855,276

(Continued)

CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	\$ -	-	6,207	-	6,207	6,207
Interest Earnings-Restricted	8,000	8,000	30,094	-	30,094	22,094
Discount Earnings	100	100	122	-	122	22
Miscellaneous	9,500	47,934	9,221	-	9,221	(38,713)
Sales Tax	8,483,704	8,483,704	10,727,110	-	10,727,110	2,243,406
Loss on Sale of Asstes	600	600	26,023	-	26,023	25,423
Interest Expense	(119,188)	(119,188)	(101,168)	(2,542)	(103,710)	15,478
Principal Paid Revenue Bonds	(581,313)	(581,313)	-	(583,398)	(583,398)	(2,085)
Loss on Advanced Refunding	-	-	(50,005)	50,005	-	-
Bond Issuance Costs/Premiums Amortized	-	-	59,009	(59,009)	-	-
FTA Operating Grant	3,528,686	5,058,146	5,045,243	-	5,045,243	(12,903)
CARES Act Operating Grant	-	9,095,393	6,427,615	-	6,427,615	(2,667,778)
Fiscal Agent Fees	-	-	(900)	-	(900)	(900)
State Operating Grant	659,313	659,313	637,564	-	637,564	(21,749)
Construction	-	(12,829,327)	-	(310,965)	(310,965)	12,518,362
Other Non-Operating Expenses	(1,304,274)	(2,547,259)	(225,463)	-	(225,463)	2,321,796
TOTAL NONOPERATING REVENUES AND (EXPENSES)	10,685,128	7,276,103	22,590,672	(905,909)	21,684,763	14,408,660
Income (Loss) Before Contributions and Transfers	(2,176,348)	(16,637,947)	5,629,417	996,572	6,625,989	23,263,936
Capital Contributions:						
Federal Capital Grant	553,932	12,822,830	326,309	-	326,309	(12,496,521)
State Capital Grant	637,564	917,564	-	-	-	(917,564)
Transfers In:						
Transit Sales Tax	8,776,055	9,084,556	-	3,261,312	3,261,312	(5,823,244)
Transfers Out:						
General Fund	-	(244,882)	-	-	-	244,882
El Metro Operations	(8,580,202)	(8,776,055)	-	(3,261,312)	(3,261,312)	5,514,743
Transit System	(83,075)	(1,000,000)	-	-	-	1,000,000
Capital and Planning	(112,778)	-	-	-	-	-
Change in Net Position	(984,852)	(3,833,934)	5,955,726	996,572	6,952,298	10,786,232
Total Net Position-Beginning	29,834,939	29,834,939	29,834,939	-	29,834,939	-
Total Net Position-Ending	\$ 28,850,087	26,001,005	35,790,665	996,572	36,787,237	10,786,232

**CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 2,112,882
Receipts from interfund services provided	133,789
Payments to suppliers	(5,066,854)
Payments to employees	(11,804,234)
Payments for interfund services used	(200,143)
Net cash provided (used) by operating activities	(14,824,560)

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Subsidy from federal and state grants	12,110,422
Sales Tax	10,727,110
Net cash provided (used) by noncapital and related financing activities	22,837,532

**CASH FLOWS FROM CAPITAL AND
RELATED FINANCING ACTIVITIES:**

Subsidy from federal and state grants	(1,464,518)
Acquisition and construction of capital assets	(616,226)
Principal paid on capital debt	(583,398)
Interest paid on capital debt	(104,610)
Net cash provided (used) by capital and related financing activities	(2,768,752)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	(5,243,408)
Interest and dividends received	23,639
Net cash provided (used) by investing activities	(5,219,769)

Net increase (decrease) in cash and cash equivalents

24,451

Cash and cash equivalents, October 1

32,693

Cash and cash equivalents, September 30

\$ 57,144

(Continued)

**CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	(16,961,255)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		2,005,002
(Increase) decrease in accounts receivable		(738,507)
Increase in allowance for uncollectible accounts		100
(Increase) decrease in inventories		11,754
Increase in customer deposits		225
Increase (decrease) in accounts payable		(20,981)
Increase (decrease) in compensated absences payable		3,301
Increase (decrease) in net pension liability		3,028,039
Increase (decrease) in deferred outflows-pension		(1,663,110)
Increase (decrease) in deferred inflows-pension		(1,297,441)
Increase (decrease) in deferred inflows-leases		735,674
Increase (decrease) in accrued wages and employee benefits		72,639
Total adjustments		2,136,695
Net cash provided (used) by operating activities	\$	(14,824,560)

**Noncash investing, capital and financing
activities:**

Bond issuance cost amortized	(59,009)
Loss on Advance Refunding	50,005

CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022

	Budgeted Amount				Actual	Variance
	Original	Final	Actual	Adjustments	Budget Basis	Positive (Negative)
OPERATING REVENUES:						
Rental of Facilities	\$ 199,630	198,787	196,616	-	196,616	(2,171)
Toll Receipts	67,951,278	67,951,278	74,468,875	-	74,468,875	6,517,597
Miscellaneous	865,991	865,958	1,049,812	-	1,049,812	183,854
TOTAL OPERATING REVENUES	69,016,899	69,016,023	75,715,303	-	75,715,303	6,699,280
OPERATING EXPENSES:						
Laredo Bridge Operations:						
Personnel Services	2,736,745	2,759,745	2,376,020	(23,728)	2,352,292	407,453
Materials and Supplies	263,020	308,009	165,558	-	165,558	142,451
Contractual Services	38,558,779	40,221,303	41,899,973	-	41,899,973	(1,678,670)
Other	1,356,989	13,780	7,121	-	7,121	6,659
Capital Outlay	35,002	89,443	-	57,823	57,823	31,620
Total Laredo Bridge Operations	42,950,535	43,392,280	44,448,672	34,095	44,482,767	(1,090,487)
Bridge II Operations:						
Personnel Services	2,784,589	2,804,589	2,401,856	(11,493)	2,390,363	414,226
Materials and Supplies	372,863	408,763	259,207	-	259,207	149,556
Contractual Services	767,490	754,853	501,854	-	501,854	252,999
Other	-	-	(1,183)	-	(1,183)	1,183
Capital Outlay	898	18,975	-	898	898	18,077
Total Bridge II Operations	3,925,840	3,987,180	3,161,734	(10,595)	3,151,139	836,041
Colombia Bridge Operations:						
Personnel Services	1,386,866	1,401,866	1,174,795	(9,536)	1,165,259	236,607
Materials and Supplies	72,169	109,569	78,770	-	78,770	30,799
Contractual Services	525,644	535,838	313,769	-	313,769	222,069
Other	-	-	(104)	-	(104)	104
Capital Outlay	11,888	20,882	-	11,888	11,888	8,994
Total Colombia Bridge Operations	1,996,567	2,068,155	1,567,230	2,352	1,569,582	498,573
Refrigerated Facility:						
Contractual Services	293,446	293,446	144,790	-	144,790	148,656
Total Refrigerated Facility	293,446	293,446	144,790	-	144,790	148,656
Port Police:						
Personnel Services	683,029	731,919	752,200	-	752,200	(20,281)
Materials and Supplies	3,500	3,500	-	-	-	3,500
Contractual Services	1,500	1,500	1,450	-	1,450	50
Capital Outlay	200,000	200,000	-	41,031	41,031	158,969
Total Port Police	888,029	936,919	753,650	41,031	794,681	142,238
Fourth Bridge Operations:						
Personnel Services	2,846,555	2,639,555	2,237,856	14,225	2,252,081	387,474
Materials and Supplies	384,951	414,451	257,716	-	257,716	156,735
Contractual Services	1,330,916	1,619,784	1,262,468	-	1,262,468	357,316
Other	-	1,000	(74)	-	(74)	1,074
Capital Outlay	898	64,967	-	55,974	55,974	8,993
Total Fourth Bridge Operations	4,563,320	4,739,757	3,757,966	70,199	3,828,165	911,592
Total Operating Expenses Before Depreciation	54,617,737	55,417,737	53,834,042	137,082	53,971,124	1,446,613
Depreciation	-	-	3,061,413	(3,061,413)	-	-
TOTAL OPERATING EXPENSES	54,617,737	55,417,737	56,895,455	(2,924,331)	53,971,124	1,446,613
Operating Income (Loss)	\$ 14,399,162	13,598,286	18,819,848	2,924,331	21,744,179	8,145,893

(Continued)

**CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022**

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	\$ 43,089	43,932	72,735	-	72,735	28,803
Interest Earnings - Restricted	18,468	18,468	51,908	-	51,908	33,440
Gain/(Loss) On Sale of Assets	-	33	3,987	-	3,987	3,954
Operating Grant	-	-	39	-	39	39
Capital Grant	18,000,000	18,000,000	4,267,701	-	4,267,701	(13,732,299)
Bond Issues	-	4,325,000	-	4,325,000	4,325,000	-
Interest Expense	(1,094,563)	(1,094,563)	(1,094,579)	-	(1,094,579)	(16)
Principal Paid	(5,054,800)	(5,054,800)	-	(5,052,667)	(5,052,667)	2,133
Amoritzation Expense-Leases			(4,533)		(4,533)	
Fiscal Agent Fees	(5,500)	(5,500)	(4,400)	-	(4,400)	1,100
Bond Issuance Cost/Premiums Amortized	-	-	209,999	(209,999)	-	-
Other Non-Operating Expenses	(10,979,395)	(15,304,395)	(10,483,225)	-	(10,483,225)	4,821,170
Construction	(15,718,829)	(15,718,829)	-	-	-	15,718,829
TOTAL NONOPERATING REVENUES (EXPENSES)	(14,791,530)	(14,790,654)	(6,980,368)	(937,666)	(7,918,034)	6,872,620
Income (Loss) Before Contributions and Transfers	(392,368)	(1,192,368)	11,839,480	1,986,665	13,826,145	15,018,513
Transfers In:						
Bridge Operating Fund	6,661,446	6,661,446	-	10,160,442	10,160,442	3,498,996
Transfers Out:						
Capital Improvements Fund	(8,341,178)	(8,341,178)	(10,218,613)	-	(10,218,613)	(1,877,435)
Debt Service	(6,646,446)	(5,846,446)	-	(10,145,442)	(10,145,442)	(4,298,996)
Bridge Refrigerated Facility	(15,000)	(15,000)	-	(15,000)	(15,000)	-
Change in Net Position	(8,733,546)	(8,733,546)	1,620,867	1,986,665	3,607,532	12,341,078
Total Net Position-Beginning	48,020,423	48,020,423	48,020,423	-	48,020,423	-
Total Net Position-Ending	\$ 39,286,877	39,286,877	49,641,290	1,986,665	51,627,955	12,341,078

**CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 75,884,152
Payments to suppliers	(3,191,676)
Payments to employees	(9,589,494)
Payments for interfund services used	(40,861,506)
Net cash provided by operating activities	22,241,476

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer to other funds	(10,218,613)
Subsidy from federal and state grants	1,519,459
Net cash provided (used) by noncapital and related financing activities	(8,699,154)

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Proceeds from capital debt	4,325,000
Acquisition and construction of capital assets	(10,650,839)
Principal paid on capital debt	(5,052,667)
Interest paid on capital debt	(1,103,508)
Proceeds from sales of capital assets	3,987
Net cash provided (used) by capital and related financing activities	(12,478,027)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	(1,160,364)
Interest and dividends received	111,982
Net cash provided (used) by investing activities	(1,048,382)

Net increase (decrease) in cash and cash equivalents	15,913
Cash and cash equivalents, October 1	73,145
Cash and cash equivalents, September 30	\$ 89,058

(Continued)

**CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	18,819,848
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		3,061,413
(Increase) decrease in accounts receivable		(95,146)
Increase (decrease) in accounts payable		823,054
Increase (decrease) in deferred revenues		184,038
Increase (decrease) in compensated absences payable		30,533
Increase (decrease) in net pension liability		(1,386,015)
Increase (decrease) in deferred outflows-pension		(340,318)
Increase (decrease) in deferred inflows-pension		987,280
Increase (decrease) in accrued wages and employee benefits		61,753
Increase (decrease) in leases receivable		(15,081)
Increase (decrease) in deferred inflows-leases		95,038
Increase (decrease) in lease liabilities		15,079
Total adjustments		3,421,628
Net cash provided by operating activities	\$	22,241,476

**Noncash investing, capital, and financing
activities:**

Bond issuance cost amortized	(393,128)
Loss on advance refunding	183,129

**CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022**

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Rental of Facilities	\$ 1,590,550	1,589,450	1,554,820	-	1,554,820	(34,630)
Charges for Services	205,755	205,755	224,418	-	224,418	18,663
Fees and Collections	35,000	35,000	17,251	-	17,251	(17,749)
Miscellaneous	300	1,400	4,508	-	4,508	3,108
TOTAL OPERATING REVENUES	1,831,605	1,831,605	1,800,997	-	1,800,997	(30,608)
OPERATING EXPENSES:						
Airport Housing:						
Personnel Services	660,098	660,098	569,499	(16,327)	553,172	106,926
Materials and Supplies	212,510	225,088	161,726	-	161,726	63,362
Contractual Services	686,724	669,519	550,743	-	550,743	118,776
Other	552	-	14,264	(14,264)	-	-
Capital Outlay	14,828	31,253	-	16,382	16,382	14,871
Total Airport Housing	1,574,712	1,585,958	1,296,232	(14,209)	1,282,023	303,935
West Laredo Housing:						
Personnel Services	89,041	89,041	68,842	(1,624)	67,218	21,823
Materials and Supplies	35,000	32,826	29,387	-	29,387	3,439
Contractual Services	224,968	215,344	176,639	-	176,639	38,705
Total West Laredo Housing	349,009	337,211	274,868	(1,624)	273,244	63,967
Downtown Elderly Duplex:						
Personnel Services	2,809	2,578	2,137	-	2,137	441
Materials and Supplies	3,990	6,761	3,469	-	3,469	3,292
Contractual Services	16,221	13,681	13,716	-	13,716	(35)
Total Downtown Elderly Duplex Project	23,020	23,020	19,322	-	19,322	3,698
Elderly Housing-Convent St:						
Personnel Services	28,098	14,996	13,302	-	13,302	1,694
Materials and Supplies	300	15,404	13,386	-	13,386	2,018
Contractual Services	23,847	40,241	32,470	-	32,470	7,771
Other	-	-	442	-	442	(442)
Capital Outlay	-	20,198	-	16,828	16,828	3,370
Total Elderly Housing-Convent St.	52,245	90,839	59,600	16,828	76,428	14,411
F. Salinas Elderly Duplex:						
Personnel Services	8,430	2,081	1,908	-	1,908	173
Materials and Supplies	2,320	13,573	1,806	-	1,806	11,767
Contractual Services	23,650	18,746	19,401	-	19,401	(655)
Total F Salinas Elderly Duplex	34,400	34,400	23,115	-	23,115	11,285
TVC-Homes for Tx Heroes:						
Materials and Supplies	-	1,086	541	-	541	545
Contractual Services	-	521,658	248,369	-	248,369	273,289
Other	250,000	27,256	-	-	-	27,256
Total TVC-Homes for Tx Heroes	\$ 250,000	550,000	248,910	-	248,910	301,090

(Continued)

CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive Negative
	Original	Final				
TVC-Financial Assistance Program:						
Materials and Supplies	\$ -	382	-	-	-	382
Contractual Services	-	67,800	545	-	545	67,255
Other	-	6,818	55	-	55	6,763
Total TVC-Financial Assistance Program	-	75,000	600	-	600	74,400
Weatherization Grant:						
Contractual Services	120,000	45,000	-	-	-	45,000
Total Weatherization Grant	120,000	45,000	-	-	-	45,000
Total Operating Expenses Before Depreciation	2,403,386	2,741,428	1,922,647	995	1,923,642	817,786
Depreciation Expense	-	-	41,206	(41,206)	-	-
TOTAL OPERATING EXPENSES	2,403,386	2,741,428	1,963,853	(40,211)	1,923,642	817,786
Operating Income (Loss)	(571,781)	(909,823)	(162,856)	40,211	(122,645)	787,178
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	1,600	1,600	2,028	-	2,028	428
Intergovernmental Revenues:						
FEMA	-	-	902	-	902	902
TVC-Homes for Texas Heroes	250,000	550,000	248,910	-	248,910	(301,090)
TVC-Financial Assistance Program	120,000	75,000	599	-	599	(74,401)
Principal paid	-	(480)	-	(501)	(501)	(21)
Interest Expense	-	(72)	(44)	-	(44)	28
Gain (Loss) From Sales of Assets	1,350	1,050	1,214	-	1,214	164
Weatherization Grant	-	45,000	-	-	-	(45,000)
TOTAL NONOPERATING REVENUES (EXPENSES)	372,950	672,098	253,609	(501)	253,108	(418,990)
Income (Loss) Before Contributions and Transfers	(198,831)	(237,725)	90,753	39,710	130,463	368,188
Transfer Out:						
Home Investment	-	-	(98)	-	(98)	(98)
Change in Net Position	(198,831)	(237,725)	90,655	39,710	130,365	368,090
Total Net Position-Beginning	(42,306)	(42,306)	(42,306)	-	(42,306)	-
Total Net Position-Ending	\$ (241,137)	(280,031)	48,349	39,710	88,059	368,090

**CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 1,786,900
Payments to suppliers	(1,026,221)
Payments to employees	(674,931)
Payments for interfund services used	(262,233)
Net cash provided by operating activities	(176,485)

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer to other funds	(98)
Subsidiary from federal and state grant	254,324
Net cash provided (used) by noncapital and related financing activities	254,226

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Purchases of capital assets	(33,210)
Principal paid on capital debt	713
Interest paid on capital debt	(44)
Net cash provided (used) by capital and related financing activities	(32,541)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	(46,565)
Interest and dividends received	1,552
Net cash provided (used) by investing activities	(45,013)

Net increase (decrease) in cash and cash equivalents	187
Cash and cash equivalents, October 1	1,305
Cash and cash equivalents, September 30	\$ 1,492

(Continued)

**CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	(162,856)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		41,206
(Increase) decrease in accounts receivable		(42,169)
Increase in allowance for uncollectible accounts		14,264
Increase (decrease) in customer deposits		8,066
Increase (decrease) in accounts payable		6,539
Increase (decrease) in retainage payable		(28,034)
Increase (decrease) in deferred revenues		5,742
Increase (decrease) in compensated absences payable		17,952
Increase (decrease) in deferred outflows-pension		(13,634)
Increase (decrease) in deferred inflows-pension		68,149
Increase (decrease) in net pension liability		(98,712)
Increase (decrease) in accrued wages and employee benefits		7,002
Total adjustments		(13,629)
Net cash provided by operating activities	\$	(176,485)

CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Charges for Services	\$ 50,495,499	50,495,499	54,233,927	-	54,233,927	3,738,428
Miscellaneous	6,066,449	6,058,289	6,611,593	-	6,611,593	553,304
TOTAL OPERATING REVENUES	56,561,948	56,553,788	60,845,520	-	60,845,520	4,291,732
OPERATING EXPENSES:						
General and Administrative:						
Personnel Services	1,047,959	1,049,900	943,618	(6,556)	937,062	112,838
Materials and Supplies	252,978	214,324	180,695	-	180,695	33,629
Contractual Services	4,601,569	4,579,444	4,336,371	-	4,336,371	243,073
Other	1,980,621	1,203,473	1,588,945	(1,395,405)	193,540	1,009,933
Total General and Administrative	7,883,127	7,047,141	7,049,629	(1,401,961)	5,647,668	1,399,473
GIS:						
Personnel Services	392,531	289,210	261,725	(1,428)	260,297	28,913
Materials and Supplies	4,751	5,251	561	-	561	4,690
Contractual Services	48,617	48,092	25,187	-	25,187	22,905
Total GIS	445,899	342,553	287,473	(1,428)	286,045	56,508
Utility Engineering:						
Personnel Services	1,374,743	1,002,104	898,752	20,658	919,410	82,694
Materials and Supplies	33,031	33,661	28,756	-	28,756	4,905
Contractual Services	89,431	88,810	64,563	-	64,563	24,247
Total Utility Engineering	1,497,205	1,124,575	992,071	20,658	1,012,729	111,846
Utility Billing:						
Personnel Services	2,790,060	2,449,122	2,463,296	(14,178)	2,449,118	4
Materials and Supplies	1,537,335	1,532,575	1,488,431	-	1,488,431	44,144
Contractual Services	1,498,334	1,632,197	1,595,606	-	1,595,606	36,591
Other	-	183	175	-	175	8
Total Utility Billing	5,825,729	5,614,077	5,547,508	(14,178)	5,533,330	80,747
Asset Management:						
Personnel Services	242,415	256,334	233,741	(4,644)	229,097	27,237
Materials and Supplies	21,000	15,500	14,081	-	14,081	1,419
Contractual Services	54,399	48,988	41,881	-	41,881	7,107
Total Asset Management	317,814	320,822	289,703	(4,644)	285,059	35,763
Water Treatment:						
Personnel Services	3,339,097	3,500,275	3,236,727	(8,672)	3,228,055	272,220
Materials and Supplies	1,964,394	3,586,101	3,154,375	-	3,154,375	431,726
Contractual Services	4,409,894	5,389,446	5,186,653	-	5,186,653	202,793
Other	413,801	-	-	-	-	-
Capital Outlay	-	5,500	-	-	-	5,500
Total Water Treatment	10,127,186	12,481,322	11,577,755	(8,672)	11,569,083	912,239
Transmission and Distribution:						
Personnel Services	3,787,303	2,931,930	2,771,705	45,515	2,817,220	114,710
Materials and Supplies	1,041,889	1,217,972	1,349,704	-	1,349,704	(131,732)
Contractual Services	1,095,824	1,178,609	1,085,106	-	1,085,106	93,503
Other	-	15,000	(153,618)	-	(153,618)	168,618
Total Transmission and Distribution	\$ 5,925,016	5,343,511	5,052,897	45,515	5,098,412	245,099

(Continued)

CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022

(Continued)

	Budgeted Amount				Actual	Variance
	Original	Final	Actual	Adjustments	Budget Basis	Positive (Negative)
Water Pollution Control:						
Personnel Services	\$ 712,822	702,384	646,787	(3,636)	643,151	59,233
Materials and Supplies	46,476	82,744	70,487	-	70,487	12,257
Contractual Services	127,470	74,787	54,210	-	54,210	20,577
Other	197,984	12,400	5,005	-	5,005	7,395
Total Water Pollution Control	1,084,752	872,315	776,489	(3,636)	772,853	99,462
Total Operating Expenses Before Depreciation	33,106,728	33,146,316	31,573,525	(1,368,346)	30,205,179	2,941,137
Depreciation Expense	-	-	12,096,071	(12,096,071)	-	-
TOTAL OPERATING EXPENSES	33,106,728	33,146,316	43,669,596	(13,464,417)	30,205,179	2,941,137
Operating Income (Loss)	23,455,220	23,407,472	17,175,924	13,464,417	30,640,341	7,232,869
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	197,029	197,029	318,023	-	318,023	120,994
Interest Earnings Restricted	143,373	442,988	409,940	-	409,940	(33,048)
Discount Earnings	25,000	25,000	16,971	-	16,971	(8,029)
Premiums	-	846,215	-	846,215	846,215	-
Miscellaneous	300,000	452,458	745,357	-	745,357	292,899
Water Availability Fees	2,535,185	2,535,185	3,403,089	-	3,403,089	867,904
Gain on Sale of Assets	-	8,160	42,535	(2,112)	40,423	32,263
Debt Issuance	-	82,665,000	-	82,665,000	82,665,000	-
Intergovernmental Revenue	-	-	1,544	-	1,544	1,544
Interest Expense	(10,182,170)	(10,182,050)	(10,374,336)	228,321	(10,146,015)	36,035
Principal Paid	(9,898,247)	(9,898,793)	-	(9,898,770)	(9,898,770)	23
Fiscal Agent Fees	-	-	(6,500)	-	(6,500)	(6,500)
Lease Amortization	-	-	(6,476)	-	(6,476)	-
Bond Issuance Cost/Premiums Amortized	-	(816,350)	680,451	(1,486,989)	(806,538)	9,812
Loss on Advance Funding	-	-	(815,097)	815,097	-	-
Water Rights Acq./Water Conservation	(4,810,877)	(4,810,877)	(1,175)	(2,695,638)	(2,696,813)	2,114,064
Other Non-Operating Expenses	(3,398,621)	(17,879,613)	(3,140,356)	(1,179,309)	(4,319,665)	13,559,948
Construction	(7,210,596)	(129,419,291)	-	(14,889,063)	(14,889,063)	114,530,228
TOTAL NONOPERATING REVENUES (EXPENSES)	(32,299,924)	(85,834,939)	(8,726,030)	54,402,752	45,676,722	131,511,661
Income (Loss) Before Contributions and Transfers	(8,844,704)	(62,427,467)	8,449,894	67,867,169	76,317,063	138,744,530
Capital Contributions:						
Developer Improvement	-	-	6,382,343	(6,382,343)	-	-
Transfer In:						
Waterworks Operations to Construction	4,789,705	4,789,705	-	560,059	560,059	(4,229,646)
Water Availability to Debt Service	380,000	380,000	-	380,000	380,000	-
Waterworks Bond Funds	-	4,922,677	-	4,922,677	4,922,677	-
Waterworks Operations to Debt Service	19,244,082	19,244,082	-	21,200,760	21,200,760	1,956,678
Transfers Out:						
Water Construction Fund	(4,789,705)	(4,789,705)	-	(560,059)	(560,059)	4,229,646
Water Debt Service-Water Availability	(380,000)	(380,000)	-	(380,000)	(380,000)	-
Water Debt Service-Operations	(19,244,082)	(19,244,082)	-	(21,200,760)	(21,200,760)	(1,956,678)
Waterworks Bond Funds	-	(4,922,677)	-	(4,922,677)	(4,922,677)	-
General Fund	(50,000)	(9,986)	(8,392)	-	(8,392)	1,594
Change in Net Position	(8,894,704)	(62,437,453)	14,823,845	61,484,826	76,308,671	138,746,124
Total Net Position-Beginning	183,848,629	183,848,629	183,848,629	-	183,848,629	-
Total Net Position-Ending	\$ 174,953,925	121,411,176	198,672,474	61,484,826	260,157,300	138,746,124

**CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 59,646,538
Receipts from interfund services provided	991,112
Payments to suppliers	(15,988,076)
Payments to employees	(12,352,835)
Payments for interfund services used	(4,707,483)
Net cash provided by operating activities	27,589,256

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer to other funds	(27,071,888)
Transfer from other funds	27,063,496
Subsidiary from federal and state grants	9,266
Net cash provided (used) by noncapital and related financing activities	874

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Proceeds from capital debt	82,704,677
Purchases of capital assets	(17,716,672)
Principal paid on capital debt	(9,898,770)
Interest paid on capital debt	(10,152,486)
Net cash provided (used) by capital and related financing activities	44,936,749

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	(72,990,046)
Interest and dividends received	523,025
Issuance of notes receivable	(696)
Net cash provided (used) by investing activities	(72,467,717)

Net increase (decrease) in cash and cash equivalents	59,162
Cash and cash equivalents, October 1	308,649

Cash and cash equivalents, September 30	\$ 367,811

(Continued)

**CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	17,175,924
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		12,096,071
(Increase) decrease in accounts receivable		(2,003,525)
Increase (decrease) in allowance for uncollectible accounts		1,391,090
(Increase) decrease in inventories		(917,503)
Increase (decrease) in customer deposits		210,430
Increase (decrease) in accounts payable		321,287
Increase (decrease) in deferred revenues		15,664
Increase (decrease) in compensated absences payable		(27,060)
Increase (decrease) in net pension liability		(1,911,326)
Increase (decrease) in deferred inflows-pension		1,344,340
Increase (decrease) in deferred outflows-pension		(385,434)
Increase (decrease) in accrued wages and employee benefits		82,996
(Increase) decrease in Unamortized Lease Receivable		(17,872)
Increase (decrease) in Lease Liabilities		17,831
Increase (decrease) in deferred inflows-leases		196,343
Total adjustments		10,413,332
Net cash provided by operating activities	\$	27,589,256

**Noncash investing, capital, and financing
activities:**

Bond issuance cost amortized	1,486,989
Contributions of capital assets from developers	6,382,343
Accrued interest payable	(228,325)
Loss on advance refunding	815,097

CITY OF LAREDO, TEXAS
SEWER SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
OPERATING REVENUES:						
Charges for Services	\$ 41,911,064	41,911,064	44,268,273	-	44,268,273	2,357,209
Miscellaneous	-	-	797	-	797	797
TOTAL OPERATING REVENUES	41,911,064	41,911,064	44,269,070	-	44,269,070	2,358,006
OPERATING EXPENSES:						
Administrative:						
Materials and Supplies	54,972	53,859	18,668	-	18,668	35,191
Contractual Services	8,194,173	8,206,832	8,071,880	-	8,071,880	134,952
Other	875,194	863,648	724,463	(726,322)	(1,859)	865,507
Total Administrative	9,124,339	9,124,339	8,815,011	(726,322)	8,088,689	1,035,650
Wastewater Treatment:						
Personnel Services	3,496,158	3,421,942	3,063,141	43,324	3,106,465	315,477
Materials and Supplies	1,036,407	1,243,107	1,042,842	-	1,042,842	200,265
Contractual Services	4,116,843	4,099,865	3,646,593	-	3,646,593	453,272
Other	117,911	2,000	1,500	-	1,500	500
Total Wastewater Treatment	8,767,319	8,766,914	7,754,076	43,324	7,797,400	969,514
Wastewater Collection:						
Personnel Services	3,021,731	3,054,612	2,761,201	(22,834)	2,738,367	316,245
Materials and Supplies	987,298	986,086	977,528	-	977,528	8,558
Contractual Services	1,587,499	1,459,545	1,243,311	-	1,243,311	216,234
Other	-	26,401	26,401	-	26,401	-
Capital Outlay	17,990	87,872	-	87,126	87,126	746
Total Wastewater Collection	5,614,518	5,614,516	5,008,441	64,292	5,072,733	541,783
Total Operating Expenses Before Depreciation	23,506,176	23,505,769	21,577,528	(618,706)	20,958,822	2,546,947
Depreciation Expense	-	-	9,355,588	(9,355,588)	-	-
TOTAL OPERATING EXPENSES	23,506,176	23,505,769	30,933,116	(9,974,294)	20,958,822	2,546,947
Operating Income (Loss)	\$ 18,404,888	18,405,295	13,335,954	9,974,294	23,310,248	4,904,953
						(Continued)

(Continued)

**CITY OF LAREDO, TEXAS
SEWER SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022**

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	\$ 121,647	121,647	248,309	-	248,309	126,662
Interest Earnings Restricted	97,570	944,070	567,576	-	567,576	(376,494)
Discount Earnings	18,626	18,626	13,729	-	13,729	(4,897)
Premium	-	408,943	-	408,943	408,943	-
Gain/Loss On Sale of Assets	-	22,040	88,438	-	88,438	66,398
Bond Issues	-	39,550,000	-	39,550,000	39,550,000	-
Miscellaneous	320,000	364,110	1,263,914	-	1,263,914	899,804
Interest Expense	(5,449,096)	(5,449,096)	(5,827,225)	108,556	(5,718,669)	(269,573)
Principal Paid	(8,170,747)	(8,171,154)	-	(8,171,146)	(8,171,146)	8
Fiscal Agent Fees	-	-	(6,900)	-	(6,900)	(6,900)
Leases Amortization	-	-	(702)	-	(702)	-
Bond Issuance Cost/Premiums Amortized	-	(394,132)	288,986	(674,846)	(385,860)	8,272
Loss on Advance Refunding	-	-	(242,541)	242,541	-	-
Other Non-Operating Expenses	(1,735,169)	(24,541,400)	(451,649)	(751,390)	(1,203,039)	23,338,361
Construction	(781,004)	(132,626,231)	-	(10,529,877)	(10,529,877)	122,096,354
TOTAL NONOPERATING REVENUES (EXPENSES)	(15,578,173)	(129,752,577)	(4,058,065)	20,182,781	16,124,716	145,877,293
Income (Loss) Before Contributions and Transfers	2,826,715	(111,347,282)	9,277,889	30,157,075	39,434,964	150,782,246
Capital Contributions:						
Contributions - Developers	-	-	6,928,087	(6,928,087)	-	-
Transfers In:						
Sewer Operations to Debt Service	13,087,785	13,087,785	-	14,798,657	14,798,657	1,710,872
Sewer Bond Funds	-	2,355,084	-	2,355,083	2,355,083	(1)
Sewer Operations to Construction	897,585	18,987,585	-	599,697	599,697	(18,387,888)
Transfers Out:						
Sewer Debt Service-Bonds	-	(2,355,084)	-	(2,355,083)	(2,355,083)	1
Sewer Debt Service	(13,087,785)	(13,087,785)	-	(14,798,657)	(14,798,657)	(1,710,872)
Sewer Construction Fund	(897,585)	(18,897,585)	-	(599,697)	(599,697)	18,297,888
Change in Net Position	2,826,715	(111,257,282)	16,205,976	23,228,988	39,434,964	150,692,246
Total Net Position-Beginning	127,001,243	127,001,243	127,001,243	-	127,001,243	-
Total Net Position-Ending	\$ 129,827,958	15,743,961	143,207,219	23,228,988	166,436,207	150,692,246

**CITY OF LAREDO, TEXAS
SEWER SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 43,257,018
Receipts from interfund services provided	815,201
Payments to suppliers	(11,047,755)
Payments to employees	(6,294,888)
Payments for interfund services used	(3,720,914)
Net cash provided by operating activities	23,008,662

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer from other funds	17,753,437
Transfer to other funds	(17,753,437)
Net cash provided (used) by noncapital and related financing activities	-

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Proceeds from capital debt	39,573,083
Acquisition and construction of capital assets	(10,467,690)
Principal paid on capital debt	(8,171,146)
Interest paid on capital debt	(5,719,371)
Net cash provided (used) by capital and related financing activities	15,214,876

