



CITY OF LAREDO, TX

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For Fiscal Year Ended 09/30/2023



CITY OF LAREDO, TEXAS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2023

PREPARED BY:
CITY OF LAREDO
FINANCIAL SERVICES DEPARTMENT
ACCOUNTING DIVISION

INTRODUCTION SECTION

CITY OF LAREDO, TEXAS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For Fiscal Year Ended
September 30, 2023

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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.

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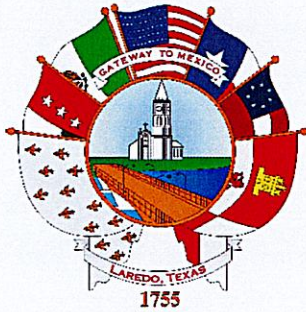
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March 27, 2024

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, 2023. 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, 2023, 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, 2023 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 267,114 in 2023, 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
- Unitrade Baseball Stadium
- Tax Increment Reinvestment Zone Number One
- Tax Increment Reinvestment Zone Number Two

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 #1 port in the nation which surpassed 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 2.89** million trucks crossing southbound annually. The Laredo Customs District trades **over \$436.96** billion in imports and exports annually. Laredo remains the third largest U.S. Customs District in the country and the number one Port of Entry with trades **over \$319.91** billion. Only Los Angeles and New York, (both water ports) are above the Laredo Customs District.

Port Laredo is the nation's primary gateway for U.S. exports to and imports from México. During the workweek, more than 11,000 trucks cross daily into Laredo. On rail, more than 3,510 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, Nicaragua, Panama, Hong Kong and Costa Rica are Laredo's top trade partners with a trade value **over \$296** billion in both imports and exports.

Top imports totaled \$183.5 billion that crossed through Laredo were:

- Motor vehicle parts - \$22.46 billion
- Passenger vehicles - \$14.76 billion
- Tractors - \$10.46 billion
- Computers - \$7.57 billion
- Commercial Vehicles - \$6.32 billion
- Insulated wire, cable - \$5.65 billion
- Cell phone equipment - \$5.41 billion
- Air conditioning machines - \$4.75 billion
- Tequila, other liquors - \$4.36
- Refrigerators, freezers - \$4.29 billion

Top exports totaled \$115.94 billion that crossed through Laredo were:

- Motor vehicle parts - \$12.70 billion
- Diesel engines - \$4.44 billion
- Gasoline, other fuels - \$4.42 billion
- Plastics - \$2.26 billion
- Corn - \$1.83 billion
- Catalytic converters, air & oil filters - \$1.70 billion
- Cell phone equipment - \$1.64 billion
- Natural gas, liquified natural gas - \$1.58 billion
- Motor vehicle engines - \$1.50 billion
- Civilian aircraft, parts - \$1.49 billion

Bridge III Expansion: On December 18, 2023, The City of Laredo went out for request for qualifications (RFQ). On February 8, 2024, two (2) firms responded to the RFQ. Both firms conducted presentations before the evaluation committee on March 20, 2024. The evaluation committee has made a recommendation. March 1, 2024, the Mayor of Laredo, Dr. Victor Trevino with the Governor of Nuevo Leon, Samuel Garcia signed a memorandum of Understanding (MOU) in preparation for an anticipated Trade Expansion between Nuevo Leon, Mexico and Laredo, Texas. On April 2, 2024, this agenda item is going to Council for approval to allow

the City Manager to select and negotiate with the top ranked consultant for the expansion of Bridge III (Colombia Solidarity Bridge).

Bridge IV Expansion: On April 29, 2022 The City of Laredo submitted the Presidential Permit Application (PPA). On December 7, 2023, the House/Senate Conference Committee reported the National Defense Authorization Act (NDAA). This act contained Senator Ted Cruz's amendment regarding PPA's. This bill was approved by the Senate on December 13, 2023 and by the House on December 14, 2023. On December 22, 2023, President Joe Biden signed the NDAA. According to the U. S. Department of State (DOS), they would submit their recommendation on the expansion project to the White House no later than April 9, 2024. Based on the NDAA requirement, the White House should make its decision within 60 days and the Presidential Permit should be issued by June 8, 2024. Currently World Trade Bridge is a eight lane (8) bridge. The expansion proposal is to add two (2) additional lanes to the existing bridge making it ten (10) lanes and also constructing a new eight (8) lane bridge to dedicate direct access into the U. S. northbound primary Port of Entry (POE) lanes. The expansion project will increase bridge lanes from eight (8) to eighteen (18).

The project timeline is noted below:

Target Presidential Permit Issued - June 8, 2024

Target FONSI Approved - September 2, 2025

Target Final Permitting - September 2025 to February 2026

Target Bid/Award/Notice to Proceed Period - January 2026 to April 2026

Target Bridge opening date – December 2027

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 helps 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 was the first international dual inspection in the United States. The purpose is to reduce delivery times and cost into a Mexican bonded facility where upon arrival they are treated as domestic shipments. The Dual Customs Program is unique to Laredo, enabled by close U.S.-Mexico working relationships, special Mexican regulations, and the proximity of Laredo to the border, after a dual-customs at Laredo, goods are effectively pre-cleared into Mexico. Upon arrival, they are treated as domestic Mexico shipments, this bypasses common bottlenecks related to Mexican Customs inspections and duty payments. Currently, the program is permitted for U.S. Exports to 8 Mexican

airports. The program covers 4 industries including auto parts, aerospace, automotive and electronics.

In addition to the FIS facility, the Laredo International Airport handled approximately 692.53 million pounds of cargo in gross landed weight.

In addition, the Laredo International Airport is currently working on a \$20M terminal renovation and various improvements throughout the terminal including reconfiguration of airside and landside spaces, metal roof replacement, inline baggage system, and installation of a new generator. This will also provide for a relocation of the Transportation Security Administration (TSA) security check point, removal and replacement of two escalators, construction of new restrooms as well as landside kitchen and concessions spaces. This project includes \$17M funded by the Federal Aviation Administration (FAA).

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 2023, to City's tax supported debt was \$190.93 million. The City is complying with the requirement of the Public Funds Investment Act. The City's investment portfolio as of September 30, 2023 was \$904.70 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 proposed 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
2024-2028

	2024	2025	2026	2027	2028	Total
General Government	\$ 39,050,843	\$ 46,250,000	\$ 14,544,000	\$ 2,250,000	\$ 2,250,000	\$ 104,344,843
Health & Welfare	8,791,447	36,727,327	673,700	-	1,500,000	47,692,474
Public Safety	20,612,027	21,099,178	30,056,033	13,170,675	22,163,887	107,101,800
Public Works	68,428,909	56,866,342	12,000,000	6,000,000	189,563,700	332,858,951
Utilities	100,909,000	114,661,166	411,432,633	167,604,033	45,884,000	840,490,832
Cultural & Recreational	14,470,233	523,295,000	3,445,000	3,445,000	7,800,000	552,455,233
Transportation	746,113,824	119,426,528	45,194,701	9,531,913	5,699,826	925,966,792
	<u>\$998,376,283</u>	<u>\$918,325,541</u>	<u>\$517,346,067</u>	<u>\$202,001,621</u>	<u>\$274,861,413</u>	<u>\$2,910,910,925</u>

MAJOR INITIATIVES

For the Year 2023-2024

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, drainage, sidewalks and street lighting improvements at a cost of \$11.7 million during this fiscal year.
- Drainage improvements projects completed during the current year totaled \$8.7 million
- Improvements to the Utilities System Water and Sewer lines and plant improvements at a cost of \$17.4 million.
- Acquisition of machinery and equipment including vehicles and equipment for all City departments total \$8.0 million.
- Land at a cost of \$2.6 million was acquired during the fiscal year for the Springfield Extension Road, Downtown Plaza Theatre, parks land and acquisition of easements and related property.
- Work continues on other projects and \$54.8 million was added to the construction in process for governmental activities. The projects include Airport Improvements for the cargo apron and taxiway improvements.

- The business type activities added \$34.5 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.
- The Laredo Public Health Department oversees a comprehensive array of 48 programs and services aimed at fostering health equity across all strata of society, irrespective of social standing or determinants. Our department is poised to receive an additional nine grants totaling \$20 million, fortifying our capacity to deliver essential public health services to the broader community.

These initiatives encompass a diverse range of projects, including:

1. Children/Youth with Special Health Care Needs Systems Development Group Family Support and Community Resources (FSCR) - Renewal
2. Transition for Youth with Autism and/or Epilepsy Demonstration Projects
3. Title V Maternal and Child Health Fee-for-Services Program - Renewal
4. Fatherhood: EFFECT Program
5. Community Mental Health - Renewal
6. Children and Youth with Special Health Care Needs (CYSHCN) Case Management
7. HIV Clinical HIV/STI Prevention in Community Health Centers
8. Support and Scale up of HIV Prevention Services in Sexual Health Clinics
9. HIV Prevention - Renewal

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 2024 budget by allocating funds in the various funds of the City. The major funds addressing these priorities include the following:

- Laredo Public Health Department is actively pursuing three upcoming grant submissions, representing a total funding potential of \$23,198,000, aimed at further bolstering our efforts in key areas:
 1. Environmental and Climate Justice Community Change Grants Program
 2. Expanding the National Approach to Chronic Disease Education and Awareness
 3. Community Level Innovations for Improving Health Outcomes

- Detoxification Department:
January 2024, the ROOTS Recovery Center commences operations, addressing our local overdose emergency crisis and advancing the availability of specialized healthcare services in Laredo. Serving as the detoxification department of the City of Laredo, ROOTS fills a significant void in Substance Use Disorders (SUD) treatment and support, meeting a critical need within our community. This 24-bed facility, accommodating both voluntary and non-voluntary admissions, stands as a testament to our local government's responsiveness to community needs. ROOTS Recovery Center exemplifies a process of attentive listening, thorough understanding, innovative ideation, rigorous development, and effective implementation of solutions. Operated through General Fund, ROOTS Recovery Center is actively seeking grant opportunities and pursuing insurance reimbursement to sustain its operations and ensure continued availability of vital services.
- The City of Laredo has awarded and entered into contract with sub-recipient Bethany House of Laredo for a total amount of \$6,568,933.93 in ESG-CV, CDBG-CV, CDBG and SLFR funds for a Homeless Shelter Expansion Project. This project entails the acquisition and/or rehabilitation of a property which will be designated as a homeless facility to assist with additional homeless shelter capacity. The location will serve as a low barrier shelter and will also allow the creation of a courtyard, additional beds for the unsheltered population, and a resource center to offer services such as health fairs, dental clinics, as well as mental and substance abuse services that are currently unavailable on site.
- The City's General Fund expenses include \$145 million for Public Safety for the Fire, Police and Traffic Departments combined. This amount represents an increase of \$9.3 million as compared 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 for World Trade Bridge #4 and are waiting for the approval of the Presidential Permit while also initiating another bridge application for a bridge expansion to the Colombia Solidarity Bridge #3.
- The Water and Sewer Systems continue to work to improve their infrastructure. The City has in its Capital Improvement plan with approximately \$854 million in revenue bond projects for the next five years. The Water System has an estimated \$447 million in projects comprised of water line rehabilitation lines, storage tank facilities, meter replacements, and secondary water funding among other projects. The Sewer System has an estimated \$407 million in projects such as the expansions to the North and South Laredo Waste Water Treatment Plants, various interceptors in South Laredo and sewer line rehabilitations in addition to other projects.

- The budget also contemplates the sale of contractual obligations bonds in the amount of \$20 to \$25 million during the last quarter of fiscal year 2023-24. 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.

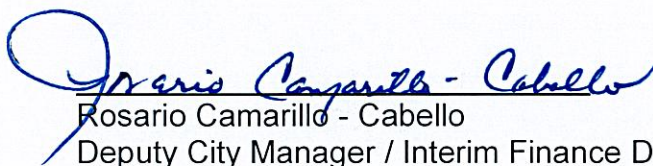
A Certificate of Achievement is valid for only a one-year period. We believe that our current comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

In addition, the City of Laredo also received the GFOA's Distinguished Budget Presentation Award for its twenty-ninth 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 / Interim Finance Director



Government Finance Officers Association

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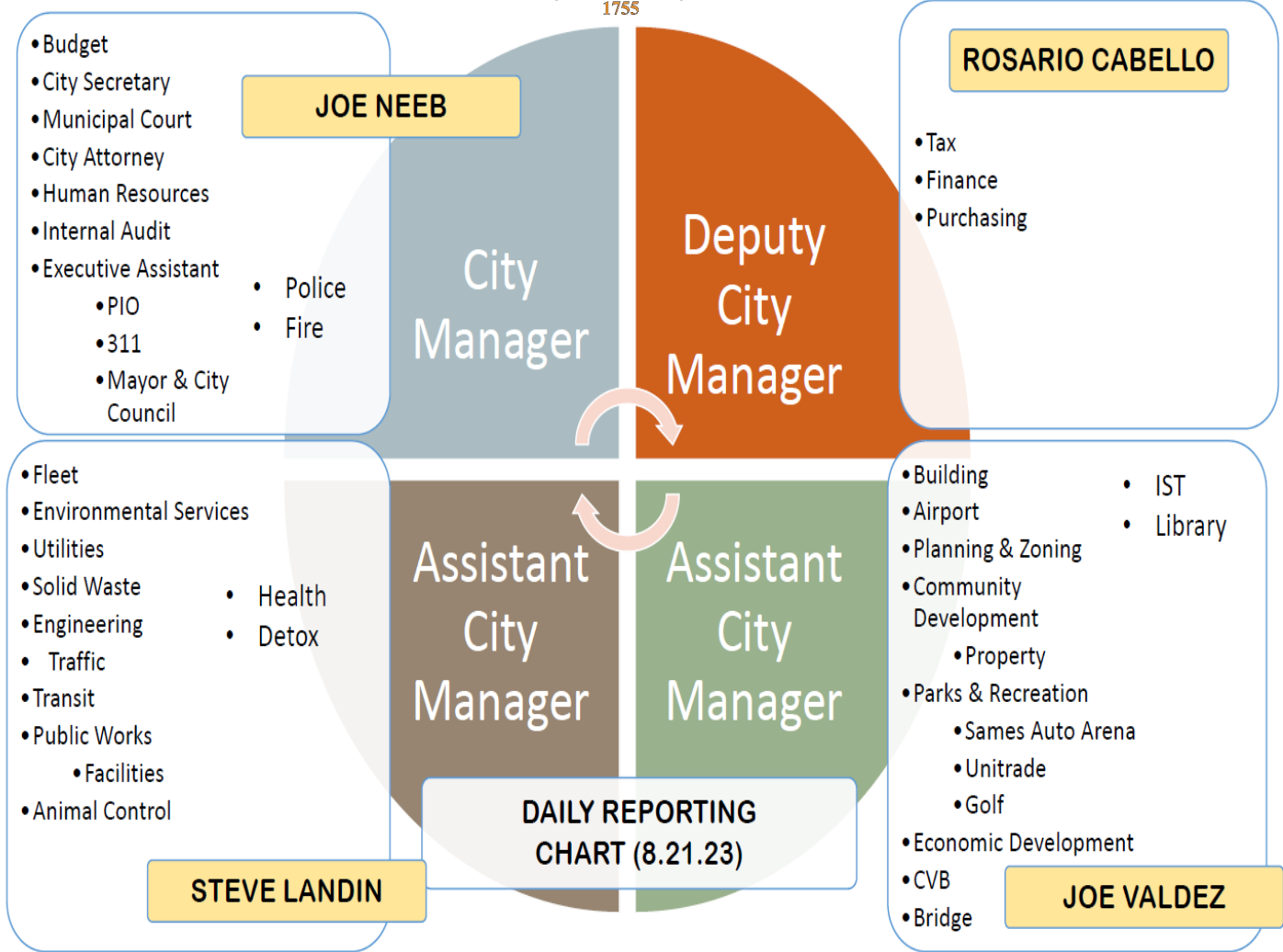
**City of Laredo
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morill

Executive Director/CEO



**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. Mayor Pro Tempore	V
Ricardo Rangel, Jr.	II	Dr. David Tyler King	VI
Melissa R. Cigarroa	III	Vanessa Perez-Mayor	VII
Alberto Torres, Jr.	IV	Alyssa Cigarroa	VIII

CITY STAFF

Joseph W. Neeb, City Manager

Rosario C. Cabello, Deputy City Manager/Acting Finance Director

Steve E. Landin, Assistant City Manager

Jose A. Valdez, Jr., Assistant City Manager

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, 2023, 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, 2023, 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 judgment, 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 27, 2024, 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 27, 2024

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, 2023. 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 \$975.94 million (net position) which represent an increase of \$97.72 million from the previous year. The increase in the net position is mainly the result of the recognition of a decrease of \$38.77 million in deferred inflows of Resources Liability and an increase of \$52.56 million in Investments, mainly due to an increase in bond proceeds available. The net position is made up of net investment in capital assets in the amount of \$945.14 million; restricted net position of \$184.96 million, and an unrestricted (deficit) net position of (\$154.16) million. 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 \$471.92 million. This represents an increase of \$62.94 million. The business type activities reported a combined ending net position of \$504.02 million, representing an increase of \$34.77 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 balance of \$358 million, an increase of \$59.36 million compared to the fiscal year 2022 ending fund balance. The total fund balances consist of \$202.56 million in restricted balances, \$84.18 million is committed, \$84.37 million is assigned, \$182 thousand is non-spendable and \$13.28 million is an unassigned deficit.
- At the end of the current fiscal year, total fund balance for the General Fund of \$46.17 million represented 21.51% of General Fund expenditures net of capital outlay.
- During the fiscal year, the City issued \$68.89 million in long-term debt. Principal payments paid during the fiscal year were \$55.08 million for a net increase in long-term liabilities of \$13.8 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

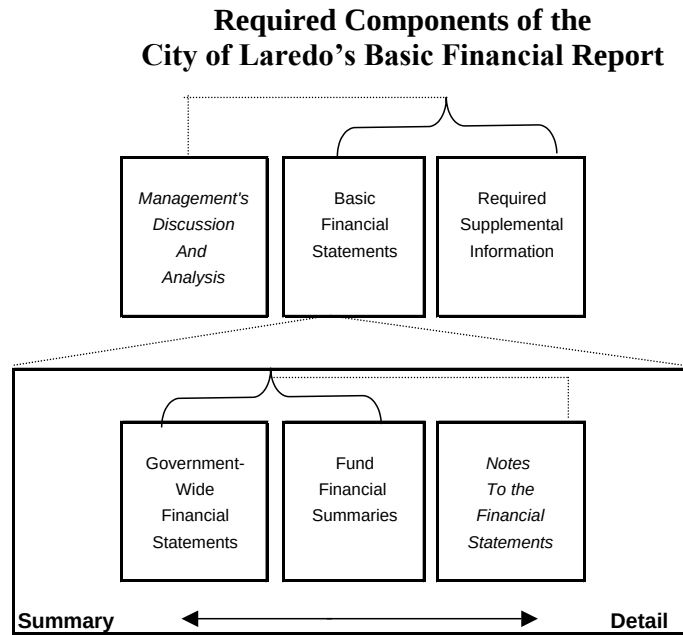
	Government – Wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	• Statement of net position • Statement of activities	• Balance sheet • Statement of Revenues and Expenditures, and changes in fund balances	• Statement of net position • Statement of Revenues expenses, and changes 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 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 is 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 relate to one another. In addition, to 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-Side 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*. Over time, 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 ten 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, the Max Mandel

Municipal Golf Course, the Uni-trade Baseball Stadium, Keep Laredo Beautiful, TIRZ 1 and TIRZ 2. 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 grouped 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 used 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 explain 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 device 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 \$975.94 million as of September 30, 2023. The net position of the City is further breakdown between the governmental net position of \$471.92 million and the business-type net position is \$504.02 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, 2023 and 2022

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 543,151,344	\$ 487,691,242	\$ 246,268,431	\$ 229,170,115	\$ 789,419,775	\$ 716,861,357
Restricted Assets	-	-	274,248,610	288,298,406	274,248,610	288,298,406
Capital Assets	755,187,339	742,112,167	734,370,647	711,402,231	1,489,557,986	1,453,514,398
Other Assets	-	-	116,564	106,001	116,564	106,001
Total Assets	1,298,338,683	1,229,803,409	1,255,004,252	1,228,976,753	2,553,342,935	2,458,780,162
Deferred Outflows of Resources	194,022,306	99,860,379	33,173,169	22,182,266	227,195,475	122,042,645
Total assets and deferred outflows of resources	1,492,360,989	1,329,663,788	1,288,177,421	1,251,159,019	2,780,538,410	2,580,822,807
Current liabilities	119,948,036	121,170,354	57,187,635	54,628,996	177,135,671	175,799,350
Non-current liabilities	732,053,353	596,911,214	726,224,587	721,535,000	1,458,277,940	1,318,446,214
Total Liabilities	852,001,389	718,081,568	783,412,222	776,163,996	1,635,413,611	1,494,245,564
Deferred inflows of resources	168,436,534	202,599,790	751,191	5,756,549	169,187,725	208,356,339
Total liabilities and deferred inflows of resources	1,020,437,923	920,681,358	784,163,413	781,920,545	1,804,601,336	1,702,601,903
Net Position:						
Net investments in capital assets	603,780,474	588,565,005	341,360,127	317,844,036	945,140,601	906,409,041
Restricted	98,760,952	80,844,913	86,200,570	80,570,657	184,961,522	161,415,570
Unrestricted	(230,618,360)	(260,427,488)	76,453,311	70,823,781	(154,165,049)	(189,603,707)
Total net position	\$ 471,923,066	\$ 408,982,430	\$ 504,014,008	\$ 469,238,474	\$ 975,937,074	\$ 878,220,904

A portion of the City's net position or \$184.96 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 \$23.55 million or 14.59% 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 was \$231 million which increased by \$35.44 million decreasing the negative balance to \$154.17 million for the year. The negative balance is due to the recognition of unfunded liability of \$146.31 million for the net pension obligation for OPEB.

Unrestricted net position in the business-type activities reflect an increase of \$5.63 million to a surplus balance of \$76.45 million as of September 30, 2023.

The table below provides a summary of the City's operations for the year ended September 30, 2023. Governmental activities increased the City's net position by \$62.94 million, while Business-Type activities increased by \$34.78 million. The City's Net Position increased by \$97.72 million. Total revenues realized by the City total \$682.70 million for the year. (See Table A-2). Charges for services increased by \$12.66 million totaling \$355.98 million, which are comprised for the most part of administrative fees from all departments, bridge tolls and utility charges. The economy continues to improve and the additional traffic in the international bridges have generated an increase in revenues of \$24.52 million. Rate increases in the Solid Waste Fund generated an additional \$3.2 million in revenues. Sales Tax revenues increased by \$7.1 million as a result of the improved economy. Property Taxes revenues increased by \$7.39 million as a result of improve collection rates and increases in property valuation. As interest rates increased throughout the year, resulted in additional interest earnings of \$30.7 million.

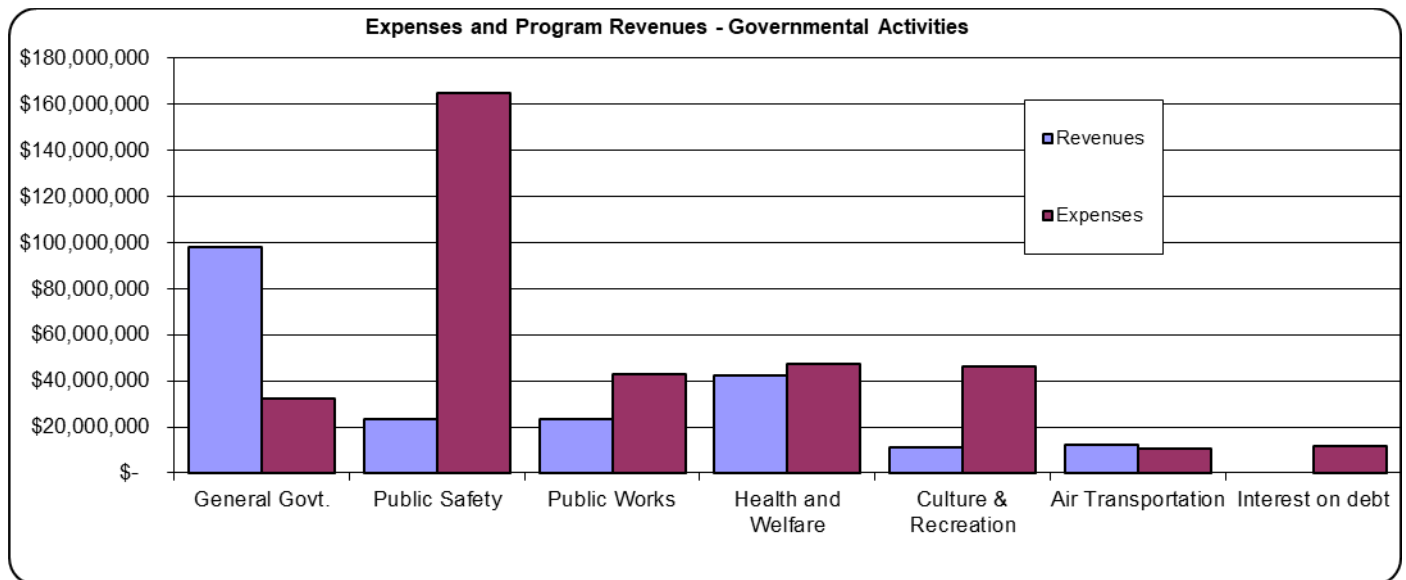
Total operating cost of all programs increased by \$18.79 million from the prior year to \$584.98 million. The most significant governmental expense for the City was in providing public safety, public works repairs and improvements and cultural and recreational activities. These expenses were offset 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 was \$79.29 and for Fire Department \$62.02 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, 2023 and 2022

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program revenues:						
Charges for services	\$ 123,371,837	\$ 120,505,676	\$ 232,603,700	\$ 222,805,032	\$ 355,975,537	\$ 343,310,708
Operating grants and contributions	53,624,779	59,732,692	8,053,712	12,362,416	61,678,491	72,095,108
Capital grants and contributions	34,247,442	41,479,672	2,520,565	17,904,440	36,768,007	59,384,112
General revenues:						
Sales tax	62,166,711	56,183,584	11,859,538	10,727,110	74,026,249	66,910,694
Property taxes	107,041,362	99,649,010	-	-	107,041,362	99,649,010
Other taxes	13,892,952	14,216,590	-	-	13,892,952	14,216,590
Other	12,221,591	1,750,029	21,095,134	867,346	33,316,725	2,617,375
Total revenue	<u>\$ 406,566,674</u>	<u>\$ 393,517,253</u>	<u>\$ 276,132,649</u>	<u>\$ 264,666,344</u>	<u>\$ 682,699,323</u>	<u>\$ 658,183,597</u>

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Expenses:						
General Government	\$ 32,537,990	\$ 25,431,947	\$ -	\$ -	\$ 32,537,990	\$ 25,431,947
Public Safety	164,936,322	182,184,978	-	-	164,936,322	182,184,978
Public Works	43,137,143	42,213,162	-	-	43,137,143	42,213,162
Health & Welfare	47,169,470	43,608,358	-	-	47,169,470	43,608,358
Culture & Recreation	46,190,061	36,894,791	-	-	46,190,061	36,894,791
Air Transportation	10,641,215	15,530,885	-	-	10,641,215	15,530,885
Interest & Other long - term debt	11,851,932	8,343,652	-	-	11,851,932	8,343,652
Transit System	-	-	20,508,258	20,236,212	20,508,258	20,236,212
Bridge System	-	-	67,079,242	68,241,090	67,079,242	68,241,090
Solid Waste	-	-	31,163,646	26,951,219	31,163,646	26,951,219
Water System	-	-	66,049,410	57,247,896	66,049,410	57,247,896
Sewer System	-	-	41,686,352	37,344,119	41,686,352	37,344,119
Municipal Housing	-	-	2,032,112	1,959,923	2,032,112	1,959,923
Total expenses	356,464,133	354,207,773	228,519,020	211,980,459	584,983,153	566,188,232
Inc (dec) in net position before transfers	50,102,541	39,309,480	47,613,629	52,685,885	97,716,170	91,995,365
Transfers	12,838,095	9,675,750	(12,838,095)	(9,675,750)	-	-
Change in Net Position	62,940,636	48,985,230	34,775,534	43,010,135	97,716,170	91,995,365
Net position, beginning	408,982,430	359,997,200	469,238,474	426,228,339	878,220,904	786,225,539
Prior Period Adj.	-	-	-	-	-	-
Net position, ending	\$ 471,923,066	\$ 408,982,430	\$ 504,014,008	\$ 469,238,474	\$ 975,937,074	\$ 878,220,904

Graph 1

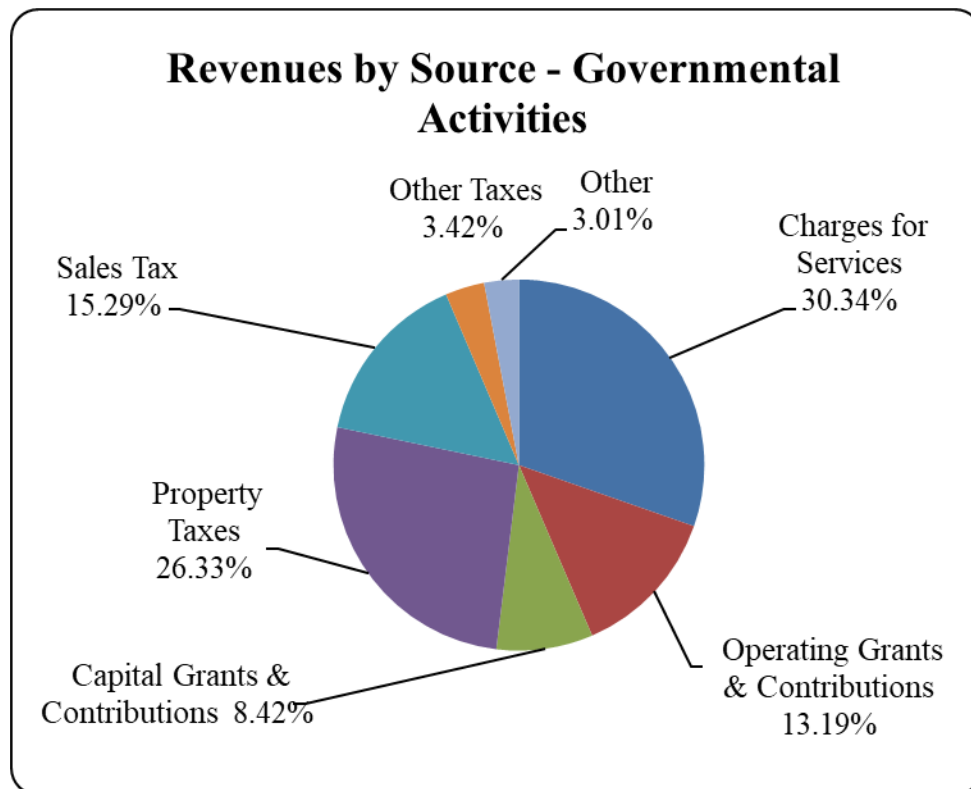


Graph 1 represents the cost of each of the City's seven largest programs as well as each of the program's revenue. The net cost is the financial burden that was placed on the City's taxpayers by each of these functions.