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	(38,850,088)
Interest and dividends received	667,881
Issuance of notes receivable	46
Net cash provided (used) by investing activities	(38,182,161)

Net increase (decrease) in cash and cash equivalents	41,377
Cash and cash equivalents, October 1	196,032
Cash and cash equivalents, September 30	\$ 237,409

(Continued)

**CITY OF LAREDO, TEXAS
SEWER SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	13,335,954
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		9,355,588
(Increase) decrease in accounts receivable		(920,773)
Increase (decrease) in allowance for uncollectible accounts		726,322
(Increase) decrease in inventories		(193,307)
Increase (decrease) in accounts payable		1,175,467
Increase (decrease) in deferred revenues		(45)
Increase (decrease) in compensated absences payable		(20,489)
Increase (decrease) in net pension liability		(949,602)
Increase (decrease) in deferred inflows-pension		663,399
Increase (decrease) in deferred outflows-pension		(169,425)
Increase (decrease) in accrued wages and employee benefits		5,571
(Increase) decrease in Unamortized Lease Receivable		(2,355)
Increase (decrease) in Lease Liabilities		2,357
Total adjustments		9,672,708
Net cash provided by operating activities	\$	23,008,662

**Noncash investing, capital, and financing
activities:**

Contributions of capital assets from developers & others	6,928,087
Bond issuance cost amortized	674,846
Accrued interest payable	(108,559)
Loss on advance refunding	242,541

CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Charges for Services	\$ 27,366,689	27,366,689	29,421,148	-	29,421,148	2,054,459
Rental of Facilities	83,353	-	344,747	-	344,747	344,747
Miscellaneous	-	-	7,938	-	7,938	7,938
TOTAL OPERATING REVENUES	27,450,042	27,366,689	29,773,833	-	29,773,833	2,407,144
OPERATING EXPENSES:						
Administration:						
Personnel Services	-	311,863	277,296	(21,751)	255,545	56,318
Materials and Supplies	311,863	25,472	17,491	-	17,491	7,981
Contractual Services	15,911	86,584	69,922	-	69,922	16,662
Other	85,845	-	-	-	-	-
Capital Outlay	-	28,000	-	27,611	27,611	389
Total Administration	413,619	451,919	364,709	5,860	370,569	81,350
Branch Division:						
Personnel Services	685,888	685,888	662,742	(40,230)	622,512	63,376
Materials and Supplies	58,137	74,133	61,960	-	61,960	12,173
Contractual Services	42,115	17,115	12,379	-	12,379	4,736
Total Branch Division	786,140	777,136	737,081	(40,230)	696,851	80,285
Recycling:						
Personnel Services	1,019,934	1,019,934	894,213	32,711	926,924	93,010
Materials and Supplies	92,154	83,250	25,029	-	25,029	58,221
Contractual Services	119,566	131,874	87,407	-	87,407	44,467
Total Recycling	1,231,654	1,235,058	1,006,649	32,711	1,039,360	195,698
Sanitation:						
Personnel Services	5,705,024	6,015,854	5,533,125	22,677	5,555,802	460,052
Materials and Supplies	1,529,499	1,987,645	1,855,076	-	1,855,076	132,569
Contractual Services	3,960,803	4,019,712	3,910,912	-	3,910,912	108,800
Other	579,800	64,255	238,090	-	238,090	(173,835)
Capital Outlay	1,000,000	298,093	-	148,528	148,528	149,565
Total Sanitation	12,775,126	12,385,559	11,537,203	171,205	11,708,408	677,151
Landfill:						
Personnel Services	1,583,203	1,683,823	1,543,921	11,296	1,555,217	128,606
Materials and Supplies	700,571	850,915	824,748	-	824,748	26,167
Contractual Services	3,341,884	5,332,105	3,410,839	-	3,410,839	1,921,266
Other	1,000,000	1,002,000	1,183,275	-	1,183,275	(181,275)
Capital Outlay	196,000	221,428	-	18,000	18,000	203,428
Total Landfill	6,821,658	9,090,271	6,962,783	29,296	6,992,079	2,098,192
Ponderosa Landfill:						
Materials and Supplies	4,000	24,715	22,916	-	22,916	1,799
Contractual Services	122,400	183,183	163,583	-	163,583	19,600
Total Ponderosa Landfill	126,400	207,898	186,499	-	186,499	21,399
Total Operating Expenses Before Depreciation	22,154,597	24,147,841	20,794,924	198,842	20,993,766	3,154,075
Depreciation Expense	-	-	4,583,165	(4,583,165)	-	-
TOTAL OPERATING EXPENSES	22,154,597	24,147,841	25,378,089	(4,384,323)	20,993,766	3,154,075
Operating Income (Loss)	\$ 5,295,445	3,218,848	4,395,744	4,384,323	8,780,067	5,561,219

(Continued)

CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2022

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	\$ 25,664	60,000	192,426	-	192,426	132,426
Interest Earnings-Restricted	-	393,322	40,495	-	40,495	(352,827)
Discount Earnings	-	-	10,975	-	10,975	10,975
Gain (Loss) From Sale of Assets	-	-	102,495	2,781	105,276	105,276
Interest Expense	(909,330)	(1,717,666)	(1,664,438)	48,272	(1,616,166)	101,500
Gain (Loss) on Advance Refunding	-	-	(87,721)	87,721	-	-
Principal Paid	(3,971,861)	(4,500,278)	-	(4,501,560)	(4,501,560)	(1,282)
Fiscal Agent Fees	-	(3,000)	(2,800)	-	(2,800)	200
Bond Issuance Cost/Premiums Amortized	-	(16,725)	563,079	(563,079)	-	16,725
Other Non-Operating Expenses	(1,545,441)	(454,823)	(636)	-	(636)	454,187
Construction	-	(2,341,709)	-	(646,939)	(646,939)	1,694,770
TOTAL NONOPERATING REVENUES (EXPENSES)	(6,400,968)	(8,580,879)	(846,125)	(5,572,804)	(6,418,929)	2,161,950
Income (Loss) Before Contributions and Transfers	(1,105,523)	(5,362,031)	3,549,619	(1,188,481)	2,361,138	7,723,169
Contributions						
Transfers In:						
Solid Waste Fund	6,424,962	6,424,962	-	6,118,892	6,118,892	(306,070)
COVID-19 Economic Relief	-	551,353	551,353	-	551,353	-
Transfers Out:						
Solid Waste Fund	(6,424,962)	(6,424,962)	-	(6,118,892)	(6,118,892)	306,070
Change in Net Position	(1,105,523)	(4,810,678)	4,100,972	(1,188,481)	2,912,491	7,723,169
Total Net Position-Beginning	29,984,148	29,984,148	29,984,148	-	29,984,148	-
Total Net Position-Ending	\$ 28,878,625	25,173,470	34,085,120	(1,188,481)	32,896,639	7,723,169

**CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 28,767,816
Receipts from interfund services provided	860,637
Payments to suppliers	(13,378,121)
Payments to employees	(3,530,454)
Payments for interfund services used	(6,053,415)
Net cash provided by operating activities	6,666,463

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer from other funds	551,353
Net cash provided (used) by noncapital and related financing activities	551,353

**CASH FLOWS FROM CAPITAL AND
RELATED FINANCING ACTIVITIES:**

Principal paid on capital debt	(4,501,560)
Interest paid on capital debt	(1,618,964)
Acquisition and construction of capital assets	251,009
Proceeds from sales of capital assets	105,276
Net cash provided (used) by capital and related financing activities	(5,764,239)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	(1,653,677)
Interest and dividends received	221,814
Net cash provided (used) by investing activities	(1,431,863)

Net increase (decrease) in cash and cash equivalents	21,714
Cash and cash equivalents, October 1	139,622
Cash and cash equivalents, September 30	\$ 161,336

(Continued)

**CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT
STATEMENT OF CASH FLOWS
Year ended September 30, 2022**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	4,395,744
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		4,583,165
(Increase) decrease in accounts receivable		(472,036)
Increase (decrease) in allowance for uncollectible accounts		326,952
(Increase) decrease in inventories		(9,550)
Increase (decrease) in accounts payable		(1,484,944)
Increase (decrease) in deferred revenues		(296)
Increase (decrease) in compensated absences payable		(4,703)
Increase (decrease) in deferred outflows-pension		(292,692)
Increase (decrease) in deferred inflows-pension		1,004,693
Increase (decrease) in net pension liability		(1,427,001)
Increase (decrease) in accrued wages and employee benefits		47,131
Total adjustments		2,270,719
Net cash provided by operating activities	\$	6,666,463

**Noncash investing, capital, and financing
activities:**

Current closure and post closure costs	(1,092,723)
Bond issuance cost amortized	563,079
Loss on advance refunding	(87,721)
Accrued interest payable	(48,272)

This page intentionally left blank

FIDUCIARY FUNDS

FIDUCIARY FUNDS

Fiduciary funds account for assets held by the City in a trustee capacity or as an agent for other agencies or individuals, private organizations or governmental units, and/or other funds. Fiduciary funds include custodial funds and pension trust funds.

Custodial Funds include:

POLICE RETIREE DEPENDENTS - to account for contributions made by city police officers and the City for expenses associated with health benefits premiums for retired police officers' dependents.

FIRE RETIREE DEPENDENTS - to account for contributions made by city fire fighters and the City for expenses associated with health benefits premiums for retired fire fighters' dependents.

PAYROLL CLEARING - to account for cash transfers received from other City funds and the disbursement of net wages and payroll related fringe benefits and payables.

Pension Trust Funds include:

CITY ANNUITY - to account for contributions made by the city departments to pay for City retirees' health insurance and death benefits.

**CITY OF LAREDO, TEXAS
COMBINING STATEMENT OF NET POSITION
CUSTODIAL FUNDS
SEPTEMBER 30, 2022**

	CUSTODIAL FUNDS			
	POLICE RETIREE DEPENDENTS FUND	FIRE RETIREE DEPENDENTS FUND	PAYROLL CLEARING FUND	TOTAL CUSTODIAL FUNDS
ASSETS				
Equity in Investment Pool	\$ 1,373	755	12,633	14,761
Accounts Receivable	-	-	2,814	2,814
Accrued Interest Receivable	873	462	7,749	9,084
Investments, at Fair Market Value	309,809	164,115	2,750,601	3,224,525
TOTAL ASSETS	312,055	165,332	2,773,797	3,251,184
LIABILITIES				
Accounts Payable	312,055	165,332	2,773,797	3,251,184
TOTAL LIABILITIES	312,055	165,332	2,773,797	3,251,184
NET POSITION				
Held in Trust for Pension Benefits, Plan Participants, and Other Purposes	\$ -	-	-	-

CITY OF LAREDO, TEXAS
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
CUSTODIAL FUNDS
Year Ended September 30, 2022

POLICE RETIREES DEPENDENTS FUND

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
ASSETS				
Cash and Cash Equivalents:				
Equity in Investment Pool	\$ 657	1,090,462	1,089,746	1,373
Accrued Interest Receivable	187	873	187	873
Investments, at Fair Market Value	<u>116,969</u>	<u>309,809</u>	<u>116,969</u>	<u>309,809</u>
TOTAL ASSETS	<u>117,813</u>	<u>1,401,144</u>	<u>1,206,902</u>	<u>312,055</u>
LIABILITIES				
Accounts Payable	<u>117,813</u>	<u>312,055</u>	<u>117,813</u>	<u>312,055</u>
TOTAL LIABILITIES	<u>\$ 117,813</u>	<u>312,055</u>	<u>117,813</u>	<u>312,055</u>

FIRE RETIREES DEPENDENTS FUND

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
ASSETS				
Cash and Cash Equivalents:				
Equity in Investment Pool	\$ 942	1,149,598	1,149,785	755
Accrued Interest Receivable	322	462	322	462
Investments, at Fair Market Value	<u>201,244</u>	<u>164,115</u>	<u>201,244</u>	<u>164,115</u>
TOTAL ASSETS	<u>202,508</u>	<u>1,314,175</u>	<u>1,351,351</u>	<u>165,332</u>
LIABILITIES				
Accounts Payable	<u>202,508</u>	<u>165,332</u>	<u>202,508</u>	<u>165,332</u>
TOTAL LIABILITIES	<u>\$ 202,508</u>	<u>165,332</u>	<u>202,508</u>	<u>165,332</u>

(Continued)

CITY OF LAREDO, TEXAS
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
CUSTODIAL FUNDS
Year Ended September 30, 2022

(Continued)

PAYROLL CLEARING FUND

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
ASSETS				
Cash and Cash Equivalents:				
Equity in Investment Pool	\$ 11,569	137,946,969	137,945,905	12,633
Accounts Receivable	2,813	14,649	14,648	2,814
Accrued Interest Receivable	4,261	7,749	4,261	7,749
Investments, at Fair Market Value	2,664,124	2,750,601	2,664,124	2,750,601
TOTAL ASSETS	<u>2,682,767</u>	<u>140,719,968</u>	<u>140,628,938</u>	<u>2,773,797</u>
LIABILITIES				
Accounts Payable	2,682,767	120,712,021	120,620,991	2,773,797
Accrued Wages and Benefits	-	74,456,292	74,456,292	-
TOTAL LIABILITIES	<u>\$ 2,682,767</u>	<u>195,168,313</u>	<u>195,077,283</u>	<u>2,773,797</u>

TOTALS-ALL CUSTODIAL FUNDS

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
ASSETS				
Cash and Cash Equivalents:				
Equity in Investment Pool	\$ 13,168	140,187,029	140,185,436	14,761
Accounts Receivable	2,813	14,649	14,648	2,814
Accrued Interest Receivable	4,770	9,084	4,770	9,084
Investments, at Fair Market Value	2,982,337	3,224,525	2,982,337	3,224,525
TOTAL ASSETS	<u>3,003,088</u>	<u>143,435,287</u>	<u>143,187,191</u>	<u>3,251,184</u>
LIABILITIES				
Accounts Payable	3,003,088	121,189,408	120,941,312	3,251,184
Accrued Wages and Benefits	-	74,456,292	74,456,292	-
TOTAL LIABILITIES	<u>\$ 3,003,088</u>	<u>195,645,700</u>	<u>195,397,604</u>	<u>3,251,184</u>

CITY OF LAREDO, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	LAREDO FIREFIGHTERS RETIREMENT SYSTEM PENSION TRUST FUND	CITY ANNUITY PENSION TRUST FUND	TOTAL PENSION TRUST FUNDS
ADDITIONS:			
Contributions:			
Employer Contributions	\$ 9,453,537	2,099,045	11,552,582
Plan Members	6,720,528	110,990	6,831,518
Other Contributions	-	3,697	3,697
	<u>16,174,065</u>	<u>2,213,732</u>	<u>18,387,797</u>
Total Contributions			
Investment Earnings:			
Interest Earnings and Dividends	3,119,552	-	3,119,552
Net Increase (decrease) in the Fair Value of Investments	(42,378,736)	-	(42,378,736)
Gains (Loss) on Sale of Investment	5,528,243	-	5,528,243
	<u>(33,730,941)</u>	<u>-</u>	<u>(33,730,941)</u>
Total Investment Earnings			
Less: Investment Expense	(378,547)	-	(378,547)
	<u>(34,109,488)</u>	<u>-</u>	<u>(34,109,488)</u>
Net Investment Earnings			
	<u>(17,935,423)</u>	<u>2,213,732</u>	<u>(15,721,691)</u>
TOTAL ADDITIONS			
DEDUCTIONS:			
Benefits	13,339,542	2,057,079	15,396,621
Administrative Expenses	253,539	156,653	410,192
	<u>13,593,081</u>	<u>2,213,732</u>	<u>15,806,813</u>
TOTAL DEDUCTIONS			
Change in Net Position	(31,528,504)	-	(31,528,504)
Net Position - Beginning	211,681,142	-	211,681,142
NET POSITION - ENDING	<u>\$ 180,152,638</u>	<u>-</u>	<u>180,152,638</u>

This page intentionally left blank

STATISTICAL SECTION

STATISTICAL SECTION

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

FINANCIAL TRENDS

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time. (Tables 1-5)

REVENUE CAPACITY

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax. (Tables 6-10)

DEBT CAPACITY

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

(Tables 11-16)

DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place. (Tables 17-20)

OPERATING INFORMATION

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report. (Tables 21-25)

Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

**NET POSITION BY COMPONENT
LAST TEN FISCAL PERIODS
(ACCRUAL BASIS OF ACCOUNTING)**

CITY OF LAREDO, TEXAS

TABLE 1

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Net investment in capital assets	\$ 435,213,156	\$ 454,275,907	\$ 487,452,144	\$ 497,557,400	\$ 513,425,058	\$ 524,030,871	\$ 539,561,284	\$ 540,492,170	\$ 558,314,171	\$ 588,486,215
Restricted	32,487,338	52,746,758	39,488,100	41,402,347	42,852,730	45,893,175	51,542,494	55,603,164	67,998,262	80,844,913
Unrestricted	<u>24,657,948</u>	<u>(9,084,181)</u>	<u>(103,494,138)</u>	<u>(178,284,762)</u>	<u>(202,436,440)</u>	<u>(247,151,115)</u>	<u>(250,291,351)</u>	<u>(298,310,360)</u>	<u>(266,315,233)</u>	<u>(260,348,698)</u>
Total governmental activities net position	<u>\$ 492,358,442</u>	<u>\$ 497,938,484</u>	<u>\$ 423,446,106</u>	<u>\$ 360,674,985</u>	<u>\$ 353,841,348</u>	<u>\$ 322,772,931</u>	<u>\$ 340,812,427</u>	<u>\$ 297,784,974</u>	<u>\$ 359,997,200</u>	<u>\$ 408,982,430</u>
Business-type activities										
Net investment in capital assets	\$ 308,880,051	\$ 279,700,006	\$ 266,890,409	\$ 254,793,229	\$ 262,866,023	\$ 276,944,333	\$ 285,312,722	\$ 284,339,056	\$ 294,206,155	\$ 301,787,367
Restricted	32,833,893	31,079,396	57,971,427	74,371,213	74,243,372	58,736,604	57,543,482	61,771,418	68,666,984	80,570,656
Unrestricted	<u>21,798,947</u>	<u>44,775,230</u>	<u>(12,769,768)</u>	<u>(17,631,797)</u>	<u>(8,836,173)</u>	<u>22,257,968</u>	<u>39,786,023</u>	<u>56,427,580</u>	<u>63,355,200</u>	<u>86,880,451</u>
Total business-type activities net position	<u>\$ 363,512,891</u>	<u>\$ 355,554,632</u>	<u>\$ 312,092,068</u>	<u>\$ 311,532,645</u>	<u>\$ 328,273,222</u>	<u>\$ 357,938,905</u>	<u>\$ 382,642,227</u>	<u>\$ 402,538,054</u>	<u>\$ 426,228,339</u>	<u>\$ 469,238,474</u>
Primary government										
Net investment in capital assets	\$ 744,093,207	\$ 733,975,913	\$ 754,342,553	\$ 752,350,629	\$ 776,291,081	\$ 800,975,204	\$ 824,874,006	\$ 824,831,226	\$ 852,520,326	\$ 890,273,582
Restricted	65,321,231	83,826,154	97,459,527	115,773,560	117,096,102	104,629,779	109,085,976	117,374,582	136,665,246	161,415,569
Unrestricted	<u>46,456,895</u>	<u>35,691,049</u>	<u>(116,263,906)</u>	<u>(195,916,559)</u>	<u>(211,272,613)</u>	<u>(224,893,147)</u>	<u>(210,505,328)</u>	<u>(241,882,780)</u>	<u>(202,960,033)</u>	<u>(173,468,247)</u>
Total primary government net position	<u>\$ 855,871,333</u>	<u>\$ 853,493,116</u>	<u>\$ 735,538,174</u>	<u>\$ 672,207,630</u>	<u>\$ 682,114,570</u>	<u>\$ 680,711,836</u>	<u>\$ 723,454,654</u>	<u>\$ 700,323,028</u>	<u>\$ 786,225,539</u>	<u>\$ 878,220,904</u>

SOURCE:

City of Laredo, Texas

This page intentionally left blank

**CHANGES IN NET POSITION
LAST TEN FISCAL PERIODS
(ACCRUAL BASIS OF ACCOUNTING)**

CITY OF LAREDO, TEXAS

TABLE 2

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities:										
General Government	\$ 36,517,099	\$ 31,483,857	\$ 30,754,775	\$ 31,282,913	\$ 44,803,625	\$ 14,669,141	\$ 25,667,856	\$ 73,496,272	\$ 17,961,579	\$ 25,709,673
Public Safety	114,298,448	116,740,217	123,569,785	136,161,243	132,796,643	144,679,796	151,438,541	157,618,090	138,610,304	182,184,978
Public Works	29,742,584	29,275,673	30,339,614	32,262,592	35,411,496	36,856,653	36,761,439	38,283,612	39,967,506	42,213,162
Health and Welfare	25,149,324	25,049,024	25,392,674	26,694,339	28,523,686	28,247,621	30,536,437	39,997,943	41,051,472	43,608,358
Culture and Recreation	25,636,585	28,166,961	27,531,357	29,029,634	28,661,521	30,060,439	31,467,862	27,198,270	25,341,404	36,894,791
Air Transportation	10,379,579	10,866,517	11,424,789	12,068,122	12,139,052	12,447,560	13,047,872	14,303,446	14,927,530	15,530,885
Interest on Long Term Debt	11,253,582	15,939,639	14,675,052	14,833,434	14,874,684	8,654,373	8,172,026	8,185,072	7,773,879	8,343,652
Total Governmental Activities Expenses	252,977,201	257,521,888	263,688,046	282,332,277	297,210,707	275,615,583	297,092,033	359,082,705	285,633,674	354,485,499
Business-Type Activities										
Bridge System	40,886,900	53,740,997	47,492,006	50,002,193	49,498,472	52,412,200	55,390,372	51,761,177	53,016,352	68,245,077
Solid Waste Management System	19,527,143	17,714,332	18,207,099	19,076,156	23,279,911	20,165,585	22,619,900	25,155,954	24,895,900	27,053,714
Water System	43,113,971	46,627,133	53,339,444	60,707,954	48,030,778	46,668,068	48,166,777	55,225,607	55,448,024	57,290,431
Sewer System	31,051,237	32,680,138	32,339,112	37,537,057	31,763,534	31,729,952	33,202,551	37,664,072	35,916,953	37,432,557
Other Business-Type Activities	17,817,971	18,016,163	18,198,854	19,560,225	19,679,802	19,783,672	20,225,146	20,627,127	21,133,045	22,223,372
Total Business-Type Activities Expenses	152,397,222	168,778,763	169,576,515	186,883,585	172,252,497	170,759,477	179,604,746	190,433,937	190,410,274	212,245,151
Total Primary Government Expenses	\$ 405,374,423	\$ 426,300,651	\$ 433,264,561	\$ 469,215,862	\$ 469,463,204	\$ 446,375,060	\$ 476,696,779	\$ 549,516,642	\$ 476,043,948	\$ 566,730,650
Program Revenues										
Governmental Activities:										
Charges for Services										
General Government	\$ 40,285,380	\$ 48,476,887	\$ 49,951,513	\$ 52,780,001	\$ 53,273,825	\$ 56,653,936	\$ 59,445,108	\$ 55,186,131	\$ 59,903,287	\$ 71,362,922
Public Safety	10,135,563	9,689,452	10,161,855	9,347,027	8,685,210	8,957,129	9,328,993	9,681,074	8,727,967	4,842,330
Public Works	13,359,717	681,523	570,033	1,057,448	1,336,890	1,510,684	2,609,379	1,611,421	2,563,903	3,692,312
Health and Welfare	15,564,387	16,082,560	15,328,529	16,664,531	8,467,793	17,797,657	14,987,044	9,606,295	15,299,183	18,879,924
Culture and Recreation	5,874,092	6,700,618	5,760,979	6,764,430	6,162,968	7,202,223	7,999,264	4,085,451	3,813,256	7,857,999
Air Transportation	7,105,179	6,213,731	8,428,408	5,983,576	6,589,287	7,513,248	7,977,495	6,263,947	7,279,577	13,870,189
Operating Grants and Contributions	25,228,899	21,012,892	22,967,325	21,731,076	21,047,107	24,927,052	26,580,666	48,315,827	54,140,316	59,732,692
Capital Grants and Contributions	22,102,012	29,152,539	35,294,592	40,400,218	41,090,817	26,064,998	24,528,293	21,442,849	26,813,220	41,479,672
Total Governmental Activities Program Revenues	139,655,229	138,010,202	148,463,234	154,728,307	146,653,897	150,626,927	153,456,242	156,192,995	178,540,709	221,718,040
Business-Type Activities:										
Charges for Services										
Bridge System	47,628,417	55,703,827	58,289,089	60,192,764	61,381,489	68,042,892	71,088,270	62,503,974	66,418,602	75,767,211
Solid Waste Management System	18,773,794	19,938,264	21,422,714	24,141,768	25,314,209	26,306,088	25,861,286	26,321,440	28,381,481	30,388,382
Water System	41,279,848	42,744,943	40,933,158	46,018,021	49,522,342	49,510,176	51,743,367	56,726,261	63,143,748	65,420,877
Sewer System	28,941,911	30,383,531	28,409,350	31,850,492	33,365,973	33,824,818	34,431,352	37,786,783	40,680,916	46,403,275
Other Business-Type Activities	5,583,161	5,516,063	5,581,664	5,367,622	5,516,348	5,933,249	6,113,385	4,385,753	4,275,557	4,825,287
Operating Grants and Contributions	5,504,473	4,425,506	3,914,991	3,837,360	4,091,169	4,064,792	4,662,582	11,814,442	3,264,134	12,362,416
Capital Grants and Contributions	6,365,385	5,746,419	6,313,419	9,332,615	6,735,114	12,507,179	6,986,253	9,246,680	10,793,976	17,904,440
Total Business-Type Activities Program Revenues	154,076,989	164,458,553	164,864,385	180,740,642	185,926,644	200,189,194	200,886,495	208,785,333	216,958,414	253,071,888
Total Primary Government Program Revenues	\$ 293,732,218	\$ 302,468,755	\$ 313,327,619	\$ 335,468,949	\$ 332,580,541	\$ 350,816,121	\$ 354,342,737	\$ 364,978,328	\$ 395,499,123	\$ 474,789,928

(Continued)

**CHANGES IN NET POSITION
LAST TEN FISCAL PERIODS
(ACCRUAL BASIS OF ACCOUNTING)**

CITY OF LAREDO, TEXAS

TABLE 2

(Continued)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Net (Expense)/Revenue										
Governmental Activities	\$ (113,321,972)	\$ (119,511,686)	\$ (115,224,812)	\$ (127,603,970)	\$ (150,556,810)	\$ (124,988,656)	\$ (143,635,791)	\$ (202,889,710)	\$ (107,092,965)	\$ (132,767,459)
Business-Type Activities	1,679,767	(4,320,210)	(4,712,130)	(6,142,943)	13,674,147	29,429,717	21,281,749	18,351,396	26,548,140	40,826,737
Total Primary Government Net Expense	<u>\$ (111,642,205)</u>	<u>\$ (123,831,896)</u>	<u>\$ (119,936,942)</u>	<u>\$ (133,746,913)</u>	<u>\$ (136,882,663)</u>	<u>\$ (95,558,939)</u>	<u>\$ (122,354,042)</u>	<u>\$ (184,538,314)</u>	<u>\$ (80,544,825)</u>	<u>\$ (91,940,722)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property Taxes	\$ 69,563,546	\$ 68,900,077	\$ 72,930,004	\$ 76,362,877	\$ 80,508,743	\$ 85,015,620	\$ 90,664,882	\$ 102,772,794	\$ 96,486,425	\$ 99,649,010
Sales Tax	40,383,050	39,842,711	41,000,767	38,983,785	39,788,063	41,486,935	44,029,435	33,876,247	47,350,096	56,183,584
Franchise Taxes	7,089,931	7,434,775	7,613,857	7,656,015	7,798,793	8,174,902	8,181,895	8,021,852	8,231,085	8,737,487
Hotel Motel Tax	4,218,974	4,322,485	4,219,474	3,797,579	3,939,200	4,157,342	4,207,723	3,036,519	3,200,369	4,831,876
Alcoholic Beverage Taxes	345,476	436,204	463,447	467,361	512,893	549,712	600,029	407,401	397,307	647,227
Investment Earnings	379,330	428,693	581,016	780,283	2,148,609	2,265,636	3,539,327	2,714,552	1,055,460	1,750,029
Gain on Sale of Capital Assets	15,898,197	177,320	50,721	512,275	1,080,474	124,655	178,736	398,355	156,776	277,726
Bond Premium	-	-	-	-	-	-	-	-	-	-
Transfers	3,781,584	7,585,617	9,252,910	6,345,593	7,578,583	12,081,986	10,273,260	8,634,537	12,427,673	9,675,750
Total Governmental Activities	<u>141,660,088</u>	<u>129,127,882</u>	<u>136,112,196</u>	<u>134,905,768</u>	<u>143,355,358</u>	<u>153,856,788</u>	<u>161,675,287</u>	<u>159,862,257</u>	<u>169,305,191</u>	<u>181,752,689</u>
Business-Type Activities:										
Sales Tax	7,666,150	7,716,898	7,966,064	7,474,608	7,592,193	8,025,224	8,325,191	8,200,121	9,134,586	10,727,110
Investment Earnings	1,651,558	1,409,876	1,445,291	1,818,713	1,751,860	4,190,741	5,248,416	1,978,775	783,751	867,346
Gain/(Loss) on Sale of Capital Assets	20,316	352,807	(26,589)	389,708	1,668,774	101,987	121,226	72	(348,519)	264,692
Bond Premium	-	-	-	-	-	-	-	-	-	-
Transfers	(3,781,584)	(7,585,617)	(9,252,910)	(6,345,593)	(7,578,582)	(12,081,986)	(10,273,260)	(8,634,537)	(12,427,673)	(9,675,750)
Total Business-Type Activities	<u>5,556,440</u>	<u>1,893,964</u>	<u>131,856</u>	<u>3,337,436</u>	<u>3,434,245</u>	<u>235,966</u>	<u>3,421,573</u>	<u>1,544,431</u>	<u>(2,857,855)</u>	<u>2,183,398</u>
Total Primary Government	<u>\$ 147,216,528</u>	<u>\$ 131,021,846</u>	<u>\$ 136,244,052</u>	<u>\$ 138,243,204</u>	<u>\$ 146,789,603</u>	<u>\$ 154,092,754</u>	<u>\$ 165,096,860</u>	<u>\$ 161,406,688</u>	<u>\$ 166,447,336</u>	<u>\$ 183,936,087</u>
Change in Net Position										
Governmental Activities	\$ 28,338,116	\$ 9,616,196	\$ 20,887,384	\$ 7,301,798	\$ (7,201,452)	\$ 28,868,132	\$ 18,039,496	\$ (43,027,453)	\$ 62,212,226	\$ 48,985,230
Business-Type Activities	7,236,207	(2,426,246)	(4,580,274)	(2,805,507)	17,108,392	29,665,683	24,703,322	19,895,827	23,690,285	43,010,135
Total Primary Government	<u>\$ 35,574,323</u>	<u>\$ 7,189,950</u>	<u>\$ 16,307,110</u>	<u>\$ 4,496,291</u>	<u>\$ 9,906,940</u>	<u>\$ 58,533,815</u>	<u>\$ 42,742,818</u>	<u>\$ (23,131,626)</u>	<u>\$ 85,902,511</u>	<u>\$ 91,995,365</u>

SOURCE:

City of Laredo, Texas

**CHANGES IN FUND BALANCE,
GOVERNMENTAL FUNDS
LAST TEN FISCAL PERIODS**

CITY OF LAREDO, TEXAS

TABLE 3

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
REVENUES:										
Taxes:										
Property	\$ 69,063,708	\$ 71,560,518	\$ 73,314,227	\$ 75,826,000	\$ 80,589,128	\$ 93,536,784	\$ 90,246,136	\$ 93,753,167	\$ 96,705,121	99,821,542
Sales	39,921,718	40,024,574	41,364,145	38,685,571	39,417,857	33,208,996	43,304,882	42,373,207	47,136,781	55,040,832
Franchise Fees	7,049,443	7,408,310	68,575	7,651,588	7,776,288	8,133,889	8,172,967	8,038,122	8,182,578	8,720,420
Bingo Tax	71,581	70,037	463,398	67,340	68,077	52,912	63,966	52,020	35,966	30,149
Alcoholic Beverage	320,504	429,823	4,204,569	456,784	490,013	552,905	586,935	498,480	405,844	643,359
Hotel Motel	4,236,295	4,321,690	7,588,828	3,851,082	3,842,751	4,138,626	4,253,004	3,114,134	3,166,183	4,715,723
Licenses and Permits	8,200,676	9,176,782	9,789,518	9,996,342	10,188,838	10,414,120	9,898,368	10,103,668	9,291,740	10,861,993
Intergovernmental	38,974,973	31,999,133	35,599,823	34,493,046	33,734,018	34,875,342	38,346,584	56,019,878	70,950,133	76,602,252
Charges for Services	47,094,098	54,978,231	56,761,356	59,886,689	60,099,061	64,916,008	67,629,485	61,272,193	63,367,381	71,811,631
Fines	3,355,374	3,781,433	3,750,121	3,986,414	4,025,440	4,356,940	4,897,677	4,549,280	6,294,039	6,226,174
Fees and Collections	4,815,100	5,266,624	5,453,663	5,288,848	5,197,368	4,699,620	4,668,638	3,627,084	3,988,679	4,952,441
Rents	9,050,040	7,309,197	8,506,613	6,646,131	7,222,326	8,562,331	8,835,254	7,693,734	8,631,216	9,813,518
Interest and Other	464,348	513,966	1,426,394	2,002,081	2,555,647	4,401,306	6,676,783	5,232,049	2,387,901	3,511,822
Miscellaneous	3,571,941	2,902,821	2,873,122	2,176,195	2,744,345	2,507,491	2,254,205	5,274,084	6,566,379	2,485,341
Contributions & Donations	21,818,513	200,222	22,950,634	27,872,691	22,007,736	16,126,827	13,303,346	5,313,331	10,048,972	26,737,248
Reimbursements	1,780,401	1,544,995	1,847,804	1,512,842	1,870,678	1,422,949	2,002,744	724	1,182	8,013,895
TOTAL REVENUES	259,788,713	241,488,356	275,962,790	280,399,644	281,829,571	291,907,046	305,140,974	306,915,155	337,160,095	389,988,340
EXPENDITURES:										
General Government	19,339,843	19,730,538	23,618,033	24,034,077	24,999,279	25,798,914	27,384,154	20,559,902	34,981,380	35,960,393
Public Safety	112,682,130	114,898,390	119,758,393	126,401,411	128,456,177	136,965,513	143,193,077	147,007,646	146,610,656	161,220,307
Public Works	9,836,004	10,707,599	9,257,819	9,081,025	10,589,800	9,974,167	8,915,474	10,056,567	11,747,674	14,207,555
Health and Welfare	24,339,567	24,015,886	24,139,800	24,960,106	26,068,728	26,809,427	28,879,340	38,191,992	38,927,626	41,210,682
Cultural and Recreational	25,336,135	27,762,404	27,056,235	28,088,962	27,962,296	29,267,337	30,794,372	26,651,404	24,585,823	36,215,137
Air Transportation Services	6,006,842	6,158,489	6,467,036	6,883,264	6,709,908	6,806,224	7,125,984	7,968,333	8,093,138	8,307,948
Capital Outlay	51,861,368	50,975,719	52,394,194	66,817,376	51,840,512	43,849,418	41,149,078	52,631,363	38,542,686	66,674,255
Bond Costs	188,314	209,549	1,373,264	969,313	-	515,780	229,028	415,900	1,133,003	-
Debt Service:										
Principal Retirement	14,365,645	16,127,013	39,178,502	23,395,142	15,584,619	17,063,400	18,461,755	18,850,473	27,592,776	19,276,903
Loss on Advance Refunding	-	-	258,062	584,424	-	-	-	-	-	-
Interest and Fiscal Expenditures	10,772,155	9,987,587	9,097,392	9,127,731	9,764,959	9,576,250	9,299,688	9,550,966	8,873,585	9,932,312
TOTAL EXPENDITURES	274,728,003	280,573,174	312,598,730	320,342,831	301,976,278	306,626,430	315,431,950	331,884,546	341,088,347	393,005,492
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,939,290)	(39,084,818)	(36,635,940)	(39,943,187)	(20,146,707)	(14,719,384)	(10,290,976)	(24,969,391)	(3,928,252)	(3,017,152)
OTHER FINANCING SOURCES (USES):										
Transfers In	37,256,256	45,447,751	56,141,691	44,180,899	36,587,762	36,471,318	37,229,912	50,314,522	59,131,368	59,112,085
Issuance of Debt	3,800,000	20,795,730	45,028,000	40,155,641	-	15,131,720	15,065,000	29,330,000	69,456,400	-
Bond Premium	58,279	565,390	14,136,687	7,867,533	-	4,947,660	1,198,228	4,847,371	3,338,557	-
Bond Discounts	-	-	-	-	-	-	-	-	-	-
Reimbursements	-	15,005	-	-	-	-	-	-	-	-
Transfers Out	(31,974,672)	(37,121,060)	(45,138,782)	(35,974,394)	(26,209,179)	(21,889,332)	(26,956,651)	(41,679,984)	(46,703,695)	(51,436,335)
Contributions	-	19,667,880	-	-	-	-	-	-	-	-
Issuance of Refunding Debt	-	-	55,606,967	20,450,000	-	19,564,840	-	-	-	-
Capital Leases	4,852,652	-	-	-	62,168	-	-	1,889,082	-	-
Sale of Assets	15,888,705	177,320	50,721	512,275	1,080,474	124,655	178,736	56,081	156,776	277,726
Payment to Refunded Bond Escrow Agent	-	(15,668,558)	(65,313,880)	(23,238,405)	-	(21,934,126)	-	(3,002,333)	(6,025,914)	-
TOTAL OTHER FINANCING SOURCES (USES)	29,881,220	33,879,458	60,511,404	53,953,549	11,521,225	32,416,735	26,715,225	41,754,739	79,353,492	7,953,476
Net Change in Fund Balances	\$ 14,941,930	\$ (5,205,360)	\$ 23,875,464	\$ 14,010,362	\$ (8,625,482)	\$ 17,697,351	\$ 16,424,249	\$ 16,785,348	\$ 75,425,240	4,936,324
Debt Service as a Percentage of non-capital expenditures	11.28%	11.37%	18.65%	13.06%	10.13%	10.14%	10.12%	10.17%	12.05%	8.95%
SOURCE:										

**FUND BALANCE, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

CITY OF LAREDO, TEXAS

TABLE 4

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
GENERAL FUND										
Nondisposable	\$ 19,335	\$ 5,960	\$ 7,920	\$ 11,197	\$ 17,258	\$ 7,080	\$ 16,261	\$ 21,187	\$ 14,763	\$ 27,366
Restricted	3,644,122	11,981,702	11,445,903	12,490,116	12,650,292	11,899,527	1,014,431	788,916	3,483,117	3,787,115
Committed	27,564,635	27,842,577	29,091,945	31,053,457	30,688,417	31,859,384	33,396,802	36,851,145	35,354,112	39,069,906
Unassigned	10,343,359	2,781,899	3,603,026	885,453	1,706,956	3,080,983	13,544,019	4,954,325	11,104,757	2,820,515
Total General Fund	\$ 41,571,451	\$ 42,612,138	\$ 44,148,794	\$ 44,440,223	\$ 45,062,923	\$ 46,846,974	\$ 47,971,513	\$ 42,615,573	\$ 49,956,749	\$ 45,704,902
ALL OTHER GOVERNMENTAL FUNDS										
Nondisposable	\$ 95,436	\$ 95,310	\$ 143,068	\$ 124,468	\$ 178,297	\$ 190,926	\$ 183,209	\$ 104,101	\$ 99,922	\$ 110,133
Restricted	57,826,607	60,868,607	75,004,683	89,143,791	75,686,929	84,556,431	95,702,288	120,239,209	169,910,495	161,794,665
Committed	5,263,091	3,559,782	6,018,039	6,205,935	3,641,281	6,206,081	8,584,545	6,460,607	12,000,231	10,296,477
Assigned	39,401,130	33,525,417	41,356,354	38,986,497	44,550,201	10,491,733	54,642,463	54,017,381	73,924,828	86,909,072
Unassigned (Deficit)	(1,377,349)	(3,086,248)	(5,220,468)	(3,440,082)	(1,746,008)	36,778,829	(5,588,795)	(5,156,300)	(12,186,414)	(6,173,114)
Total all other governmental funds	\$ 101,208,915	\$ 94,962,868	\$ 117,301,676	\$ 131,020,609	\$ 122,310,700	\$ 138,224,000	\$ 153,523,710	\$ 175,664,998	\$ 243,749,062	\$ 252,937,233

NOTES:

* GASB Statement No. 54 was implemented in fiscal year 2011

SOURCE:

City of Laredo, Texas

**GENERAL GOVERNMENT TAX REVENUES BY SOURCE
LAST TEN FISCAL PERIODS**

CITY OF LAREDO, TEXAS

TABLE 5

FISCAL PERIODS		AD VALOREM TAXES	SALES TAX		BEVERAGE TAX		BINGO TAX		OCCUPANCY TAX		FRANCHISE TAX		TOTAL
2012	\$	67,838,288	37,481,815	\$	289,303		92,942	\$	4,227,796	\$	7,080,430	\$	117,010,574
2013		69,063,708	39,921,718		320,504		71,581		4,236,295		7,049,443		120,663,249
2014		71,560,518	40,024,574		429,823		70,037		4,321,690		7,408,310		123,814,952
2015		73,314,227	41,364,145		463,398		68,575		4,204,569		7,588,858		127,003,772
2016		75,826,000	38,685,571		456,784		67,340		3,851,082		7,651,588		126,538,365
2017		80,589,128	39,417,857		490,013		68,077		3,842,751		7,776,288		132,184,114
2018		93,536,784	33,208,996		552,905		52,912		4,138,626		8,133,889		139,624,112
2019		90,246,136	43,304,882		586,935		63,966		4,253,004		8,172,967		146,627,890
2020		93,753,167	42,373,207		498,480		52,020		3,114,134		8,038,122		147,829,130
2021		96,705,121	47,136,781		405,844		35,966		3,166,183		8,182,578		155,632,473
2022	\$	99,821,542	\$ 55,040,832	\$	643,359	\$	30,149	\$	4,715,723	\$	8,720,420	\$	168,972,025

SOURCE:

City of Laredo, Texas

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

CITY OF LAREDO, TEXAS

TABLE 6

FISCAL PERIOD	TOTAL TAX LEVY FOR FISCAL YEAR		COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE				
			AMOUNT COLLECTED	PERCENTAGE OF LEVY		AMOUNT COLLECTED	PERCENTAGE OF LEVY			
2013	\$	67,621,015	\$	65,858,772	97.39	\$	1,680,135	\$	67,538,907	99.88
2014		69,529,157		68,117,096	97.97		1,321,400		69,438,496	99.87
2015		71,691,453		70,277,149	98.03		1,202,741		71,479,890	99.70
2016		75,020,129		73,312,814	97.72		1,484,558		74,797,372	99.70
2017		78,914,153		77,288,444	97.94		1,359,367		78,647,811	99.66
2018		83,721,163		82,159,879	98.14		1,282,320		83,442,199	99.67
2019		88,726,108		87,126,821	98.20		1,295,118		88,421,939	99.66
2020		93,815,384		91,371,332	97.39		2,000,889		93,372,221	99.53
2021		96,373,570		92,191,025	95.66		3,728,022		95,919,047	99.53
2022	\$	99,359,198	\$	92,418,867	93.01	\$	6,464,189	\$	98,883,056	99.52

SOURCE:

City of Laredo, Texas

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL PERIODS

CITY OF LAREDO, TEXAS

TABLE 7

-----RESIDENTIAL PROPERTY-----		-----COMMERCIAL PROPERTY-----		-----TOTALS-----					
FISCAL PERIODS	ASSESSED VALUE	ESTIMATED ACTUAL VALUE (1)	ASSESSED VALUE	ESTIMATED ACTUAL VALUE (1)	EXEMPTIONS (2)	ASSESSED VALUE	ESTIMATED ACTUAL VALUE (1)	TOTAL DIRECT TAX RATE	RATIO OF TOTAL ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE
2013	6,361,188,581	6,361,188,581	4,329,884,664	4,329,884,664	807,321,080	10,691,073,245	10,691,073,245	0.637000	100%
2014	6,467,306,659	6,467,306,659	4,531,514,190	4,531,514,190	800,231,949	10,998,820,849	10,998,820,849	0.637000	100%
2015	6,765,571,005	6,765,571,005	4,605,136,567	4,605,136,567	793,760,615	11,370,707,572	11,370,707,572	0.637000	100%
2016	6,996,535,128	6,996,535,128	5,184,897,773	5,184,897,773	872,562,927	11,857,665,347	11,857,665,347	0.637000	100%
2017	7,388,931,473	7,388,931,473	5,383,367,215	5,383,367,215	880,762,593	12,490,928,773	12,490,928,773	0.637000	100%
2018	8,019,104,900	8,019,104,900	5,585,863,430	5,585,863,430	880,948,630	13,330,945,213	13,330,945,213	0.637000	100%
2019	8,575,376,562	8,575,376,562	5,918,534,575	5,918,534,575	906,672,581	14,196,478,064	14,196,478,064	0.634000	100%
2020	9,013,592,957	9,013,592,957	6,296,393,242	6,296,393,242	968,010,100	15,001,296,374	15,001,296,374	0.634000	100%
2021	9,241,307,850	9,241,307,850	6,494,397,205	6,494,397,205	994,079,807	15,371,554,108	15,371,554,108	0.634000	100%
2022	\$ 10,072,025,686	\$ 10,072,025,686	\$ 6,653,586,233	\$ 6,653,586,233	\$ 1,165,062,329	\$ 16,339,545,660	\$ 16,339,545,660	0.615370	100%

NOTES:

- (1) This estimated valuation is for tax purposes only.
- (2) Total exemptions include Homestead, Veteran, Agricultural exemptions. Homestead valuations increased in 1983 from \$3,000 to \$7,500, to \$10,000 in 1986, and to \$20,000 in 1987. Veteran exemptions range from \$1,500 to \$3,000, based on disability percentage. Agriculture valuations represent land used for ranching and farming.

Does not reflect appeal adjustments after July assessment date.

SOURCE:

July Certified Tax Rolls received from Webb County Appraisal District.

**PROPERTY TAX RATES-DIRECT AND OVERLAPPING
GOVERNMENTS- LAST TEN FISCAL PERIODS**

CITY OF LAREDO, TEXAS

TABLE 8

FISCAL PERIODS	CITY OF LAREDO	WEBB COUNTY	LAREDO INDEPENDENT SCHOOL DISTRICT	UNITED INDEPENDENT SCHOOL DISTRICT	LAREDO COLLEGE

TAX RATES (per \$100 of assessed value)

2013	0.63700	0.42005	1.27400	1.19486	0.25776
2014	0.63700	0.42005	1.27400	1.19486	0.25522
2015	0.63700	0.41470	1.41080	1.21486	0.29716
2016	0.63700	0.41470	1.39550	1.22486	0.33024
2017	0.63700	0.41470	1.38970	1.22486	0.34300
2018	0.63700	0.41470	1.36970	1.27030	0.33805
2019	0.63400	0.41200	1.46650	1.25172	0.32710
2020	0.63400	0.41200	1.39650	1.19884	0.32864
2021	0.63400	0.41200	1.39290	1.19884	0.32551
2022	0.61537	0.41000	1.38920	1.17780	0.31944

TAX LEVIES

2013	\$	67,621,015	\$	63,960,211	\$	27,193,890	\$	138,858,407	\$	27,592,527
2014		69,529,157		69,227,883		26,774,619		154,451,096		28,113,009
2015		71,691,453		76,580,966		29,450,271		180,574,086		33,605,043
2016		75,020,129		79,217,751		28,362,620		196,450,033		37,132,750
2017		78,914,153		72,900,284		29,103,820		170,690,335		42,288,131
2018		83,721,163		80,593,657		30,105,538		195,624,061		44,267,540
2019		88,726,108		87,409,058		34,232,278		212,460,747		45,511,703
2020		93,815,384		96,392,213		34,151,585		227,369,510		48,116,861
2021		96,373,570		87,284,731		34,174,008		203,682,028		49,638,452
2022	\$	99,359,198	\$	90,526,746	\$	35,428,823	\$	207,498,394	\$	51,251,037

SOURCES:

City of Laredo, Texas
Webb County Appraisal District Office

SPECIAL ASSESSMENTS BILLING AND COLLECTIONS (1)
LAST TEN FISCAL PERIODS

CITY OF LAREDO, TEXAS

TABLE 9

FISCAL PERIODS	BEGINNING BALANCE (2)	ASSESSMENTS BILLED	ASSESSMENTS COLLECTED	PERCENT OF COLLECTIONS OF AMOUNT DUE	TOTAL OUTSTANDING CURRENT AND DELINQUENT ASSESSMENTS
2013	\$ 6,487	\$ 16,518	\$ 16,235	70.57%	\$ 6,770
2014	6,770	18,782	17,841	69.82%	7,711
2015	7,711	6,214	9,150	65.71%	4,775
2016	4,775	10,072	10,875	73.25%	3,972
2017	3,972	3,433	3,520	47.54%	3,885
2018	3,885	5,552	6,407	67.89%	3,030
2019	3,030	13,289	12,614	77.30%	3,705
2020	3,705	3,308	3,680	52.47%	3,333
2021	3,333	3,928	3,993	54.99%	3,268
2022	\$ 3,268	\$ 9,293	\$ 9,519	75.78%	\$ 3,042

(1) The Charter of the City of Laredo allows the City Council to assess the costs of street paving and sidewalk construction to the adjacent owners. Normally, this is collected in equal principal installments over a five year period with interest computed at eight percent.

This assessment constitutes a lien against the property which may be foreclosed upon default.

(2) Assessments beginning balance include Principal & Interest and are net of allowance for uncollectible.

SOURCE:

City of Laredo, Texas

**PRINCIPAL TAXPAYERS
SEPTEMBER 30, 2022**

CITY OF LAREDO, TEXAS

TABLE 10

TAXPAYER	TYPE OF BUSINESS	2022 ASSESSED VALUATION REAL & PERSONAL PROPERTY	PERCENTAGE OF TOTAL ASSESSED VALUATION
AEP Texas Inc.	Electricity	\$180,821,000	1.11%
Laredo Texas Hospital CO. LP.	Medical	157,785,534	0.97%
Farias Development LTD	Real Estate	72,198,454	0.44%
Mall Del Norte	Retail	70,031,706	0.43%
The GEO Group Inc.	Governmental	59,328,400	0.36%
Killam Development LTD	Real Estate	56,339,750	0.34%
Mission Produce Inc.	Produce	52,262,100	0.32%
Laredo Portfolio LLC	Real Estate	50,528,740	0.31%
Laredo Regional Medical CTR LP	Medical	49,500,000	0.30%
Killam Development LTD	Real Estate	46,494,232	0.28%
TOTAL		\$795,289,916	4.87%

**PRINCIPAL TAXPAYERS
SEPTEMBER 30, 2012**

TAXPAYER	TYPE OF BUSINESS	2012 ASSESSED VALUATION REAL & PERSONAL PROPERTY	PERCENTAGE OF TOTAL ASSESSED VALUATION
Laredo Texas Hospital Co. LP	Hospital	\$103,826,630	0.98%
AEP Texas Central Company	Utility	53,470,930	0.51%
Mall Del Norte, LLC	Retail	51,752,510	0.49%
The GEO Group, Inc	Correctional	49,979,180	0.47%
Laredo Regional Medical Center, LP	Medical	41,405,090	0.39%
AEP Electric Transmission of Texas, LLC	Utility	40,634,910	0.38%
International Bank of Commerce	Financial	39,033,603	0.37%
Halliburton Energy Services	Oil and Gas	37,396,790	0.35%
Killam Ind. Dev. Partnership LTD	Real Estate	30,143,550	0.28%
H.E. Butt Grocery Company	Retail	28,283,840	0.27%
TOTAL		\$475,927,033	4.49%

Numbers show total comparison for principal taxpayers as of 2022 and 10 years ago.

SOURCE:

City of Laredo, Texas

**COMPUTATION OF LEGAL DEBT
MARGIN AND AUTHORIZED AND
UNISSUED BONDS**

CITY OF LAREDO, TEXAS

TABLE 11

The Constitution of Texas in Article 11, Section 5, limits the maximum amount that a home rule city can tax to \$2.50 per \$100.00 of valuation and the same Article provides that no debt shall ever be created by any city unless at the same a time provision is made to assess and collect annually a sufficient sum to pay the interest thereon and create a sinking fund of at least two percent thereon. The Attorney General of Texas, in connection with the quoted provision, has created a rule for the guidance of home rule cities which states that the bond allowable under this constitutional provision shall be on the basis of no greater than \$1.50 per \$100.00 of valuation unless the city charter provides for less than the maximum specified in the Attorney General's rule. City Charter Section 6.13, as amended in November 1995, limits the total overall outstanding debt to 10% of the total assessed valuation of the City. At this time, the City has allocated approximately \$0.145949 of the total tax rate.

Assessed value based on 2021 tax roll	\$16,339,545,660
Maximum amount of bonded indebtedness based on such assessed value (10%).....	\$1,633,954,566
Amount of debt applicable to said maximum debt limit:	
Total General Obligation Bonds and Certificates of Obligations ...	\$192,269,561
(Percentage of G. O. and C. O. debt to assessed value)	1.18%
Less: Debt Service Fund Balance as of September 30, 2022.....	\$8,457,459
Total Amount of debt applicable to debt limit	\$183,812,102
The Debt Margin between current indebtedness and maximum allowable indebtedness	\$1,450,142,464

**RATIO OF NET GENERAL BONDED DEBT TO ASSESSED
VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL PERIODS**

CITY OF LAREDO, TEXAS

TABLE 12

FISCAL PERIODS	POPULATION (A) (2)	ASSESSED VALUE FOR OPERATIONS DEBT SERVICE	GROSS BONDED DEBT (1)	LESS DEBT SERVICE FUNDS	NET BONDED DEBT	RATIO OF NET BONDED DEBT TO ASSESSED VALUE	NET BONDED DEBT PER CAPITA
2013	249,297 (2)	\$ 10,691,073,245	\$ 318,130,275	\$ 4,653,312	\$ 313,476,963	2.9321%	\$ 1,257.44
2014	252,309 (2)	10,998,820,849	315,056,642	3,775,973	311,280,669	2.8301%	1,233.73
2015	253,747 (2)	11,370,707,572	316,580,001	3,025,147	313,554,854	2.7576%	1,235.70
2016	255,789 (2)	11,857,665,347	349,398,612	4,348,066	345,050,546	2.9099%	1,348.97
2017	257,156 (2)	12,490,928,773	324,573,733	4,617,735	319,955,998	2.5615%	1,244.21
2018	260,654 (2)	13,330,945,213	321,518,490	5,406,777	316,111,713	2.3713%	1,212.76
2019	261,639 (2)	14,196,478,064	317,379,654	6,259,232	311,120,422	2.1915%	1,189.12
2020	262,491 (2)	15,001,296,374	336,558,778	6,955,422	329,603,356	2.1972%	1,255.67
2021	264,069 (2)	15,371,554,108	341,155,712	6,688,081	334,467,631	2.1759%	1,266.59
2022	258,014 (2)	\$ 16,339,545,660	\$ 310,585,771	\$ 8,457,459	\$ 302,128,312	1.8491%	\$ 1,170.98

(1) Includes General Obligation and Certificates of Obligation Bonds.

(2) Estimated

SOURCES:

City of Laredo, Texas

(A) Information was obtained from City of Laredo Planning and Zoning Department

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL BONDED DEBT TO TOTAL GENERAL
GOVERNMENT EXPENDITURES (1)
LAST TEN FISCAL PERIODS**

CITY OF LAREDO, TEXAS

TABLE 13

FISCAL PERIODS	PRINCIPAL	INTEREST & FISCAL CHARGES	TOTAL DEBT SERVICE	TOTAL GENERAL GOVERNMENTAL EXPENDITURES	RATIO OF DEBT SERVICE TO GENERAL EXPENDITURES
2013	\$ 14,365,645	\$ 10,772,155	\$ 25,137,800	\$ 274,728,003	9.15%
2014	16,127,013	9,987,587	26,114,600	280,573,174	9.31%
2015	39,178,502	9,097,392	48,275,894	312,340,668	15.46%
2016	23,395,142	9,127,731	32,522,873	320,342,831	10.15%
2017	15,584,619	9,764,959	25,349,578	301,976,278	8.39%
2018	17,063,400	9,576,250	26,639,650	306,626,430	8.69%
2019	18,461,755	9,299,688	27,761,443	315,431,950	8.80%
2020	18,850,473	9,550,966	28,401,439	331,884,546	8.56%
2021	27,592,776	8,873,585	36,466,361	341,088,347	10.69%
2022	\$ 19,276,903	\$ 9,932,312	\$ 29,209,215	\$ 393,005,492	7.43%

SOURCE:

City of Laredo, Texas

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2022**

CITY OF LAREDO, TEXAS

TABLE 14

TAXING AUTHORITY	NET DEBT OUTSTANDING (A)	ESTIMATED % APPLICABLE TO CITY (B)	AMOUNT APPLICABLE TO CITY
Direct:			
City of Laredo	\$250,520,571	100.00%	\$250,520,571
Overlapping:			
Webb County	103,870,000	61.73%	64,118,951
Laredo Independent School District	325,405,907	100.00%	325,405,907
United Independent School District	463,472,593	79.49%	368,414,364
Laredo College	157,576,802	100.00%	157,576,802
Total Overlapping	1,050,325,302		915,516,024
Total	\$1,300,845,873		\$1,166,036,595

COMMENT:

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimated the portion of the outstanding debt of those overlapping governments that is borne by the City residents and businesses. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the entities' taxable assessed value that is within the City's boundaries and dividing by the entities' total taxable assessed value.

Both the Laredo Independent School District and Laredo Community College District are contained entirely within the City of Laredo Tax District.

SOURCES:

- (A) Finance Departments of respective entities
- (B) Webb County Appraisal District

**SCHEDULE OF REVENUE BOND
COVERAGE BRIDGE, WATER, SEWER
SYSTEM AND SPORTS VENUE
LAST TEN FISCAL PERIODS**

CITY OF LAREDO, TEXAS

TABLE 15

FISCAL PERIODS	TOTAL REVENUE (1)	OPERATING EXPENSE (2)	NET REVENUE AVAILABLE FOR DEBT SERVICE	-----DEBT SERVICE REQUIREMENTS-----			REVENUE BOND COVERAGE (3)
				PRINCIPAL	INTEREST	TOTAL	
Bridge	\$ 47,685,185	\$ 11,669,362	\$ 36,015,823	\$ 5,605,786	\$ 3,122,473	\$ 8,728,259	4.13
Water	40,294,251	20,092,010	20,202,241	20,326,347	10,020,234	30,346,581	0.67
Sewer	28,992,116	15,807,855	13,184,261	13,334,883	4,229,316	17,564,199	0.75
Sports Venue	8,205,434	3,757,874	4,447,560	2,010,000	1,856,275	3,866,275	1.15
Total 2013	\$ 125,176,986	\$ 51,327,101	\$ 73,849,885	\$ 41,277,016	\$ 19,228,298	\$ 60,505,314	1.22
Bridge	\$ 55,275,228	\$ 12,363,469	\$ 42,911,759	\$ 5,916,910	\$ 1,992,962	\$ 7,909,872	5.43
Water	41,926,736	21,678,964	20,247,772	8,109,433	10,552,363	18,661,796	1.08
Sewer	30,473,660	16,414,535	14,059,125	7,382,105	4,367,911	11,750,016	1.20
Sports Venue	8,067,526	962,205	7,105,321	2,105,000	1,762,826	3,867,826	1.84
Total 2014	\$ 135,743,150	\$ 51,419,173	\$ 84,323,977	\$ 23,513,448	\$ 18,676,062	\$ 42,189,510	2.00
Bridge	\$ 58,361,560	\$ 12,408,494	\$ 45,953,066	\$ 6,663,629	\$ 2,786,624	\$ 9,450,253	4.86
Water	39,691,665	22,232,943	17,458,722	9,986,379	10,574,298	20,560,677	0.85
Sewer	28,523,438	16,518,110	12,005,328	7,997,154	4,362,748	12,359,902	0.97
Sports Venue	8,359,484	1,536,555	6,822,929	2,635,000	1,228,804	3,863,804	1.77
Total 2015	\$ 134,936,147	\$ 52,696,102	\$ 82,240,045	\$ 27,282,162	\$ 18,952,474	\$ 46,234,636	1.78
Bridge	\$ 60,191,985	\$ 44,063,764	\$ 16,128,221	\$ 6,515,000	\$ 2,544,689	\$ 9,059,689	1.78
Water	46,005,339	25,089,331	20,916,008	4,460,137	6,671,362	11,131,499	1.88
Sewer	31,843,713	18,764,427	13,079,286	4,031,863	3,424,431	7,456,294	1.75
Sports Venue	7,865,883	2,069,960	5,795,923	2,470,000	1,391,627	3,861,627	1.50
Total 2016	\$ 145,906,920	\$ 89,987,482	\$ 55,919,438	\$ 17,477,000	\$ 14,032,109	\$ 31,509,109	1.77
Bridge	\$ 61,142,936	\$ 13,895,138	\$ 47,247,798	\$ 6,815,000	\$ 2,192,787	\$ 9,007,787	5.25
Water	46,727,955	25,755,467	20,972,488	4,967,900	6,346,412	11,314,312	1.85
Sewer	33,305,843	20,011,001	13,294,842	3,763,100	3,331,047	7,094,147	1.87
Sports Venue	8,128,168	684,885	7,443,283	2,245,000	1,131,413	3,376,413	2.20
Total 2017	\$ 149,304,902	\$ 60,346,491	\$ 88,958,411	\$ 17,791,000	\$ 13,001,659	\$ 30,792,659	2.89

(Continued)

**SCHEDULE OF REVENUE BOND
COVERAGE BRIDGE, WATER, SEWER
SYSTEM AND SPORTS VENUE
LAST TEN FISCAL PERIODS**

CITY OF LAREDO, TEXAS

TABLE 15

(Continued)

FISCAL PERIODS	TOTAL REVENUE (1)	OPERATING EXPENSE (2)	NET REVENUE AVAILABLE FOR DEBT SERVICE	----DEBT SERVICE REQUIREMENTS----			REVENUE BOND COVERAGE (3)
				PRINCIPAL	INTEREST	TOTAL	
Bridge	\$ 68,349,206	\$ 13,765,480	\$ 54,583,726	\$ 7,050,000	\$ 1,986,342	\$ 9,036,342	6.04
Water	48,182,833	24,904,013	23,278,820	5,043,524	6,309,328	11,352,852	2.05
Sewer	34,336,575	19,201,287	15,135,288	4,766,476	3,944,973	8,711,449	1.74
Sports Venue	8,794,830	967,782	7,827,048	2,340,000	1,039,165	3,379,165	2.32
Total 2018	\$ 159,663,444	\$ 58,838,562	\$ 100,824,882	\$ 19,200,000	\$ 13,279,808	\$ 32,479,808	3.10
Bridge	\$ 71,142,243	\$ 14,275,814	\$ 56,866,429	\$ 5,065,000	\$ 1,722,062	\$ 6,787,062	8.38
Water	48,765,016	25,924,276	22,840,740	5,214,604	6,126,116	11,340,720	2.01
Sewer	34,656,789	19,465,529	15,191,260	4,601,396	4,117,341	8,718,737	1.74
Sports Venue	9,568,104	831,004	8,737,100	2,445,000	930,333	3,375,333	2.59
Total 2019	\$ 164,132,152	\$ 60,496,623	\$ 103,635,529	\$ 17,326,000	\$ 12,895,852	\$ 30,221,852	3.43
Bridge	\$ 62,199,843	\$ 15,922,939	\$ 46,276,904	\$ 4,621,712	\$ 1,507,486	\$ 6,129,198	7.55
Water	50,684,705	29,527,198	21,157,507	5,893,399	8,363,252	14,256,651	1.48
Sewer	37,267,564	22,033,526	15,234,038	5,001,632	4,495,619	9,497,251	1.60
Sports Venue	9,050,297	669,556	8,380,741	2,560,000	818,012	3,378,012	2.48
Total 2020	\$ 159,202,409	\$ 68,153,219	\$ 91,049,190	\$ 18,076,743	\$ 15,184,369	\$ 33,261,112	2.74
Bridge	\$ 66,118,351	\$ 14,305,373	\$ 51,812,978	\$ 4,833,036	\$ 1,311,587	\$ 6,144,623	8.43
Water	54,050,805	27,866,198	26,184,607	13,490,788	7,487,164	20,977,952	1.25
Sewer	39,607,326	20,416,442	19,190,884	14,334,212	5,054,174	19,388,386	0.99
Sports Venue	9,626,851	1,369,076	8,257,775	10,250,000	430,883	10,680,883	0.77
Total 2021	\$ 169,403,333	\$ 63,957,089	\$ 105,446,244	\$ 42,908,036	\$ 14,283,808	\$ 57,191,844	1.84
Bridge	\$ 75,839,946	\$ 16,599,605	\$ 59,240,341	\$ 5,052,667	\$ 1,094,579	\$ 6,147,246	9.64
Water	61,163,543	31,573,525	29,590,018	5,929,174	7,531,055	13,460,229	2.20
Sewer	44,517,379	21,577,528	22,939,851	6,754,826	5,072,587	11,827,413	1.94
Sports Venue	11,476,053	4,272,503	7,203,550	1,790,000	1,643,555	3,433,555	2.10
Total 2022	\$ 192,996,921	\$ 74,023,161	\$ 118,973,760	\$ 19,526,667	\$ 15,341,776	\$ 34,868,443	3.41

NOTE:

(1) Includes Operating Revenue and Interest Earnings.

(2) Includes Operating Expenses other than Interest Expense, Depreciation, Amortization, and other non-operating expenses.

(3) Revenue Bond Coverage is equal to Net Revenue Available for Debt Service divided by total Debt Service Requirements.