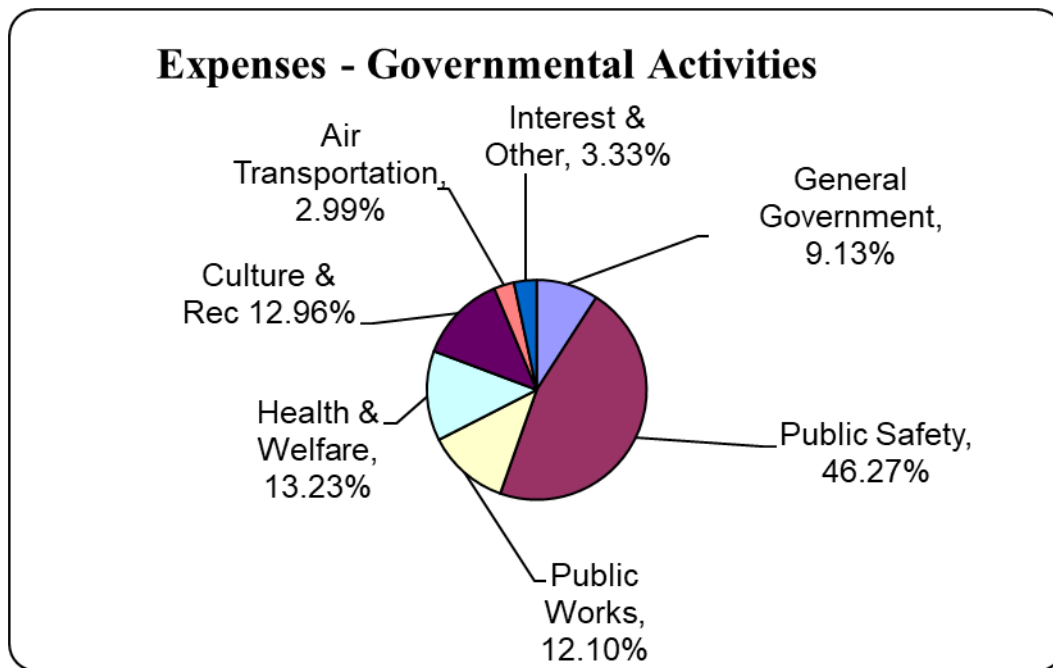
- The cost of all Governmental activities this year was \$356.46 million.
- The amount that our citizens paid for these activities through City taxes and revenues such as interest earnings, franchise fees, and unrestricted grants was \$406.57 million.

- General Government expenses (support services) comprised approximately 9.13% of the total expenses in Fiscal Year 2023; this represents an increase of 27.94% or \$7.11 million from prior year.
- Expenses for Public Safety represent 46.27% of total expenditures with a decrease of 9.47% or \$17.25 million as compared to the prior year.
- Public Works expenses represent 12.10% of total expenditures and an increase of \$924,981 or an increase of 2.19% as compared to the prior year.
- Health and Welfare expenses represent 13.23% of total expenditures with an increase of \$3.56 million or 8.17% as compared to the prior year.
- Cultural & Recreational expenses represent 12.96% of the total expenditures with an increase of \$9.3 million or an increase of 25.19% as compared to prior year.
- Air Transportation and Other expenditures represent 2.99% of total expenditures with a decrease of \$4.89 million or 31.48% from prior year.
- Business-Type Activities transferred to Governmental Activities a total of \$12.84 million; representing an increase of \$3.16 million from prior year.
- Overall, there was an increase in the net position of \$97.72 million. Governmental activities net position increased by \$62.94 million and Business Type Activities increased by 34.78 million.
- Governmental Activity revenues were generated by Charges for Services 30.34%, Property Taxes 26.33%, Sales Tax and other taxes 21.72% and Capital and Operating Grants generated 21.61% (see Graph 2).

Graph 2



Graph 3



Business-Type Activities

Revenues of the City's business-type activities were \$276.13 million for the fiscal year ending September 30, 2023, an increase of \$11.47 million from prior year. Charges for Services increased by \$9.8 million; Operating Grants and Contributions decreased by \$4.31 million; Capital Grants and Contributions decreased by \$15.38 million; while all other revenues increased by \$21.36 million. Expenses for the City's business-type activities were \$228.52 million for the year, representing an increase of \$16.54 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 \$8.8 million. Operating expenses increased by \$5.42 million and non-operating expenses increased \$3.38 million.
- Sewer System expenses increased by \$4.34 million. Operating expenses increased by \$2.7 million and non-operating expenses increased by \$1.64 million.
- Bridge System expenses decreased by \$1.16 million; operating expenses increased by \$5.65 million, and non-operating expenses decreased by \$4.49 million.
- Other business-type activities increased by \$4.56 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 \$358 million. The fund balance is categorized as follows: \$182 thousand for non-spendable funds which are used for inventory items and an endowment fund; \$202.56 million which are restricted for debt and grants; \$84.18 million are committed for specific purposes as it relates to reserves, public safety, etc.; \$84.37 million are assigned for a specific use for Governmental Funds other than General Fund and \$13.28 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 \$46.17 million of which \$39.54 million is committed, and \$1.21 million is unassigned, \$5.41 million is restricted and \$8 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 equal to total fund expenses. The ratio of total fund balance to operating expenses (total expenses less capital outlay) is 21.51%. The unassigned fund balance in General Fund represents 2.62% of the total Fund Balance category.

During the current fiscal year, the City's General Fund balance increased by \$465 thousand as compared to prior year. As our economy stabilizes so does the day to day operations for the City and it is progressively reflecting on the inflow of revenue. Some of the key factors are as follows:

- As compared to prior year, Property Tax revenues increased by \$7.3 million. Assessed valuations increased by \$2.57 billion from prior year. The City's tax rate for 2023 was decreased to \$0.533945 per \$100-dollar valuation.
- Other tax revenues reflect an increase of \$4.47 million. Sales Tax increased \$4.6 million as compared to prior year.
- Charges for Services increased by \$3.5 million as compared to prior year due to administrative fees charged to various funds but mainly to the Bridge System which increased by \$2.68 million.
- General Fund expenses increased by \$10.6 million from prior year. There were increases and decreases in several areas of the General Fund. There was a decrease in the area of Capital Outlay expenditure of \$8.1 million. Increases in expenses were in the areas of General Government \$3.1 million, Public Safety \$9.2 million; Public Works \$2 million; Health and Welfare \$453 thousand and Cultural and Recreational of \$8.8 million.

The Debt Service Fund has a total fund balance of \$9.4 million, all of which is reserved for the payment of debt. The fund balance increased by \$944 thousand.

The Sports and Community Venue Fund has a total fund balance of \$86.5 million, all of which is restricted for construction of a sports complex and debt service. It also provides funding for the operations of the arena and baseball stadium. The fund balance increased by \$14.45 million mainly as a result of a bond issuance of \$16.47 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 \$504.01 million. The total net position increased by \$34.78 million as compared to prior year. The largest area of change was in the Waterworks System with an increase of \$7.84 million; the Sewer System with an increase of \$13.54 million; Solid Waste Management with an increased of \$5.10 million; Bridge System with an increase of \$3.96 million and other enterprise funds increased by \$3.92 million.

General Fund Budgetary Highlights

Overall, the City has exceeded the fund balance ratio required to be maintained. The City Charter requires a ratio of 15% of operating expenditures net of capital outlay. The ratio decreased to 21.51% from 23.32% for the prior year. This was due to an increase in the operating expenses and only a slight increase in the fund balance of \$465 thousand. Operating Revenues for General Fund increased by \$10.26 million while operating expenditures increased by \$10.6 million. General Fund revenues increased in the areas of Property Taxes by \$7.27 million; Sales Tax increased by \$4.57 million; Charges for Services increased by \$3.51 million; Interest and Other increased by \$2.91 million. All other revenues decreased by \$8.85 million, which includes \$7.91 million decrease in contributions and donations that were not received during the year.

Original Budget vs. Final Amended Budget:

Revenues and Other Financing Sources:

- The General Fund revenue and Other Financing Source category increased by \$10.97 million for additional revenues appropriated during the year for FEMA grants of \$10 million and an operating transfer in the amount of \$887 thousand from Capital Improvements Fund.

Expenditures and Other Financing Uses:

- General Fund expenditures and other financing uses budget was amended by a net increase of \$11 million. The operating budget for FEMA Grants, 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 \$17.72 million as compared to the amended budget. This variance had various attributes:
 - Revenues exceeded projections in the following areas: Property and other taxes by \$149 thousand; Sales Taxes by \$3.7 million; Charges for Services by \$3.58 million and Contributions and Donations by \$16.42 million. Revenues that experience a shortfall of estimated revenues include: Fines \$176 thousand, Licenses and Permits \$101 thousand, and Intergovernmental Revenues \$9.97 million.
 - Other Financing Sources or uses of \$31.11 million did not materialize during the year.

Expenditures and Other Financing Uses:

- Expenditures and Other Financing Uses reflect a positive variance of \$1.5 million when comparing the amended budget to the actual expenditures.
 - General Government realized savings of \$10.89 million from various areas including City Manager, Internal Audit, Building Services, Finance, Planning and Zoning and Engineering Departments.
 - Public Safety realized savings of \$11.39 million from various departments included Police, Fire 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 \$767 thousand, Cultural and Recreational with savings of \$1.53 million and Health and Welfare with savings of \$6.23 million.
 - All other departments of General Fund played a proactive role in limiting and restricting expenses to ensure they remained within their approved budget.

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, 2023 was \$1.49 billion (net of accumulated depreciation). The City's net investment in capital assets increased by \$34.66 million during the current fiscal year. Additions to capital assets such as land, infrastructure, buildings, equipment and construction in progress for the year totaled \$11.71 million for Governmental Activities and \$22.95 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	
	2023	2022	2023	2022	2023	2022
Land	\$ 120,389,443	\$ 117,775,599	\$ 66,464,137	\$ 66,464,137	\$ 186,853,580	\$ 184,239,736
Buildings	229,480,047	229,223,232	373,352,780	367,254,341	602,832,827	596,477,573
Machinery & Equipment	187,848,874	173,469,818	120,217,809	112,201,838	308,066,683	285,671,656
Water Rights	-	-	56,189,506	55,203,556	56,189,506	55,203,556
Infrastructure	930,070,087	875,281,310	563,837,949	560,296,058	1,493,908,036	1,435,577,368
Construction in Progress	19,768,689	32,706,817	74,351,810	39,894,425	94,120,499	72,601,242
Leases	3,596,889	2,856,505	47,019	35,308	3,643,908	2,891,813
Subscription Assets	1,993,162	-	9,809	-	2,002,971	-
Total	<u>\$ 1,493,147,191</u>	<u>\$ 1,431,313,281</u>	<u>\$ 1,254,470,819</u>	<u>\$ 1,201,349,663</u>	<u>\$ 2,745,615,039</u>	<u>\$ 2,632,662,944</u>

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

Governmental

- Land increased \$2.61 million during the current fiscal year for the Springfield Extension Project, Plaza Theater Project, Parks and other projects.
- Infrastructure Improvements increased by \$54.79 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 \$14.38 million for all departments within the City.
- Construction in Progress had a net decreased of \$12.94 million for various completed projects. Completed projects include Airport Improvements of \$18.23 million.

Proprietary

- Water Rights acquired during the fiscal year amounted to \$986 thousand.
- Building Improvements increased by \$6.1 million for improvement to the water and sewer plants buildings.
- Improvements other than building increased by \$3.5 million, which include Water (\$2.7 million) and Sewer (\$848 thousand) in plant improvements, collections and distribution systems.

- Construction in progress had a net increase of \$34.46 million. The majority of the increases were in the Waterworks System (\$12.69 million) and Sewer System (\$21.36 million) and completed projects in the amount of \$9.6 million for both the Water and Sewer System.
- Machinery, equipment, vehicle and heavy equipment acquired during the fiscal year totaled \$8 million.

The Governmental activities consist of improvements to and / or construction of the City's streets, parks and recreational facilities, police substations, fire protection facilities, 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 \$1.52 billion in outstanding bonds and other long-term debt representing a net increase of \$144 million over last year. The Governmental Activities recorded a net increase of \$140.96 million while the Business Type Activities recorded an increase of \$3.04 million. Net pension liability and other net pension obligations increased by \$127.21 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.

New debt in the amount of \$62.78 million was issued for governmental activities during the fiscal year and Business Type activities issued \$6.1 million in revenue bonds for the Bridge System. The issuance of revenue bond is for the infrastructure improvement of the Bridge 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	
	2023	2022	2023	2022	2023	2022
General obligation bonds	\$ 64,213,079	\$ 76,554,836	\$ 72,351,777	\$ 77,863,175	\$ 136,564,856	\$ 154,418,011
Certificates of obligation	142,042,152	115,714,725	50,839,761	40,453,035	192,881,913	156,167,760
Revenue bonds	69,785,000	55,600,000	559,926,317	577,705,995	629,711,317	633,305,995
Capital lease obligations	1,597,982	2,651,010	5,837	19,438	1,603,819	2,670,448
Compensated Absences	45,257,551	44,935,333	2,904,761	2,580,102	48,162,312	47,515,435
Leased Liabilities	2,443,996	2,935,295	23,474	35,272	2,467,470	2,970,567
Subscription Liabilities	1,276,159	-	-	-	1,276,159	-
Notes payable	-	-	5,213,321	5,603,124	5,213,321	5,603,124
Landfill Post Closure	-	-	16,115,001	14,558,846	16,115,001	14,558,846
Pension Ob. - OPEB	150,868,177	172,161,855	-	-	150,868,177	172,161,855
Pension Liability	285,912,517	151,882,290	49,868,914	35,390,946	335,781,431	187,273,236
Total	\$ 763,396,613	\$ 622,435,344	\$ 757,249,163	\$ 754,209,933	\$ 1,520,645,776	\$ 1,376,645,277

Economic Factors and Next Year's Budgets and Rates

The fiscal year 2024 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 created after meeting with various departments, and it was developed with fiscal responsibility in mind 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 budget should be considered as the start of a transformative approach. It is the beginning of an anticipated 3-year process to shift how the city considers its priorities and commits to those services that provide the much-needed security and quality of life to our citizens. The budget is based on fiscal responsibility and ensuring that the city continues to provide basic and essential needs for the community.