SOURCE:

City of Laredo, Texas

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL PERIODS**

CITY OF LAREDO, TEXAS

TABLE 16

Fiscal Periods	GOVERNMENTAL ACTIVITIES					BUSINESS-TYPE ACTIVITIES				
	General Obligation Bonds	Certificates of Obligation	Revenue Bonds	Capital Lease Obligations	Notes Payable	General Obligation Bonds	Certificates of Obligations	Revenue Bonds	Capital Lease Obligations	Notes Payable
2013	\$ 19,990,050	\$ 162,712,273	\$ 36,250,000	\$ 5,061,282	\$ 510,000	\$ 20,811,436	\$ 114,616,516	\$ 282,021,367	\$ -	\$ 17,815,264
2014	26,653,474	148,499,945	34,145,000	4,788,903	425,000	15,825,996	124,077,227	306,151,197	-	-
2015	74,583,210	104,688,104	29,510,000	4,420,308	340,000	19,206,791	118,101,896	329,064,000	-	-
2016	103,951,365	109,405,572	29,651,343	4,333,835	255,000	56,735,044	79,306,631	367,711,220	-	-
2017	100,087,556	98,811,954	27,095,437	7,129,282	-	53,732,208	71,942,015	350,511,203	-	-
2018	113,559,150	85,450,142	24,444,531	6,294,818	-	94,628,943	27,880,255	353,405,017	-	1,033,558
2019	104,039,404	94,286,968	21,688,625	5,033,709	-	90,672,905	28,380,377	337,231,009	-	1,480,535
2020	95,769,191	116,186,761	18,817,719	5,608,829	-	85,277,331	39,325,495	426,553,209	44,951	1,480,535
2021	88,443,992	122,687,374	57,390,000	3,690,310	-	83,562,177	46,462,173	473,777,658	32,467	1,415,165
2022	\$ 76,554,836	\$ 115,714,725	\$ 55,600,000	\$ 2,651,010	\$ -	\$ 77,863,175	\$ 40,453,035	\$ 577,705,996	\$ 19,437	\$ 5,603,124
	Total Primary Government	Personal Income	Per Capita	Percentage of Personal Income						
2013	659,788,188	7,537,401,000	2,514	8.75%						
2014	660,566,742	7,812,693,000	2,639	8.46%						
2015	679,914,309	7,967,438,000	2,679	8.53%						
2016	751,350,010	8,025,162,000	2,786	9.36%						
2017	709,309,655	8,261,470,000	2,758	8.59%						
2018	706,696,414	8,728,522,000	2,711	8.10%						
2019	682,813,532	8,981,800,000	2,610	7.60%						
2020	789,064,021	9,892,562,000	3,006	7.98%						
2021	877,461,316	10,945,472,000	3,323	8.02%						
2022	\$ 952,165,338	\$ N/R	3,690	N/R						

SOURCE:

City of Laredo, Texas

Bureau of Economic Analysis, U.S. Department of Commerce

NOTES:

N/R - not reported

**DEMOGRAPHIC STATISTICS
LAST TEN CALENDAR YEARS**

CITY OF LAREDO, TEXAS

TABLE 17

YEAR	ESTIMATED POPULATION (A)	PERSONAL INCOME (B) (THOUSANDS OF DOLLARS)	PER CAPITA PERSONAL INCOME (B)	MEDIAN AGE (C)	SCHOOL (D) ENROLLMENT
2013	249,297	\$ 7,537,401	\$ 28,483	28.8	67,688
2014	252,309	7,812,693	29,181	28.6	68,430
2015	253,747	7,967,438	29,496	28.8	67,876
2016	255,789	8,025,162	29,448	28.2	67,463
2017	257,156	8,261,470	30,153	28.8	67,758
2018	260,654	8,728,522	31,635	29.3	67,330
2019	261,639	8,981,800	32,466	29.2	66,923
2020	262,491	9,892,562	35,626	29.2	64,016
2021	264,069	10,945,472	40,850	29.2	58,767
2022	258,014	\$ N/R	\$ N/R	29.8	62,245

SOURCE:

(A) City of Laredo, Texas
Information was obtained from City of Laredo Planning and Zoning Department
Numbers as of September 30 each year.
(B) U.S. Bureau of Economic Analysis
(C) U. S. Census Bureau
(D) Laredo Independent School District and United Independent School District

NOTES:

N/R- not reported

DEMOGRAPHICS STATISTICS
LAST THREE CENSUS REPORTS (1)

CITY OF LAREDO, TEXAS

TABLE 17

	1990 Census	2000 Census	2010 Census
TOTAL POPULATION BY RACE:			
WHITE	87,048	145,267	207,067
AFRICAN AMERICAN	144	652	1,110
OTHER	35,707	31,524	27,914
HISPANIC PERCENTAGE	93.86%	94.10%	95.62%
TOTAL HOUSEHOLDS	33,998	46,852	68,610
HOUSEHOLD POPULATION	122,899	173,532	214,484
AVERAGE HOUSEHOLD SIZE	3.61	3.70	3.64

TOTAL POPULATION BY AGE:

0-5	17,081	18,516	24,424
6-13	20,316	18,620	49,273
14-17	10,093	16,054	14,461
18-24	17,987	29,608	27,275
25-34	20,316	28,489	35,156
35-44	14,752	23,657	34,332
45-54	9,964	17,104	27,235
55-64	8,541	10,746	18,641
65+	10,223	13,782	19,507
MEDIAN AGE TOTAL POPULATION	27.7	26.9	27.8
MEDIAN AGE ADULT POPULATION	36.8	36.8	N/A

HOUSEHOLD INCOME:

\$ 0 -	\$ 7,499	7,639	5,398	N/A
\$ 7,500 -	\$ 9,999	3,074	1,799	N/A
\$ 10,000 -	\$ 14,999	4,169	4,996	10,504
\$ 15,000 -	\$ 24,999	5,600	8,208	7,332
\$ 25,000 -	\$ 34,999	3,865	6,814	7,628
\$ 35,000 -	\$ 49,999	3,226	7,078	9,130
\$ 50,000 -	\$ 74,999	1,765	6,780	9,947
\$ 75,000 +		1,096	5,835	14,036
MEDIAN HOUSEHOLD INCOME		15,610	29,108	36,784
AVERAGE HOUSEHOLD INCOME		N/A	N/A	57,545
MEDIAN FAMILY INCOME		17,532	30,449	38,029
AGGREGATE HOUSEHOLD INCOME		708,920	N/A	2,247,434
PERSONAL INCOME (IN THOUSANDS)		1,260,121	2,990,748	6,055,155
PER CAPITA PERSONAL INCOME		10,253	16,855	25,648

NOTES:

(1) This table shows the data from the last 3 census reports available.

SOURCE:

(Continued)

Laredo Chamber of Commerce
Bureau of Economic Analysis

**DEMOGRAPHIC STATISTICS
LAST TEN FISCAL PERIODS**

CITY OF LAREDO, TEXAS

TABLE 17

(Continued)

FISCAL PERIODS	CIVILIAN LABOR FORCE	UNEMPLOYMENT	UNEMPLOYMENT RATE	EMPLOYMENT
2012	96,330	5,840	6.06%	90,490
2013	97,063	5,990	6.20%	91,073
2014	97,446	4,934	5.10%	92,512
2015	105,983	4,441	4.20%	101,542
2016	110,626	5,060	4.60%	105,566
2017	114,560	4,148	3.60%	110,412
2018	114,382	4,163	3.60%	110,219
2019	117,816	3,982	3.40%	113,834
2020	118,065	10,937	9.30%	107,128
2021	116,307	6,289	5.40%	110,018
2022	117,443	4,440	3.80%	113,003

SOURCE:

U.S. Bureau of Labor Statistics

Numbers as of September 30 each year.

**DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

CITY OF LAREDO, TEXAS

TABLE 17

(Continued)

GROWTH INDICATORS (1)					
FISCAL PERIODS	ELECTRIC	GAS	WATER	SEWER	POSTAL RECEIPTS (2)
2013	79,973	29,738	67,033	62,426	\$ 17,121,335
2014	84,494	29,904	68,213	63,410	16,813,171
2015	86,146	30,069	69,343	64,286	16,661,852
2016	87,797	30,144	70,545	65,291	15,362,228
2017	88,536	30,370	71,788	66,707	14,117,888
2018	89,404	30,442	72,859	67,676	13,821,412
2019	90,158	30,605	74,097	68,753	13,462,055
2020	90,418	30,605	75,854	70,451	12,196,622
2021	90,039	30,605	77,802	72,125	12,172,229
2022	99,352	30,605	79,332	73,597	\$ 12,026,162

NOTES:

(1) Amount represents number of active customer accounts.

(2) Represents estimated total revenue collected.

* Legislation prohibits disclosure of telephone accounts information.

SOURCES:

Finance Department of respective entity

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS
LAST TEN FISCAL PERIODS (10)

CITY OF LAREDO, TEXAS

TABLE 18

FISCAL PERIODS	COMMERCIAL CONSTRUCTION (A)		RESIDENTIAL CONSTRUCTION (A)		BANK (B) DEPOSITS	PROPERTY VALUE (A)			
	NUMBER OF PERMITS	VALUE	NUMBER OF PERMITS	VALUE		COMMERCIAL	RESIDENTIAL	VACANT PROPERTY	EXEMPTIONS (1)
2013	231	\$ 186,626,982	943	\$ 137,643,461	\$ 12,365,894,000	\$ 4,329,884,664	\$ 5,963,993,048	\$ 397,195,533	\$ 807,321,080
2014	237	154,084,458	1,034	207,923,276	12,512,568,000	4,863,861,131	6,554,541,075	387,782,150	800,231,949
2015	231	207,112,512	1,096	156,254,633	12,629,167,000	4,975,763,549	6,846,769,974	356,633,107	793,760,615
2016	258	271,214,041	1,202	157,224,474	12,639,632,000	5,184,897,773	6,996,535,128	560,503,540	872,562,927
2017	332	294,300,035	1,121	168,546,999	11,640,413,000	5,383,367,215	7,388,931,473	609,317,008	880,762,593
2018	299	213,470,706	1,215	152,098,324	11,456,008,000	5,585,863,430	8,019,104,900	628,569,861	880,948,630
2019	273	214,506,187	1,516	174,772,185	11,735,493,000	5,918,534,575	8,575,376,562	609,239,508	906,672,581
2020	193	306,544,952	1,643	220,558,872	14,296,833,000	6,296,393,242	9,013,592,957	659,320,275	968,010,100
2021	222	193,832,381	1,750	248,536,481	15,258,606,000	6,494,397,205	9,241,307,850	651,520,096	994,079,807
2022	299	\$ 381,378,810	1,434	\$ 241,118,607	\$ 14,055,038,000	\$ 6,653,586,233	\$ 10,072,025,686	\$ 654,428,122	\$ 1,165,062,329

(1) Total exemptions include Homestead, Veteran, and Agricultural exemptions.
Veteran valuations range from \$1,500 to \$3,000 based on disability percentage. Agriculture valuates represent land used for ranching and farming.

SOURCES:

- (A) City of Laredo, Texas
- (B) Limited to locally-owned banks:
 - Commerce Bank, N.A.
 - Falcon International Bank
 - International Bank of Commerce
 - Texas Community Bank, N.A.

**PRINCIPAL EMPLOYERS
SEPTEMBER 30, 2022**

CITY OF LAREDO, TEXAS

TABLE 19

EMPLOYER	NUMBER OF EMPLOYEES	PERCENTAGE OF TOTAL CITY EMPLOYMENT
United Independent School District	6,412	5.70%
Laredo Independent School District	4,500	4.00%
City of Laredo	2,659	2.40%
Wal-Mart/Sam's (5 locations)	2,496	2.20%
Webb County	1,800	1.60%
Laredo Sector Border Patrol	1,800	1.60%
Laredo Medical Center	1,274	1.10%
U.S. CBP - Laredo Sector Border Patrol	1,225	1.10%
Concentrix	995	9.00%
Texas A&M International University	910	8.00%

**PRINCIPAL EMPLOYERS
SEPTEMBER 30, 2012**

United Independent School District	6,179	6.83%
Laredo Independent School District	4,500	4.97%
City of Laredo	2,371	2.62%
U.S Border Patrol	2,000	2.21%
HEB Grocery Store	1,552	1.72%
Webb County	1,500	1.66%
Laredo Medical Center	1,500	1.66%
Texas A&M International University	1,215	1.34%
McDonald's Restaurants	1,200	1.33%
Wal-Mart	937	1.04%

Principal Employers numbers as of September 2022 and 10 years ago.

Source:

Laredo Development Foundation
Texas Workforce Commission

**PRINCIPAL WATER CONSUMERS
SEPTEMBER 30, 2022**

CITY OF LAREDO, TEXAS

TABLE 20

TYPE OF BUSINESS	PRODUCT OR SERVICE	CONSUMPTION (1)
United I.S.D.	Education	140,992,900
Laredo Medical Center	Medical	86,573,300
Laredo ISD	Education	51,567,400
Texas A&M University System	Education	48,177,700
Laredo Community College	Education	23,344,900
New Webb County Jail	Governmental	21,768,100
Laredo Regional Medical Center	Medical	18,047,700
Bluewave Express Car Wash	Business	17,175,900
Fedex Express	Delivery Services	15,795,900
Clarks Crossing Apartments	Housing	15,665,000

**PRINCIPAL WATER CONSUMERS
SEPTEMBER 30, 2012**

TYPE OF BUSINESS	PRODUCT OR SERVICE	CONSUMPTION (1)
Texas A&M International University	Education	70,087,100
Laredo Community College	Education	44,962,800
United High School	Education	44,859,600
Laredo Municipal Housing Corp.	Housing	30,476,600
Webb County Jail	County Jail	21,775,800
Laredo Regional Medical Center	Hospital	18,725,100
Towne North Mobile Homes	Housing	13,868,500
La Bota Ranch Owner Association	Housing	13,237,600
UISD LBJ High School	Education	13,022,300
Clarks Crossing Apartments	Housing	12,699,300

NOTES:

(1) Total consumption in gallons

Numbers show total comparison for principal water consumers as of fiscal year 2022 and 10 years ago.

SOURCE:

City of Laredo, Texas

GENERAL

Form of Government:	City Manager & City Council
Terms of Office:	Mayor - 4 Year Term (2 Terms Maximum) City Council - 4 Year Staggered Terms (2 Terms Maximum) City Manager - Appointed by City Council
Date of First Charter Adoption:	1848
Date of Original Public Sale Of Town Lots:	1880
Second Charter:	February 23, 1911
Home Rule Amendment to Charter:	January 29, 1921
Amendments to Charter:	July 8, 1941, January 8, 1946, October 9, 1951, April 3, 1962, November 30, 1965, January 14, 1981, January 16, 1988, November 7, 1995, November 7, 2006, November 2, 2010, November 8, 2016 and November 12, 2020.
Number of City Employees as of September 30, 2022:	2,659
Number of City Departments as of September 30, 2022:	30 (Amended as per Ordinance 2018-O-039)

Area in square miles by ten year periods for the last 50
years and annually for the last ten years

YEAR	LAND AREA	INCREASE	TOTAL*
1970	13.12	7.12	20.24
1980	20.24	13.26	33.50
1990	33.50	4.57	38.07
2000	78.82	1.13	79.95
2001	79.95	1.42	81.37
2002	81.37	0.34	81.71
2003	81.71	2.26	83.97
2004	83.97	0.43	84.40
2005	84.40	1.35	85.75
2006	85.75	0.26	86.01
2007	86.01	2.95	88.96
2008	88.96	0.57	89.53
2009	89.53	0.00	89.53
2010	89.53	0.87	90.40
2011	90.40	1.66	92.06
2012	92.06	0.77	92.83
2013	92.83	0.03	92.86
2014	92.86	5.47	98.33
2015	98.33	3.32	101.65
2016	101.65	2.99	104.64
2017	104.64	0.14	104.78
2018	104.78	1.57	106.35
2019	106.35	0.73	107.08
2020	107.08	0.66	107.74
2021	107.74	0.49	108.23
2022	109.64	N/A	N/A

*Annexations are effective December 31st of the respective year.

ELECTIONS

(continued)

Number of Registered Voters: 137,711

NUMBER OF VOTES CAST IN

Last Municipal Election: Nov 3, 2021 69,436

% OF REGISTERED VOTERS VOTING IN

Last Municipal Election: Nov 3, 2021 50.65%

TRANSPORTATION

AIRPORTS

Number of Airports: 1

Name of Airport: Laredo International Airport
Flights Daily to/from
Houston, Dallas/Fort Worth, and Las Vegas
Mexico City

Scheduled Airplane Flights
Per Day Departing: 10

Scheduled Airplane Flights
Per Day Arriving: 10

Passengers Enplaning: 111,268 per year

Passengers Deplaned: 105,823 per year

BRIDGES

Number of Bridges: 4

Name of Bridges: Gateway to the Americas Bridge
Juarez - Lincoln International Bridge
Colombia Solidarity Bridge
World Trade Bridge

Number of Crossing Pick-ups,
Motorcycles, Autos & 2 Axle
Vehicles: 4,340,399

Number of Crossing Commercial
Vehicles: 2,739,869

Number of Crossing Pedestrians
(includes bicycles): 1,956,845

Total Tolls: \$ 74,468,875

RAILROADS

(continued)

Number of Railroads: 2

Names of Railroads: Union Pacific Railroad
Kansas City Southern Railroad

HIGHWAYS

Number of Highways: 6

Name of Major Highways: IH 35 - to San Antonio, Dallas & North to the
Canadian Border
Hwy. 59 - to Houston, New Orleans & East
Hwy. 359 - to Corpus Christi
Hwy. 83 - to Brownsville (East) & El Paso (West)
Hwy 255 - Columbia Bridge to IH 35
FM1472 (Mines Rd)

BUS LINES

Name of Local Bus Lines: Laredo Transit Management Inc. (El Metro)
El Aguila Rural Transportation (Webb County)

Number of Adult Passengers: 1,037,627

Number of Elderly & Handicapped - Paid: 145,978

Number of Elderly & Handicapped - Free: 305,895

Number of Students: 110,037

Number of Children - Paid: 18,924

Number of Children - Free: 37,111

Number of I.D. Cards for Elderly: 2,198

Number of Medicaid Cards: 16,438

Number of Service Miles: 1,696,168

Number of Charter Miles: 0

Number of Employees: 169

Name of Interstate Bus Lines: Americanos USA
Cougar Bus Lines
Greyhound
Tornado & El Expreso Bus Co.
El Conejo

FIRE PROTECTION

(continued)

Number of Stations:	15
Number of Hydrants:	9,000
Number of Fire Pumpers:	14
Number of Aerial Trucks:	4
Number of Ambulances:	12
Number of Crash Trucks:	1
Number of Brush Trucks:	4
Number of Haz-Mat Trucks:	1
Number of Firefighters / EMT's / Paramedics:	663
Employees per 1,000 Population:	1.42

POLICE PROTECTION

Number of Stations:	2 Police Headquarters
Number of Neighborhood Policing Stations:	7
Number of Sworn Officers:	531
Number of Vehicular Patrol Units:	348
Employees per 1,000 Population:	2
Number of Law Violations:	16,517
Number of Physical Arrests:	5,673
Number of Traffic Violations:	36,722
Number of 911 Calls:	150,569
Number of Non-911 Calls:	256,604

PUBLIC WORKS

(continued)

WATERWORKS SYSTEM

Miles of Water Mains:	1,161
Daily Average Consumption:	37.56 MGD
Plant Capacity:	85.0 MGD
Storage Capacity:	44.5 MG
Water Rights Owned:	62,009 ac/ft
Source of Water:	Rio Grande River with 3 intake structures
Number of Service Connections:	79,332

SEWER SYSTEM

Miles of Sanitary Sewer:	887
Number of Lift Stations:	69
Daily Average Treatment:	19.4 MGD
Maximum Capacity of Treatment Plants:	35.37 MGD
Number of Disposal Plants:	6
Number of Service Connections:	73,597

SOLID WASTE

Number of Garbage Clients:	68,828
Solid Waste Disposal Type:	Type I Landfill

STREETS

Number of Paved Streets:	12,228
Number of Unpaved Streets:	16 Blocks
Miles of Paved Streets:	764

EDUCATIONAL

(continued)

LAREDO INDEPENDENT SCHOOL DISTRICT

Number of Senior High Schools:	4
Number of Magnet Schools:	3
Number of Alternative Education Schools:	2
Number of Classrooms:	555
Number of Administrative Personnel:	82
Number of Teachers:	456
Number of Students:	6,099
Annual Budget:	\$54,285,224
Number of Middle Schools:	4
Number of Classrooms:	203
Number of Administrative Personnel:	40
Number of Teachers:	320
Number of Students:	4,224
Annual Budget:	\$22,715,943
Number of Elementary Schools:	20
Number of Classrooms:	685
Number of Administrative Personnel:	87
Number of Teachers:	745
Number of Students:	10,603
Annual Budget:	\$79,397,376

UNITED INDEPENDENT SCHOOL DISTRICT

(continued)

Number of Senior High Schools:	8
Number of Magnet Schools:	3
Number Alternative Education Schools:	2
Number of Classrooms:	812
Number of Administrative Personnel:	140
Number of Teachers:	832
Number of Students:	13,479
Annual Budget:	\$85,101,065
Number of Middle Schools:	13
Number of Classrooms:	569
Number of Administrative Personnel:	105
Number of Teachers:	579
Number of Students:	9,371
Annual Budget:	\$64,230,598
Number of Elementary Schools:	30
Number of Classrooms:	1,392
Number of Administrative Personnel:	154
Number of Teachers:	1,137
Number of Students:	18,469
Annual Budget:	\$114,803,304

LIBRARIES

(continued)

Number of Public Libraries:	5
Number of Volumes:	308,105
Circulation Transactions:	826,089
Circulation Per Capita:	3.22
New Library Cards Issued:	6,532
Library Cards in Force:	221,536
Number of Subscriptions:	4,307
Number of Titles:	267,245
Number of Library Visits:	211,692
Number of Materials Used:	191,527
Library Programs Presented:	1,285
Number Attending Library Programs:	28,192
Bookmobiles:	1
Branches and Outlets:	6

PRIVATE SCHOOLS

Number of Parochial/Private Schools:	8
Vocational Training Centers:	13

COMMUNICATIONS

Number of Daily Newspapers:	2
Major Newspaper:	Laredo Morning Times
Number of Radio Stations:	10
Number of Television Stations:	3
Number of Cable Television Companies:	3
Number of Satellite Companies:	3

TEXAS A&M INTERNATIONAL UNIVERSITY

(continued)

Date Established:	Established in 1970 as a division of Texas A&I, and as a separate University in 1977 as a division of the University System of South Texas. The University became a member of the Texas A&M University System on September 1, 1989.
Programs Offered:	Undergraduate, Graduate and Doctoral degrees are offered by the Colleges of Business Administration, Education, Arts & Sciences. Education, Nursing and University College
Population Served:	Undergraduate and Graduate level college students seeking Liberal Arts, Education, Psychology, Business, International Trade, Science and Technology Degrees, Health and Criminal Justice
Region served:	South Texas Region
Number of Classrooms/Labs:	117
Number of Non-Faculty Staff:	
Full-time	474
Part-Time	56
Number of Full-Time Faculty:	302
Number of Part-Time Faculty:	206
Number of Full-Time Students:	6,460
Number of Part-Time Students:	2,056

LAREDO COLLEGE

Date Founded:	1947
Programs Offered:	Associates of Art, Degrees in Engineering, Education, Medicine, Dentistry, Nursing, Law, Business Administration, Computer Science and Vocational Education. Bachelor of Science in Nursing
Number of Classrooms/Labs:	392
Total Gross Square Footage:	1,439,476 Sq. Ft.
Number of Administrators:	44
Number of Full-Time Faculty:	164
Number of Part-Time Faculty:	146
Number of Full-Time Students:	2,285
Number of Part-Time Students:	10,380
Counties Served:	Webb, Jim Hogg, Zapata
Total Annual Budget:	\$66,290,455

RECREATIONAL

(continued)

PARKS

Number of Acres Maintained:	1,206.30
Number of Parks:	70
Number of Plazas:	5
Baseball and Softball Fields:	59
Number of Swimming Pools:	9
Number of Soccer Fields:	32
Number of Tennis Court Facilities:	29
Number of Racquetball Facilities:	11
Number of Recreational Centers:	8
Number of Splash Parks:	11
Number of Skate Parks:	6

CEMETERY

City:	2
Catholic:	1
Private:	0
Burials Served:	396
Cemetery Lots Sold:	274

LODGING/MEETING FACILITIES

Number of Hotels/Motels:	43 with 4,236 Rooms
Meeting Facilities:	35

MAJOR ATTRACTIONS

(continued)

Number of Rodeo Arenas:	2
Number of Museums:	9
Number of Golf Courses:	3
Number of Tennis Courts:	29
Number of Tennis Court Facilities:	6
Number of Malls:	2
Number of Bowling Alleys:	3
Number of Movie Theaters:	2
Number of Country Clubs:	2
Annual Festivities:	Washington's Birthday Celebration Jalapeno Festival Laredo Birding Festival 4th of July Celebration Laredo Sister Cities Festival 16 de Septiembre Farmer's Market Dia De Los Muertos Cultural Celebration Guajolote Run Border Patrol Half Marathon Menudo Bowl Navidad Fest

CHURCHES

Number of Catholic Churches:	33
Other Churches:	18

SPORTS ARENA

(continued)

Facility Area:	178,000 Square Feet
Seat Capacity:	10,000
Luxury Suites:	14
Meeting Rooms:	3
Food Courts:	8
Parking Spaces:	2,000
Major Attractions:	Concerts, Sporting Events, Conventions, Family Entertainment, Community & Charity Events, WBCA Carnival, Graduations, and Special Events

BASEBALL STADIUM

Facility Area:	39.71 Acres
Seat Capacity:	6,014
Stadium Capacity:	16,000
Luxury Suites:	11
Meeting Rooms:	3
Food Courts:	4
Team Stores:	1
Parking Spaces:	985
Major Attractions:	Baseball Concerts

SOURCES:

Finance Department, City of Laredo
Laredo Chamber of Commerce
Laredo College
Laredo Independent School District
Texas A&M International University
United Independent School District
Sames Auto Arena

**INSURANCE IN FORCE FOR THE CITY OF LAREDO
INCLUDING THE INTERNATIONAL TOLL BRIDGE SYSTEM,
LAREDO WATERWORKS SYSTEM, AND THE LAREDO
SEWER SYSTEM
SEPTEMBER 30, 2022**

CITY OF LAREDO, TEXAS

TABLE 22

DESCRIPTION	TYPE OF COVERAGE	POLICY LIMIT
BUILDINGS	Fire and Extended Coverage (1)	\$ 735,453,362
ALL PREMISES	General Liability	1,000,000
VEHICLES	Automobile Liability Auto Physical Damage	1,000,000 PER SCHEDULE AND ENDORSEMENTS
LIABILITY	Errors & Omissions Public Employee Dishonesty	1,000,000 1,000,000
PROPERTY	Mobile Equipment Boiler & Machinery	34,233,022 Per Accident 5,000,000
AIRPORT LIABILITY	Comprehensive General Liability Personal Injury Liability Coverage Airport Control Tower Operations	Primary Policy 10,000,000 Excess Policy 10,000,000 PER OCCURRENCE
LAW ENFORCEMENT	Law Enforcement Liability	1,000,000
PUBLIC OFFICIALS	Personal Injury and Errors & Omissions	1,000,000
WORKER'S COMPENSATION	All City Employees for All Funds- Employer's Liability (2): Total Annual Contribution Per Occurrence Retention Annual Aggregate Retention Aggregate Limit Of Liability Loss Deposit Fund	 539,179 300,000 2,500,000 1,000,000 344,000
AIRPORT - FOREIGN TRADE ZONE	Foreign Trade Zone Operator's Bond	\$ 50,000

NOTES:

(1) The property Fire and Extended Coverage Policy includes all buildings owned by the City of Laredo and the contents of particular buildings. It also provides coverage for use occupancy and business interruptions for the four International Bridges operated by the City's International Toll Bridge System.

(2) Includes Volunteers and Elected Officials.

SOURCE:

City of Laredo, Texas

**FULL-TIME EQUIVALENT CITY GOVERNMENT
EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS**

City of Laredo, Texas

Table 23

FULL-TIME EQUIVALENT EMPLOYEES AS OF SEPTEMBER 30

FUNCTION	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Government	357.68	347.68	328.68	303.18	296.14	292.14	295.18	309.66	300.70	340.75
Public Safety:										
Police:										
Officers	530	526	515	514	513	485	486.00	482.00	482.00	482.00
Civilians	111	104	100	91	92	88	88.00	89.00	90.00	90.00
Fire:										
Firefighters and Officers	407	407	407	407	407	382	383.00	383.00	362.00	362.00
Civilians	20	20	20	19	19	19	19.00	19.00	14.00	14.00
Other Civilians	68	68	69	69	69	62	62.00	63.00	62.00	62.00
Public Works	183	184	184	164	164	164	164.00	164.00	159.00	112.00
Health and Welfare	427.96	366.96	361.96	336.96	327.96	326	309.96	280.48	302.50	304.88
Culture and Recreation	283.7	283.7	295.7	305.3	309.3	301	297.83	296.83	274.09	246.24
Air Transportation	79	75	75	68	68	68	63.00	63.00	60.00	54.00
Bridge System	188	188	188	188	189	189	189.00	189.00	189.00	190.00
Solid Waste Management System	169	169	163	155	144	141	136.00	136.00	131.00	128.00
Water System	238	229	225	222	227	226	224.00	224.00	207.00	190.00
Sewer System	115	115	115	118	117	118	120.00	120.00	102.00	81.00
Transit System	185.9	185.9	184.1	182.1	182.1	181.1	181.10	171.00	171.00	181.00
Municipal Housing	15	14	14	13	13	13	13.00	13.00	13.00	12.00
Total	<u>3,378.24</u>	<u>3,283.24</u>	<u>3,245.44</u>	<u>3,155.54</u>	<u>3,137.50</u>	<u>3,055.24</u>	<u>3,031.07</u>	<u>3,002.97</u>	<u>2,919.29</u>	<u>2,849.87</u>

SOURCE:

City of Laredo Budget Division

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

CITY OF LAREDO, TEXAS

TABLE 24

FUNCTION	FISCAL YEAR 2013	FISCAL YEAR 2014	FISCAL YEAR 2015	FISCAL YEAR 2016	FISCAL YEAR 2017	FISCAL YEAR 2018	FISCAL YEAR 2019	FISCAL YEAR 2020	FISCAL YEAR 2021	FISCAL YEAR 2022
Police										
Physical Arrests	9,576	9,603	9,076	9,113	6,983	6,919	6,951	5,758	5,412	5,673
Vehicle Inspections (used dealerships)	36	42	330	429	316	40	35	234	44	44
Bridge Operations Conducted	177	81	36	19	39	-	8	17	62	42
Emergency Calls	180,305	184,987	198,856	223,292	170,309	153,314	166,901	139,156	149,752	150,569
Non-Emergency Calls	250,351	239,532	202,602	225,137	213,834	203,144	274,734	284,694	276,803	256,604
Dispatched Calls	430,656	424,519	401,458	448,429	384,143	356,458	441,635	423,850	426,555	407,173
Public Awareness/Training/Education	54	75	49	84	74	116	677	1,249	22	22
Fire										
Fire Department Responses	24,559	19,470	6,216	9,763	10,014	13,291	27,185	28,780	16,803	4,640
Inspections	4,600	5,860	5,397	5,530	4,394	6,773	5,369	3,724	4,396	3,670
Arson Cases Investigated	95	64	49	48	55	37	35	37	39	37
Public Education Presentations	150	150	139	174	92	116	173	149	116	110
Public Works										
Street Resurfaced	244	346	426	363	205	122	233	263	229	327
Potholes Repaired	24,694	24,816	23,975	21,750	25,620	17,262	18,234	27,342	14,700	27,342
Bridge										
Pedestrian Crossings	2,973,056	3,032,333	3,029,608	3,074,538	3,116,492	3,182,403	3,304,191	2,098,671	1,382,054	1,956,845
Gateway Passes Sold	2,934,065	2,913,971	2,614,406	2,582,783	2,650,455	1,148,864	-	-	-	-
Non-Commercial Vehicle Crossings	4,551,845	6,732,956	5,060,633	5,212,091	4,992,233	5,013,214	5,018,723	3,547,971	3,012,028	4,340,399
Commercial Vehicle Crossings	1,835,110	1,924,842	2,005,177	2,087,586	2,176,995	2,281,483	2,369,111	2,258,425	2,517,028	2,739,869
Non-Commercial AVI Accounts	10,632	11,476	12,433	13,418	12,090	13,124	14,175	15,145	13,595	13,899
Commercial AVI Accounts	3,931	4,374	4,852	5,243	5,025	5,540	6,272	6,816	5,229	5,650
Culture and Recreation										
Community Center Admissions	523,699	466,400	447,269	506,177	510,658	398,095	17,854	143,414	-	6,390
Community Service Special Events	93	90	217	90	63	81	61	22	-	4
After School Programs	9	8	8	8	8	27	9	8	-	7
Transit System										
Passenger Ridership	2,998,121	2,898,000	2,816,479	2,762,991	2,750,572	2,406,677	2,342,847	1,540,107	973,242	1,655,572
Miles Driven	1,961,745	1,941,131	1,684,067	1,721,527	1,716,803	1,738,502	1,772,620	1,842,996	1,727,882	1,696,168

(Continued)

**OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

CITY OF LAREDO, TEXAS

TABLE 24

FUNCTION	FISCAL YEAR 2013	FISCAL YEAR 2014	FISCAL YEAR 2015	FISCAL YEAR 2016	FISCAL YEAR 2017	FISCAL YEAR 2018	FISCAL YEAR 2019	FISCAL YEAR 2020	FISCAL YEAR 2021	FISCAL YEAR 2022
Sanitation										
Household Customers	56,936	58,427	59,118	60,102	61,091	62,000	63,559	66,575	67,528	68,828
Refuse Collected (tons)	99,613	87,406	103,049	109,346	91,365	92,124	92,787	89,825	96,693	97,904
Recyclables Collected (tons)	3,128	11,506	11,940	7,661	11,330	12,147	11,492	12,147	12,203	11,576
Water										
Average Consumption (MGD)	35.00	26.00	31.90	36.29	34.07	33.55	22.72	34.75	35.30	37.56
Meters Read (per month)	66,512	67,662	68,897	70,072	71,278	72,392	73,512	75,012	76,807	78,711
Service Calls (per month)	9,030	9,785	11,301	12,890	12,895	12,107	12,598	13,768	11,731	7,795
Wastewater										
Average Sewage Treatment (MGD)	18.90	18.80	19.70	20.64	19.50	19.12	19.00	17.60	19.30	19.40
Airport										
Commercial Service Airlines	3	3	3	3	3	3	3	4	4	1
Land/Building Leases	86	90	95	94	95	84	80	80	74	74
Inbound/Outbound Passengers	200,803	204,496	206,332	187,750	172,429	172,152	184,810	89,946	178,867	217,091
Scheduled Flights Per Day	9	8	8	8	9	9	9	10	13	18