The FY 2024 consolidated budget for revenue reflects an appropriation of \$869.08 million. This represents an increase of \$95.15 million or 12.30% over the FY 2023 Original Budget. The property tax rate for FY 2024 is 0.533945 per \$100 valuation or a decrease of \$0.036055. Assessed valuations for FY 2024 are \$21.2 billion, which represents an increase of 12.15% over prior year with an estimated levy of \$113.38 million. Of the 0.533945 tax rate, 78.49% or 0.419072 cents are utilized for General Fund activities, the remaining 21.51% or 0.114873 cents are designated for Debt Service. The General Fund's portion of property tax revenue for FY 2024 is projected to be \$85.38 million. Sales tax revenues for the General Fund for FY 2024 are estimated at \$51.86 million, an increase of \$6.96 million or 15.5% as compared to prior year's budgeted amounts.

The FY 2024 budget includes a 3% cost of living increase for all full-time city employees, excluding collective bargaining employees. The budget includes a 2.5% increase for police officers and a 3% increase for firefighters as per their respective collective bargaining agreement. The FY 2024 budget includes 3,470 full time equivalent positions with an estimated cost of \$303.85 million.

Requests for Information

This financial report is design 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, 2023

	Primary Government		
	Governmental	Business-type	Total
	Activities	Activities	
ASSETS			
Current Assets:			
Cash and Cash Equivalents: (Note 4)			
Cash	\$ 5,149,482	\$ 57,712	\$ 5,207,194
Equity in Investment Pool	1,427,670	1,101,115	2,528,785
Investments (Note 5)	425,936,309	204,965,145	630,901,454
Receivable, net of allowances: (Note 6)			
Accrued Interest	6,416,981	2,447,233	8,864,214
Property Taxes, Penalty and Interest	8,696,485	-	8,696,485
Hotel-Motel Tax, Penalty and Interest	607,184	-	607,184
Accounts	14,591,774	16,112,295	30,704,069
Leases (Note 16)	52,162,093	724,825	52,886,918
Notes	17,443,815	13,885	17,457,700
Paving Assessments	2,966	-	2,966
Internal Balances (Note 13)	(8,209,327)	8,209,327	-
Due From Other Governments	17,337,504	6,459,930	23,797,434
Inventory, at cost	1,204,507	6,176,964	7,381,471
Prepaid Items	383,901	-	383,901
Total Current Assets	543,151,344	246,268,431	789,419,775
Noncurrent Assets:			
Restricted Assets: (Note 7)			
Investments (Note 5)	-	270,224,699	270,224,699
Accrued Interest (Note 6)	-	4,023,876	4,023,876
Notes Receivable (Note 6)	-	35	35
Capital Assets: (Note 8)			
Nondepreciable Assets:			
Land and Improvements	120,389,443	122,653,643	243,043,086
Construction in Progress	19,768,689	74,351,810	94,120,499
Depreciable Assets:			
Buildings	229,480,047	373,352,780	602,832,827
Machinery and Equipment	187,848,874	120,217,809	308,066,683
Infrastructure	930,070,087	563,837,949	1,493,908,036
Accumulated Depreciation	(736,095,938)	(520,043,344)	(1,256,139,282)
Leased Assets	3,596,889	47,019	3,643,908
Accumulated Amortization-Leased Assets	(1,238,869)	(23,423)	(1,262,292)
Subscription Assets	1,993,162	9,809	2,002,971
Accumulated Amortization-Subsc. Assets	(625,045)	(8,340)	(633,385)
Unamortized Bond Issuance Cost	-	91,499	91,499
Total Non Current Assets	755,187,339	1,008,735,821	1,763,923,160
TOTAL ASSETS	1,298,338,683	1,255,004,252	2,553,342,935
Deferred Outflows of Resources (Note 1)	194,022,306	33,173,169	227,195,475
TOTAL ASSETS AND DEFERRRED OUTFLOWS OF RESOURCES	\$ 1,492,360,989	\$ 1,288,177,421	\$ 2,780,538,410

(Continued)

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
September 30, 2023

(Continued)

	Primary Government		
	Governmental	Business-type	Total
	Activities	Activities	
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 13,009,081	\$ 4,774,239	\$ 17,783,320
Claims and Judgments Payable (Note 19)	6,651,785	-	6,651,785
Retainage Payable	2,157,221	2,618,090	4,775,311
Accrued Wages and Employee Benefits	8,369,599	2,239,629	10,609,228
Accrued Interest Payable	2,283,232	2,062,979	4,346,211
Compensated Absences (Note 11 & 12)	7,082,807	1,044,037	8,126,844
Contracts Payable	3,280,203	3,736,316	7,016,519
Customer and Tenant Deposits	277,833	6,957,259	7,235,092
Due To Other Governments	44,468	-	44,468
Unearned Revenue	52,531,354	3,774,547	56,305,901
General Obligation Bonds (Note 11 & 12)	11,489,765	4,855,233	16,344,998
Certificates of Obligation (Note 11 & 12)	5,474,151	4,450,849	9,925,000
Revenue Bond Payable (Note 11 & 12)	2,335,000	20,286,000	22,621,000
Lease Purchase Obligation (Note 11)	406,561	5,837	412,398
Notes Payable (Note 12)	-	382,620	382,620
Pension Obligation-OPEB (Note 10 & 11)	4,554,976	-	4,554,976
Total Current Liabilities	119,948,036	57,187,635	177,135,671
Noncurrent Liabilities:			
Noncurrent portion of long term liabilities:			
General Obligation Bonds (Note 11 & 12)	52,723,314	67,496,544	120,219,858
Certificates of Obligation (Note 11 & 12)	136,568,001	46,388,912	182,956,913
Revenue Bonds Payable (Note 11 & 12)	67,450,000	539,640,317	607,090,317
Notes Payable (Note 12)	-	4,830,701	4,830,701
Lease Purchase Obligations (Note 11 & 12)	1,191,421	-	1,191,421
Compensated Absences (Note 11 & 12)	38,174,744	1,860,724	40,035,468
Lease Liability (Note 16)	2,443,996	23,474	2,467,470
Subscription Liability (Note 16)	1,276,159	-	1,276,159
Pension Obligations - OPEB (Note 10 & 11)	146,313,201	-	146,313,201
Pension Liability (Note 9)	285,912,517	49,868,914	335,781,431
Landfill Closure & Postclos.Costs (Note 12)	-	16,115,001	16,115,001
Total Noncurrent Liabilities	732,053,353	726,224,587	1,458,277,940
TOTAL LIABILITIES	852,001,389	783,412,222	1,635,413,611
Deferred Inflows of Resources (Note 1)	168,436,534	751,191	169,187,725
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	1,020,437,923	784,163,413	1,804,601,336
NET POSITION			
Net Investments in Capital Assets	603,780,474	341,360,127	945,140,601
Restricted for:			
Debt Service	14,037,021	42,069,977	56,106,998
Capital Projects	84,541,868	-	84,541,868
Improvements	-	44,130,593	44,130,593
Nonexpendable	182,063	-	182,063
Unrestricted	(230,618,360)	76,453,311	(154,165,049)
TOTAL NET POSITION	\$ 471,923,066	\$ 504,014,008	\$ 975,937,074

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, 2023

					Net (Expense) Revenue and Changes in Net Assets		
					Primary Government		

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

**CITY OF LAREDO, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2023**

	GENERAL	DEBT SERVICE	SPORTS & COMMUNITY VENUE	OTHER GOVERNMENT FUNDS	TOTAL GOVERNMENT FUNDS
ASSETS					
Cash and Cash Equivalents:					
Cash	\$ 24,873	-	-	45,050	69,923
Equity in Investment Pool	317,067	52,321	167,130	769,805	1,306,323
Cash with Fiscal Agent	-	-	-	5,079,159	5,079,159
Investments (Note 5)	55,961,498	9,234,160	87,094,118	252,209,736	404,499,512
Receivable, net of allowances:					
Accrued Interest (Note 6)	698,515	115,262	1,503,806	3,068,521	5,386,104
Taxes, Penalty and Interest (Note 6)	7,404,790	1,223,782	-	199,518	8,828,090
Accounts (Note 6)	1,423,606	-	80,391	1,738,835	3,242,832
Notes (Note 6)	-	-	-	17,443,815	17,443,815
Paving Assessments (Note 6)	-	2,966	-	-	2,966
Due from Other Funds	2,193,571	-	-	303,784	2,497,355
Due from Other Governments	321,866	-	-	17,015,638	17,337,504
Inventory, at cost	8,061	-	-	124,002	132,063
TOTAL ASSETS	68,353,847	10,628,491	88,845,445	297,997,863	465,825,646
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	3,358,129	192	181,296	7,151,976	10,691,593
Retainage Payable	-	-	741,800	1,415,421	2,157,221
Accrued Wages and Employee Benefits	6,633,490	-	3,749	1,394,518	8,031,757
Contracts Payable	-	-	1,307,055	1,973,148	3,280,203
Customer and Tenant Deposits	2,300	-	-	275,533	277,833
Due to Other Funds	104,894	-	113,886	2,217,380	2,436,160
Due to Other Governments	-	-	-	44,468	44,468
Due to Developers	-	-	-	2,445,893	2,445,893
Unearned Revenues	4,483,317	467	-	45,601,677	50,085,461
TOTAL LIABILITIES	14,582,130	659	2,347,786	62,520,014	79,450,589
Deferred Inflows of Resources	7,601,338	1,226,748	-	19,540,686	28,368,772
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	22,183,468	1,227,407	2,347,786	82,060,700	107,819,361
FUND BALANCES (Note 24)					
Nonspendable	8,061	-	-	174,002	182,063
Restricted	5,407,982	9,401,084	86,497,659	101,251,404	202,558,129
Committed	39,544,194	-	-	44,632,843	84,177,037
Assigned	-	-	-	84,368,918	84,368,918
Unassigned (Deficit)	1,210,142	-	-	(14,490,004)	(13,279,862)
TOTAL FUND BALANCES	46,170,379	9,401,084	86,497,659	215,937,163	358,006,285
TOTAL LIABILITIES AND FUND BALANCES	\$ 68,353,847	10,628,491	88,845,445	297,997,863	

(Continued)

**CITY OF LAREDO, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2023**

(Continued)

Total Governmental Fund Balances	358,006,285

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.	752,656,521
Revenues not available to pay for current-period expenditures and, therefore, reported as deferred inflows of resources-unavailable revenue	64,741,160
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.	8,304,438
Deferred outflows of resources related to pension, OPEB, and loss/gain on bond refunding	194,022,306
Deferred inflows of resources related to pension, OPEB, and loss/gain on bond refunding	(140,067,762)
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)	<u>(765,739,882)</u>

Net position of governmental activities	\$ <u>471,923,066</u>

CITY OF LAREDO, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2023

	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>SPORTS & COMMUNITY VENUE</u>	<u>OTHER GOVERNMENT FUNDS</u>	<u>TOTAL GOVERNMENT FUNDS</u>
REVENUES:					
Taxes:					
Property	\$ 83,743,958	22,173,754	-	149,433	106,067,145
Sales	48,600,697	-	12,150,174	-	60,750,871
Bingo Tax	47,011	-	-	-	47,011
Alcoholic Beverage	759,206	-	-	-	759,206
Hotel Motel	-	-	-	5,020,255	5,020,255
Franchise Fees	8,827,808	-	-	-	8,827,808
Licenses and Permits	9,421,755	-	-	962,960	10,384,715
Intergovernmental Revenues	1,377,690	-	-	71,972,339	73,350,029
Charges for Services	60,765,686	-	-	15,335,265	76,100,951
Fines	5,877,054	-	-	458,301	6,335,355
Fees and Collections	1,918,562	-	-	3,576,839	5,495,401
Rents	-	-	38,882	9,327,315	9,366,197
Interest and Other	4,503,431	761,151	3,504,186	10,148,488	18,917,256
Miscellaneous	613,948	6,936	-	837,502	1,458,386
Contributions & Donations	16,720,825	-	29,200	507,156	17,257,181
Reimbursements	-	-	80,391	2,635,461	2,715,852
TOTAL REVENUES	243,177,631	22,941,841	15,802,833	120,931,314	402,853,619
EXPENDITURES:					
Current:					
General Government	34,915,400	29,604	-	2,177,255	37,122,259
Public Safety	144,828,451	-	-	20,517,323	165,345,774
Public Works	9,605,335	-	-	5,813,261	15,418,596
Health and Welfare	4,096,262	-	-	40,829,233	44,925,495
Cultural and Recreational	20,501,354	-	9,225,009	15,556,305	45,282,668
Air Transportation Services	-	-	-	9,476,670	9,476,670
Capital Outlay	17,217,153	-	2,550,027	38,023,418	57,790,598
Debt Service:					
Bond Costs	-	-	340,657	336,198	676,855
Principal Retirement	689,209	18,649,084	523	360,077	19,698,893
Interest and Fiscal Expenditures	44,714	10,799,596	22	2,816	10,847,148
TOTAL EXPENDITURES	231,897,878	29,478,284	12,116,238	133,092,556	406,584,956
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,279,753	(6,536,443)	3,686,595	(12,161,242)	(3,731,337)
OTHER FINANCING SOURCES (USES):					
Transfers In	146,052	7,480,068	5,777,845	30,688,350	44,092,315
Issuance of Debt (Note 11)	-	-	16,470,000	31,030,000	47,500,000
Bond Premium (Note 11)	-	-	-	1,822,148	1,822,148
Transfers Out	(11,882,227)	-	(11,487,961)	(7,884,032)	(31,254,220)
Sale of Assets	921,899	-	-	13,345	935,244
TOTAL OTHER FINANCING SOURCES (USES)	(10,814,276)	7,480,068	10,759,884	55,669,811	63,095,487
Net Change in Fund Balances	465,477	943,625	14,446,479	43,508,569	59,364,150
Fund Balances-Beginning	45,704,902	8,457,459	72,051,180	172,428,594	298,642,135
FUND BALANCES-ENDING	\$ 46,170,379	9,401,084	86,497,659	215,937,163	358,006,285

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, 2023

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

Net change in fund balances-total governmental funds	\$ 59,364,150
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)	12,585,482
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	3,170,983
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)	(29,623,255)
Accrued interest expense recorded for entity-wide statements.	1,201,262
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.	15,101,150
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>1,140,864</u>
Change in net position of governmental activities	\$ <u>62,940,636</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, 2023**

	<u>Budgeted Amounts</u>				<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Budget Basis</u>	<u>Positive (Negative)</u>
REVENUES:						
Taxes						
Property Taxes	\$ 82,279,535	82,279,535	82,338,633	-	82,338,633	59,098
Penalty and Interest	1,566,870	1,566,870	1,405,325	-	1,405,325	(161,545)
Alcoholic Beverage	500,000	500,000	759,206	-	759,206	259,206
Bingo Tax	55,000	55,000	47,011	-	47,011	(7,989)
Sales and Use	44,898,443	44,898,443	48,600,697	-	48,600,697	3,702,254
Franchise Fees	8,460,763	8,460,763	8,827,808	-	8,827,808	367,045
Licenses and Permits	9,522,493	9,522,493	9,421,755	-	9,421,755	(100,738)
Intergovernmental Revenues	1,338,500	11,349,946	1,377,690	-	1,377,690	(9,972,256)
Charges for Services	57,188,383	57,188,383	60,765,686	-	60,765,686	3,577,303
Fines	6,052,988	6,052,988	5,877,054	-	5,877,054	(175,934)
Fees and Collections	1,489,210	1,489,210	1,918,562	-	1,918,562	429,352
Interest and Other	1,401,050	1,401,050	4,503,431	-	4,503,431	3,102,381
Miscellaneous	372,390	393,889	613,948	-	613,948	220,059
Contributions and Donations	250,000	303,105	16,720,825	-	16,720,825	16,417,720
TOTAL REVENUES	215,375,625	225,461,675	243,177,631	-	243,177,631	17,715,956
EXPENDITURES:						
General Government						
Mayor and City Council	1,185,709	1,224,359	1,058,554	100,146	1,158,700	65,659
City Manager	1,495,903	1,516,449	1,336,497	13,826	1,350,323	166,126
Internal Audit	423,015	423,015	295,014	17	295,031	127,984
Council Support	772,486	750,198	699,015	12,345	711,360	38,838
Public Information Office	324,139	326,539	310,880	25	310,905	15,634
City Hall Annex II	124,844	142,050	116,258	7,075	123,333	18,717
Budget	558,985	558,385	417,106	1,326	418,432	139,953
Municipal Court	2,881,966	2,632,784	2,925,386	23,786	2,949,172	(316,388)
Building Inspections	2,522,297	2,644,778	2,290,160	171,305	2,461,465	183,313
Development Review Engineering	652,162	656,411	489,611	2,238	491,849	164,562
Code Enforcement	521,109	495,682	380,678	565	381,243	114,439
Public Right of Way	434,093	434,093	434,190	1,916	436,106	(2,013)
Geographic Information Systems	93,450	91,683	87,907	4,860	92,767	(1,084)
City Attorney	1,504,789	1,504,789	1,575,664	9,211	1,584,875	(80,086)
City Secretary	583,174	587,611	475,019	9,463	484,482	103,129
Elections	172,151	166,151	108,054	-	108,054	58,097
City Hall Maintenance	494,654	540,158	537,569	21,071	558,640	(18,482)
Tax Office	1,721,024	1,668,933	1,661,253	53,847	1,715,100	(46,167)
Accounting	1,267,189	1,264,925	1,254,649	2,977	1,257,626	7,299
Purchasing	577,605	578,005	521,524	2,333	523,857	54,148
Payroll	285,153	354,753	198,405	64,341	262,746	92,007
Accounts Payable	416,906	416,198	375,102	-	375,102	41,096
Personnel and Civil Service	627,692	385,402	598,463	578	599,041	(213,639)
Training	625,338	732,371	727,275	3,628	730,903	1,468
Municipal Civil Service	95,033	253,294	261,208	1,430	262,638	(9,344)
Planning	1,300,153	1,308,096	1,085,743	12,179	1,097,922	210,174
Section 112	1,311,044	1,311,044	503,379	40,364	543,743	767,301
Engineering	517,898	524,854	453,212	27,222	480,434	44,420
Design and Surveying	920,867	899,779	783,366	14,730	798,096	101,683
Construction & Development	\$ 1,193,344	1,207,798	1,180,220	7,361	1,187,581	20,217

(Continued)

CITY OF LAREDO, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended September 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Adjustments</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>				
General Government (cont.)						
311 Program	\$ 627,441	626,838	408,480	7,528	416,008	210,830
Public Acces Center	562,849	562,189	496,693	6,942	503,635	58,554
Center for Non-Profit	88,815	88,815	51,749	66,180	117,929	(29,114)
Real Estate	303,251	323,139	269,095	-	269,095	54,044
Economic Development	895,776	894,947	470,277	122,615	592,892	302,055
Public Safety						
Police Administration	6,023,924	6,012,714	6,517,699	16,152	6,533,851	(521,137)
Records/Property	1,945,874	1,944,462	2,348,275	740	2,349,015	(404,553)
Autotheft Grant Match	1,001,142	1,054,742	900,639	91,090	991,729	63,013
Detective	9,455,520	9,344,018	9,477,746	51,618	9,529,364	(185,346)
Narcotics/Pipeline/K-9	3,902,410	3,904,784	3,445,019	3,000	3,448,019	456,765
911 Communications	3,023,912	3,008,176	3,158,215	-	3,158,215	(150,039)
Criminal Int. Acquisition	962,782	950,752	1,043,730	1,547	1,045,277	(94,525)
Patrols	55,575,688	55,632,653	46,410,219	895,401	47,305,620	8,327,033
Fire-Administration	7,110,619	8,392,299	7,297,110	286,908	7,584,018	808,281
Fire - EMS Division	2,498,067	3,421,102	3,051,810	349,606	3,401,416	19,686
Fire - EMS Trauma (Webb Co.)	2,000	-	-	-	-	-
Fire Civilians	972,232	1,001,617	982,073	1,655	983,728	17,889
Fire - Prevention & Arson	1,927,455	2,031,692	1,868,707	4,098	1,872,805	158,887
Fire Airport	1,398,032	1,474,761	1,302,739	18,346	1,321,085	153,676
Fire - Training (In House)	6,310,125	7,023,518	6,897,097	55,295	6,952,392	71,126
Fire Emergency Management	27,522	31,250	29,768	212	29,980	1,270
Fire Suppression	49,571,672	47,293,484	45,492,851	1,064	45,493,915	1,799,569
Traffic	3,324,837	3,319,467	2,739,429	199,230	2,938,659	380,808
Street Lighting	2,360,568	2,355,372	1,865,325	2,647	1,867,972	487,400
Public Works						
Administration	900,307	906,648	885,354	9,535	894,889	11,759
Street Maintenance	865,840	935,965	792,874	116	792,990	142,975
Street Construction	4,603,594	4,647,594	4,037,864	7,161	4,045,025	602,569
Street Cleaning	1,761,716	1,691,716	1,395,713	4,469	1,400,182	291,534
Building Rehabilitation	1,046,657	1,059,957	1,042,271	9,828	1,052,099	7,858
Warehouse	179,568	179,768	178,148	5,049	183,197	(3,429)
Special Construction Projects	315,562	345,562	559,142	-	559,142	(213,580)
Cemetery	766,141	699,576	713,969	58,072	772,041	(72,465)
City Wide Projects	1,799	1,799	-	-	-	1,799
Health and Welfare						
Third-Party Funding	484,699	485,991	431,954	23,731	455,685	30,306
Animal Care	4,391,690	4,186,722	3,298,447	629,946	3,928,393	258,329
Non CDBG Code Enforcement	301,606	346,342	365,861	185	366,046	(19,704)
Shelter and Services Program	-	5,961,992	-	-	-	5,961,992
Cultural and Recreational						
Parks	981,912	999,984	942,321	1,517	943,838	56,146
Maintenance	9,030,836	8,706,010	8,448,184	133,335	8,581,519	124,491
Horticulture/Forestry	495,920	428,200	368,952	12,494	381,446	46,754
Aquatics	2,241,179	2,193,929	2,090,276	78,757	2,169,033	24,896
Recreation Centers	5,773,688	5,714,346	4,501,053	175,624	4,676,677	1,037,669
Library	4,587,687	4,527,430	4,150,568	134,434	4,285,002	242,428
Other	\$ 17,672,843	19,187,069	10,077,745	665,069	10,742,814	8,444,255
Capital Outlay	125,000	1,318,249	17,217,153	23,785	17,240,938	(15,922,689)

(Continued)

CITY OF LAREDO, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended September 30, 2023

	<u>Budgeted Amounts</u>				<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Adjustments</u>	<u>Budget</u>	<u>Positive</u>
					<u>Basis</u>	<u>(Negative)</u>
Debt Service:						
Principal Retirement	\$ 411,834	688,296	689,209	-	689,209	(913)
Interest and Fiscal Expenditures	-	50,645	44,714	-	44,714	5,931
TOTAL EXPENDITURES	242,416,763	251,557,168	231,897,878	4,765,146	236,663,024	14,894,144
Excess (Deficiency) of Revenues Over Expenditures	(27,041,138)	(26,095,493)	11,279,753	(4,765,146)	6,514,607	32,610,100
OTHER FINANCING SOURCES (USES):						
Transfers In:						
Hotel Motel Fund	160,818	160,818	121,054	-	121,054	(39,764)
Capital Improvements Fund	17,000,000	17,887,075	24,998	-	24,998	(17,862,077)
America Rescue Act	10,000,000	10,000,000	-	-	-	(10,000,000)
Transfers Out:						
Auto Theft Task Force	(482,700)	(482,289)	(482,289)	-	(482,289)	-
Health Fund	(3,423,417)	(3,423,417)	(3,423,417)	-	(3,423,417)	-
Special Police Program	(1,350,166)	(1,350,166)	(887,155)	-	(887,155)	463,011
Special Fire Grants	-	(38,837)	(38,837)	-	(38,837)	-
Max Mandel Golf Course	(710,052)	(710,052)	(703,819)	-	(703,819)	6,233
Detox Center	-	(1,830,440)	(1,830,440)	-	(1,830,440)	-
Capital Improvements Fund	-	-	(4,516,270)	-	(4,516,270)	(4,516,270)
Sale of Assets	78,200	78,200	921,899	-	921,899	843,699
TOTAL OTHER FINANCING SOURCES (USES)	21,272,683	20,290,892	(10,814,276)	-	(10,814,276)	(31,105,168)
Net Change in Fund Balance	(5,768,455)	(5,804,601)	465,477	(4,765,146)	(4,299,669)	1,504,932
Fund Balances at Beginning of Year	48,346,812	45,704,902	45,704,902	(58,994)	45,645,908	(58,994)
FUND BALANCES AT END OF YEAR	\$ 42,578,357	39,900,301	46,170,379	(4,824,140)	41,346,239	1,445,938

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

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, 2023

	<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	\$ 9,659,218	9,659,218	12,150,174	-	12,150,174	2,490,956
Investment Income:						
Interest Earnings	226,200	242,370	3,504,186	-	3,504,186	3,261,816
Rents and Royalties	16,170	-	38,882	-	38,882	38,882
Miscellaneous:						
Contributions	-	-	29,200	-	29,200	29,200
Reimbursements	-	-	80,391	-	80,391	80,391
TOTAL REVENUES	9,901,588	9,901,588	15,802,833	-	15,802,833	5,901,245
EXPENDITURES:						
Personnel	63,403	63,403	135,470	-	135,470	(72,067)
Materials and Supplies	92,540	119,577	72,517	10,000	82,517	37,060
Contractual Services	2,257,073	19,536,126	8,936,631	7,104,830	16,041,461	3,494,665
Other	4,261,400	202,531	80,391	-	80,391	122,140
Total Operating Expenditures	6,674,416	19,921,637	9,225,009	7,114,830	16,339,839	3,581,798
Bond Costs	-	33,518	340,657	-	340,657	(307,139)
Principal Paid	-	-	523	-	523	(523)
Interest Expense	-	-	22	-	22	(22)
Capital Outlay	2,139,772	48,188,561	2,550,027	35,281,911	37,831,938	10,356,623
TOTAL EXPENDITURES	8,814,188	68,143,716	12,116,238	42,396,741	54,512,979	13,630,737
Excess (Deficiency) of Revenues Over Expenditures	1,087,400	(58,242,128)	3,686,595	(42,396,741)	(38,710,146)	19,531,982
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Sports & Community Operations	3,421,371	4,541,371	5,777,845	-	5,777,845	1,236,474
Proceeds - Long Term Debt	-	16,470,000	16,470,000	-	16,470,000	-
Transfers Out:						
Sports & Community Debt Service	(3,421,371)	(3,421,371)	(4,657,846)	-	(4,657,846)	(1,236,475)
Sames Auto Arena Operations	(1,641,466)	(1,641,466)	(946,919)	-	(946,919)	694,547
Unitrade Baseball Stadium	-	(244,600)	(264,136)	-	(264,136)	(19,536)
Sports & Community 2022CO	-	(1,120,000)	(1,120,000)	-	(1,120,000)	-
Debt Service	(3,436,707)	(4,556,707)	(4,499,060)	-	(4,499,060)	57,647
TOTAL OTHER FINANCING SOURCES (USES)	(5,078,173)	10,027,227	10,759,884	-	10,759,884	732,657
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(3,990,773)	(48,214,901)	14,446,479	(42,396,741)	(27,950,262)	20,264,639
Fund Balances at Beginning of Year	26,328,954	72,051,180	72,051,180	-	72,051,180	-
FUND BALANCES AT END OF YEAR	\$ 22,338,181	23,836,279	86,497,659	(42,396,741)	44,100,918	20,264,639

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

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2023

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
ASSETS			
Current Assets:			
Cash and Cash Equivalents: (Note 4)			
Cash	\$ 34,150	3,000	150
Equity in Investment Pool	80,272	418,372	328,926
Investments (Note 5)	9,319,770	74,457,174	69,723,038
Receivable:			
Accrued Interest (Note 6)	177,369	923,775	725,538
Accounts (Note 6)	2,200	7,552,016	6,041,948
Leases (Note 16)	-	148,124	-
Notes (Note 6)	-	1,771	12,114
Prepaid Items	-	-	-
Due from Other Governments	1,624,832	-	-
Due from Other Funds	-	-	-
Inventory, at Cost	-	5,182,862	707,536
Total Current Assets	11,238,593	88,687,094	77,539,250
Noncurrent Assets:			
Restricted Assets:			
Investments (Note 5)	13,237,661	121,037,403	108,811,964
Accrued Interest Receivable (Note 6)	112,706	1,572,286	1,793,477
Notes Receivable (Note 6)	-	35	-
Total Restricted Assets (Note 7)	13,350,367	122,609,724	110,605,441
Capital Assets: (Note 8)			
Transportation Vehicles and Equipment	20,297,621	16,059,131	17,909,962
Buildings	33,446,315	190,513,047	129,713,664
Improvements	78,686,663	270,703,909	190,156,145
Land and Improvements	11,265,265	61,467,668	10,035,393
Land Easements	-	4,315,993	1,038,012
Construction in Progress	-	33,317,187	37,543,671
Less Capital Assets Accumulated Depreciation	(74,699,980)	(218,228,060)	(150,285,005)
Lease Assets (net of accum. Amort.)	10,547	10,694	2,355
Subscription Assets (net of accum. Amort.)	-	1,080	389
Total Capital Assets (net of accumulated depreciation)	69,006,431	358,160,649	236,114,586
Other Assets:			
Unamortized Bond Issuance Costs	91,499	-	-
Total Noncurrent Assets	82,448,297	480,770,373	346,720,027
TOTAL ASSETS	93,686,890	569,457,467	424,259,277
Deferred Outflows of Resources	4,770,149	16,989,734	5,486,369
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 98,457,039	586,447,201	429,745,646

(Continued)

BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS

SOLID WASTE MANAGEMENT	OTHER ENTERPRISE FUNDS	TOTALS	INTERNAL SERVICE FUNDS
3,800	16,612	57,712	400
213,249	60,296	1,101,115	121,347
40,563,752	10,901,411	204,965,145	21,436,797
470,254	150,297	2,447,233	267,576
2,484,582	31,549	16,112,295	38,895
-	576,701	724,825	-
-	-	13,885	-
-	-	-	353,761
-	4,835,098	6,459,930	-
1,154,202	-	1,154,202	-
9,556	277,010	6,176,964	1,072,444
44,899,395	16,848,974	239,213,306	23,291,220
26,408,197	729,474	270,224,699	-
544,621	786	4,023,876	-
-	-	35	-
26,952,818	730,260	274,248,610	-
42,173,457	23,777,638	120,217,809	18,379,246
1,450,111	18,229,643	373,352,780	447,264
13,240,073	11,051,159	563,837,949	208,017
24,625,639	9,905,673	117,299,638	-
-	-	5,354,005	-
557,679	2,933,273	74,351,810	-
(38,256,385)	(38,573,914)	(520,043,344)	(16,503,709)
-	-	23,596	-
-	-	1,469	-
43,790,574	27,323,472	734,395,712	2,530,818
-	-	91,499	-
70,743,392	28,053,732	1,008,735,821	2,530,818
115,642,787	44,902,706	1,247,949,127	25,822,038
4,587,076	1,339,841	33,173,169	-
120,229,863	46,242,547	1,281,122,296	25,822,038