SOURCE:

City of Laredo, Texas

**CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

CITY OF LAREDO, TEXAS

TABLE 25

FUNCTION	FISCAL YEAR 2022	FISCAL YEAR 2021	FISCAL YEAR 2020	FISCAL YEAR 2019	FISCAL YEAR 2018	FISCAL YEAR 2017	FISCAL YEAR 2016	FISCAL YEAR 2015	FISCAL YEAR 2014	FISCAL YEAR 2013
Public Safety										
Police:										
Stations	9	8	9	10	12	10	12	10	18	18
Patrol Units	348	315	356	338	328	324	301	292	294	261
Fire:										
Stations	15	15	15	15	15	15	15	15	15	14
EMS Units	12	12	12	11	11	10	9	9	9	9
Ladder Trucks	4	4	4	3	3	3	3	3	3	3
Pumper Trucks	14	14	14	14	14	14	14	14	14	14
Highways and Streets										
Public Works:										
Streets - Lane Miles	764	798	695	788.16	695	681	673	685	676	670
Traffic:										
Traffic Signals	259	254	253	253	252	252	248	248	246	248
Street Lights	14,000	13,900	14,300	13,700	13,500	13,442	13,032	12,850	12,761	12,480
Other Traffic Control Signs	37,400	37,100	37,500	37,000	36,946	36,648	36,360	36,000	35,331	34,862
Bridge System										
International Bridges	4	4	4	4	4	4	4	4	4	4
Cultural and Recreation										
Parks Acreage	1206.3	1206.3	1185.5	750	854.5	854	830	735	886	860
Parks	70	70	73	67	64	55	83	83	74	74
Swimming Pools	9	9	9	9	9	9	8	8	8	7
Community Centers	12	12	11	11	11	11	9	10	9	9
Convention Centers	0	0	0	0	0	0	0	0	0	1
Stadiums	2	2	2	2	2	2	2	2	2	1
Transit System										
Buses	49	44	45	47	43	42	48	48	48	48
Trolleys	1	1	1	1	1	1	1	1	1	1

(Continued)

**CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

CITY OF LAREDO, TEXAS

TABLE 25

FUNCTION	FISCAL YEAR 2022	FISCAL YEAR 2021	FISCAL YEAR 2020	FISCAL YEAR 2019	FISCAL YEAR 2018	FISCAL YEAR 2017	FISCAL YEAR 2016	FISCAL YEAR 2015	FISCAL YEAR 2014	FISCAL YEAR 2013
Sanitation										
Collection Trucks - Rear Loaders	18	18	19	22	21	20	20	21	25	24
Collection Trucks - Automated	48	48	42	44	41	41	30	39	43	38
Collection Trucks - Dump Trucks	0	3	3	0	0	0	3	0	0	2
Collection Trucks - Grapplers	10	11	10	9	8	8	7	7	8	8
Collection Trucks - F.Loaders/Recycle	2	3	3	3	3	3	3	3	3	3
Collection Trucks - Roll-off Trucks	3	3	3	3	3	3	3	2	2	
Water										
Water Mains (miles)	1,161	1,150	1,129	1,113	1,108	793	785	765	721	721
Fire Hydrants	9,000	8,862	8,280	8,521	7,980	7,374	7,271	6,380	6,208	3,381
Maximum Capacity (MGD)	85	85	85	85	85	86	85	85	65	65
Wastewater										
Sanitary Sewer (miles)	887	870.992	858	840	814	546	537	513	513	504
Maximum Capacity (MGD)	35.4	36.7	35.25	35.2	29.2	29.2	29.25	29.20	24.70	25.10
Environmental Services										
Storm Drainage (miles)	225.85	225.85	225.63	225.59	218	214	212	201	201	198
Air Transportation										
Airports	1	1	1	1	1	1	1	1	1	1

SOURCE:

City of Laredo, Texas

This page intentionally left blank

CONTINUING DISCLOSURES INFORMATION

The following table is hereby submitted in order to comply with the requirements of the Securities and Exchange Commission Rule 15c2-12 for Continuing Disclosures of Information related to the new bonds issued during fiscal years 2002-2022. The table applies to the following issues:

Sewer System Revenue Bond, Series 2002	\$	710,000
Waterworks Revenue Bond, Series 2002		741,000
Waterworks & Sewer System Revenue Bond, Series 2008		915,000
Waterworks & Sewer System Subordinated Revenue Bond, Series 2009		7,500,000
Combination Tax and Airport Refunding Certificate of Obligation, Series 2010B		2,040,000
General Obligation Refunding Bonds, Series 2012		7,635,000
Waterworks & Sewer System Subordinated Revenue Bond, Series 2012		48,750,000
Waterworks & Sewer System Refunding Bond, Series 2013		17,260,000
General Obligation Refunding Bonds, Series 2013		16,845,000
Tax and Revenue Certificate of Obligation, Series 2013		9,995,000
Waterworks & Sewer System Revenue Bond, Series 2013		18,255,000
Combination Tax and Airport Revenue Certificate of Obligation, Series 2014		5,600,000
International Toll Bridge System Refunding Bond, Series 2014		14,175,000
International Toll Bridge System Revenue Bond, Series 2014		9,585,000
International Toll Bridge System Taxable Refunding Bond, Series 2014		3,885,000
International Toll Bridge System Subordinated Refunding Bond, Series 2014		17,365,000
Waterworks & Sewer System Revenue Bond, Series 2014		11,585,000
General Obligation Refunding Bonds, Series 2015		64,740,000
Tax and Revenue Certificate of Obligation, Series 2015		19,765,000
Waterworks & Sewer System Revenue Bond, Series 2015		15,045,000
Waterworks & Sewer System Subordinated Revenue Bond, Series 2015		5,500,000
Waterworks & Sewer System Subordinated Revenue Bond, Series 2015A		4,600,000
Waterworks & Sewer System Subordinated Revenue Bond, Series 2015B		22,075,000
Waterworks & Sewer System Revenue Bond, Series 2016		9,745,000
Waterworks & Sewer System Revenue Bond, Series 2016		75,395,000
Sports Venue Sales Tax Revenue Bonds, Series 2016		8,970,000
Tax and Revenue Certificate of Obligation, Series 2016 T/E		22,610,000
Tax and Revenue Certificate of Obligation, Series 2016		3,075,000
Public Property Finance Contractual Obligations, Series 2016		8,080,000
General Obligation Refunding Bonds, Series 2016		54,545,000
International Toll Bridge System Refunding Bond, Series 2016		8,700,000
Waterworks & Sewer System Revenue Bond, Series 2017		18,155,000
Public Property Finance Contractual Obligations, Series 2017		3,685,000
General Obligation Refunding Bonds, Series 2017		12,675,000
Certificates of Obligation, Series 2017	\$	14,810,000

General Obligation Refunding Bonds, Series 2018	\$	46,635,000
Certificates of Obligation, Series 2018		11,640,000
Public Property Finance Contractual Obligations, Series 2018		12,050,000
Waterworks & Sewer Revenue Bonds, Series 2019		47,295,000
Waterworks & Sewer Revenue Refunding Bonds, Series 2019A		28,415,000
Public Property Finance Contractual Obligations, Series 2019		11,600,000
Certificates of Obligation, Series 2019		29,905,000
General Obligation Refunding Bonds, Series 2019		3,655,000
Waterworks & Sewer System Subordinate Revenue Bonds, Series 2020		52,000,000
Waterworks & Sewer System Revenue Bonds, Series 2020A		55,190,000
Waterworks & Sewer System Revenue Bonds, Series 2020B		46,170,000
Certificates of Obligation, Series 2021A		27,430,000
Certificates of Obligation, Series 2021B		2,235,000
General Obligation Refunding Bonds, Series 2021A		3,800,000
General Obligation Refunding Bonds, Series 2021B		5,430,000
Sports Venue Sales Tax Revenue Bonds, Series 2021		49,755,000
Waterworks & Sewer System Revenue Bonds, Series 2022	\$	122,215,000

GENERAL OBLIGATION BONDS

TABLE 1 - VALUATION, EXEMPTIONS AND DEBT OBLIGATIONS

2021 Market Valuation Established by Webb County Appraisal District (as of September 2022)		17,380,040,041
Less Exemptions/Reductions at 100% Market Value:		
Residential Homestead Exemptions	365,021,136	
Disabled Veterans Exemptions	119,503,087	
Agricultural and Open Space Land Use Reductions	230,676,743	
Free Port Exemptions	226,856,843	
Property Redevelopment and Tax Abatement	43,764,883	
Pollution Control	4,879,734	
Other Exemptions	<u>49,791,955</u>	<u>1,040,494,381</u>
2020 Taxable Assessed Valuation		<u><u>16,339,545,660</u></u>
General Obligation Debt Payable from Ad Valorem Taxes (1)		
General Obligation Bonds	76,554,836	
Certificates of Obligation	<u>115,714,725</u>	
Funded Debt Payable from Ad Valorem Taxes		192,269,561
Less: Self-supporting Debt		
Airport System Certificates of Obligation	990,000	
Environmental Services General Obligation Debt	8,394,069	
Environmental Services Certificates of Obligation	8,152,000	17,536,069
Parking System General Obligation Debt	<u>0</u>	<u>0</u>
General Purpose Funded Debt Payable from Ad Valorem Taxes		<u><u>174,733,492</u></u>
Interest and Sinking Fund		8,457,459
Ratio Funded Debt to Taxable Assessed Valuation		1.18%
Ratio General Purpose Funded Debt to Taxable Assessed Valuation		1.07%
2021 Estimated Population- 258,014		
Per Capita Taxable Assessed Valuation- \$63,328		
Per Capita Funded Debt- \$745		
Per Capita General Purpose Funded Debt- \$677		

- (1) The above statement of indebtedness does not include the following revenue bonds, as these are payable solely from the net revenues of the System, as defined in the bond ordinance authorizing the bonds:
 \$337,377,942 Waterworks System Revenue Bonds; \$258,164,494 Sewer System Revenue Bonds;
 \$20,175,000 International Toll Bridge System Revenue Bonds; \$2,594,300 Transit System Revenue Bonds;
 \$34,713,896 Solid Waste Revenue Bonds; and \$55,600,000 Sports Venue Sales Tax Revenue Bonds.

TABLE 2 - TAXABLE ASSESSED VALUATIONS BY CATEGORY

Category	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2022	2021		2020		% of Total
	Amount	% of Total	Amount	% of Total	Amount	
Real, Residential, Single Family	9,205,596,568	52.97%	8,438,113,609	51.49%	8,243,780,438	51.62%
Real, Residential, Multifamily	666,347,534	3.83%	623,894,057	3.81%	597,466,636	3.74%
Real, Vacant Lots/Tracts	423,653,833	2.44%	420,997,891	2.57%	431,814,793	2.70%
Real, Acreage (Land Only)	230,774,289	1.33%	230,809,046	1.41%	227,777,662	1.43%
Real, Farm and Ranch Improvements	157,710,851	0.91%	141,997,263	0.87%	135,650,423	0.85%
Real, Commercial/Industrial	4,517,233,891	25.99%	4,283,147,523	26.14%	4,239,376,935	26.55%
Real, Oil, Gas, and Other Mineral Reserves	997,695	0.01%	704,455	0.00%	18,684,080	0.12%
Goods In-Transit	18,538,080	0.11%	8,926,700	0.05%	5,609,920	0.04%
Real and Tangible Personal, Utilities	296,369,628	1.71%	350,035,830	2.14%	341,241,200	2.14%
Tangible Personal, Commercial/Industrial	1,712,051,350	9.85%	1,757,900,097	10.73%	1,590,502,969	9.96%
Tangible Personal, Other	42,370,733	0.24%	37,016,080	0.23%	36,423,280	0.23%
Real Property, Inventory (1)	66,181,118	0.38%	50,663,570	0.31%	58,020,968	0.36%
Special Inventory	42,214,471	0.24%	43,019,030	0.26%	42,957,170	0.27%
Total Appraised Value Before Exemptions	17,380,040,041	100.00%	16,387,225,151	100.00%	15,969,306,474	100.00%
Less: Total Exemptions/Reductions	<u>1,040,494,381</u>		<u>1,015,671,043</u>		<u>968,010,100</u>	
Taxable Assessed Value	<u>16,339,545,660</u>		<u>15,371,554,108</u>		<u>15,001,296,374</u>	
Category	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2019	2018		2017		% of Total
	Amount	% of Total	Amount	% of Total	Amount	
Real, Residential, Single Family	7,846,856,529	51.98%	7,306,354,273	51.41%	6,688,911,938	50.02%
Real, Residential, Multifamily	564,484,077	3.74%	531,944,021	3.74%	536,455,633	4.01%
Real, Vacant Lots/Tracts	396,602,955	2.63%	416,010,091	2.93%	387,741,045	2.90%
Real, Acreage (Land Only)	212,607,816	1.41%	212,184,436	1.49%	221,473,241	1.66%
Real, Farm and Ranch Improvements	110,120,012	0.73%	117,409,310	0.83%	108,400,727	0.81%
Real, Commercial/Industrial	3,946,296,549	26.14%	3,708,240,026	26.09%	3,541,912,142	26.49%
Real, Oil, Gas, and Other Mineral Reserves	32,619,351	0.22%	1,209,937	0.01%	1,980,040	0.01%
Goods In-Transit	5,690,094	0.04%	9,540,211	0.07%	1,436,504	0.01%
Real and Tangible Personal, Utilities	376,685,512	2.50%	317,485,268	2.23%	292,970,420	2.19%
Tangible Personal, Commercial/Industrial	1,468,293,094	9.73%	1,461,543,251	10.28%	1,466,051,945	10.96%
Tangible Personal, Other	49,321,179	0.33%	50,622,472	0.36%	49,334,083	0.37%
Real Property, Inventory (1)	44,018,203	0.29%	35,482,906	0.25%	30,973,122	0.23%
Special Inventory	41,952,401	0.28%	43,867,641	0.31%	44,050,526	0.33%
Total Appraised Value Before Exemptions	15,095,547,772	100.00%	14,211,893,843	100.00%	13,371,691,366	100.00%
Less: Total Exemptions/Reductions	<u>906,672,581</u>		<u>880,948,630</u>		<u>880,762,593</u>	
Taxable Assessed Value	<u>14,188,875,191</u>		<u>13,330,945,213</u>		<u>12,490,928,773</u>	

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

- (1) Real inventory properties in the hands of developers or builders; each group of properties in this category is appraised on the basis of its value as a whole as a sale to another developer or builder.

TABLE 3 – VALUATION AND GENERAL OBLIGATION DEBT HISTORY

<u>Fiscal Year Ended 9-30</u>	<u>Estimated Population (1)</u>	<u>Taxable Assessed Valuations (2)</u>	<u>Taxable Assessed Valuation Per Capita</u>	<u>G.O. Tax Debt Outstanding at End of Year</u>	<u>Ratio of G.O. Tax Debt to Taxable Assessed Valuation</u>	<u>G.O. Tax Debt Per Capita</u>
2013	247,543	10,691,073,245	43,189	182,702,323	1.71%	738
2014	251,552	10,998,820,849	43,724	175,153,419	1.59%	696
2015	253,747	11,370,707,572	44,811	179,271,315	1.58%	706
2016	255,789	11,857,665,347	46,357	213,356,937	1.80%	834
2017	257,156	12,490,928,773	48,573	198,899,510	1.59%	773
2018	260,654	13,330,945,213	51,144	199,009,292	1.49%	763
2019	261,639	14,188,875,191	54,231	198,326,372	1.40%	758
2020	262,491	15,001,296,374	57,150	211,955,952	1.41%	807
2021	264,069	15,371,554,108	58,210	211,161,366	1.37%	800
2022	258,014	16,339,545,660	63,328	192,269,561	1.18%	745

(1) Source: City of Laredo and Laredo Development Foundation.

(2) As reported by the Webb County Appraisal District on City's annual State Property Tax Board Reports.

TABLE 4 – TAX RATE, LEVY AND COLLECTION HISTORY

<u>Fiscal Year Ended 9-30</u>	<u>Tax Rate</u>	<u>Distribution General Fund</u>	<u>Interest and Sinking Fund</u>	<u>Tax Levy</u>	<u>% Current Collections</u>	<u>% Total Collections</u>
2013	0.637000	0.498866	0.138134	67,621,015	97.39%	99.88%
2014	0.637000	0.488257	0.148743	69,529,157	97.97%	99.70%
2015	0.637000	0.491720	0.145280	71,691,453	98.03%	99.70%
2016	0.637000	0.493751	0.143249	75,020,129	97.72%	99.66%
2017	0.637000	0.494068	0.142932	78,914,153	97.94%	99.67%
2018	0.637000	0.491887	0.145113	83,721,163	98.14%	99.66%
2019	0.634000	0.488732	0.145268	88,726,108	98.20%	99.53%
2020	0.634000	0.490186	0.143814	93,815,384	97.39%	99.53%
2021	0.634000	0.491536	0.142464	96,373,570	95.66%	99.52%
2022	0.615370	0.469421	0.145949	99,359,198	93.01%	99.52%

Tax collections as of September 30, 2022.

TABLE 5 – TEN LARGEST TAXPAYERS

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2021 Assessed Valuation Real & Personal Property</u>	<u>Percentage of Total Assessed Valuation</u>
AEP Texas Inc	Electricity	180,821,000	1.11%
Laredo Texas Hospital CO LP	Medical	157,785,534	0.97%
Farias Development LTD	Real Estate	72,198,454	0.44%
Mall Del Norte	Retail	70,031,706	0.43%
The GEO Group Inc.	Governmental	59,328,400	0.36%
Killam Development LTD	Real Estate	56,339,750	0.34%
Mission Produce Inc.	Produce	52,262,100	0.32%
Laredo Portfolio LLC	Real Estate	50,528,740	0.31%
Laredo Regional Medical CTR LP	Medical	49,500,000	0.30%
Killam Development LTD	Real Estate	46,494,232	0.28%
		<u>795,289,916</u>	4.86%

NOTE: As of March 14, 2023, no taxpayer is delinquent on their account.

GENERAL OBLIGATION DEBT LIMITATION...The City held a charter election on November 7, 1995. The voters approved Proposition 24 (2,093 in favor, 522 against), which stated that the total overall outstanding debt shall be limited to 10% of the total assessed value.

TABLE 6 – ESTIMATED OVERLAPPING DEBT

Expenditures of the various taxing entities within the territory of the City are paid out of ad valorem taxes levied by such entities on properties within the City. Such entities are independent of the City and may incur borrowings to finance their expenditures. This statement of direct and estimated overlapping ad valorem tax bonds ("Tax Debt") was developed from information contained in "Texas Municipal Reports" published by the Municipal Advisory Council of Texas. Except for the amounts relating to the City, the City has not independently verified the accuracy or completeness of such information, and no person should rely upon such information as being accurate or complete. Furthermore, certain of the entities may have issued additional debt since the date hereof, and such entities may have programs requiring the issuance of substantial amounts of additional debt, the amount of which cannot be determined. The following table reflects the estimated share of overlapping Tax Debt of the City.

<u>Taxing Jurisdiction</u>	<u>2021 Taxable Assessed Valuation</u>	<u>2021 Tax Rate</u>	<u>Total Funded Debt</u>	<u>Estimated % Applicable</u>	<u>City's Overlapping Funded Debt As of 09-30-22</u>
City of Laredo	16,339,545,660	0.61537	192,269,561	100.00%	192,269,561
Laredo Independent School District	2,708,674,161	1.389200	325,405,907	100.00%	325,405,907
Laredo College District	15,341,146,564	0.319440	157,576,802	100.00%	157,576,802
United Independent School District	17,150,948,514	1.177800	463,472,593	79.49%	368,414,364
Webb County	21,417,508,332	0.410000	103,870,000	61.73%	64,118,951

Total Direct and Overlapping G.O. Tax Debt 1,107,785,585

Ratio of Direct and Overlapping G. O. Tax Debt to Taxable Assessed Valuation 1.52%

Per Capita Overlapping G. O. Tax Debt 4,293.51

Source: Finance Departments of respective entities.

TABLE 7 – INTEREST AND SINKING FUND BUDGET PROJECTION

Estimated Debt Service Requirements, Fiscal Year Ended 9-30-2023.....	\$	30,024,076
Interest and Sinking Fund, 9-30-2022.....	8,457,459	
Property Taxes for Interest and Sinking Fund.....	22,344,180	
Paving Assessments.....	8,590	
Budgeted Transfers.....	6,414,809	
Estimated Investment Income.....	<u>45,000</u>	<u>37,270,038</u>
Estimated Balance, 9-30-2023.....	\$	<u><u>7,489,142</u></u>

TABLE 8A – GENERAL OBLIGATION DEBT SERVICE

Fiscal Year Ended 09-30	Total Outstanding GO Debt	2021B GO Refunding Issue	Fund Debt Requirements	Less: Self Supporting GO Debt Service Requirements	General Purpose Funded Debt	% of Debt Retired
2023	21,047,140	733,127	21,780,267	9,840,969	11,939,298	
2024	21,039,962	569,848	21,609,810	9,698,736	11,911,074	
2025	21,306,818	837,159	22,143,977	10,067,941	12,076,036	
2026	20,097,144	187,866	20,285,010	8,518,450	11,766,560	49.30%
2027	19,076,129	187,946	19,264,075	8,511,557	10,752,518	
2028	12,562,098	187,972	12,750,070	6,593,011	6,157,059	
2029	9,971,136	187,684	10,158,820	6,584,728	3,574,092	
2030	7,523,028	187,177	7,710,205	6,575,576	1,134,629	77.95%
2031	6,819,917	189,378	7,009,295	6,578,579	430,716	
2032	6,815,461	188,349	7,003,810	6,574,449	429,361	
2033	6,187,749	-	6,187,749	6,187,749	-	
2034	3,043,127	-	3,043,127	3,043,127	-	
2035	3,039,500	-	3,039,500	3,039,500	-	93.05%
2036	3,030,125	-	3,030,125	3,030,125	-	
2037	3,029,625	-	3,029,625	3,029,625	-	
2038	3,027,500	-	3,027,500	3,027,500	-	
2039	3,018,628	-	3,018,628	3,018,628	-	100.00%
Total	<u>170,635,087</u>	<u>3,456,506</u>	<u>174,091,593</u>	<u>103,920,250</u>	<u>70,171,343</u>	

TABLE 8B – CERTIFICATES OF OBLIGATION DEBT SERVICE

Fiscal Year 9-30	Outstanding Certificates of Obligation Debt	Certificate of Oblig, Series 2021A	Fund Debt Requirements	Less: Self Supporting CO Debt Service Requirements	General Purpose Funded Debt	% of Debt Retired
2023	13,869,540	2,183,500	16,053,040	7,122,580	8,930,460	
2024	13,292,562	1,718,375	15,010,937	6,238,930	8,772,007	
2025	12,312,158	1,722,500	14,034,658	5,221,729	8,812,929	
2026	11,791,172	1,719,500	13,510,672	4,440,737	9,069,935	31.40%
2027	10,836,527	1,724,250	12,560,777	4,072,030	8,488,747	
2028	10,855,273	2,326,125	13,181,398	4,075,280	9,106,118	
2029	8,801,802	1,812,500	10,614,302	2,535,405	8,078,897	
2030	8,637,781	1,813,500	10,451,281	2,534,155	7,917,126	
2031	8,651,700	1,811,500	10,463,200	2,543,530	7,919,670	62.09%
2032	8,646,775	1,813,150	10,459,925	2,538,955	7,920,970	
2033	8,662,588	1,813,850	10,476,438	2,550,680	7,925,758	
2034	8,658,763	1,817,250	10,476,013	2,543,480	7,932,533	
2035	8,244,050	1,811,000	10,055,050	2,528,090	7,526,960	
2036	6,930,325	1,810,625	8,740,950	2,533,325	6,207,625	89.00%
2037	5,024,675	1,813,825	6,838,500	2,213,125	4,625,375	
2038	3,617,050	1,810,600	5,427,650	2,210,725	3,216,925	
2039	2,518,800	1,815,875	4,334,675	2,219,500	2,115,175	
2040	156,750	1,814,575	1,971,325	951,700	1,019,625	
2041	152,250	1,811,775	1,964,025	949,025	1,015,000	100.00%
Total	<u>151,660,541</u>	<u>34,964,275</u>	<u>186,624,816</u>	<u>60,022,981</u>	<u>126,601,835</u>	

TABLE 9 – COMPUTATION OF SELF-SUPPORTING DEBT

Computation of Self-supporting Debt-Airport	
Net Revenue from Fiscal Year Ended 9-30-22	7,769,551
Less: Airport Revenue Bond Requirements, 2023 Fiscal Year Ended	<u>-</u>
Balance Available for Other Purposes	7,769,551
Airport Certificate Obligation Bond Requirements, 2023 Fiscal Year Ended	<u>168,360</u>
Balance	<u><u>7,601,191</u></u>
Percentage of Airport Certificate Obligation Bonds Self-supporting	100%
Computation of Self-supporting Debt-Sewer System	
Net Revenue from Fiscal Year Ended 9-30-22	22,939,851
Less: Sewer System Revenue Bond Requirements, 2023 Fiscal Year Ended	<u>15,053,653</u>
Balance Available for Other Purposes	7,886,198
Sewer System Certificate and General Obligation Bond Requirements, 2023 Fiscal Year Ended	<u>1,856,135</u>
Balance	<u><u>6,030,063</u></u>
Percentage of Sewer System Certificate and General Obligation Bonds Self-supporting	100%
Computation of Self-supporting Debt-Waterworks System	
Net Revenue from Fiscal Year Ended 9-30-22	29,590,018
Less: Waterworks Revenue Bond Requirements, 2023 Fiscal Year Ended	<u>19,672,017</u>
Balance Available for Other Purposes	9,918,001
Waterworks System Certificate and General Obligation Bond Requirements, 2023 Fiscal Year Ended	<u>6,279,970</u>
Balance	<u><u>3,638,031</u></u>
Percentage of Waterworks System Certificate and General Obligation Bonds Self-supporting	100%
Computation of Self-supporting Debt-Mass Transit	
Net Revenue from Fiscal Year Ended 9-30-22	7,701,460
Less: Mass Transit Revenue Bond Requirements, 2023 Fiscal Year Ended	<u>-</u>
Balance Available for Other Purposes	7,701,460
Mass Transit Certificate and General Obligation Bond Requirements, 2023 Fiscal Year Ended	<u>453,947</u>
Balance	<u><u>7,247,513</u></u>
Percentage of Mass Transit Certificate and General Obligation Bonds Self-supporting	100%

TABLE 9 – COMPUTATION OF SELF-SUPPORTING DEBT (CONTINUED)

Computation of Self-supporting Debt-Solid Waste Fund (Landfill Fund)	
Net Revenue from Fiscal Year Ended 9-30-22	9,222,805
Less: Solid Waste Revenue Bond Requirements, 2023 Fiscal Year Ended	<u>-</u>
Balance Available for Other Purposes	9,222,805
Solid Waste Certificate and General Obligation Bond Requirements, 2023 Fiscal Year Ended	<u>5,395,397</u>
Balance	<u><u>3,827,408</u></u>
Percentage of Solid Waste Certificate and General Obligation Bonds Self-supporting	100%
Computation of Self-supporting Debt-Bridge Fund	
Net Revenue from Fiscal Year Ended 9-30-22	59,240,341
Less: Bridge Revenue Bond Requirements, 2023 Fiscal Year Ended	<u>5,219,812</u>
Balance Available for Other Purposes	54,020,529
Bridge Certificate and General Obligation Bond Requirements, 2023 Fiscal Year Ended	<u>-</u>
Balance	<u><u>54,020,529</u></u>
Percentage of Bridge Certificate and General Obligation Bonds Self-supporting	100%
Computation of Self-supporting Debt-Environmental Fund	
Net Revenue from Fiscal Year Ended 9-30-22	3,598,007
Less: Environmental Fund Revenue Bond Requirements, 2023 Fiscal Year Ended	<u>-</u>
Balance Available for Other Purposes	3,598,007
Environmental Fund Certificate and General Obligation Bond Requirements, 2023 Fiscal Year Ended	<u>2,823,427</u>
Balance	<u><u>774,580</u></u>
Percentage of Environmental Fund Certificate and General Obligation Bonds Self-supporting	100%

TABLE 10 - OTHER OBLIGATIONS

<u>Fiscal Year Ended September 30</u>	<u>Lease Payments</u>
2023	1,528,465
2024	850,034
2025	811,081
2026	831,758
2027	833,660
2028	423,644
2029	420,394
2030	422,138
2031	337,992
2032	256,812
2033	258,402
2034	259,914
2035	256,350
2036	257,784
2037	259,142
2038	260,422
2039	256,624
2040	257,828
2041	258,952
Total Minimum Lease Payments	\$ <u>9,041,396</u>

Pension Obligation

The City provides pension benefits for all of its full-time employees through the Texas Municipal Retirement System (TMRS), a statewide administered pension plan. The City makes annual contributions to the plan equal to the amounts accrued for pension expense.

FINANCIAL INFORMATION

TABLE 11 - GENERAL FUND REVENUES AND EXPENDITURES HISTORY

	Fiscal Year Ended September 30,				
	2022	2021	2020	2019	2018
Revenues:					
Taxes	121,177,541	113,330,340	106,998,428	104,970,475	99,795,393
Franchises	8,720,420	8,182,578	8,038,122	8,172,967	8,133,889
Licenses & Permits	10,060,887	8,508,862	9,340,245	9,134,491	9,658,199
Intergovernmental	1,231,417	7,633,501	10,177,891	753,196	434,008
Charges for Services	57,260,330	52,512,481	50,494,409	54,076,842	52,996,333
Fine and Special Assessments	5,786,436	6,793,792	4,896,080	5,799,339	5,381,785
Interest and Other	1,593,935	1,467,273	2,337,700	2,838,418	2,194,650
Other	27,084,156	11,034,628	5,535,123	13,278,834	16,381,711
Total Revenues	232,915,122	209,463,455	197,817,998	199,024,562	194,975,968
Expenditures:					
General Government	31,802,059	31,559,634	19,969,471	26,743,956	25,151,930
Public Safety	135,580,478	128,905,541	133,736,326	130,331,120	126,615,585
Public Works	7,577,040	6,872,273	6,759,275	6,650,578	6,384,433
Health and Welfare	3,643,556	8,671,826	10,914,281	2,950,907	2,678,157
Culture and Recreation	16,665,930	15,434,337	17,316,834	18,465,044	17,603,430
Capital Outlay	25,298,090	10,847,031	15,814,172	13,403,097	16,466,390
Interest and Fiscal Expenditures	733,920	755,574	1,115,955	1,089,735	1,066,539
Total Expenditures	221,301,073	203,046,216	205,626,314	199,634,437	195,966,464
Excess (Deficiency) of Revenues Over Expenditures	11,614,049	6,417,239	(7,808,316)	(609,875)	(990,496)
Other Financing Sources (Uses):					
Transfers In	7,385,677	6,591,396	13,988,483	7,403,616	7,383,660
Bond/Capital Lease Proceeds	-	-	1,006,500	-	-
Transfers Out	(23,487,190)	(5,823,291)	(12,596,866)	(5,771,252)	(4,692,657)
Sale of Assets	235,617	155,832	54,259	102,050	83,544
Total Other Financing Sources (Uses):	(15,865,896)	923,937	2,452,376	1,734,414	2,774,547
Net Increase (Decrease)	(4,251,847)	7,341,176	(5,355,940)	1,124,539	1,784,051
Beginning Fund Balance	49,956,749	42,615,573	47,971,513	46,846,974	45,062,923
Ending Fund Balance	45,704,902	49,956,749	42,615,573	47,971,513	46,846,974

TABLE 12 – MUNICIPAL SALES TAX HISTORY

The City has adopted the Municipal Sales and Use Tax Act, VATCS, Tax Code Chapter 321, which grants the City the power to impose and levy a 1% Local Sales Tax within the City proceeds of which are credited to the General Fund and are not pledged to the payment of the Certificates. Collections and enforcement are effected through the offices of the Comptroller of Public Accounts, State of Texas, who remits the proceeds of the tax, after deduction of a 2% service fee, to the City monthly.

<u>Fiscal Year Ended 9-30</u>	<u>Total Collected (2)</u>	<u>% of Ad Valorem Tax Levy</u>	<u>Equivalent of Ad Valorem Tax Rate</u>	<u>Per Capita (1)</u>
2013	39,921,718	59%	0.3759	161.27
2014	40,024,574	57%	0.3660	159.11
2015	41,364,145	57%	0.3659	163.01
2016	38,685,571	52%	0.3283	151.24
2017	39,417,857	50%	0.3179	153.28
2018	33,208,996	40%	0.2519	127.41
2019	43,304,882	49%	0.3090	165.51
2020	42,373,207	45%	0.2873	161.43
2021	47,136,781	49%	0.3101	178.50
2022	55,040,832	55%	0.3409	213.32

(1) Based on estimated population for all years.

(2) The City has also collected a 1/4 of 1% Local Sales and Use Tax since September, 1991 for funding of its Mass Transit System and a 1/4 of 1% since January 2001 for the Sports & Community Venue Project. The total collected column includes only amounts collected for the City and Sports & Community Venue.