(Continued)

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2023

(Continued)

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 841,227	2,083,913	366,121
Retainage Payable	-	976,864	1,641,226
Contracts Payable	-	190,915	3,545,401
Due to Other Funds (Note 13)	-	-	-
Accrued Interest	6	1,181,665	612,229
Accrued Wages & Employee Benefits	405,591	561,260	287,675
Claims and Judgments Payable	-	-	-
Compensated Absences	279,241	248,952	127,173
Capital Lease Obligation	1,420	1,913	673
Customer Deposits	8,000	6,811,051	-
Unearned Revenue	1,946,158	1,748,146	29,072
General Obligation Bonds (Note 12)	-	2,794,738	965,304
Certificates of Obligation (Note 12)	-	1,280,365	349,635
Revenue Bonds Payable (Note 12)	5,075,000	7,376,252	7,834,748
Notes Payable (Note 12)	240,000	142,620	-
Total Current Liabilities	8,796,643	25,398,654	15,759,257
Noncurrent Liabilities:			
General Obligation Bonds (Note 12)	-	51,265,304	12,024,289
Certificates of Obligation (Note 12)	-	575,946	409,887
Revenue Bonds Payable (Note 12)	18,183,670	283,916,675	237,539,972
Notes Payable (Note 12)	3,835,000	995,701	-
Accrued Interest Payable	-	-	-
Leased Liabilities	10,528	-	2,357
Operating Leases	-	10,589	-
Closure and Postclosure Cost (Note 12)	-	-	-
Net Pension Liability	13,476,409	17,227,509	7,029,896
Compensated Absences	550,836	397,382	236,633
Total Noncurrent Liabilities	36,056,443	354,389,106	257,243,034
TOTAL LIABILITIES	44,853,086	379,787,760	273,002,291
Deferred Inflows of Resources	-	146,213	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	44,853,086	379,933,973	273,002,291
NET POSITION			
Net Investment in Capital Assets	50,475,316	142,581,153	100,013,640
Restricted for Debt Service	2,470,935	19,834,832	16,887,627
Restricted for Improvements	-	29,220,277	14,910,316
Unrestricted (Deficit)	657,702	14,876,966	24,931,772
TOTAL NET POSITION	\$ 53,603,953	206,513,228	156,743,355

(Continued)

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

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
582,695	900,283	4,774,239	2,317,488
-	-	2,618,090	-
-	-	3,736,316	-
1,154,202	-	1,154,202	-
258,537	10,542	2,062,979	-
409,241	575,862	2,239,629	337,842
-	-	-	6,651,785
205,995	182,676	1,044,037	198,039
673	1,158	5,837	1,158
-	138,208	6,957,259	-
3,428	47,743	3,774,547	-
937,091	158,100	4,855,233	-
2,655,849	165,000	4,450,849	-
-	-	20,286,000	-
-	-	382,620	-
6,207,711	2,179,572	58,341,837	9,506,312
3,605,851	601,100	67,496,544	-
43,798,595	1,604,484	46,388,912	-
-	-	539,640,317	-
-	-	4,830,701	-
-	-	-	-
-	-	12,885	-
-	-	10,589	-
16,115,001	-	16,115,001	-
10,807,845	1,327,255	49,868,914	-
508,859	167,014	1,860,724	370,630
74,836,151	3,699,853	726,224,587	370,630
81,043,862	5,879,425	784,566,424	9,876,942
-	604,978	751,191	-
81,043,862	6,484,403	785,317,615	9,876,942
22,407,689	25,882,329	341,360,127	2,529,885
-	-	39,193,394	-
-	-	44,130,593	-
16,778,312	13,875,815	71,120,567	13,415,211
39,186,001	39,758,144	495,804,681	15,945,096
		8,209,327	
		\$ 504,014,008	

CITY OF LAREDO, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year ended September 30, 2023

	BUSINESS TYPE ACTIVITIES- ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
OPERATING REVENUES:			
Charges for Services	\$ -	53,695,912	45,378,108
Rental of Facilities	194,583	-	-
Toll Receipts	79,419,635	-	-
Miscellaneous	1,223,256	6,479,483	361,792
TOTAL OPERATING REVENUES	80,837,474	60,175,395	45,739,900
OPERATING EXPENSES:			
Costs of Services	-	-	-
Personnel Services	10,794,266	13,095,928	6,923,976
Materials and Supplies	936,760	8,875,710	2,312,105
Contractual Services	47,588,922	14,114,777	13,918,089
Other	15,852	501,571	888,924
Total Operating Expenses Before Depreciation	59,335,800	36,587,986	24,043,094
Depreciation Expense (Note 8)	3,208,341	12,504,151	9,645,878
TOTAL OPERATING EXPENSES	62,544,141	49,092,137	33,688,972
Operating Income (Loss)	18,293,333	11,083,258	12,050,928
NON-OPERATING REVENUES (EXPENSES):			
Intergovernmental	-	-	-
Sales Tax	-	-	-
Interest Earnings	534,191	1,959,151	1,720,721
Interest Earnings - Restricted	553,025	6,540,795	6,285,220
Discount Earnings	-	31,052	14,630
Miscellaneous	-	579,855	810,380
Water Availability Fees	-	3,138,930	-
Gain (Loss) on Sale of Assets	226	21,029	-
Interest Expense	(1,115,407)	(13,061,376)	(7,109,650)
Federal Operating Grant	-	-	-
Gain (Loss) on Advance Refunding	(167,525)	(805,821)	(229,362)
Water Rights Acq./Water Conservation	-	(920)	-
Other Non-Operating Expenses	(3,274,249)	(3,136,410)	(686,181)
Fiscal Agent Fees	(4,650)	(7,138)	(7,537)
Bond Issuance Cost/Premiums Amortized	269,873	1,513,284	687,570
Amortization Expense-Leases	(4,533)	(7,178)	-
Amortization Expense-Subscriptions	-	(7,757)	(583)
Other Non- Operating Expenses	-	-	-
State Operating Grant	-	-	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	(3,209,049)	(3,242,504)	1,485,208

(Continued)

**BUSINESS TYPE ACTIVITIES-
ENTERPRISE FUNDS**

SOLID WASTE MANAGEMENT	OTHER ENTERPRISE FUNDS	TOTALS	INTERNAL SERVICE FUNDS
33,409,879	3,064,140	135,548,039	69,422,776
1,456	2,086,817	2,282,856	-
-	-	79,419,635	-
41,732	52,669	8,158,932	4,669,204
33,453,067	5,203,626	225,409,462	74,091,980
-	-	-	57,436,235
10,570,369	13,299,373	54,683,912	8,214,018
3,362,805	2,424,397	17,911,777	637,577
9,604,895	3,928,279	89,154,962	6,349,674
1,744,131	318,984	3,469,462	118
25,282,200	19,971,033	165,220,113	72,637,622
4,187,198	1,855,749	31,401,317	677,896
29,469,398	21,826,782	196,621,430	73,315,518
3,983,669	(16,623,156)	28,788,032	776,462
-	7,416,148	7,416,148	-
-	11,859,538	11,859,538	-
2,066,284	436,809	6,717,156	662,252
706,354	48,324	14,133,718	-
13,441	116	59,239	2,575
-	-	1,390,235	-
-	-	3,138,930	-
26,153	49	47,457	62,266
(1,750,198)	(103,304)	(23,139,935)	(113)
-	-	-	-
(75,744)	(50,005)	(1,328,457)	-
-	-	(920)	-
(1,239)	-	(7,098,079)	-
(3,175)	(150)	(22,650)	-
135,336	59,010	2,665,073	-
-	-	(11,711)	-
-	-	(8,340)	-
-	(565,904)	(565,904)	-
-	637,564	637,564	-
1,117,212	19,738,195	15,889,062	726,980

(Continued)

CITY OF LAREDO, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year ended September 30, 2023

(Continued)

	BUSINESS TYPE ACTIVITIES- ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
Income Before Contributions and Transfers	15,084,284	7,840,754	13,536,136
Capital Contributions-Grants	1,715,394	-	-
Transfers Out	(12,837,015)	-	-
Change in Net Position	3,962,663	7,840,754	13,536,136
Total Net Position-Beginning	49,641,290	198,672,474	143,207,219
Total Net Position-Ending	\$ 53,603,953	206,513,228	156,743,355

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
5,100,881	3,115,039	44,677,094	1,503,442
-	805,171	2,520,565	-
-	(1,080)	(12,838,095)	-
5,100,881	3,919,130	34,359,564	1,503,442
34,085,120	35,839,014		14,441,654
39,186,001	39,758,144		15,945,096
		415,970	
		\$ 34,775,534	

CITY OF LAREDO, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year ended September 30, 2023

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS		
	BRIDGE SYSTEM	WATERWORKS SYSTEM	SEWER SYSTEM
CASH FLOW FROM OPERATING ACTIVITIES:			
Receipts from customers and users	\$ 81,044,305	58,908,872	44,682,028
Receipts from interfund services provided	-	908,536	776,063
Payments to suppliers	(48,459,405)	(19,966,895)	(10,057,716)
Payments to employees	(11,175,322)	(13,708,768)	(7,200,687)
Payments for interfund services used	(602,458)	(5,446,638)	(3,801,293)
Net cash provided (used) by operating activities	20,807,120	20,695,107	24,398,395
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfer to other funds	(12,837,015)	(24,501,176)	(16,614,663)
Transfer from other funds	-	24,501,176	16,614,663
Advances from other funds	-	-	-
Subsidy from federal and state grants	3,077,338	-	-
Sales Tax	-	-	-
Net cash provided (used) by noncapital and related financing activities	(9,759,677)	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from capital debt	6,469,672	-	-
Subsidy from federal and state grants	-	-	-
Purchase of capital assets	-	(19,167,791)	-
Acquisition and construction of capital assets	(4,871,124)	-	(27,523,667)
Principal paid on capital debt	(5,093,308)	(13,019,280)	(9,792,504)
Interest paid on capital debt	(1,115,407)	(13,093,199)	(7,119,524)
Proceeds from sales of capital assets	226	-	-
Net cash provided (used) by capital and related financing activities	(4,609,941)	(45,280,270)	(44,435,695)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sales and maturities of investments	(7,051,099)	18,167,093	14,317,950
Interest and dividends received	638,961	6,471,753	5,811,003
Issuance of Notes Receivable	-	(122)	14
Net cash provided (used) by investing activities	(6,412,138)	24,638,724	20,128,967
Net increase (decrease) in cash and cash equivalents	25,364	53,561	91,667
Cash and cash equivalents, October 1	89,058	367,811	237,409
Cash and cash equivalents, September 30	\$ 114,422	421,372	329,076

(Continued)

**BUSINESS-TYPE ACTIVITIES-
ENTERPRISE FUNDS**

SOLID WASTE MANAGEMENT	OTHER ENTERPRISE FUNDS	TOTALS	INTERNAL SERVICE FUNDS
32,831,964	5,249,370	222,716,539	4,776,128
394,502	-	2,079,101	69,302,529
(6,614,546)	(6,117,511)	(91,216,073)	(62,712,058)
(10,997,083)	(13,473,804)	(56,555,664)	(8,100,037)
(7,968,759)	(522,079)	(18,341,227)	(1,209,909)
7,646,078	(14,864,024)	58,682,676	2,056,653
-	(1,080)	(53,953,934)	-
-	-	41,115,839	-
-	-	-	(1,481,863)
-	5,279,506	8,356,844	-
-	11,859,538	11,859,538	-
-	17,137,964	7,378,287	(1,481,863)
16,173,368	-	22,643,040	-
-	805,171	805,171	-
-	-	(19,167,791)	(237,420)
(2,637,502)	(1,731,155)	(36,763,448)	-
(4,443,430)	(367,799)	(32,716,321)	(2,700)
(2,084,748)	(104,582)	(23,517,460)	(112)
29,105	49	29,380	1,729
7,036,793	(1,398,316)	(88,687,429)	(238,503)
(16,515,024)	(1,220,663)	7,698,257	(763,750)
1,887,866	363,311	15,172,894	455,494
-	-	(108)	-
(14,627,158)	(857,352)	22,871,043	(308,256)
55,713	18,272	244,577	28,031
161,336	58,636	914,250	93,716
217,049	76,908	1,158,827	121,747

(Continued)

CITY OF LAREDO, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year ended September 30, 2023

(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	\$ 18,293,333	11,083,258	12,050,928
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	3,208,341	12,504,151	9,645,878
(Increase) decrease in accounts receivable	92,946	(1,137,627)	(1,171,361)
Increase (decrease) in allowance for uncollectible accounts	-	495,015	889,955
(Increase) decrease in inventories	-	(2,018,008)	(232,722)
Increase (decrease) in customer deposits	-	157,821	-
Increase (decrease) in accounts payable	(420,739)	103,775	3,492,831
Increase (decrease) in retainage payable	-	-	-
Increase (decrease) in unearned revenues	109,352	170,836	(14)
Increase (decrease) in compensated absences payable	122,166	92,274	48,959
Increase (decrease) in deferred outflows-pension	(3,324,809)	(4,473,243)	(2,197,860)
Increase (decrease) in deferred inflows-pension	(1,117,907)	(1,541,604)	(765,913)
Increase (decrease) in net pension liability	3,868,979	5,234,965	2,578,793
Increase (decrease) in accrued wages and employee benefits	70,515	74,768	59,310
Increase (decrease) in claims & judgements payables	-	-	-
Increase (decrease) in lease receivable	4,533	7,178	-
Increase (decrease) in lease receivable	-	(1,080)	(389)
Increase (decrease) in deferred inflows-leases	(95,038)	(50,130)	-
Increase (decrease) in lease liability	(4,552)	(7,242)	-
Total adjustments	2,513,787	9,611,849	12,347,467
Net cash provided (used) by operating activities	\$ 20,807,120	20,695,107	24,398,395
Noncash investing, capital, and financing activities:			
Bond issuance cost amortized	(458,876)	1,513,284	687,570
Current landfill closure and postclosure cost	-	-	-
Sale of assets	-	-	-
Loss on advance refunding	167,525	805,821	229,362
Increase (Decrease) in accrued interest payable	-	(16,885)	(9,291)

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
3,983,669	(16,623,156)	28,788,032	776,462
4,187,198	1,855,749	31,401,317	677,897
(414,997)	175,398	(2,455,641)	(13,324)
186,487	-	1,571,457	-
565	(15,144)	(2,265,309)	(3,951)
-	7,687	165,508	-
-	47,213	3,223,080	247,462
127,961	-	127,961	-
1,909	25,293	307,376	-
79,612	(18,352)	324,659	53,392
(3,260,691)	129,163	(13,127,440)	-
(1,150,965)	686,912	(3,889,477)	-
3,837,395	(1,042,164)	14,477,968	-
67,935	70,010	342,538	60,589
-	-	-	258,126
-	-	11,711	-
-	-	(1,469)	-
-	(162,633)	(307,801)	-
-	-	(11,794)	-
3,662,409	1,759,132	29,894,644	1,280,191
7,646,078	(14,864,024)	58,682,676	2,056,653
300,851	(59,010)	1,983,819	-
(1,556,155)	-	(1,556,155)	-
-	-	-	60,537
(75,744)	50,005	1,176,969	-
165,860	-	139,684	-