The sales tax breakdown for the City is as follows:

Webb County	0.50%
Mass Transit Sales & Use Tax	0.25%
Sports Venue Tax	0.25%
City Sales & Use Tax	1.00%
State Sales & Use Tax	<u>6.25%</u>
Total	<u><u>8.25%</u></u>

TABLE 13 – CURRENT INVESTMENTS

As of September 30, 2022, all of the City's investments consisted of secured certificates of deposits and government investment pools. The City's certificate of deposit portfolio had a weighted average maturity of 270 days to its final maturity. The City's funds are invested as follows:

Investment Pools	\$	381,536,517
Certificates of Deposits		<u>487,940,223</u>
Total	\$	<u><u>869,476,740</u></u>

LAREDO BRIDGE SYSTEM

The system presently consists of the Gateway to the Americas Bridge (Bridge No. 1), the Juarez/Lincoln International Bridge (Bridge No. 2), the Colombia Solidarity Bridge (Bridge No. 3), and the World Trade Bridge (Bridge No. 4). Bridge No. 1 was built in 1956 and was enlarged to a 40-foot width. It has four vehicular traffic lanes with 8-foot covered pedestrian sidewalks on each side and aluminum outside railings. Bridge No. 2 was built in 1976. Total width of Bridge No. 2 is 98.4 feet and accommodates up to eight vehicular traffic lanes with a sidewalk and includes protective barriers and high curbs to separate the sidewalk from the roadway. Bridge No. 3 was built in 1991. This bridge structure is a simple plan structure consisting of six 12' wide vehicular lanes. Bridge No. 4 was built in 2000 and has eight vehicle lanes.

The system presently has 25 toll lanes, all of which are equipped with an automated toll collection system which counts truck axles and charges accordingly. The toll collection process was recently restructured and upgraded to include a weigh-in-motion system for truck toll collections for the Laredo Bridge System. The bridge system employs a staff of 147 employees, approximately 84 of which are directly involved in toll collection operations. Another 63 employees are involved in various aspects of administration, including maintenance, toll technicians, accounting, customer service, traffic control, and general administration.

LAREDO BRIDGE SYSTEM CURRENT AND HISTORICAL INFORMATION

TABLE 1 - ANALYSIS OF SYSTEM TRAFFIC

CALENDAR YEAR	NON- COMMERCIAL VEHICLES	COMMERCIAL VEHICLES	TOTAL VEHICLES	PEDESTRIANS
2013	4,551,845	1,835,110	6,386,955	2,973,056
2014	4,808,114	1,924,842	6,732,956	3,032,333
2015	5,060,633	2,005,177	7,065,810	3,029,608
2016	5,212,091	2,087,586	7,299,677	3,074,538
2017	4,992,263	2,176,965	7,169,228	3,116,492
2018	5,011,763	2,281,786	7,293,549	3,182,403
2019	5,018,723	2,369,111	7,387,834	3,304,191
2020	3,547,971	2,258,425	5,806,396	2,098,671
2021	3,012,028	2,517,028	5,529,056	1,382,054
2022	4,340,399	2,739,869	7,080,268	1,956,845

TABLE 2 - TOLL RATES FOR THE SYSTEMNew Rate Schedule (Southbound only) EffectiveApril 1, 2018:

Pedestrians	\$1.00
Children under 6 years of age	Free
Bicycle and Rider	\$1.00
Non-commercial vehicles not utilizing the Automated Vehicle Identification System (AVI) (per axle)	\$1.75
Emergency vehicles, fire engines, ambulances, police cars, etc., answering or returning from an emergency call	Free
Non-commercial vehicles utilizing the AVI (per axle)	\$1.65
Commercial Vehicles (per axle)	\$4.75
Swipe Card Administrative Fee (per card)	\$1.00
Sticker Tag Cost	\$15.00

Old Rate Schedule (Southbound only) EffectiveOctober 18, 2013:

Pedestrians	\$0.75
Children under 6 years of age	Free
Bicycle and Rider	\$0.75
Non-commercial vehicles not utilizing the Automated Vehicle Identification System (AVI) (per axle)	\$1.75
Emergency vehicles, fire engines, ambulances, police cars, etc., answering or returning from an emergency call	Free
Non-commercial vehicles utilizing the AVI (per axle)	\$1.65
Commercial Vehicles (per axle)	\$4.25
Swipe Card Administrative Fee (per card)	\$1.00
Sticker Tag Cost	\$15.00

TABLE 3 - HISTORICAL REVENUES OF THE SYSTEM

<u>MONTH</u>	<u>FISCAL YEAR 2022</u>	<u>FISCAL YEAR 2021</u>	<u>FISCAL YEAR 2020</u>	<u>FISCAL YEAR 2019</u>	<u>FISCAL YEAR 2018</u>
OCT	5,796,862	5,819,518	6,030,831	6,086,280	5,429,148
NOV	5,899,347	5,348,351	5,627,744	5,835,085	5,531,001
DEC	6,232,671	5,517,876	5,622,503	5,635,630	5,425,310
JAN	5,631,425	4,902,615	5,627,803	5,688,572	5,297,699
FEB	5,736,411	4,721,028	5,519,074	5,458,289	5,141,280
MAR	6,636,533	5,851,882	5,438,134	6,021,294	5,676,877
APR	6,147,418	5,288,832	3,577,238	5,615,459	5,756,988
MAY	6,517,140	5,172,945	3,724,258	6,050,517	5,984,152
JUN	6,485,360	5,714,352	4,841,531	5,829,485	5,790,623
JUL	6,224,269	5,610,240	3,798,759	6,005,938	5,688,560
AUG	6,692,211	5,634,805	5,459,377	6,034,141	6,036,736
SEP	<u>6,469,228</u>	<u>5,351,110</u>	<u>5,797,188</u>	<u>5,551,837</u>	<u>5,458,020</u>
TOTAL	<u>74,468,875</u>	<u>64,933,554</u>	<u>61,064,440</u>	<u>69,812,527</u>	<u>67,216,394</u>

TABLE 4 - DEBT SERVICE REQUIREMENTS OF THE SYSTEM

<u>Fiscal Year Ended 9-30</u>	<u>Revenue Bond</u>			<u>Subordinate Lien Total</u>	<u>Total Outstanding Debt</u>	<u>% of Total Debt Service Retired</u>
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>			
2023	2,930,000	559,213	3,489,213	1,730,600	5,219,813	22.96%
2024	3,065,000	418,863	3,483,863	1,734,350	5,218,213	
2025	2,690,000	271,913	2,961,913	1,719,350	4,681,263	
2026	910,000	175,413	1,085,413	1,720,600	2,806,013	78.85%
2027	955,000	131,513	1,086,513	1,723,275	2,809,788	
2028	995,000	88,713	1,083,713	-	1,083,713	
2029	870,000	43,500	913,500	-	913,500	100%
TOTAL	<u>12,415,000</u>	<u>1,689,128</u>	<u>14,104,128</u>	<u>8,628,175</u>	<u>22,732,303</u>	

TABLE 5 – INTERNATIONAL TOLL BRIDGE SYSTEM CONDENSED STATEMENT OF OPERATIONS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
REVENUES					
Toll Receipts	74,468,875	64,933,554	61,064,440	69,812,527	67,216,394
Rental of Facilities	196,616	185,122	180,138	185,258	179,001
Miscellaneous	<u>1,049,812</u>	<u>866,442</u>	<u>636,282</u>	<u>697,089</u>	<u>647,497</u>
Total	<u>75,715,303</u>	<u>65,985,118</u>	<u>61,880,860</u>	<u>70,694,874</u>	<u>68,042,892</u>
EXPENSES					
Personnel Services	8,942,727	7,306,392	9,659,515	7,621,078	7,659,748
Materials and Supplies	761,251	645,904	454,788	429,494	639,830
Contractual Services (1)	6,889,867	6,353,879	5,793,374	6,148,159	5,460,899
Other	<u>5,760</u>	<u>(802)</u>	<u>15,262</u>	<u>77,083</u>	<u>5,003</u>
Total	<u>16,599,605</u>	<u>14,305,373</u>	<u>15,922,939</u>	<u>14,275,814</u>	<u>13,765,480</u>
NON-OPERATING REVENUE					
Interest Earnings-Restricted	51,908	40,356	89,000	143,710	108,363
Interest Earnings-Unrestricted	<u>72,735</u>	<u>92,877</u>	<u>229,983</u>	<u>303,659</u>	<u>197,951</u>
Net Revenues Available for for Debt Service	59,240,341	51,812,978	46,276,904	56,866,429	54,583,726
Debt Service	<u>6,156,179</u>	<u>6,150,523</u>	<u>6,120,205</u>	<u>6,792,212</u>	<u>9,036,342</u>
Surplus Revenues	<u>53,084,162</u>	<u>45,662,455</u>	<u>40,156,699</u>	<u>50,074,217</u>	<u>45,547,384</u>

(1) Contractual Services consist of administrative overhead and monthly payments made to the City for services provided to the System from surplus revenues of the System.

TABLE 6 – COVERAGE AND FUND BALANCES**DEBT SERVICE COVERAGE-FIRST LIEN REVENUE BONDS**

Average Annual Principal and Interest Requirements on System
Revenue Bonds, 2023 through 2029

\$ 2,014,875

Coverage of Average Requirements by 9-30-22 Net Income

26.35

Maximum Annual Principal and Interest Requirements,
after FY 2023 through 2029

\$ 3,489,213

Coverage of Maximum Requirements by 9-30-22 Net Income

15.21

Reserve Fund

\$ 2,014,875

Contingency Fund

\$ 500,000

**DEBT SERVICE COVERAGE-FIRST LIEN REVENUE BONDS
AND SUBORDINATE LIEN BOND**

Average Annual Principal and Interest Requirements on First Lien
Revenue Bonds plus Sub., Lien Bond, 2023 through 2029

\$ 3,247,472

Coverage of Average Requirements by 9-30-22 Net Income

16.35

Maximum Annual Principal and Interest Requirements,
after FYE 2023 through 2029

\$ 5,219,813

Coverage of Maximum Requirements by 9-30-22 Net Income

10.17

TABLE 7 – HISTORICAL DEBT SERVICE COVERAGE ANALYSIS

Fiscal Year	Operating and Non-Operating Revenues	Direct Operating Expenses(1)	Net Revenue Available For Debt Service	Total Debt Service Requirements	Coverage
2013	47,685,185	11,669,362	36,015,823	8,728,259	4
2014	55,275,228	12,363,469	42,911,759	7,909,872	5
2015	58,361,560	12,408,494	45,953,066	9,450,253	5
2016	60,318,281	14,328,187	45,990,094	9,403,991	5
2017	61,142,936	13,895,138	47,247,798	9,012,187	5
2018	68,349,206	13,765,480	54,583,726	9,036,342	6
2019	71,142,243	14,275,814	56,866,429	6,792,212	8
2020	62,199,843	15,922,939	46,276,904	6,120,205	8
2021	66,118,351	14,305,373	51,812,978	6,150,523	8
2022	75,839,946	16,599,605	59,240,341	6,156,179	10

(1) Operating expenses do not include depreciation expense and non-operating expenses.

LAREDO INTERNATIONAL AIRPORT DISCLOSURES

The City of Laredo International Airport (LRD) encompasses approximately 1,700 acres of which 900 acres are dedicated to aviation for passenger and air cargo terminals, runways, taxiways and aprons, and 800 acres are dedicated for industrial, commercial, retail, institutional, and recreational.

The Airport is currently being served by the following scheduled airlines: American Airlines to Dallas/Fort Worth, United Express to Houston Bush Intercontinental, Allegiant Air to Las Vegas. On average, and the airlines have in total ten (10) daily scheduled round trip flights.

Furthermore, our passenger terminal also houses an ATM, three car rental companies, Federal Inspection Facility with U.S. Customs (CBP) 24/7 services, and Transportation Security Administration.

The airport passenger terminal is master planned to expand from the original three gates with four passenger-boarding bridges. The passenger capacity for the terminal is 600 passengers per hour and the Federal Inspection Station has capacity for 300 passengers per hour.

Two (2) scheduled cargo operators and twenty-two (22) charter air cargo companies are currently serving the Airport. Major scheduled service air cargo operators include Federal Express, UPS Supply Chain Solutions, DHL Express and Atlas Air (Amazon Prime). In terms of all-air cargo activity in 2021, LRD ranked 52th. Laredo International Airport is ranked 7th in Texas for Air Cargo.

The Laredo International Airport is unique in that it is the only place outside the Republic of Mexico to have an operation of Mexican Customs to pre-inspection Mexico bound air cargo. Whereas, other countries may have passenger pre-clearance, LRD is the only airport worldwide with a cargo pre-inspection. Air cargo shipments to Mexico are expedited, this being an attraction to the Auto Manufacturing, Auto Parts, Electronics / Electrical and Aerospace industries who rely on “just-in-time” delivery of inventory.

In April 2014, LRD completed an update of Laredo’s Airport Noise Compatibility Study. Residents within the approved Airport Noise Contours are eligible to participate in the City’s voluntary noise abatement program. This program consists of the following options:

- Offer to acquire the fee simple interest, or
- Offer to soundproof, if feasible, the residential structure in exchange for an aviation easement, or
- Offer to acquire the aviation easement.

The estimated cost of the airport noise abatement program for the next eight to ten years is \$48.0 million, of which the Federal Aviation Administration (FAA), under the current program, would fund 90% of the program cost. Currently, the Laredo International Airport is in the process of conducting a new Noise Compatibility Study to determine if contours have changed. Study funded 90% from FAA and 10% local match.

Projects for 2023 include, but not limited to, Construct Taxiways T1 and T2, FAR Part 150 Noise Abatement Program and Terminal Improvement Program.

Subject to Federal Aviation Administration (FAA) and Congressional funding; projects planned over the next years involve:

- Construct Taxiways T4, H1, and H2: Project CY 2023
- Terminal Expansion Phase I and Phase II CY2023
- Construct Taxiways T3 and T5: Project CY2024
- EMAS Reconstruction CY2024
- Airfield Maintenance Building CY2025
- 3000Gallon Striker CY2025

During the past twenty-four (24) years, the City and the Federal Aviation Administration have invested over \$304.5 million in Laredo International Airport infrastructure including noise abatement. This trend we anticipate will continue into the future.

The airport leases facilities and land to non-aviation and aviation service providers, retailers, medical institutions, and public entities.

The goal of City Council to develop a Regional Medical Center on airport non-aeronautical use land is being realized. The University of Texas Health Science Center (UTHSC) inaugurated the first building of its medical research and education campus in Laredo in 2002, and the second building was completed in 2007. UTHSC is located adjacent to Mercy Regional Medical Center. During 2006, Laredo Specialty Hospital and Gateway Health Clinic completed the construction of their facilities and are currently offering medical services to the public. A new Veteran's Administration Clinic partnered with the UT Health and Science Center opened in 2013.

The Laredo International Airport is undergoing a Land Use Development Plan Study to access the current airport properties to include those within the Noise Leasing Program and create a comprehensive real estate development program for highest and best used.

Calendar Year	Passengers Enplaned	Passengers Deplaned	Air Cargo Gross Landed Weight (Lbs)
2013	103,035	94,544	398,752,468
2014	101,505	102,218	447,352,556
2015	98,854	103,909	426,405,000
2016	93,483	104,087	450,435,440
2017	85,508	94,308	587,517,683
2018	83,287	90,326	677,913,518
2019	89,951	91,553	522,738,914
2020 (1)	42,220	47,726	406,348,660
2021	90,872	87,995	637,906,165
2022	111,268	105,823	741,533,415

(1) Covid-19 restrictions impacted airline travel.

TABLE 1- SUMMARY OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

Fiscal Years Ended September 30

	2022	2021	2020	2019	2018
Revenues:					
FAA	\$ 2,047,564	\$ 7,867,403	\$ 5,208,660	\$ 40,223	\$ 39,133
State Operating Grants	74,736	41,183	1,275	4,565	25,140
Rents	7,611,681	6,428,888	5,641,447	6,854,043	6,773,209
Interest Earnings	141,960	67,177	119,023	180,400	132,763
Discount Earnings	-	25	89	142	147
Fees & Collections	727,991	454,308	286,921	482,833	535,393
Miscellaneous	5,473,567	348,659	368,631	439,052	411,854
Total Revenues	16,077,499	15,207,643	11,626,046	8,001,258	7,917,639
Expenditures:					
Administration	4,106,853	4,076,993	3,889,434	3,164,972	3,100,400
Building Maintenance	1,395,159	1,394,260	1,349,694	1,594,442	1,243,819
Ground Maintenance	868,938	808,536	781,793	565,652	586,767
Airport Security	1,611,490	1,490,465	1,599,876	1,482,806	1,556,603
Foreign Trade Zone	7,947	16,403	21,349	24,126	24,322
Federal Inspection Services	287,861	306,481	319,954	289,963	280,681
Operation Stonegarden	29,700	-	6,233	4,025	13,632
Total Expenditures	8,307,948	8,093,138	7,968,333	7,125,986	6,806,224
Net Operating Revenues	7,769,551	7,114,505	3,657,713	875,272	1,111,415
Other Sources (Uses):					
Debt Service	(71,128)	(71,128)	(71,128)	(71,128)	-
Capital Outlay	(11,574)	(323,490)	(224,578)	(67,446)	(410,086)
Airport Construction Fund	(28,505)	(46,729)	(49,341)	(1,121,593)	(2,569,381)
Noise Abatement	752,520	600,000	600,000	600,000	600,000
Convention and Visitors	75,000	-	-	-	-
Proceeds - Long Term Debt	-	-	-	-	321,720
Sale of Assets	-	-	-	14,973	7,550
Total Other Sources (Uses)	716,313	158,653	254,953	(645,194)	(2,050,197)
Excess (Deficiency) of					
Revenues Over Expenditures	8,485,864	7,273,158	3,912,666	230,078	(938,782)
Beginning Fund Balance	17,188,299	9,915,141	6,002,475	5,772,397	6,711,179
Ending Fund Balance	\$ 25,674,163	\$ 17,188,299	\$ 9,915,141	\$ 6,002,475	\$ 5,772,397

TABLE 2 - DEBT SERVICE REQUIREMENT

Fiscal Year Ended 9-30	Certificates of Obligation Series 2010 - B		Total Outstanding Debt	% of Principal Retired
	Principal	Interest		
2023	120,000	48,360	168,360	
2024	125,000	41,990	166,990	
2025	135,000	35,230	170,230	42.81%
2026	140,000	28,080	168,080	
2027	150,000	20,540	170,540	
2028	155,000	12,610	167,610	
2029	165,000	4,290	169,290	100.00%
	<u>\$ 990,000</u>	<u>191,100</u>	<u>1,181,100</u>	

TABLE 3 - DEBT SERVICE COVERAGE

Average Annual Principal and Interest Requirements, 2023-2029	168,729
Coverage of Average Requirements by 9-30-22 Net Income	46.05
Maximum Annual Principal and Interest Requirements, after FYE 2023 through 2029	170,540
Coverage of Maximum Requirements by 9-30-22 Net Income	45.56

THE 2022 UTILITY SYSTEM

WATER SUPPLY

The City of Laredo uses surface water from the Rio Grande River as its source of raw water. The two plants in the City of Laredo are the Jefferson Water Treatment Plant 65 MGD and El Pico Water Treatment Plant 20 MGD for a combined capacity of 85 MGD. The average daily consumption during fiscal year 2022 was approximately 37.56 million gallons per day and peak demand for fiscal year 2022 was 53.4 million gallons per day. Connections to the water system as of September 30, 2022 were 79,332. The average number of service calls per month is 7,795 for a FY 2021-22 total of 93,534. Currently, the system consists of approximately 1,161 miles of transmission and distribution lines and 8,976 fire hydrants.

The City of Laredo owns approximately 62,009 acre-feet of municipal water rights. The Jefferson Water Treatment Plant has two separate river intakes, two separate river pump structures and related multiple pump units. The electrical system includes an underground electrical power distribution system, including three electrical buildings housing motor control centers. The Supervisory Control and Data Acquisition (SCADA) system combined with magnetic flow meters and motor operated valves allow increased precision in chemical addition for reduced operating costs. The traveling water screens, flocculators, re-lift pumps and five clarifiers provide more reliable hydraulic capacity. Twelve gravity filters allow the facility to respond to wide variations in river water turbidity. The two high service pump stations and three clear wells provide a uniform water system pressure. The process and electrical system enhance the reliability of the treatment process.

El Pico Water Treatment Plant was put into operation on April 2015. El Pico Water Treatment Plant consists of raw water intake followed by the raw water pump station, rapid mix, flocculation, sedimentation, filtration, filter building, backwash pumping, backwash equalization, backwash clarifier, intermediate pumping, clearwell, high service pump station, sludge thickener, sludge holding tank, sludge dewatering, dewatering building, chemical building, chemical feed and bulk storage, administration building, effluent transmission main, electrical and instrumentation, including the SCADA control.

WASTEWATER SYSTEM

The City of Laredo owns and operates six wastewater treatment plants, Zacate Creek Plant (14 MGD), South Laredo Plant (18 MGD), North Laredo Plant (2.9 MGD), Laredo Colombia Plant (0.035 MGD), Peñitas Plant (0.074 MGD), and Unitec Plant (0.36 MGD) with a combined total design capacity of 35.37 million gallons per day ("MGD") and an average daily treatment of 19.40 MGD. The pounds of Biochemical Oxygen demand (BOD) treated is 13,861,898 by all six wastewater treatment plants and a Total Bio-Solids disposal cost of \$753,457. The Sewer System includes approximately 887 miles of sewer lines and 69 lift stations with 73,597 connections as of September 30, 2022.

TABLE 1 - WATER STORAGE AND DISTRIBUTION

At the present time the system incorporates the following treated water storage facilities:

<u>Location</u>	<u>No. Tanks</u>	<u>No. Clear Wells</u>	<u>Storage Capacity</u>
Jefferson St Water Treatment Plant		3	3,500,000 gallons
El Pico Water Treatment Plant		1	5,000,000 gallons
Lyon Street and Meadow Avenue	1		5,000,000 gallons
Milmo and Texas Avenue	2		2,000,000 gallons
MHOC	2		10,000,000 gallons
Sierra Vista	1		5,000,000 gallons
San Isidro NE	1		300,000 gallons
359 Hwy Booster	1		200,000 gallons
South Laredo	1 (elevated)		1,000,000 gallons
San Isidro EST	1 (elevated)		2,500,000 gallons
North Laredo (Highlands)	1 (elevated)		1,000,000 gallons
Northwest Laredo	1 (elevated)		1,000,000 gallons
Las Blancas	1 (elevated)		500,000 gallons
Killam (TAMIU) Tank	1 (elevated)		2,000,000 gallons
Cuatro Vientos	1 (elevated)		2,000,000 gallons
Nixon Bartlett and Price	1 (elevated)		3,000,000 gallons
Daugherty and Hillside	1 (elevated)		<u>500,000 gallons</u>
Total Treated Water Storage			<u>44,500,000 gallons</u>

TABLE 2 - WATER PUMPAGE (THOUSAND GALLONS)

Historical water usage for the City is as follows:

<u>Fiscal Year Ended 9/30</u>	<u>Average Day Pumpage (1,000 Gallons)</u>	<u>Peak Day Pumpage (1,000 Gallons)</u>	<u>Total Yearly Pumpage (1,000 Gallons)</u>
2013	35,528	48,000	11,883,850
2014	25,936	47,594	9,465,347
2015	31,900	54,389	11,654,700
2016	36,291	58,506	12,520,848
2017	34,050	49,616	12,434,677
2018	33,770	53,430	12,326,452
2019	33,904	52,918	12,374,989
2020	34,750	44,212	12,729,606
2021	35,058	53,094	12,796,307
2022	37,558	53,398	13,708,596

TABLE 3 - SEWAGE FLOW (THOUSAND GALLONS)

Fiscal Year Ended 9/30	Average Day Pumpage (1,000 Gallons)	Peak Day Pumpage (1,000 Gallons)	Total Yearly Pumpage (1,000 Gallons)
2013	19,300	33,356	6,849,845
2014	18,800	33,900	6,874,400
2015	19,701	29,824	7,190,787
2016	20,637	30,400	7,241,500
2017	19,500	43,375	6,917,746
2018	18,829	31,028	6,873,430
2019	18,445	26,593	6,733,821
2020	17,612	29,132	6,446,900
2021	19,300	29,200	7,045,239
2022	19,383	41,947	7,078,740

TABLE 4 - TEN LARGEST WATER/SEWER USERS (GALLONS)

TYPE OF BUSINESS	WATER CONSUMPTION
United I.S.D.	140,992,900
Laredo Medical Center	86,573,300
Laredo I.S.D	51,567,400
Texas A&M University System	48,177,700
Laredo College	23,344,900
New Webb County Jail	21,768,100
Laredo Regional Medical Center	18,047,700
Bluewave Express Car Wash	17,175,900
Fedex Express	15,795,900
Clarks Crossing Apartments	15,665,000

TYPE OF BUSINESS**SEWER BILLED**

Laredo Medical Center	86,573,300
Laredo I.S.D	51,567,400
Texas A&M University System	22,173,500
New Webb County Jail	21,768,100
United I.S.D	18,556,100
Laredo Regional Medical Center	18,047,700
Bluewave Express Car Wash	17,175,900
Fedex Express	15,795,900
Clarks Crossing Apartments	15,665,000
Towne North MHC LLC	13,050,900

(1) Source: City of Laredo, Texas

TABLE 5 - MONTHLY WATER RATES (BASED ON WATER CONSUMPTION)

**Water Rates
(Effective October 1, 2021)**

Inside City Limits	
Residential:	
Meter sized based minimum monthly water charges for metered consumption from zero to 2,000 gallons:	
5/8" & 3/4" meter	11.60
1" meter	25.24
1 1/2" meter	35.71
2" meter	55.45
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.26
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	2.42
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 10,000 gallons per month	2.51
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 20,000 gallons per month	2.66
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 30,000 gallons per month	2.83
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 40,000 gallons per month	2.96
Per 1,000 gallons per month in excess of 50,000 gallons per month	5.90
Multi-Family and Commercial:	
Meter sized based minimum monthly water charges for metered consumption from zero to 2,000 gallons:	

5/8" & 3/4" meter	43.67
1" meter	47.44
1 1/2" meter	52.76
2" meter	72.85
3" meter	144.86
4" meter	218.79
6" meter	394.04
8" meter	580.81
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.77
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	3.40
Per 1,000 gallons (for the next 30,000 gallons) per month in excess of 10,000 gallons per month	4.28
Per 1,000 gallons (for the next 110,000 gallons) per month in excess of 40,000 gallons per month	4.51
Per 1,000 gallons (for the next 150,000 gallons) per month in excess of 150,000 gallons per month	4.89
Per 1,000 gallons (for the next 300,000 gallons) per month in excess of 300,000 gallons per month	5.40
Per 1,000 gallons (for the next 400,000 gallons) per month in excess of 600,000 gallons per month	6.37
Per 1,000 gallons per month in excess of 1,000,000 gallons per month	6.52
Outside City Limits:	
The rates for water outside the City limits shall be two times those established for commercial rates.	

**Old Water Rates
(Effective October 1, 2020)**

Inside City Limits	
Residential:	
Meter sized based minimum monthly water charges for metered consumption from zero to 2,000 gallons:	
5/8" & 3/4" meter	11.05
1" meter	24.04
1 1/2" meter	34.01
2" meter	52.81
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.16
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	2.31
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 10,000 gallons per month	2.39
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 20,000 gallons per month	2.53

Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 30,000 gallons per month	2.70
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 40,000 gallons per month	2.82
Per 1,000 gallons per month in excess of 50,000 gallons per month	5.62
Multi-Family and Commercial:	
Meter sized based minimum monthly water charges for metered consumption from zero to 2,000 gallons:	
5/8" & 3/4" meter	41.59
1" meter	45.18
1 1/2" meter	50.25
2" meter	69.38
3" meter	137.97
4" meter	208.37
6" meter	375.28
8" meter	553.15
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.63
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	3.24
Per 1,000 gallons (for the next 30,000 gallons) per month in excess of 10,000 gallons per month	4.08
Per 1,000 gallons (for the next 110,000 gallons) per month in excess of 40,000 gallons per month	4.30
Per 1,000 gallons (for the next 150,000 gallons) per month in excess of 150,000 gallons per month	4.65
Per 1,000 gallons (for the next 300,000 gallons) per month in excess of 300,000 gallons per month	5.14
Per 1,000 gallons (for the next 400,000 gallons) per month in excess of 600,000 gallons per month	6.07
Per 1,000 gallons per month in excess of 1,000,000 gallons per month	6.21
Outside City Limits:	
The rates for water outside the City limits shall be two times those established for commercial rates.	

TABLE 6 - MONTHLY SEWER RATES (BASED ON WATER CONSUMPTION)

**Sewer Rates
(Effective October 1, 2021)**

Inside City Limits	
Residential:	
Monthly minimum, including the use of 2,000 gallons per month	11.74
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons	4.02
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	4.08
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 10,000 gallons per month	4.30
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 20,000 gallons per month	4.61
Commercial:	
Monthly minimum, including use of 2,000 gallons per month	31.43
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	3.24
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	3.30
Per 1,000 gallons (for the next 20,000 gallons) per month in excess of 10,000 gallons per month	3.78
Per 1,000 gallons (for the next 110,000 gallons) per month in excess of 40,000 gallons per month	3.91
Per 1,000 gallons (for the next 150,000 gallons) per month in excess of 150,000 gallons per month	5.00
Per 1,000 gallons (for the next 300,000 gallons) per month in excess of 300,000 gallons per month	5.00
Per 1,000 gallons (for the next 400,000 gallons) per month in excess of 600,000 gallons per month	5.72
Per 1,000 gallons per month in excess of 1,000,000 gallons per month	6.94

There shall be no maximum monthly charges for commercial users.

Outside City Limits:

The rates for sewer outside the City Limits shall be two times those established for commercial rates.

**Old Sewer Rates
(Effective October 1, 2020)**

Inside City Limits	
Residential:	
Monthly minimum, including the use of 2,000 gallons per month	11.07
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons	3.79
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	3.85
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 10,000 gallons per month	4.05
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 20,000 gallons per month	4.35
Commercial:	
Monthly minimum, including use of 2,000 gallons per month	29.65
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	3.06
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	3.12
Per 1,000 gallons (for the next 20,000 gallons) per month in excess of 10,000 gallons per month	3.57
Per 1,000 gallons (for the next 110,000 gallons) per month in excess of 40,000 gallons per month	3.69
Per 1,000 gallons (for the next 150,000 gallons) per month in excess of 150,000 gallons per month	4.72
Per 1,000 gallons (for the next 300,000 gallons) per month in excess of 300,000 gallons per month	4.72
Per 1,000 gallons (for the next 400,000 gallons) per month in excess of 600,000 gallons per month	5.39
Per 1,000 gallons per month in excess of 1,000,000 gallons per month	6.55

There shall be no maximum monthly charges for commercial users.

Outside City Limits:

The rates for sewer outside the City Limits shall be two times those established for commercial rates.

WATER CONSERVATION PROGRAM

The Utilities Department Water Conservation Program is designed to promote the protection and proper utilization of Laredo's water resources. The program provides practices, techniques, and technologies that help reduce the over-consumption and loss or waste of water in efforts to ensure long-term water security and efficiency for the residents and businesses served by the City of Laredo Utilities Department. The division educates and enforces the Water Conservation & Drought Contingency Ordinance, which is reviewed and updated every 5 years. On October 22, 2021, the City of Laredo entered Stage 1- Voluntary Conservation. On August 15, 2022, the Amistad Reservoir hit 30.3 percent capacity, and State 2- Mandatory Conservation was activated immediately by City Council. There were a total of 126 warnings given, in which, all were resolved within the allotted timeframe of five business days.

As part of the City's water conservation efforts, the Utilities Department manages the WaterSense High Efficiency Toilet (HET) Rebate Program, which is designed to encourage water customers to replace old water wasting toilets with new high efficiency toilets. The City of Laredo Utilities department offers an incentive of up to a \$100 rebate for each of the toilets replaced. During the fiscal year of 2021-2022, there were a total of 43 toilets rebates credited. As part of ordinance 2019-O-139; sec. 31-199, there are specific and quantified water conservation goals. One is to maintain the gallons per capita per day (GPCD) consumption at 130. In 2022, GPCD was 140. Another objective is to maintain unaccounted-for water at ten percent. The total loss percentage for 2022 was 9.48. Maintenance efforts include 811 exchanged meters, 698 replaced antennas, 2,774 exchanged registers, and 15 meter tests were completed.

TABLE 7: VALUE OF SYSTEM - CITY OF LAREDO UTILITIESFor Fiscal Year Ended
September 30,

		2022			2021			2020		
		Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
System Improvements	\$	268,009,646	189,308,518	457,318,164	258,263,935	178,874,259	437,138,194	250,099,515	172,729,533	422,829,048
Vehicles and Equipment		14,540,843	17,122,487	31,663,330	13,533,104	16,849,490	30,382,594	12,854,826	16,066,008	28,920,834
Buildings		189,083,012	125,062,500	314,145,512	189,017,980	125,033,913	314,051,893	187,341,995	125,033,913	312,375,908
Land and Improvements		60,481,718	10,035,393	70,517,111	57,786,081	10,035,393	67,821,474	57,253,726	9,752,163	67,005,889
Easements		4,315,993	1,038,012	5,354,005	4,315,993	1,038,012	5,354,005	4,315,993	1,038,012	5,354,005
Construction in Progress		20,627,636	16,182,074	36,809,710	9,252,262	9,258,173	18,510,435	3,233,298	3,583,500	6,816,798
Less: Total Depreciation		(206,176,099)	(140,639,127)	(346,815,226)	(194,339,000)	(131,920,278)	(326,259,278)	(182,789,530)	(123,462,878)	(306,252,408)
Value After Depreciation	\$	<u>350,882,749</u>	<u>218,109,857</u>	<u>568,992,606</u>	<u>337,830,355</u>	<u>209,168,962</u>	<u>546,999,317</u>	<u>332,309,823</u>	<u>204,740,251</u>	<u>537,050,074</u>
		2019			2018			2017		
		Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
System Improvements	\$	238,117,115	166,303,200	404,420,315	231,650,209	160,578,310	392,228,519	220,079,310	147,779,878	367,859,188
Vehicles and Equipment		12,295,038	15,185,117	27,480,155	11,958,954	13,909,694	25,868,648	12,230,670	12,804,366	25,035,036
Buildings		185,954,205	96,734,124	282,688,329	185,873,115	93,433,984	279,307,099	185,707,175	45,273,703	230,980,878
Land and Improvements		56,596,726	9,749,688	66,346,414	56,596,726	9,749,688	66,346,414	55,809,226	8,719,483	64,528,709
Easements		4,024,225	1,038,012	5,062,237	4,024,225	1,038,012	5,062,237	3,654,058	1,018,169	4,672,227
Construction in Progress		5,503,407	29,396,361	34,899,768	4,232,990	24,846,911	29,079,901	1,543,418	66,699,941	68,243,359
Less: Total Depreciation		(171,710,361)	(115,575,411)	(287,285,772)	(160,745,832)	(108,141,433)	(268,887,265)	(149,523,980)	(101,087,511)	(250,611,491)
Value After Depreciation	\$	<u>330,780,355</u>	<u>202,831,091</u>	<u>533,611,446</u>	<u>333,590,387</u>	<u>195,415,166</u>	<u>529,005,553</u>	<u>329,499,877</u>	<u>181,208,029</u>	<u>510,707,906</u>

TABLE 8: CITY'S EQUITY IN UTILITY SYSTEM

For Fiscal Year Ended
September 30,

September 30,		2022			2021			2020		
		Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
Resources:										
Net System Value	\$	350,882,749	218,109,857	568,992,606	337,830,355	209,168,962	546,999,317	332,309,923	204,740,251	537,050,174
Cash and Investments		214,036,619	193,097,898	407,134,517	140,993,911	154,213,333	295,207,244	99,792,433	136,295,874	236,088,307
Other Sources		25,263,684	13,031,248	38,294,932	24,682,867	9,618,697	34,301,564	26,020,007	9,837,359	35,857,366
Total Resources		590,183,052	424,239,003	1,014,422,055	503,507,133	373,000,992	876,508,125	458,122,363	350,873,484	808,995,847
Obligations:										
Bonds Payable		361,597,583	269,602,340	631,199,923	289,330,817	238,487,886	527,818,703	257,202,470	223,909,297	481,111,767
Less: Bond Funds		(20,953,651)	(17,399,967)	(38,353,618)	(14,457,982)	(14,098,428)	(28,556,410)	(12,938,092)	(13,423,068)	(26,361,160)
		340,643,932	252,202,373	592,846,305	274,872,835	224,389,458	499,262,293	244,264,378	210,486,229	454,750,607
Other Obligations		50,866,646	28,829,411	79,696,057	44,785,669	21,610,291	66,395,960	45,424,365	21,973,878	67,398,243
Total Obligations		391,510,578	281,031,784	672,542,362	319,658,504	245,999,749	565,658,253	289,688,743	232,460,107	522,148,850
City's Equity in System	\$	198,672,474	143,207,219	341,879,693	183,848,629	127,001,243	310,849,872	168,433,620	118,413,377	286,846,997
Percentage City's Equity										
In System		33.66%	33.76%	33.70%	36.51%	34.05%	35.46%	36.77%	33.75%	35.46%

For Fiscal Year Ended
September 30,

September 30,		2019			2018			2017		
		Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
Resources:										
Net System Value	\$	330,780,355	202,831,091	533,611,446	333,590,387	195,415,166	529,005,553	329,499,877	181,208,029	510,707,906
Cash and Investments		71,259,027	68,564,644	139,823,671	67,614,459	76,860,849	144,475,308	69,423,048	68,566,862	137,989,910
Other Sources		30,150,522	10,443,565	40,594,087	23,057,501	8,514,823	31,572,324	19,634,858	8,667,894	28,302,752
Total Resources		432,189,904	281,839,300	714,029,204	424,262,347	280,790,838	705,053,185	418,557,783	258,442,785	677,000,568
Obligations:										
Bonds Payable		234,286,228	158,122,220	392,408,448	240,611,024	162,958,724	403,569,748	245,008,424	148,911,953	393,920,377
Less: Bond Funds		(12,098,738)	(10,084,746)	(22,183,484)	(12,104,558)	(10,109,539)	(22,214,097)	(29,904,668)	(8,936,524)	(38,841,192)
		222,187,490	148,037,474	370,224,964	228,506,466	152,849,185	381,355,651	215,103,756	139,975,429	355,079,185
Other Obligations		44,933,705	20,296,795	65,230,500	39,273,583	20,712,989	59,986,572	58,225,699	19,493,465	77,719,164
Total Obligations		267,121,195	168,334,269	435,455,464	267,780,049	173,562,174	441,342,223	273,329,455	159,468,894	432,798,349
City's Equity in System	\$	165,068,709	113,505,031	278,573,740	156,482,298	107,228,664	263,710,962	145,228,328	98,973,891	244,202,219
Percentage City's Equity										
In System		38.19%	40.27%	39.01%	36.88%	38.19%	37.40%	34.70%	38.30%	36.07%

TABLE 9: UTILITY SYSTEM CONDENSED STATEMENT OF OPERATIONS PART 1

For Fiscal Year Ended

September 30,

	2022			2021			2020		
	Total			Total			Total		
	Water	Sewer	Utilities	Water	Sewer	Utilities	Water	Sewer	Utilities
<u>Revenues</u>									
Charges for Services	\$ 54,233,927	44,268,273	98,502,200	47,868,810	39,402,732	87,271,542	43,920,354	36,599,095	80,519,449
Interest	318,023	248,309	566,332	285,655	204,281	489,936	818,579	627,426	1,446,005
Miscellaneous	6,611,593	797	6,612,390	5,896,340	313	5,896,653	5,945,772	41,043	5,986,815
Total Revenues	61,163,543	44,517,379	105,680,922	54,050,805	39,607,326	93,658,131	50,684,705	37,267,564	87,952,269
<u>Expenses</u>									
Administrative	7,049,629	8,815,011	15,864,640	7,344,807	8,596,199	15,941,006	5,841,883	8,273,292	14,115,175
GIS	287,473	-	287,473	271,005	-	271,005	359,778	-	359,778
Utility Engineering	992,071	-	992,071	872,450	-	872,450	1,415,679	-	1,415,679
Utility Billing	5,547,508	-	5,547,508	4,861,266	-	4,861,266	5,074,709	-	5,074,709
Asset Management	289,703	-	289,703	254,197	-	254,197	340,841	-	340,841
Water Treatment Plant	11,577,755	-	11,577,755	8,945,290	-	8,945,290	10,533,686	-	10,533,686
Transmission and Distribution	5,052,897	-	5,052,897	4,820,501	-	4,820,501	5,218,031	-	5,218,031
Water Pollution Control	776,489	-	776,489	496,682	-	496,682	742,591	-	742,591
Wastewater Treatment	-	7,754,076	7,754,076	-	7,353,940	7,353,940	-	8,406,998	8,406,998
Wastewater Collection	-	5,008,441	5,008,441	-	4,466,303	4,466,303	-	5,353,236	5,353,236
Total Expenses	31,573,525	21,577,528	53,151,053	27,866,198	20,416,442	48,282,640	29,527,198	22,033,526	51,560,724
Net Available for Debt Service	\$ 29,590,018	22,939,851	52,529,869	26,184,607	19,190,884	45,375,491	21,157,507	15,234,038	36,391,545
Number of Customers	79,332	73,597		77,802	72,125		75,854	70,451	

TABLE 9: UTILITY SYSTEM CONDENSED STATEMENT OF OPERATIONS PART 2

For Fiscal Year Ended

September 30,

	2019			2018			2017		
	Water	Sew er	Total Utilities	Water	Sew er	Total Utilities	Water	Sew er	Total Utilities
<u>Revenues</u>									
Charges for Services	\$ 41,236,282	33,384,360	74,620,642	41,288,759	33,452,820	74,741,579	39,526,105	32,670,580	72,196,685
Interest	1,087,037	822,361	1,909,398	589,686	511,757	1,101,443	280,299	260,129	540,428
Miscellaneous	6,441,697	450,068	6,891,765	6,304,388	371,998	6,676,386	6,921,551	375,134	7,296,685
Total Revenues	48,765,016	34,656,789	83,421,805	48,182,833	34,336,575	82,519,408	46,727,955	33,305,843	80,033,798
<u>Expenses</u>									
Administrative	4,825,503	7,777,227	12,602,730	4,443,854	7,645,345	12,089,199	5,115,237	7,983,696	13,098,933
GIS	381,436	-	381,436	403,400	-	403,400	360,277	-	360,277
Utility Engineering	1,079,208	-	1,079,208	1,164,377	-	1,164,377	1,176,223	-	1,176,223
Utility Billing	4,822,283	-	4,822,283	4,463,130	-	4,463,130	4,472,158	-	4,472,158
Asset Management	390,009	-	390,009	389,503	-	389,503	376,033	-	376,033
Water Treatment Plant	9,611,710	-	9,611,710	8,958,087	-	8,958,087	9,509,601	-	9,509,601
Transmission and Distribution	4,177,647	-	4,177,647	4,421,314	-	4,421,314	4,163,536	-	4,163,536
Water Pollution Control	636,480	-	636,480	660,348	-	660,348	582,402	-	582,402
Wastew ater Treatment	-	7,067,958	7,067,958	-	7,114,399	7,114,399	-	7,669,561	7,669,561
Wastew ater Collection	-	4,620,344	4,620,344	-	4,441,543	4,441,543	-	4,357,744	4,357,744
Total Expenses	25,924,276	19,465,529	45,389,805	24,904,013	19,201,287	44,105,300	25,755,467	20,011,001	45,766,468
Net Available for Debt Service	\$ 22,840,740	15,191,260	38,032,000	23,278,820	15,135,288	38,414,108	20,972,488	13,294,842	34,267,330
Number of Customers	74,097	68,753		72,859	67,676		71,788	66,707	

TABLE 10 Debt Service Requirements

Fiscal Year Ended <u>9-30</u>	Water Revenue Debt <u>Requirement</u>	Plus Contractual & General Obligation Water System Debt Service <u>Requirements</u>	Water <u>Total</u>	Sewer Revenue Debt	Plus Contractual & General Obligation Sewer System Debt Service <u>Requirements</u>	Sewer <u>Total</u>	Utility Grand <u>Total</u>	% of Grand Total <u>Retired</u>
2023	19,672,017	6,279,970	25,951,987	15,053,653	1,856,135	16,909,788	42,861,775	
2024	17,902,503	6,318,117	24,220,620	14,257,886	1,836,417	16,094,303	40,314,923	
2025	16,924,765	5,450,229	22,374,994	13,882,831	1,845,953	15,728,784	38,103,778	
2026	18,420,315	4,847,195	23,267,510	14,241,514	1,431,854	15,673,368	38,940,878	
2027	19,134,036	4,849,166	23,983,202	14,622,586	1,426,215	16,048,801	40,032,003	22.79%
2028	18,618,432	4,847,710	23,466,142	13,097,276	1,430,835	14,528,111	37,994,253	
2029	18,564,184	4,843,645	23,407,829	13,768,981	1,427,111	15,196,092	38,603,921	
2030	18,574,259	4,834,714	23,408,973	20,383,608	1,426,871	21,810,479	45,219,452	
2031	18,578,659	4,834,670	23,413,329	13,776,225	1,427,931	15,204,156	38,617,485	
2032	18,578,954	4,833,009	23,411,963	13,759,941	1,427,047	15,186,988	38,598,951	45.44%
2033	18,570,174	4,769,500	23,339,674	13,768,807	1,418,249	15,187,056	38,526,730	
2034	18,565,728	3,043,127	21,608,855	13,773,196	-	13,773,196	35,382,051	
2035	18,575,546	3,039,500	21,615,046	13,772,673	-	13,772,673	35,387,719	
2036	18,621,158	3,030,125	21,651,283	13,720,204	-	13,720,204	35,371,487	
2037	18,621,332	3,029,625	21,650,957	13,731,350	-	13,731,350	35,382,307	65.93%
2038	18,617,003	3,027,500	21,644,503	13,722,719	-	13,722,719	35,367,222	
2039	18,597,846	3,018,628	21,616,474	13,736,559	-	13,736,559	35,353,033	
2040	17,915,465	-	17,915,465	13,739,783	-	13,739,783	31,655,248	
2041	13,227,603	-	13,227,603	13,070,093	-	13,070,093	26,297,696	
2042	12,145,828	-	12,145,828	12,316,875	-	12,316,875	24,462,703	83.35%
2043	10,666,615	-	10,666,615	9,523,918	-	9,523,918	20,190,533	
2044	9,870,189	-	9,870,189	9,164,521	-	9,164,521	19,034,710	
2045	9,606,141	-	9,606,141	8,908,671	-	8,908,671	18,514,812	
2046	8,686,418	-	8,686,418	7,643,068	-	7,643,068	16,329,486	
2047	8,133,796	-	8,133,796	7,639,070	-	7,639,070	15,772,866	93.58%
2048	8,132,131	-	8,132,131	6,485,967	-	6,485,967	14,618,098	
2049	8,140,269	-	8,140,269	6,486,830	-	6,486,830	14,627,099	
2050	7,023,444	-	7,023,444	5,374,873	-	5,374,873	12,398,317	
2051	5,008,337	-	5,008,337	2,397,475	-	2,397,475	7,405,812	
2052	5,009,231	-	5,009,231	2,394,831	-	2,394,831	7,404,062	100.00%
Total	438,702,378	74,896,430	513,598,808	348,215,984	16,954,618	365,170,602	878,769,410	

TABLE 11: COVERAGE AND FUND BALANCES**Waterworks:**

Average Annual Principal and Interest Requirements	\$	15,036,285
Coverage of Average Requirements by 2022 Net Income		1.97
<i>Maximum Principal and Interest Revenue Bond Requirements</i>		
After Fiscal Year Ended September 30, 2022	\$	19,672,017
Coverage of Maximum Requirements by 2022 Net Income		1.50
Outstanding New Series Water Revenue Bonds	\$	283,223,284
Interest and Sinking Fund as of September 30, 2022	\$	5,917,366
Reserve Fund as of September 30, 2022	\$	15,036,285

Sewer:

Average Annual Principal and Interest Requirements	\$	11,875,062
Coverage of Average Requirements by 2022 Net Income		1.93
<i>Maximum Principal and Interest Revenue Bond Requirements</i>		
After Fiscal Year Ended September 30, 2022	\$	20,383,608
Coverage of Maximum Requirements by 2022 Net Income		1.13
Outstanding New Series Sewer Revenue Bonds	\$	244,520,716
Interest and Sinking Fund as of September 30, 2022	\$	5,524,905
Reserve Fund as of September 30, 2022	\$	11,875,062

TABLE 12: COVERAGE AND FUND BALANCES – UTILITY SYSTEM

	<u>Waterworks</u>	<u>Sewer</u>	<u>Total</u>
Net Funds Available for Debt Service	\$ 29,590,018	22,939,851	52,529,869
Average Annual Principal and Interest Requirements	\$ 15,036,285	11,875,062	26,911,347
Coverage of Average Annual Requirements by Funds Available for Debt Service	1.97	1.93	1.95
Maximum Principal and Interest Revenue Bond Requirements	\$ 19,672,017	20,383,608	40,055,625
Coverage of Maximum Requirement by Funds Available for Debt Service	1.50	1.13	1.31
Outstanding Revenue Bonds as of 09/30/2022	\$ 283,223,284	244,520,716	527,744,000
Interest and Sinking Fund as of 9/30/2022	\$ 5,917,366	5,524,905	11,442,271
Reserve Funds as of 9/30/2022	\$ 15,036,285	11,875,062	26,911,347

SPORTS VENUE SALES TAX REVENUE BONDS

SAMES AUTO ARENA

The City of Laredo, Texas issued the Sports Venue Sales Tax Revenue Improvement and Refunding Bonds, Series 2005, to acquire and construct additional parking facilities for the Sames Auto Arena, to achieve a debt service savings by partially refunding outstanding Sports Venue Tax Revenue Bonds, Series 2001, used to construct a sports venue project for a multipurpose entertainment arena and related infrastructure, and to pay for the issuance costs of the Bonds. The principal and interest due on the Sports Venue Tax Revenue Bonds, Series 2005, are to be paid on the scheduled interest payment dates from funds deposited with an escrow agent until discharged.

The bonds constitute special and limited obligations of the City and are payable solely from, and secured solely by a first lien on and pledge of the Sales Tax Revenues, as approved by the citizens on a special election on August 12, 2000. The Sales Tax Revenues consist of the gross receipts from $\frac{1}{4}$ of 1% sales and use tax collected within the boundaries of the City. The bonds were issued pursuant to the provisions of (i) Chapter 334 of the Texas Local Government code, as amended (the “Act”), and (ii) an authorizing ordinance (the “Ordinance”) adopted by the City Council of the City on May 23, 2001.

The bonds are payable solely from, and secured solely by, a first lien on and pledge of the Sales Tax Revenues as provided in the Ordinance and not from any other revenues, properties or income of the City. Neither the State of Texas nor any political corporation, subdivision, or agency of the State other than the City will be obligated to pay the bonds or the interest thereon, and neither the faith and credit nor the taxing power of the State or any political corporation, subdivision, or agency thereof is pledged to the payment of principal of or interest on the bonds.

The construction of the arena was completed by September 2002 under the name Laredo Entertainment Center. This enormous entertainment center provides accessible world class entertainment for the whole family such as concerts, festivals, sporting events, civic events, circuses, and other types of entertainment. After the construction was completed, approximately 220 new jobs were created for the operation of the facility. Furthermore, contracts were awarded to local businesses whose products are required for the Arena’s daily operations.

The 178,000 square foot, \$36.5 million facility opened in October 2002. It has a 10,000-seating capacity and over 2,000 parking spaces. On March 18, 2010, the City of Laredo changed the Laredo Entertainment Center name to Laredo Energy Arena after signing a four-year naming rights agreement with Laredo Energy. With the City of Laredo’s approval on July 1st, 2018, the arena signed a five-year contract with the oldest local dealership Sames Auto Group with options for extension. The Sames Auto Arena continues to host more than 130 events. Aside from the entertainment mentioned, other events include assemblies, carnivals, graduations and other special events.

Major concerts included top artists Wisin y Yandel (Reggaetón), Paulina Rubio (Latin Pop), Alejandra Guzman (Rock en español), Sebastian Yatra (Reggaetón), Duelo (Norteño), Gloria Trevi (Latin Pop), Ana Gabriel (Ranchera), Pepe Aguilar (Regional Mexican), Marca MP (Banda), Junior H (Trap Corrido), Los Angeles Azules (Tropical) and Natalia Jimenez (Latin Pop & Mariachi). Other major entertainment and special events included the televised WWE Monday Night Raw, Disney On Ice, Holiday Skate Days, 20th Century Rides Carnival, the WBCA Commander’s Reception, HEB Feast of Sharing, South Texas Food Bank’s Empty Bowls, the annual Navidadfest, and graduations for Laredo Independent School District, United Independent School District, Laredo College and Texas A&M International University.

UNITRADE STADIUM

The City of Laredo, Texas issued the Sports Venue Sales Tax Revenue, Taxable Series 2011, for the purpose of acquiring, constructing and equipping a baseball stadium (Laredo Ballpark) and related infrastructure and to pay costs of issuance. The Laredo Ballpark was approved by the voters of the City at an election held on November 4, 2008 as a related venue project to a previously approved and constructed multi-purpose entertainment arena. The Laredo Ballpark has over 3,940 seats, which includes ten suites, a party suite, club seating and fixed general admission seating. Grass berm areas will accommodate an additional 1,700 spectators and picnic tables another 370 visitors. Restrooms, typical fan amenities and cooking concession stands are distributed throughout the 10 acre ballpark. A club with bar, press box, team offices, clubhouses, and maintenance areas are included. The remaining 29 acres of the site is utilized for parking approximately 985 vehicles, with an area for future parking expansion; the City has spent approximately \$21 million on construction costs for this project.

The City of Laredo, Texas is currently under negotiation with Unitrade regarding the naming rights of the facility. Unitrade Stadium has been serving as the home to many special events and is currently under negotiations with ASM Global, a venue and event management company, to manage the stadium in order to seek a wider array of special events.

TABLE 1 – SALES TAX RECEIPTS

Fiscal Year Ending 9/30	Actual 1% Sales & Use Tax Receipts	1/4 of 1% Sales Tax Receipts	Maximum Annual Debt Service	Estimated Coverage
2012	29,985,452	7,496,363	3,871,463	1.94
2013	31,937,374	7,984,344	3,871,463	2.06
2014	32,019,659	8,004,915	3,871,463	2.07
2015	33,091,316	8,272,829	3,867,826	2.14
2016	30,948,457	7,737,114	3,385,660	2.29
2017	31,534,286	7,883,571	3,385,660	2.33
2018	33,208,996	8,302,249	3,385,660	2.45
2019	34,643,906	8,660,976	3,385,660	2.56
2020	33,875,097	8,468,774	3,385,660	2.50
2021	37,709,425	9,427,356	3,439,349	2.74
2022	44,032,666	11,008,166	4,764,105	2.31

(*) These amounts were generated by multiplying, for each Fiscal Year, the amount of actual 1.0% sales and use tax receipts for such Fiscal Year by .25. These figures therein are provided for illustrative purposes only.

TABLE 2 - COVERAGE

Average Annual Principal and Interest Requirements, 2023-2047	4,349,467
Fiscal Year 2022 Sales Tax Revenues	11,008,166
Coverage of Average Requirements for Fiscal Year 2023	2.53
Maximum Principal and Interest Requirements, 2023-2047	4,764,105
Fiscal Year 2022 Sales Tax Revenues	11,008,166
Coverage of Maximum Requirements for Fiscal 2023	2.31

TABLE 3 – DEBT SERVICE REQUIREMENTS

Fiscal Year Ended 9-30	2016 Total Outstanding Debt	2021 Total Outstanding Debt	2022 Total Outstanding Debt	Total Outstanding Debt
2023	660,087	2,776,618	1,079,098	4,515,803
2024	664,285	2,775,064	1,323,789	4,763,138
2025	662,537	2,774,192	1,327,376	4,764,105
2026	660,075	2,774,348	1,324,905	4,759,328
2027	661,571	2,775,203	1,326,273	4,763,047
2028	660,840	2,772,029	1,326,318	4,759,187
2029	663,200	2,775,501	1,325,118	4,763,819
2030	659,930	2,775,766	1,327,508	4,763,204
2031	661,030	2,773,572	1,323,250	4,757,852
2032	660,633	2,773,687	1,326,915	4,761,235
2033	658,711	2,775,375	1,326,677	4,760,763
2034	660,916	2,773,931	1,327,730	4,762,577
2035	662,151	2,774,383	1,326,552	4,763,085
2036	657,513	2,772,072	1,327,983	4,757,568
2037		2,773,978	1,326,864	4,100,842
2038	-	2,775,272	1,327,415	4,102,687
2039	-	2,774,597	1,324,436	4,099,033
2040	-	2,776,877	1,323,346	4,100,223
2041	-	2,772,111	1,323,818	4,095,928
2042	-	2,774,019	1,325,523	4,099,542
2043	-	2,772,412	1,327,641	4,100,054
2044	-	2,773,380	1,324,978	4,098,357
2045	-	2,771,843	1,327,659	4,099,502
2046	-	2,772,725	1,325,353	4,098,077
2047	-	-	1,327,726	1,327,726
	<u>9,253,479</u>	<u>66,578,952</u>	<u>32,904,248</u>	<u>108,736,679</u>

This page intentionally left blank

SINGLE AUDIT

Aaron Canales, CPA
Juan José Garza, CPA
† J. Clayton Baum, CPA
Guadalupe Garcia-Wright, CPA



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM
GUIDANCE AND THE TEXAS GRANT MANAGEMENT STANDARDS

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

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited City of Laredo, Texas' compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the *Texas Grant Management Standards* that could have a direct and material effect on each of City of Laredo, Texas' major federal and state programs for the year ended September 30, 2022. The City of Laredo, Texas' 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 City of Laredo, Texas complied, in all material respects, with the types of 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 September 30, 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 the provisions of the *Texas Grant Management Standards*. Our responsibilities under those standards, the Uniform Guidance and the Texas Grant Management Standards 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 City of Laredo, Texas 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 City of Laredo, Texas' 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, provisions of contracts or grants agreements applicable to City of Laredo, Texas' 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 City of Laredo, Texas' 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 generally accepted auditing standards, *Governmental Auditing Standards*, the Uniform Guidance and the *Texas Grant Management Standards* will always detect material noncompliance when it exists. The risk of not detecting a 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 City of Laredo, Texas' compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and the *Texas Grant Management Standards*, 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 City of Laredo, Texas' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City of Laredo, Texas' 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 *Texas Grant Management Standards*, but not for the purpose of expressing an opinion on the effectiveness of the City of Laredo, Texas' 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 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 the *Texas Grant Management Standards*. Accordingly, this report is not suitable for any other purpose.

Canales, Garza & Baum, PLLC

Laredo, Texas
March 29, 2023

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022
U.S. Department of Health and Human Services							
Health Resources and Services Administration:							
Grants to Provide Outpatient Early Intervention Services							
Ryan White HIV/AIDS Program Part C Early Intervention Services- 21-22	93.918	5H76HA31754-01-00	\$ 300,000	39,142	169,990	209,132	-
Ryan White HIV/AIDS Program Part C Early Intervention Services- 22-23	93.918	5H76HA31754-05-01	303,056	-	105,623	76,832	28,791
HHSC CARES Provider Relief Fund- COVID VACCINES	93.498	HHS-07641985695	-	-	173,804	173,804	-
Substance Abuse and Mental Health Services Administration							
Ldo Outpatient Treatment Program	93.997	6H79SM082941-01M002	1,000,000	-	11,217	-	11,217
Center for Disease Control and Prevention							
Passed Through Texas Department of State Health Services:							
Center for Disease Control and Prevention:							
Project Grants and Cooperative Assistance for							
Tuberculosis Control							
Tuberculosis Control Programs - '20	93.116	HHS000068610010	178,721	34,740	48,584	83,324	-
Tuberculosis Control Programs - '21	93.116	HHS000686100010	214,465	-	123,172	98,942	24,230
Center for Disease Control and Prevention, Public Health Services:							
Immunization Cooperative Agreements:							
Immunization Cooperative Agreements 22	93.268	HHS000103500001	97,291	23,743	158,035	181,778	-
Immunization Cooperative Agreements 23	93.268	HHS000103500001	97,291	-	-	-	-
COVID19 Vaccination Capacity	93.268	HHS001019500011	3,106,637	356,301	1,638,804	1,368,010	627,095
Center for Disease Control and Prevention							
Hospital Preparedness Program and Public Health Emergency Preparedness:							
Passed Through Texas Department of State Health Services:							
Public Health Emergency Preparedness Cooperative Agreements:							
Public Health Emergency Preparedness - 21-22	93.069	537-18-0168-00001	375,910	58,937	219,310	278,247	-
Public Health Emergency Preparedness - 22-23	93.069	537-18-0168-00001	375,910	-	83,197	16,721	66,476
Center for Disease Control and Prevention							
Epidemiology and Laboratory Capacity of Infectious Diseases:							
Passed Through Texas Health and Human Services Commission:							
Epidimiology & Laboratory Capasity for Infectious Diseases- IDCU Covid-19	93.323	HHS000812700011	4,648,972	302,003	1,544,691	1,607,180	239,514
Center for Disease Control and Prevention							
Public Health Crisis Response Awards							
Passed Through Texas Department of State Health Services:							
Covid-19 Crisis Response	93.354	HHS000768500001	824,218	89,209	113,163	186,513	15,859
CPS/Public Health Workforce	93.354	HHS001076400001	2,000,000	9,285	905,519	755,367	159,437
COVID-19 Health Disparities Grant	93.391	HHS001057600028	500,000	-	194,674	144,847	49,827
Department of Health and Human Services, Office of the Secretary							
Health Resources and Services Administration:							
Passed Through Texas Department of State Health Services							
Family Support/ Community Response 20-21	93.994	HHS00070100001	127,561	52,876	-	52,876	-
Family Support/ Community Response 21-22	93.994	HHS00070100001	152,561	6,338	144,618	129,899	21,057
Family Support/ Community Response 22-23	93.994	HHS00070100001	\$ 127,561	-	8,811	-	8,811

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022
Maternal and Child Health Services Block Grant							
Maternal and Child Health Services Block Grant- 20-21	93.994	HHS000085000001-1	\$ 117,500	16,036	-	16,036	-
Maternal and Child Health Services Block Grant- 21-22	93.994	HHS000085000001-1	117,500	5,228	36,698	27,186	14,740
Passed Through Texas Health and Human Services Commission:							
Primary Child Health, Genetics and Dental Serv. - 21	93.994	HHS000136500033	115,750	11,430	-	11,430	-
Primary Child Health, Genetics and Dental Serv. - 22	93.994	HHS000136500033	57,875	9,581	55,768	49,864	15,485
Primary Child Health, Genetics and Dental Serv. - 22	93.994	HHS000136500033	-	-	15,485	13,920	1,565
Maternal and Child Health Services Block Grant- 19-20 Zika Health Care Clinic	93.966	HHS000059700001-1	577,829	9,861	-	9,861	-
Temporary Assistance for Needy Families:							
Passed Through Texas Department Family and Protective Services:							
Nurse-Family Partnership Program - '20-21	93.558	529-16-0069-00001	295,080	68,268	-	68,268	-
Nurse-Family Partnership Program - '21-22	93.558	HHS000791900010	600,000	45,291	553,697	519,350	79,638
Nurse-Family Partnership Program - '22-23	93.558	HHS000791900010	600,000	-	46,946	-	46,946
Nurse-Family Partnership Program - TANF PEAFF - '21-22	93.558	HHS000791900010	42,543	-	42,494	32,555	9,939
Nurse-Family Partnership Program - Innovation Grant - '21-22	93.590	HHS000791900010	44,000	-	4,856	-	4,856
Nurse-Family Partnership Program - Innovation Grant - '22-23	93.590	HHS000791900010	44,000	-	134	-	134
Health Resources and Services Administration							
Passed Through South Texas Development Council:							
HIV Care Formula Grants:							
H.I.V. Care Formula Grant - 21-22	93.917	019-01-21 (22)	350,951	94,092	187,668	281,760	-
H.I.V. Care Formula Grant - 22-23	93.917	019-01-22 (23)	388,350	-	161,095	109,957	51,138
H.I.V. Care Formula Grant - 20-21 CARES	93.917	019-01-20 (21)	55,323	-	4,210	4,210	-
H.I.V. Care Formula Grant (Supplemental) - 21-22 State Rebate	93.917	019-01-21 (22)	284,844	61,908	115,866	177,774	-
H.I.V. Care Formula Grant (Supplemental) - 22-23 State Rebate	93.917	019-01-22 (23)	254,467	-	103,166	48,301	54,865
Center for Disease Control and Prevention							
Passed Through Texas Department of State Health Services							
H.I.V. Prevention Program Cooperative Agreements							
H.I.V Prevention Program Cooperative Agreements 22	93.940	HHS000077800022	216,147	17,891	32,935	27,386	23,440
H.I.V Prevention Program Cooperative Agreements 23	93.940	HHS000077800022	-	-	18,536	-	18,536
Centers for Disease Control and Prevention:							
Preventive Health & Health Services Block Grant							
Passed Through Texas Department of State Health Services							
Preventive Health and Health Service Block Grant - 20-21/ O.P.H.P.	93.991	HHS0000485600042	27,115	34,246	-	34,246	-
Preventive Health and Health Service Block Grant - 21-22/ O.P.H.P.	93.991	HHS0000485600042	248,536	3,168	28,522	14,912	16,778
Preventive Health and Health Service Block Grant - 22-23/ O.P.H.P.	93.991	HHS0000485600042	248,536	-	7,496	-	7,496
Preventive Health and Health Service Block Grant - 20-21 / OCDS	93.991	HHS000069100001	125,000	41,907	-	41,907	-
Preventive Health and Health Service Block Grant - 21-22 / OCDS	93.991	HHS000069100001	144,000	316	141,066	109,491	31,891
Preventive Health and Health Service Block Grant - 22-23 / OCDS	93.991	HHS001201700001	144,000	-	-	-	-
Office of Population Affairs:							
Family Planning Services - Title X Family Planning Services	93.217	N/A	-	(121,251)	148,748	197,306	(169,809)
Total U. S. Department of Health and Human Services			\$ 19,529,500	1,270,546	7,348,598	7,159,192	1,459,952