**CITY OF LAREDO, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2023**

	LAREDO FIREFIGHTERS RETIREMENT SYSTEM PENSION TRUST FUND	CUSTODIAL FUNDS
ASSETS		
Cash and Cash Equivalents (Note 4)	\$ 521,174	-
Equity in Investment Pool (Note 4)	-	20,028
Accrued Interest Receivable (Note 6)	18,680	43,595
Investments, at Fair Value (Note 5)	-	3,492,644
Investment with Fiscal Agent, at Fair Value (Note 5):		
Money Market Funds	865,143	-
Private Equity	12,570,134	-
Domestic Corporate Bonds	30,135,851	-
Domestic Stocks	93,373,293	-
Foreign Stocks	60,487,958	-
Accounts Receivable (Note 6)	-	64,007
TOTAL ASSETS	197,972,233	3,620,274
LIABILITIES		
Accounts Payable	70,601	3,559,081
Due to Other Funds	-	61,193
TOTAL LIABILITIES	70,601	3,620,274
NET POSITION RESTRICTED FOR PENSIONS	\$ 197,901,632	-

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, 2023

	PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS	TOTAL CUSTODIAL FUNDS
ADDITIONS:		
Contributions:		
Employer Contributions	\$ 11,591,146	-
Plan Members	6,660,190	1,405,009
Other Contributions	2,773	734,359
Total Contributions	18,254,109	2,139,368
Investment Earnings:		
Interest Earnings and Dividends	3,164,123	16,898
Net Increase (decrease) in the Fair Value of Investments	15,052,941	-
Gains (Loss) on Sale of Investment	3,450,457	-
Total Investment Earnings	21,667,521	16,898
Less: Investment Expense	(345,236)	-
Net Investment Earnings	21,322,285	16,898
TOTAL ADDITIONS	39,576,394	2,156,266
DEDUCTIONS:		
Benefits	21,330,901	2,166,023
Administrative Expenses	496,499	(9,757)
TOTAL DEDUCTIONS	21,827,400	2,156,266
Change in Net Position	17,748,994	-
Net Position - Beginning	180,152,638	-
NET POSITION - ENDING	\$ 197,901,632	-

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, 2023

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CITY OF LAREDO, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

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 25 bus routes. The fixed route bus service has a total of 33 buses operating during a regular weekday, 30 buses on a Saturday and 17 buses on Sunday. The Laredo Transit Management, Inc. bus fleet consists of 48 buses and 1 rubber-tire trolley. The El Lift program has a total fleet of 16 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.

Unitrade Baseball Stadium. The Unitrade Baseball Stadium was opened in May 2012 to provide the City a ballpark and serves the home to many special events and sports events. It is home to the Tecolotes de los Dos Laredos, a bi-national Mexican League baseball professional team. It is managed by SMG and 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.

Business Type Funds

Business Type 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

Fiduciary 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 and uses the economic resources measurement focus. All assets reported in a custodial fund are offset by a liability to the party on whose behalf they are held. Currently, the City has three Custodial funds: 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.

Sports and Community Venue is used to account for the sales tax proceeds of $\frac{1}{4}$ 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.

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 80,233 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 74,424 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	\$ 89,376,594	\$ 13,889,251	\$ 103,265,845
Difference in projected & actual earnings	24,774,434	815,172	25,589,606
Contributions after measurement date	28,464,322	3,861,542	32,325,864
Change in assumptions	7,012,696	-	7,012,696
Change in assumptions - OPEB	42,888,236	-	42,888,236
Unamortized advance refunding loss from bonds	1,506,024	14,607,204	16,113,228
Total Deferred Outflows of Resources	\$ 194,022,306	\$ 33,173,169	\$ 227,195,475
Deferred Inflows of Resources			
Deferred inflows from pension activities			
Difference in expected and actual experience	\$ -	\$ -	\$ -
Change in assumptions	-	31,937	31,937
Difference in projected & actual earnings	-	-	-
Difference in projected & actual earnings - OPEB	73,643,929	-	73,643,929
Change in assumptions-OPEB	41,693,575	-	41,693,575
Unamortized deferred gain on refunding bonds	1,416,825	-	1,416,825
Leases	49,101,374	719,254	49,820,628
Unearned Revenues	2,580,831	-	2,580,831
Total Deferred Inflows of Resources	\$ 168,436,534	\$ 751,191	\$ 169,187,725

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 \$765,739,882 difference are as follows:

Bonds, notes payable, and capital leases	\$ 281,357,210
Accrued interest	2,283,232
Compensated absences	45,257,551
Elimination of Interfund activity	61,195
Pension Liability	285,912,517
Pension Obligations-OPEB	<u>150,868,177</u>
Net adjustment to reduce <i>fund balance-total governmental funds</i> to arrive at <i>net position-governmental activities</i>	\$ <u><u>765,739,882</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 \$(29,623,255) difference are as follows:

Debt issued:		
Bond & Capital lease proceeds	\$	(47,500,000)
Premiums		(1,822,148)
Repayments:		
Bond & Notes payments		18,649,084
Capital lease		<u>1,049,809</u>
Net adjustment to decrease <i>net changes in fund balances-total</i> governmental funds to arrive at <i>changes in net position of governmental activities</i>	\$	<u>(29,623,255)</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 \$12,585,482. The details of this are as follows:

Assets that were purchased and capitalized in the current year	\$	57,790,593
Assets that were disposed during the current fiscal year		(10,681)
Current year depreciation		<u>(45,194,430)</u>
Amount by which capital outlays exceed depreciation	\$	<u>12,585,482</u>

NOTE 3 - FUND DEFICITS

The following is a list of the unassigned deficit fund balances in the Non-Major Governmental Funds: Block Grants \$3,408,193; Financial Task Force \$425; 911 Emergency Communications \$2,454,032; America Rescue Act Fund \$7,853,392; and Capital Grants \$573,741. 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: Sames Auto Arena \$171,076; and Max Mandel \$29,145. 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 \$15,052,941 for the Laredo Firefighters Retirement System.

As of September 30, 2023, cash and cash equivalents consisted of the following:

Petty Cash and Change Fund	\$ 127,883
Cash with Fiscal Agent	5,600,485
Cash in Pooled Funds	<u>2,548,813</u>
	<u>\$ 8,277,181</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, 2023, the book value of all the City's deposits was \$8,277,181. 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, 2023 were as follows:

	<u>Fair Value</u>	<u>Allocation (2)</u>	<u>Rating (3)</u>	<u>WAM</u>
Short Term Money Market Accts (1) (4)	\$ 865,143	0.08%	N/A	N/A
Domestic Corporate Bonds (1)	30,135,851	2.73%	A	6.8-8.4 years
Private Equity (1)	12,570,134	1.14%	N/A	N/A
Foreign & Domestic Stocks (1)	153,861,251	13.96%	N/A	N/A
Managed Pools	904,618,797	82.09%	AAAm	.28 years
Total Investments	<u>\$ 1,102,051,176</u>	<u>100%</u>		

(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, 2023 for the Laredo Firefighters' Retirement System was \$ 3,450,457. 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, 2023, 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, 16% were invested in mutual funds and 84% 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, 2023, 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:

	9/30/2023 Fair Value	Level 1	Level 2
Investments by Fair Value Level			
Domestic Corporate Bonds	\$ 30,135,851	-	30,135,851
Domestic Stocks	93,373,293	93,373,293	-
Private Equity	12,570,134	12,570,134	-
Foreign Stocks	60,487,958	60,487,958	-
Money Market Accounts	865,143	865,143	-
Total Investments at Fair Value Level	197,432,379	167,296,528	30,135,851
Investments Measured at net Asset Value			
Managed Pool Accounts	111,603,888		
Money Market Accounts	131,176,091		
Certificate of Deposits	472,617,692		
Federal Agency Coupon Securities	189,221,126		
Total Investments	\$ 1,102,051,176		

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, 2022, upon which the 2023 levy was based, was \$18,913,769,666.

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.

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, 2023 was \$.570000 per \$100 of assessed valuation (\$.449396 for general government and \$.120604 for debt service). Thus, the City has a tax margin of approximately \$.930000 per \$100, and could levy approximately \$175,898,058 in additional taxes per year from the present assessed valuation of \$18,913,769,666 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, 2023 are reflected in the following table:

	Accounts	Leases	Property Taxes	Hotel/Motel Taxes	Notes	Accrued Interest	Paving Assessment	Total Net Receivables
Governmental Activities	\$ 14,591,774	52,162,093	8,696,485	607,184	17,443,815	6,416,981	2,966	99,921,298
Business-Type Funds								
Bridge	\$ 2,200	-	-	-	-	290,075	-	292,275
Waterworks System	7,552,016	148,124	-	-	1,806	2,496,061	-	10,198,007
Sewer System	6,041,948	-	-	-	12,114	2,519,015	-	8,573,077
Solid Waste	2,484,582	-	-	-	-	1,014,875	-	3,499,457
Other Enterprise Funds	31,549	576,701	-	-	-	151,083	-	759,333
Total Business Type Funds	\$ 16,112,295	724,825	-	-	13,920	6,471,109	-	23,322,149
Allowance for Uncollectible	\$ 84,232,143	-	32,711	-	1,347,017	-	130,838	85,742,709

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.

The following table summarizes restricted assets by purpose as of September 30, 2023:

	Other Enterprise Fund	Bridge System	Waterworks System	Sewer System	Solid Waste	Total
Revenue Bond Retirement Reserve	\$ -	1,970,935	19,834,832	16,887,627	-	38,693,394
Revenue Bond Contingency	-	500,000	-	-	-	500,000
Construction Account	730,260	10,879,432	92,764,301	93,717,814	26,952,818	225,044,625
Water Rights	-	-	10,010,591	-	-	10,010,591
Total Restricted Assets	\$ 730,260	13,350,367	122,609,724	110,605,441	26,952,818	274,248,610

NOTE 8 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2023 was as follows:

A – Governmental Activities:

	Balance as of September 30, 2022	Additions	Deletions and Transfers	Balance as of September 30, 2023
Capital Assets, Not Being Depreciated:				
Land	\$ 117,775,599	2,613,844	-	120,389,443
Construction in Progress	32,706,817	5,746,943	(18,685,071)	19,768,689
Total Capital Assets, Not Being Depreciated	150,482,416	8,360,787	(18,685,071)	140,158,132
Capital Assets Being Depreciated:				
Buildings	229,223,232	256,815	-	229,480,047
Improvements Other Than Buildings	875,281,310	36,103,706	18,685,071	930,070,087
Machinery & Equipment	173,469,818	13,306,705	1,072,351	187,848,874
Total Assets Being Depreciated	1,277,974,360	49,667,226	19,757,422	1,347,399,008
Less Accumulated Depreciation For:				
Buildings	(89,363,907)	(5,329,635)	-	(94,693,542)
Improvements Other Than Buildings	(460,514,376)	(29,872,953)	-	(490,387,329)
Machinery & Equipment	(139,322,831)	(10,669,738)	(1,022,498)	(151,015,067)
Total Accumulated Depreciation	(689,201,114)	(45,872,326)	(1,022,498)	(736,095,938)
Total Capital Assets, Being Depreciated, Net	588,773,246	3,794,900	18,734,924	611,303,070
Leased Assets				
Building	1,702,402	135,000	(33,554)	1,803,848
Machinery & Equipment	305,230	-	-	305,230
Improvements Other Than Buildings	499,381	-	-	499,381
Land	988,430	-	-	988,430
Total Leased Assets	3,495,443	135,000	(33,554)	3,596,889
Less Accumulated Amortization For:				
Building	(414,336)	(407,106)	33,554	(787,888)
Machinery & Equipment	(81,533)	(83,310)	-	(164,843)
Improvements Other Than Buildings	(117,501)	(117,501)	-	(235,002)
Land	(25,568)	(25,568)	-	(51,136)
Total Leased Assets Amortization	(638,938)	(633,485)	33,554	(1,238,869)
Total Leased Assets, Being Amortized, Net	2,856,505	(498,485)	-	2,358,020
Subscription Assets				
Rights of Use-Software	415,283	1,577,879	-	1,993,162
Total Subscription Assets Amortization	-	(625,045)	-	(625,045)
Total Subscription, Being Amortized, Net	415,283	952,834	-	1,368,117
Governmental Activities Capital Assets, Net	\$ 742,527,450	12,610,036	49,853	755,187,339

B- Business Type Activities:

	Balance as of September 30, 2022	Additions	Deletions and Transfers	Balance as of September 30, 2023
Capital Assets, Not Being Depreciated:				
Land	\$ 66,464,136	-	-	66,464,136
Construction in Progress	39,894,425	44,080,474	(9,623,089)	74,351,810
Waterrights	55,203,556	985,951	-	56,189,507
Total Capital Assets, Not Being Depreciated	161,562,117	45,066,425	(9,623,089)	197,005,453
Capital Assets Being Depreciated:				
Buildings	367,254,341	17,240	6,081,199	373,352,780
Improvements Other Than Buildings	560,296,059	-	3,541,890	563,837,949
Machinery & Equipment	112,201,839	9,289,020	(1,273,050)	120,217,809
Total Assets Being Depreciated	1,039,752,239	9,306,260	8,350,039	1,057,408,538
Less Accumulated Depreciation For:				
Buildings	(91,442,049)	(7,984,952)	-	(99,427,001)
Improvements Other Than Buildings	(307,392,636)	(16,056,085)	-	(323,448,721)
Machinery & Equipment	(91,077,439)	(7,360,280)	1,270,097	(97,167,622)
Total Accumulated Depreciation	(489,912,124)	(31,401,317)	1,270,097	(520,043,344)
Total Capital Assets, Being Depreciated, Net	549,840,115	(22,095,057)	9,620,136	537,365,194
Leased Assets				
Equipment	47,019	-	-	47,019
Total Leased Assets Amortization	(11,711)	(11,712)	-	(23,423)
Total Leased Assets, Being Amortized, Net	35,308	(11,712)	-	23,596
Subscription Assets				
Rights of Use-Software	972	8,837	-	9,809
Total Subscription Assets Amortization	-	(8,340)	-	(8,340)
Total Subscription, Being Amortized, Net	972	497	-	1,469
Business Type Activities Capital Assets, Net	\$ 711,438,512	22,960,153	(2,953)	734,395,712

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

Governmental Activities:	
General Government	\$ 10,160,328
Public Health	2,489,151
Cultural and Recreational	813,809
Public Works	27,711,637
Public Safety	3,540,428
Air Transportation	1,175,938
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>1,239,565</u>
Total depreciation expense-governmental activities	<u>\$ 47,130,856</u>
Business Type Activities:	
Solid Waste Management	\$ 4,187,198
Municipal Transit System	1,811,475
Bridge System	3,212,875
Waterworks System	12,519,086
Sewer System	9,646,461
Municipal Housing	<u>44,274</u>
Total depreciation expense-building type activities	<u>\$ 31,421,369</u>