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022
U.S. Department of Housing and Urban Development (HUD)							
Direct Programs:							
Community Planning and Development:							
Community Development Block Grants / Entitlement Grants 14	14.218	B-14-MC-48-0505	\$ 3,553,204	-	9,830	9,830	-
Community Development Block Grants / Entitlement Grants 15	14.218	B-15-MC-48-0505	3,459,923	-	-	-	-
Community Development Block Grants / Entitlement Grants 16	14.218	B-16-MC-48-0505	3,436,805	27,548	110,408	137,956	-
Community Development Block Grants / Entitlement Grants 17	14.218	B-17-MC-48-0505	3,401,417	-	21,382	21,382	-
Community Development Block Grants / Entitlement Grants 18	14.218	B-18-MC-48-0505	3,729,949	62,629	130,339	192,968	-
Community Development Block Grants / Entitlement Grants 19	14.218	B-19-MC-48-0505	3,730,742	280,707	398,309	663,751	15,265
Community Development Block Grants / Entitlement Grants 20	14.218	B-20-MC-48-0505	3,850,188	89,458	871,159	905,750	54,867
Community Development Block Grants / Entitlement Grants 21	14.218	B-21-MC-48-0505	3,748,497	-	1,433,810	1,316,649	117,161
Community Development Block Grants / CARES Act First Allocation	14.218	B-20-MW-48-0505	2,264,939	145,777	619,619	735,143	30,253
Community Development Block Grants / CARES Act Third Allocation	14.218	B-20-MW-48-0505	2,165,528	7,932	338,953	339,334	7,551
Passed Through Texas Department of Housing and Community Affairs:							
Community Development Block Grants / CARES TERAP	14.228	70200001024	787,469	28,554	-	28,554	-
Community Development Block Grants / CARES TEMAP	14.228	70300001008	400,000	76,135	304,278	380,413	-
Emergency Solutions Grant Program 2020	14.231	E-20-MC-48-0505	327,812	1,517	312,670	252,016	62,171
Emergency Solutions Grant Program 2021	14.231	E-21-MC-48-0505	328,355	-	25,833	12,737	13,096
Emergency Solutions Grant Program CARES Act- First Allocation	14.231	E-20-MW-48-0505	1,130,386	101,149	562,102	640,734	22,517
Emergency Solutions Grant Program CARES Act- Second Allocation	14.231	E-20-MW-48-0505	2,552,555	19,864	898,677	915,254	3,287
HOME Investment Partnerships Program 2017 GRANT	14.239	M-17-MC-48-0505	847,266	-	224,035	64,035	160,000
HOME Investment Partnerships Program 2018 GRANT	14.239	M-18-MC-48-0505	1,178,458	20,511	129,713	150,224	-
HOME Investment Partnerships Program 2019 GRANT	14.239	M-19-MC-48-0505	1,085,399	-	150,894	146,094	4,800
HOME Investment Partnerships Program 2020 GRANT	14.239	M-20-MC-48-0505	1,167,858	27,301	157,729	185,030	-
HOME Investment Partnerships Program 2021 GRANT	14.239	M-21-MC-48-0505	1,158,599	-	111,369	90,858	20,511
HOME Investment Partnerships Program ARP	14.239	M-21-MP-48-0505	4,199,095	-	3,732	-	3,732
Passed Through South Texas Development Council:							
Housing Oportunities for Persons with AIDS:							
Housing Oportunities for Persons with Aids - 20-21	14.241	019-3-20 (21)	129,293	17,679	-	17,679	-
Housing Oportunities for Persons with Aids - 21-22	14.241	019-3-21 (22)	137,837	14,003	125,335	122,269	17,069
Housing Oportunities for Persons with Aids - 22-23	14.241	019-3-22 (23)	139,837	-	9,471	-	9,471
Total U. S. Department of HUD			48,911,411	920,764	6,949,647	7,328,660	541,751
U. S. Department of Transportation							
Direct Programs:							
Federal Transit Administration:							
Federal Transit Capital Investment Grants:							
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.500	TX040047	714,000	4,671	5,384	11,571	(1,516)
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.500	TX040055	2,549,000	14,545	16,649	31,194	-
Federal Transit Formula Grants:							
Urbanized Area Formula Program	20.507	TX2020100	9,988,345	16,000	131,204	133,686	13,518
Urbanized Area Formula Program	20.507	TX202201100	3,515,783	-	3,515,783	3,515,783	-
Urbanized Area Formula Program	20.507	TX202201500	8,753,532	-	6,296,411	4,294,224	2,002,187
Urbanized Area Formula Program	20.057	TX2022012	\$ 1,529,460	-	1,529,460	1,529,460	-

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX2019063	\$ 167,324	-	31,261	31,261	-
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX2020027	334,836	843	52,250	53,093	-
Bus and Bus Facilities Formula Program:							
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2018080	9,875,083	-	46,104	-	46,104
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2019057	401,862	-	-	-	-
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2020141	415,500	233,407	174,661	408,068	-
Federal Aviation Administration:							
Airport Improvement Program (Airport Improv)	20.106	3-48-0136-85-2018	9,200,000	36,198	-	36,198	-
Airport Improvement Program	20.106	3-48-0136-86-2016	2,000,000	96,724	111,154	172,934	34,944
Airport Improvement Program	20.106	3-48-0136-87-2016	7,549,126	57,452	30,780	88,232	-
Airport Improvement Program	20.106	3-48-0136-88-2019	1,000,000	317	187,893	179,214	8,996
Airport Improvement Program	20.106	3-48-0136-89-2019	9,856,303	967,386	13,057	980,443	-
Airport Improvement Program	20.106	3-48-0136-90-2020	10,485,466	2,352,235	4,212,788	6,041,675	523,348
Airport Improvement Program	20.106	3-48-0136-92-2020	5,393,884	147,671	3,655,337	3,561,584	241,424
Airport Improvement Program	20.106	3-48-0136-95-2021	9,188,272	401,830	2,275,981	1,566,516	1,111,295
Airport Improvement Program	20.106	3-48-0136-99-2022	3,416,741	295,368	963,552	702,436	556,484
Airport Improvement Program-CARES Act	20.106	3-48-0136-091-2020	18,506,692	1,597,333	2,047,564	3,579,524	65,373
Airport Improvement Program-CRRSA Act	20.106	3-48-0136-093-2021	1,410,819	-	-	-	-
Airport Improvement Program-ACRGP Concessions Relief	20.106	3-48-0136-094-2021	19,499	-	-	-	-
Airport Improvement Program-Airport Rescue Grant Agreement	20.106	3-48-0136-096-2021	2,297,508	-	-	-	-
Airport Improvement Program-ARP Concession Rent Relief	20.106	3-48-0136-097-2022	77,996	-	-	-	-
Small Community Air Service Development Program	20.93	DOT-OST-2022-003	250,000	-	-	-	-
Transportation Security Administration-Law Enf. Officer Reimb. Program							
Law Enforcement Officer Reimbursement Program 2021	97.090	70T02021T6114N149	41,400	3,813	-	3,813	-
Law Enforcement Officer Reimbursement Program 2022	97.090	70T02021T6114N149	44,010	-	44,010	28,813	15,197
Pass Through Texas Department of Transportation:							
National Highway Traffic Safety - State and Community Highway Safety							
STEP - 2021 CMV	20.600	2021-LAREDOPD-S-CMV-00005	123,139	25,357	-	25,357	-
STEP - 2022 CMV	20.600	2022-LAREDOPD-S-CMV-00008	123,139	-	93,999	82,774	11,225
STEP - 2021 Comprehensive	20.600	2021-LAREDOPD-S-1YG-00011	144,099	27,046	-	27,046	-
STEP - 2022 Comprehensive	20.600	2022-LAREDOPD-S-1YG-00024	129,690	-	99,000	92,907	6,093
STEP - Click It Or Ticket	20.616	2021-LAREDOPD-CIOT-00018	25,000	21,643	-	21,643	-
STEP - Click It Or Ticket	20.616	2022-LaredoPD-CIOT-00012	25,000	-	21,364	21,364	-
National Highway Traffic Safety -Alcohol Impaired Driving							
Countermeasures Incentive Grants I							
Step - Impaired Driving Mobilization 2021	20.616	2021-LAREDOPD-IDM-00010	65,500	16,119	-	16,119	-
Step - Impaired Driving Mobilization 2022	20.616	2022-LAREDOPD-IDM-00012	65,500	-	50,000	35,967	14,033
Highway Planning & Const.-Federal Aid Hwy Pgm, Fed Lands Hwy Pgm	20.205	50-21XF0011	810,000	202,320	-	202,320	-
Highway Planning & Const.-Federal Aid Hwy Pgm, Fed Lands Hwy Pgm	20.205	50-22XF0011	810,000	-	465,571	294,652	170,919
Highway Planning and Construction-Rio Grande Vega Hike & Bike Trail	20.205	CSJ-0922-33-177	652,638	37,920	42,119	80,039	-
Highway Planning and Construction-E. Chacon Hike & Bike Trail	20.205	CSJ-0922-33-200	160,000	-	-	-	-
Highway Planning and Construction-West Laredo Multimodal Trade Corridor-II	20.205	CSJ-0922-33-076	2,845,747	258,815	3,200	9,360	252,655
Highway Planning and Construction- West Laredo Multimodal Trade Corridor-III	20.205	CSJ-0922-33-093	18,889,751	-	292,099	244,175	47,924
Highway Planning and Construction- R.O.W. Loop 20/SH 359	20.205	CSJ-0086-01-096	139,482	-	-	-	-
Highway Planning and Construction- Plum & Mier Path Project	20.205	CSJ-0922-33-201	357,000	-	-	-	-
Highway Planning and Construction- Chacon Creek Hike & Bike Phase III	20.205	CSJ-0922-33-149/150	1,243,767	-	-	-	-
Highway Planning and Construction- Construction of Inspection Booths	20.205	CSJ-0922-33-178	8,000,000	238,300	4,267,701	1,519,229	2,986,772
Total U. S. Department of Transportation			\$ 153,591,893	7,053,313	30,676,336	29,622,674	8,106,975

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022
U. S. Department of Agriculture							
Passed Through Texas Health and Human Services:							
Food & Nutrition Service - Special Supplemental Nutrition Program for WIC:							
Women, Infants and Children 21-22	10.557	HHS000804900001	\$ 4,566,165	-	4,221,144	3,380,749	840,395
Women, Infants and Children 20-21	10.557	2017-049856-001	4,707,397	1,321,796	232,957	1,554,753	-
Women, Infants and Children Counties 21-22	10.557	HHS000804900001	1,138,008	-	908,846	745,038	163,808
Women, Infants and Children Counties 20-21	10.557	2017-049856-001	1,183,714	315,953	-	315,953	-
Total U. S. Department of Agriculture			11,595,284	1,637,749	5,362,947	5,996,493	1,004,203
U. S. Department of Justice							
Passed Through State Department of Criminal Justice:							
Criminal Justice Discretionary Grant Program							
Office of Justice Program - Bureau of Justice Assistance -							
Edward Byrne Memorial Justice Assistance Grant Program:							
Edward Byrne Memorial Justice Assistance Grant Program FY18 JAG Program	16.738	2018-DJ-BX-0420	76,375	19,825	540	20,365	-
Edward Byrne Memorial Justice Assistance Grant Program FY19 JAG Program	16.738	2019-DJ-BX-0218	66,123	-	4,567	-	4,567
Edward Byrne Memorial Justice Assistance Grant Program FY20 JAG Program	16.738	2020-DJ-BX-0644	86,206	10,345	-	10,345	-
Edward Byrne Memorial Justice Assistance Grant Program FY21 JAG Program	16.738	15BJPA-21-GG-01883-JAGX	66,830	-	38,811	37,732	1,079
Coronavirus Emergency Supplemental Funding Program	16.738	2020-VD-BX-0093	213,046	40,049	18,142	40,049	18,142
Edward Byrne Memorial Justice Assistance Grant Program - JAG Equipment	16.738		25,943	25,943	-	25,943	-
Edward Byrne Memorial Justice Assistance Grant Program - JAG Equipment	16.738	4254501	20,194	-	18,936	18,936	-
Public Safety Partnership and Community Policing Grants							
COPS Hiring Program - 2020	16.71	2017-UL-WX-0433	1,036,558	44,217	594,010	503,234	134,993
Passed Through Office of the Governor:							
Victims of Crime Act Formula Grant Program	16.575	3362903	62,249	8,684	-	8,684	-
Victims of Crime Act Formula Grant Program	16.575	3362904	52,886	-	52,886	45,309	7,577
Units Crimes Against Women Project FY20	16.588	3849502	128,203	4,903	-	4,903	-
Units Crimes Against Women Project FY21	16.588	3849503	25,911	-	24,624	11,442	13,182
Coronavirus Emergency Supplemental Funding Program	16.034	4141601	154,278	13,636	-	13,636	-
Safe Streets Initiative	16.738	3946501	26,233	4,460	-	4,460	-
Safe Streets Initiative	16.738	3946502	29,058		29,058	29,058	
Safe Neighborhood Program	16.609	3958801	15,713	2,007	-	2,007	-
Safe Neighborhood Program	16.609	3958802	26,882	-	26,882	18,999	7,883
First Responder Mental Health - Peer Support	16.575	3947301	57,828	847	-	847	-
First Responder Mental Health - Peer Support	16.575	3947302	41,250	-	23,851	6,308	17,543
Patrick Leahy Bulletproof Vest Partnership Grant	16.607	2020BOBC20023330	5,076	-	5,076	-	5,076
Patrick Leahy Bulletproof Vest Partnership Grant	16.607	2021BOBX21027683	19,877	-	18,966	-	18,966
The Department of Justice Asset Forfeiture Program - Laredo Police Department	16.922	N/A	-	-	240,205	240,205	-
Total U. S. Department of Justice			\$ 2,236,719	174,916	1,096,554	1,042,462	229,008

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022
Executive Office of the President							
High Intensity Drug Trafficking Areas Program							
Financial Task Force 19	95.001	G19SS0001A	\$ 872,271	21,284	89,752	111,036	-
Financial Task Force 20	95.001	G20SS0001A	872,271	88,638	133,263	221,901	-
Financial Task Force 21	95.001	G21SS0001A	872,271	207,377	621,722	507,616	321,483
Financial Task Force 22	95.001	G22SS0001A	872,271	-	161,344	-	161,344
Total Executive of the President			3,489,084	317,299	1,006,081	840,553	482,827
U.S. Department of Homeland Security							
Federal Emergency Management Agency							
Disaster Grants-Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-1931-DR-PA	-	(99,134)	-	-	(99,134)
Disaster Grants-Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4586-DR-TX	-	67,356	13,471	80,827	-
Texas Covid 19 Pandemic	97.036	FEMA-4485-DR-TX	219,669	449,928	-	55,800	394,128
Emergency Food and Shelter Program							
American Rescue Plan of 2021- Humanitarian Relief	97.024	N/A	-	(1,737,436)	667,382	-	(1,070,054)
Passed Through Office of the Governor:							
Assistance to Firefighters Grant-Covid-19	97.044	EMW-2020-FG-01592	23,182	-	-	-	-
ST/C[Laredo PF SWAT Equipment	97.067	4262701	48,125	-	48,125	48,125	-
LPD Robot Upgrade and Portable X-Ray	97.067	4016201	79,828	-	34,287	34,287	-
LPD Emergency ResponseTeam Support Robot	97.067	4358901	23,500	-	23,442	23,442	-
Homeland Security Grant Program - 2021 Stone Garden Grant	97.067	3075306	1,445,187	289,269	864,106	1,153,375	-
Homeland Security Grant Program - WEBB 2021 OPSG	97.067	3075307	1,486,860	-	539,988	106,690	433,298
Homeland Security Grant Program - 2020 Stone Garden Grant - Airport	97.067	3335704	15,444		15,444	15,444	-
Homeland Security Grant Program - 2022 Stone Garden Grant - Airport	97.067	3335705	26,400		14,256	-	14,256
Total U. S. Department of Homeland Security			3,368,195	(1,030,017)	2,220,501	1,517,990	(327,506)
Institute of Museum and Library Services							
Passed Through Texas State Library & Archives Commission							
InterLibrary Loan Reimbursement Funds	45.310	TSLAC 903324	4,540	-	4,540	4,540	-
InterLibrary Loan Reimbursement Funds	45.310	TSLAC FPG-22002	5,472	-	5,472	-	5,472
Total Institute of Museum and Library Services			10,012	-	10,012	4,540	5,472
U. S. Department of Environmental Protection Agency							
Survey, Studies, Investigations & Special Purpose Grants							
Air Pollution Control Program Support:							
Clean Water State Revolving Loan	66.458	L1000357	22,075,000	(828,746)	-	4,110	(832,856)
Clean Water State Revolving Loan	66.458	L1000919	52,000,000	(49,342,686)	-	240,287	(49,582,973)
Drinking Water State Revolving Loan	66.468	L1000339	5,500,000	(363,495)	-	1,803	(365,298)
Total U. S. of Environmental Protection Agency			\$ 79,575,000	(50,534,927)	-	246,200	(50,781,127)

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022
U. S. Department of Treasury							
The Department of Treasury Asset Forfeiture Program - Laredo Police Department	21.016	N/A	\$ -	-	1,441,288	1,441,288	-
Emergency Rental Assistance- ERA 1	21.023	N/A	7,931,456	(7,201,536)	3,571,792	(3,517,111)	(112,633)
Emergency Rental Assistance- ERA 2	21.023	N/A	6,275,790	(2,510,316)	911,751	-	(1,598,565)
Emergency Rental Assistance- ERA 2 High Need	21.023	N/A	2,020,165	(808,066)	660,819	-	(147,247)
Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	42,779,444	(32,692,115)	22,696,173	42,779,444	(52,775,386)
Passed thru Texas Department of Emergency Management							
Coronavirus Relief Fund	21.019	N/A	14,743,135	-	-	-	-
Total U. S. of Department of Treasury			73,749,990	(43,212,033)	29,281,823	40,703,621	(54,633,831)
U. S. Department of Commerce							
EDA Springfield Road Extension	11.307	08-01-05599	1,875,000	-	-	-	-
Total U. S. of Department of Commerce			1,875,000	-	-	-	-
Total Federal Assistance			\$ 397,932,088	(83,402,390)	83,952,499	94,462,385	(93,912,276)

STATE AWARDS

Texas Department of State Health Services:							
HIV Prevention 2021	N/A	HHS000077800022	\$ 150,945	23,668	-	23,668	-
HIV Prevention 2022	N/A	HHS000077800022	320,546	-	168,988	149,231	19,757
HIV Prevention 2023	N/A	HHS000077800022	320,546	-	-	-	-
Tuberculosis Prevention and Control 20-21	N/A	HHS000491700001	156,757	43,680	-	43,680	-
Tuberculosis Prevention and Control 21-22	N/A	HHS000491700001	267,404	14,985	189,934	182,498	22,421
Tuberculosis Prevention and Control 22-23	N/A	HHS001182200011	274,153	-	17,938	-	17,938
Immunization Cooperative Agreements 21	N/A	HHS000103500001	133,200	17,157	-	17,157	-
Immunization Cooperative Agreements 22	N/A	HHS000103500001	133,200	-	42,946	19,510	23,436
Immunization Covid 22	N/A	HHS000103500001	88,176	-	84,025	61,892	22,133
Immunization Cooperative Agreements 23	N/A	HHS000103500001	133,200	-	13,845	-	13,845
Preventive Health and Health Service Block Grant - 20-21/ O.P.H.P.	N/A	HHS0000485600042	221,421	6,498	-	6,498	-
Preventive Health and Health Service Block Grant - 21-22/ O.P.H.P.	N/A	HHS0000485600042	248,536	-	134,302	134,302	-
Maternal and Child Health Services Block Grant- 21-22	N/A	HHS001130300001	75,000	-	44,771	44,771	-
Maternal and Child Health Services Block Grant- 22-23	N/A	HHS001130300003	75,000	-	5,607	-	5,607
Infectious Disease Control Unit/Surveillance & Epidemiology Ebola Activities 20-21	N/A	HHS000436300018	82,500	6,081	-	6,081	-
Infectious Disease Control Unit/Surveillance & Epidemiology Ebola Activities 21-22	N/A	HHS000436300018	82,500	6,999	70,925	39,284	38,640
Infectious Disease Control Unit/Surveillance & Epidemiology Ebola Activities 22-23	N/A	HHS000436300018	-	-	5,656	-	5,656
Office of Border Health - Border Health	N/A	53700-6-0000-425303	60,000	(15,381)	-	-	(15,381)
Office of Border Health - Border Health	N/A	53700-6-0000-427806	1,600	(12)	-	-	(12)
Office of Border Health - Border Health	N/A	53700-6-0000-427806	14,600	(83)	-	-	(83)
Office of Border Health - Border Health 2020-2021	N/A	HHS000435300001	7,300	2,983	5,573	5,203	3,353
Office of Border Health - Community Based Healthy Border Initiatives	N/A	HHSTX-0-0000209920	3,395	(3,395)	-	-	(3,395)
Diabetes Prevention and Control Program	N/A	HHS000865200001	125,000	9,932	-	9,932	-
Diabetes Prevention and Control Program	N/A	HHS000865200001	125,000	8,797	114,386	104,910	18,273
Diabetes Prevention and Control Program	N/A	HHS000865200001	125,000	-	9,085	-	9,085
Laredo Influenza Drive Thru Vaccine Clinic	N/A	53700-7-0000431293	3,200	(185)	-	-	(185)
Laredo Influenza Drive Thru Vaccine Clinic	N/A	HHSTX-8-0000002348	1,640	(1,640)	-	-	(1,640)
Laredo Zika Day Event	N/A	HHSTX-8-0000022261	\$ 8,000	(6,999)	-	-	(6,999)

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022
Passed Through South Texas Development Council:							
H. I. V. Social Services 20-21	N/A	19-2-20 (21)	\$ 130,381	12,376	-	12,376	-
H. I. V. Social Services 21-22	N/A	19-2-21 (22)	130,512	9,994	110,214	101,253	18,955
H. I. V. Social Services 212-23	N/A	19-2-22 (23)	13,549	-	8,882	-	8,882
Seven Flags Regional Advisory Council	N/A	N/A	4,000	-	610	610	-
Coastal Bend Regional Advisory Council	N/A	N/A	-	950,743	-	950,743	-
Total - Texas Department of State Health Services			3,516,261	1,086,198	1,027,687	1,913,599	200,286
Commission on Law Enforcement Officers Standards and Education							
Law Enforcement Officer Standards and Education	N/A	N/A	29,193	(2,040)	25,069	23,029	-
Law Enforcement Officer Standards and Education - 2019	N/A	N/A	1,785	(769)	769	-	-
Law Enforcement Officer Standards and Education - 2020	N/A	N/A	1,741	(1,741)	257	-	(1,484)
Law Enforcement Officer Standards and Education - 2021	N/A	N/A	1,579	-	-	1,579	(1,579)
Law Enforcement Officer Standards and Education - 2022	N/A	N/A	1,195	-	-	1,195	(1,195)
Total - Commission on Law Enforcement Officers Standards and Education			35,493	(4,550)	26,095	25,803	(4,258)
State Department of Motor Vehicles:							
Rapid Response Strikeforce	N/A	608-21-EES002	48,482	23,202	15,830	39,032	-
Auto Theft Task Force	N/A	608-21-2400100	658,970	181,147	-	181,147	-
Auto Theft Task Force	N/A	608-22-2400100	756,565	72,488	659,312	481,957	249,843
Auto Theft Task Force	N/A	608-23-2400100	756,565	-	50,698	-	50,698
Total - State Department of Motor Vehicles			2,220,582	276,837	725,840	702,136	300,541
State Department of Transportation:							
TX Dept. of Transportation-Routine Airport Maintenance Program '22	N/A	CSJ-42M2222LRED	50,000	-	28,505	28,505	-
Formula Grants for Other Than Urbanized Areas	N/A	STATE-U-2021-LAREDO-00078	637,564	-	637,564	637,564	-
Total - State Department of Transportation			687,564	-	666,069	666,069	-
Passed Through Office of the Governor:							
Local Border Security Program FY -2021	N/A	2995406	147,000	36,928	-	36,928	-
Local Border Security Program FY -2022	N/A	2995407	147,000	-	140,496	117,222	23,274
Rifle Resistant Body Armor	N/A	3946401	83,268	-	52,040	52,040	-
Body Worn Camera Project	N/A	4363801	59,130	-	59,130	-	59,130
TG-Texas Anti-Gang (TAG) Program	N/A	4251901	1,572,914	-	1,231,864	504,325	727,539
TG-Texas Anti-Gang (TAG) Program	N/A	4251902	1,086,950	-	38,663	-	38,663
2022 Operation Lone Star	N/A	4378801	500,045	-	353,236	302,987	50,249
Truancy Prevention Grant Program	N/A	2022-TP-ST002	22,010	-	17,266	-	17,266
Total - State Department of Public Safety			\$ 3,618,317	36,928	1,892,695	1,013,502	916,121

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022
Texas Veterans Commission:							
TVC-Veteran Home Modification Program	N/A	GT-HTX21-009	\$ 250,000	-	248,910	248,311	599
TVC-Veteran Home Modification Program	N/A	GT-HTX22-004	300,000	-	-	-	-
TVC-Veteran Financial Assistance Program	N/A	GT-FVA22-017	75,000	-	599	599	-
Total - Texas Veterans Commission			625,000	-	249,509	248,910	599
Texas Water Development Board:							
TWDB- Flood Infrastructure Fund	N/A	G1001281	585,000	(585,000)	49,237	-	(535,763)
Total - Texas Water Development Board			585,000	(585,000)	49,237	-	(535,763)
Texas Health and Human Services Commission:							
Passed Through Texas Department Family and Protective Services:							
Passed Through Webb County:							
Regional Healthcare Partnership (1115 Wavie)	N/A	N/A	-	(2,647,884)	479,817	796,450	(2,964,517)
Passed Through Family Planning Grant:							
Family Planning Open Enrollment	N/A	HHS000734600020	88,376	26,297	62,079	88,376	-
Family Planning Open Enrollment	N/A	HHS000734600020	88,376	-	20,681	-	20,681
Healthy Texas Women	N/A	HHS0007334600020	226,806	24,638	127,198	114,229	37,607
Healthy Texas Women	N/A	HHS0007334600020	240,208	7,431	14,215	7,431	14,215
Primary Health Care Program 20-21	N/A	HHS000697900025	138,377	26,347	120,944	133,542	13,749
Primary Health Care Program 21-22	N/A	HHS000697900025	138,377	14,390	6,968	14,390	6,968
Primary Health Care Program 22-23	N/A	HHS000697900025	138,377	-	-	-	-
Maternal and Child Health Svs. Block Grant to the States: Prenatal - 21	N/A	HHS000558100021	37,000	3,632	(1,827)	1,805	-
Maternal and Child Health Svs. Block Grant to the States: Prenatal - 22	N/A	HHS000558100021	37,000	1,537	10,436	10,909	1,064
Maternal and Child Health Svs. Block Grant to the States: Prenatal - 23	N/A	HHS000558100021	29,950	-	40	-	40
Community Mental Health Program 20-21	N/A	HHS000477100023	1,304,906	8,492	-	8,492	-
Community Mental Health Program 21-22	N/A	HHS000477100023	1,465,800	13,473	221,435	178,956	55,952
Community Mental Health Program 22-23	N/A	HHS000477100023	-	-	23,452	-	23,452
Texas Ambulance Supplemental Payment Program	N/A	N/A	-	6,387,309	1,894,000	6,387,309	1,894,000
Texas Targeted Opiod Response	N/A	HHS000114600001	400,000	-	86,434	508,790	(422,356)
Total - Texas Health and Human Services Commission			4,333,553	3,865,662	3,065,872	8,250,679	(1,319,145)
Total State Assistance			\$ 15,621,770	4,676,075	7,703,004	12,820,698	(441,619)

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022
OTHER ASSISTANCE							
ICE- Custom-Narcotics 2021	N/A	120SA1599	\$ 91,000	28,328	-	28,328	-
ICE- Custom-Narcotics 2022	N/A	120SA1600	91,000	-	81,558	50,553	31,005
OCEDETF-DEA1146	N/A	SW-TXS-1146	18,649	3,598	-	3,598	-
OCEDETF-DEA1227	N/A	SW-TXS-1227	5,000	-	4,427	-	4,427
OCEDETF-DEA1246	N/A	SW-TXS-1246	25,000	-	24,440	9,740	14,700
OCEDETF-DEA1180	N/A	SW-TXS-1180	5,000	9,023	19,225	18,671	9,577
OCEDETF-DEA1199	N/A	SW-TXS-1199	12,000	4,257	19,076	11,668	11,665
OCEDETF-DEA1244	N/A	SW-TXS-1244	25,000	-	17,832	8,551	9,281
Laredo Joint Terrorism TF 2021	N/A	N/A	17,202	2,630	-	2,630	-
Laredo Joint Terrorism TF 2022	N/A	N/A	17,202	-	16,268	11,825	4,443
Safe Streets Task Force 2021	N/A	N/A	26,233	7,109	-	7,109	-
Safe Streets Task Force 2022	N/A	N/A	26,233	-	32,678	23,638	9,040
Fugitive Apprehension Task Force 2020	N/A	M-20-D79-O-000150	26,400	5,352	-	5,352	-
Fugitive Apprehension Task Force 2021	N/A	M-20-D79-O-000151	26,400	-	18,015	15,996	2,019
Bureau of Alcohol and Tobacco 2021	N/A	N/A	75,000	5,327	-	5,327	-
Bureau of Alcohol and Tobacco 2022	N/A	N/A	75,000	-	81,006	68,355	12,651
TEOAF- CBP Task Force 2021	N/A	420LR0030	396,000	193,827	-	193,827	-
TEOAF- CBP Task Force 2022	N/A	420LR0031	396,000	-	297,486	293,832	3,654
US SECRET SVC TASK FORCE 2020	N/A	N/A	-	1,995	-	1,995	-
US SECRET SVC TASK FORCE 2022	N/A	N/A	-	-	2,244	2,244	-
State Energy Conservation Office	N/A	CL300	1,033,558	-	-	-	-
911 Regional Communications Grant - FY2019	N/A	N/A	3,517,036	22	-	22	-
911 Regional Communications Grant - FY2021	N/A	N/A	3,137,889	990,035	818,421	1,473,299	335,157
911 Regional Communications Grant - FY2022	N/A	N/A	2,237,722	46,497	1,183,282	1,314,616	(84,837)
911 Regional Communications Grant - FY2023	N/A	N/A	3,238,785	-	58,702	-	58,702
Meadows Foundation	N/A	2020090105	150,000	(80,012)	78,905	-	(1,107)
Methodist Health Care	N/A	N/A	220,621	-	47,548	220,621	(173,073)
Fernando Salinas Trust	N/A	N/A	40,000	(1,508)	-	-	(1,508)
University Health HEP-C Program	N/A	220242-LS	631,468	-	3,787	-	3,787
Paso del Norte Foundation	N/A	N/A	2,500	(12)	-	-	(12)
Valley Aids - Ryan White Part D 21-22	N/A	N/A	50,927	5,365	38,251	43,616	-
Valley Aids - Ryan White Part D 22-23	N/A	N/A	50,927	-	-	-	-
Frontier Energy- Weatherization Program 2021	N/A	N/A	120,000	-	75,435	75,435	-
Total - Other Assistance			\$ 15,785,752	1,221,833	2,918,586	3,890,848	249,571
Total Federal, State and Other Assistance			\$ 429,339,610	(77,504,482)	94,574,089	111,173,931	(94,104,324)

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS

- * Major Federal Program
** Major State Program

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the grant activity of the City of Laredo and is presented on the accrual basis of accounting. 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, therefore some amounts presented in this schedule may differ from amounts presented in, or used in the presentation of the basic financial statements.

NOTE B - FEDERAL INDIRECT RATE

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
PERIOD ENDED SEPTEMBER 30, 2022

CITY OF LAREDO, TEXAS

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2021	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2022

The City has elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE C - FEDERAL LOANS

Drinking Water State Revolving Loan:
The City was approved by EPA to receive a loan totalling \$5.5 Million to build an elevated water tank. The amount listed for this loan includes the proceeds used and interest earned during the year, and the outstanding loan balance from prior years.

Drinking Water State Revolving Loan:
The City was approved by EPA to receive a loan totalling \$4.6 Million to build an elevated water tank and waterline improvements. The Amount listed for this loan includes the proceeds used and interest earned during the year, and the outstanding loan balance from prior years.

Clean Water State Revolving Loan:
The City was approved by EPA to receive a loan totalling \$22.075 Million to build a sewer treatment plant. The amount listed for this loan includes the proceeds used and interest earned during the year, and the outstanding loan balance from prior years.

Clean Water State Revolving Loan:
The City was approved by EPA to receive a loan totalling \$48.75 Million to build a sewer treatment plant. The amount listed for this loan includes the proceeds used and interest earned during the year, and the outstanding loan balance from prior years.

Aaron Canales, CPA
Juan José Garza, CPA
† J. Clayton Baum, CPA
Guadalupe Garcia-Wright, CPA



INDEPENDENT AUDITOR'S 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

To the Honorable Mayor and Members of the City Council
City of Laredo, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Laredo, Texas, as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Laredo, Texas' basic financial statements, and have issued our report thereon dated March 29, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Laredo, Texas' 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 City of Laredo, Texas' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Laredo, Texas' 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. 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 City of Laredo, Texas' financial statements are free of 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.

Canales, Hargis & Baum, PLLC

Laredo, Texas
March 29, 2023

City of Laredo, Texas
Federal Schedule of Findings and Questioned Costs
Year Ended September 30, 2022

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? _____ yes X no

Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal Control over major programs:

Material weakness(es) identified? _____ yes X no

Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes X no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
14.218	Community Development Block Grants
20.205	Highway Planning and Construction
	Federal Transit Cluster
20.500	Fixed Guideway Modernization Bus and Bus Facility
20.507	Urbanized Area Formula Program
20.526	Fixed Guideway Modernization Bus and Bus Facility
21.023	Emergency Rental Assistance
93.268	Immunization Cooperative Agreements

Dollar threshold used to distinguish between Type A and Type B programs: \$2,518,575

Auditee qualified as low-risk auditee? X yes _____ no

City of Laredo, Texas
Federal Schedule of Findings and Questioned Costs
Year Ended September 30, 2022

Section II - Financial Statement Findings

None.

Section III - Federal Award Findings and Questioned Costs

None.

City of Laredo, Texas
State Schedule of Findings and Questioned Costs
Year Ended September 30, 2022

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? _____ yes X no

Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

Noncompliance material to financial statements noted? _____ yes X no

State Awards

Internal Control over major programs:

Material weakness(es) identified? _____ yes X no

Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Texas Grant Management Standards? _____ yes X no

Identification of major programs:

<u>Number(s)</u>	<u>Name of State Program or Cluster</u>
None	Texas Ambulance Supplemental Payment Program
None	TG-Texas Anti-Gang (TAG) Program

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

Auditee qualified as low-risk auditee? X yes _____ no

Section II - Financial Statement Findings

None.

Section III - State Award Findings and Questioned Costs

None.

City of Laredo, Texas
Federal Summary Schedule of Prior Audit Findings
Year Ended September 30, 2022

Summary of Prior Audit Findings

Federal Award Findings and Questioned Costs

None.

City of Laredo, Texas
State Summary Schedule of Prior Audit Findings
Year Ended September 30, 2022

Summary of Prior Audit Findings

State Award Findings and Questioned Costs

None.

This page intentionally left blank