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, voluntary cash balance defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), one of 930 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 22-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 12/31/22, membership data for the City's pension plan is as follows:

Number of:

Inactive employees or beneficiaries currently receiving benefits	1,284
Inactive employees entitled to but not yet receiving benefits	765
Active employees	<u>2,415</u>
Total	<u>4,464</u>

Actuarial Assumptions

Actuarial Cost Method -	Entry Age Normal
Amortization Method-	Level Percent of Payroll-Closed Period
Remaining Amortization Period-	22 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 930 municipalities having the benefit plan administered by TMRS. Each of the 930 municipalities has an annual, individual actuarial valuation performed. All assumptions of the December 31, 2022 valuations are contained in the 2022 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, 2022 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, 2022

Total Pension Liability	\$832,894,586
Plan Fiduciary Net Position	<u>\$652,458,657</u>
Net Pension Liability	<u>\$ 180,435,929</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 12/31/22 are presented below:

Total pension liability

Service cost	\$ 22,655,803
Interest (on the Total Pension Liability)	52,716,385
Changes of benefit terms	-
Difference between expected and actual experience	4,467,362
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(33,201,077)</u>
Net change in total pension liability	46,638,473
Total pension liability-beginning	<u>786,256,113</u>
Total pension liability-ending	<u>\$ 832,894,586</u>

Plan fiduciary net position

Contributions-employer	\$ 26,859,712
Contributions-employee	9,156,502
Net investment income	(51,221,632)
Benefit payments, including refunds of employee contributions	(33,201,077)
Administrative Expense	(442,660)
Other	<u>528,226</u>
Net change in plan fiduciary net position	(48,320,929)
Plan fiduciary net position-beginning	<u>700,779,586</u>
Plan fiduciary net position-ending	<u>\$ 652,458,657</u>

Net Change	94,959,402
Net pension liability-beginning	<u>85,476,527</u>
Net pension liability-ending	<u>\$ 180,435,929</u>

Pension Expense

Total Service Cost	\$	22,655,803
Interest on the Total Pension Liability		52,716,385
Current Period Benefit Changes		-
Employee Contributions (Reduction of Expenses)		(9,156,502)
Projected Earnings on Plan Investments (Reduction of Expense)		(47,302,622)
Administrative Expense		442,660
Other Changes in Fiduciary Net Position		(528,225)
Recognition of Current Year Outflow (Inflow) of Resources-Liabilities		852,550
Recognition of Current Year Outflow (Inflow) of Resources-Assets		19,704,851
Amortization of Prior Year Outflow (Inflow) of Resources-Liabilities		885,259
Amortization of Prior Year Outflow (Inflow) of Resources-Assets		(7,632,358)
Total Pension Expense	\$	<u>32,637,801</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	\$ 23,220,339	-	23,220,339
Difference in expected and actual experience (actuarial (gains) or losses)	5.24	\$ 4,467,362	\$ 852,550	\$ 3,614,812
Difference in projected and actual earnings on pension plan investments (actuarial (gains) or losses)	5.00	\$ 98,524,254	\$ <u>19,704,851</u>	\$ <u>78,819,403</u>
Total Due to Liabilities			\$ <u>20,557,401</u>	\$ <u>105,654,554</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 \$	4,433,104
2024	12,822,008
2025	13,765,390
2026	20,943,394
2027	204,612
Thereafter	-
Total \$	<u>52,168,508</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 \$	301,341,996	\$ 180,435,929	\$ 81,333,319

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, 2022, 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, 2022 is shown below.

	9/30/22
Retirees and beneficiaries currently receiving benefits	193
Inactive employees entitled to but not yet receiving benefits	0
Active employees	426
Total	<u>619</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 53 with 23 years of service. As of the September 30, 2022 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 3.00% 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 16% 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 22.60% over the UAAL amortization period.

Annual Pension Cost

For the fiscal year ending September 30, 2023, the City of Laredo's annual pension cost of \$5,812,139 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, 2023 the city contribution rate was 22.60% of pay for all firefighters. The required contributions were reflected in the September 30, 2022 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 31 years as of September 30, 2022 actuarial valuation.

Schedule of Employer Contributions

Plan Year Ended	Annual Contribution As a Percentage of Payroll	Annual Required Contribution	Percentage of Required Contribution
9/30/2014	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%
9/30/2023	21.60%	9,105,525	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, 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	\$335,110,552
Plan Fiduciary Net Position	<u>\$180,152,637</u>
Net Pension Liability	<u>\$154,957,915</u>

Schedule of Changes in Net Pension Liability

Changes in the System's Net Pension Liability and Related Ratios as of fiscal year ended 9/30/23 are presented below:

Total pension liability

Service cost	\$ 8,227,582
Interest (on the Total Pension Liability)	23,186,738
Changes of benefit terms	(13,500,967)
Difference between expected and actual experience	18,760,258
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(13,339,542)</u>
Net change in total pension liability	23,334,069
Total pension liability-beginning	<u>311,776,483</u>
Total pension liability-ending	<u>\$ 335,110,552</u>

Plan fiduciary net position

Contributions-employer	\$ 9,453,537
Contributions-employee	6,720,528
Net investment income	(34,109,488)
Benefit payments, including refunds of employee contributions	(13,339,542)
Administrative Expense	(253,540)
Other	-
Net change in plan fiduciary net position	<u>(31,528,505)</u>
Plan fiduciary net position-beginning	<u>211,681,142</u>
Plan fiduciary net position-ending	<u>\$ 180,152,637</u>

Net Change	\$ 54,862,574
Net pension liability-beginning	<u>100,095,341</u>
Net pension liability-ending	<u>\$ 154,957,915</u>

Pension Expense

Total Service Cost	\$ 8,227,582
Interest on the Total Pension Liability	23,186,738
Employee Contributions (Reduction of Expenses)	(6,720,528)
Projected Earnings on Plan Investments (Reduction of Expense)	(15,759,901)
Amortization of differences between projected and actual earnings on plan investments	6,590,003
Amortization of changes of assumptions	1,399,240
Amortization of differences between expected and actual experience	2,136,432
Pension Plan administrative expenses	253,540
Changes of benefit provisions	(13,500,967)
Total Pension Expense	<u>\$ 5,812,139</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	\$ 8,411,936	\$ 1,399,240	\$ 7,012,696
Difference between expected and actual experience	10.98	22,787,621	2,136,432	20,651,189
Contrib after measurement date	-	9,105,525	-	9,105,525
Difference in projected and actual earnings on pension plan investments (actuarial (gains) or losses)	5.00	\$ 31,364,437	<u>6,590,003</u>	<u>24,774,434</u>
Total due to Liabilities			<u>\$ 10,125,675</u>	<u>\$ 61,543,844</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
2024	\$ 10,045,831
2025	8,152,627
2026	7,209,114
2027	13,497,598
2028	2,938,398
Thereafter	10,594,751
Total	<u>\$ 52,438,319</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	\$ 198,995,548	154,957,915	\$ 118,560,926

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, 2022.

	<u>9/30/23</u>
Active Participants	153
Retirees and Beneficiaries	67
Inactive, Non-Retired Participants	60
Total	<u>280</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, 2023 LTMI’s annual pension cost of \$751,790 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
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%
2023	900,024	937,460	(37,436)	8,446,694	11.10%

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, 2022.

The system's net pension liability was measured as of September 30, 2023 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	\$15,923,281
Plan Fiduciary Net Position	<u>\$15,535,694</u>
Net Pension Liability/(Asset)	<u>\$ 387,587</u>

A. Schedule of Changes in Net Pension Liability

Total pension liability

Service cost	\$ 198,982
Interest (on the Total Pension Liability)	929,885
Changes of benefit terms	-
Difference between expected and actual experience	137,915
Changes of assumptions	(111,764)
Benefit payments, including refunds of employee contributions	(316,477)
Net change in total pension liability	838,541
Total pension liability-beginning	15,084,740
Total pension liability-ending	<u>\$ 15,923,281</u>

Plan fiduciary net position

Contributions-employer	\$ 937,460
Contributions-employee	49,206
Net investment income	1,729,101
Benefit payments, including refunds of employee contributions	(316,477)
Administrative Expense	(246,967)
Other	-
Net change in plan fiduciary net position	\$ 2,152,323
Plan fiduciary net position-beginning	13,383,371
Plan fiduciary net position-ending	<u>\$ 15,535,694</u>
Net Change	\$ (1,313,782)
Net pension liability-beginning	1,701,369
Net pension liability-ending	<u>\$ 387,587</u>

B. Pension Expense

Total Service Cost	\$ 198,982
Interest on the Total Pension Liability	929,885
Employee Contributions (Reduction of Expenses)	(49,206)
Projected Earnings on Plan Investments (Reduction of Expense)	(839,251)
Administrative Expenses	246,967
Assumption Changes	(153,314)
Difference between expected and actual experience	209,571
Difference between projected and actual investment earnings on plan investments	208,156
Total Pension Expense	<u>\$ 751,790</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	\$ 390,012	\$ 209,571	\$ 180,441
Difference in projected and actual investment earnings	5.00	1,023,328	<u>208,156</u>	<u>815,172</u>
Total Due to Liabilities			\$ <u>417,727</u>	\$ <u>995,613</u>
Due To Assets				
Assumption Changes	5.00	(185,251)	<u>(153,314)</u>	<u>(31,937)</u>
Total Due to Assets			\$ <u>(153,314)</u>	<u>(31,937)</u>
Total				\$ <u>963,676</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
2024	\$ 191,879
2025	275,538
2026	674,229
2027	(177,970)
2028	-
Total	\$ <u>963,676</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	\$ 2,354,194	\$ 387,587	\$ (1,262,729)

Summary

Pension Expense for the fiscal year ended September 30, 2023 are as follows:

TMRS	\$ 32,637,801
Laredo Firefighters	5,812,139
Laredo Transit	751,790
Total	<u>\$ 39,201,730</u>

Deferred outflows of resources and deferred inflows of resources related to pensions for the fiscal year ended September 30, 2023 are as follows:

	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	\$ 3,614,812	-	20,651,189	-	180,441	-
Difference in projected and actual earnings	78,819,403	-	24,774,434	-	815,172	-
Changes of assumptions	-	-	7,012,696	-	-	(31,937)
Contributions after measurement date	23,220,339	-	9,105,525	-	-	-
Total	\$ 105,654,554	-	61,543,844	-	995,613	(31,937)

	Total	
	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Difference in expected and actual experience	\$ 24,446,442	-
Difference in projected and actual earnings	104,409,009	-
Changes of assumption	7,012,696	(31,937)
Contributions after measurement date	32,325,864	-
Total	\$ 168,194,011	(31,937)

\$32,325,864 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, 2024.

Net Deferred Outflows/(Inflows) of Resources				
	TMRS	Laredo Fire	Laredo Transit	Total
2023	\$ 4,433,104	-	-	4,433,104
2024	12,822,008	10,045,831	191,879	23,059,718
2025	13,765,390	8,152,627	275,538	22,193,555
2026	20,943,394	7,209,114	674,229	28,826,737
2027	204,612	13,497,598	(177,970)	13,524,240
2028	-	2,938,398	-	2,938,398
2029	-	10,594,751	-	10,594,751
Total	\$ 52,168,508	52,438,319	963,676	105,570,503

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, 325 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	\$ 13,741	\$ 13,741
Fire	\$ 6,737	\$ 13,741	\$ 13,741
City Employees	\$ 5,163	\$ 13,741	\$ 13,741

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	\$ 8,187	N/A
Fire	\$ 3,164	\$ 6,327	N/A
City Employees	\$ 3,164	\$ 6,327	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 09/30/2023, the City reported a liability of \$150,868,177 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, 2022</u>	<u>September 30, 2023</u>
Total OPEB Liability	\$172,161,855	\$150,868,177
Covered Payroll	158,694,496	154,526,008
Total OPEB Liability as a % of Covered Payroll	108.49%	97.63%

Discount Rate:

	<u>September 30, 2022</u>	<u>September 30, 2023</u>
Discount Rate	4.02%	4.09%
20 Year Tax-Exempt Municipal Bond Yield	4.02%	4.09%

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, 2022</u>	<u>September 30, 2023</u>
Valuation Date	October 1, 2020	October 1, 2022
Measurement Date	September 30, 2022	September 30, 2023
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, 2022	<u>\$172,161,855</u>
Changes for the Year:	
Service Cost	5,693,568
Interest on Total OPEB Liability	7,067,493
Effect of Plan Changes	-
Effect of economic/demographic gains or losses	(28,559,145)
Effect of Assumptions, Changes or Inputs	(1,360,561)
Benefit Payments	<u>(4,135,033)</u>
Balance as of September 30, 2023	<u><u>\$150,868,177</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 4.09%, 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 (3.09%) or 1 percentage point higher (5.09%) than the current rate.

	<u>1% Decrease 3.09%</u>	<u>Discount Rate 4.09%</u>	<u>1% Increase 5.09%</u>
Total OPEB Liability	\$ 172,062,890	\$ 150,868,177	\$ 133,172,516

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	\$ 128,429,261	\$ 150,868,177	\$ 179,227,454

Schedule of Changes in Total OPEB Liability and Related Ratios

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total OPEB Liability(in thousands)										
Service Cost	5,694	9,700	10,010	10,372	7,892	9,148	N/A	N/A	N/A	N/A
Interest on Total OPEB Liability	7,067	4,820	6,037	5,934	6,723	6,434	N/A	N/A	N/A	N/A
Effect of Plan Changes	-	-	-	-	-	-	N/A	N/A	N/A	N/A
Effect of Economic/Demographic	(28,559.00)	-	(66,773)	-	(10,790)	-	N/A	N/A	N/A	N/A
Effect of Assumption Changes or Inputs	(1,361)	(42,879)	(3,014)	39,217	49,441	(15,843)	N/A	N/A	N/A	N/A
Benefit Payments	(4,135)	(6,056)	(5,679)	(4,412)	(4,215)	(3,022)	N/A	N/A	N/A	N/A
Net Change in Total OPEB Liability	(21,294)	(34,415)	(59,418)	51,111	49,053	(3,282)	N/A	N/A	N/A	N/A
Total OPEB Liability, Beginning	172,162	206,577	265,995	214,884	165,831	169,113	N/A	N/A	N/A	N/A
Total OPEB Liability, Ending	150,868	172,162	206,577	265,995	214,884	165,831	N/A	N/A	N/A	N/A
Covered Payroll	154,526	158,694	154,072	137,663	137,663	133,153	N/A	N/A	N/A	N/A
Total OPEB Liability as a % of Covered Payroll	97.63%	108.49%	134.08%	193.22%	156.09%	124.54%	N/A	N/A	N/A	N/A

OPEB Expense

October 1, 2022 to September 30, 2023

Service Cost	\$ 5,693,568
Interest on Total OPEB Liability	7,067,493
Effect of Plan Changes	-
Recognition of Deferred Inflows/Outflows of Resources	
Recognition of economic/demographic gains or losses	(12,257,887)
Recognition of Assumption Changes or Inputs	<u>2,900,877</u>
OPEB Expense	<u>\$ 3,404,051</u>

As of September 30, 2023, 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	(\$ 73,643,929)	\$ -
Changes of Assumptions	<u>(41,693,575)</u>	<u>42,888,236</u>
Total	<u>(\$115,337,504)</u>	<u>\$ 42,888,236</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:	
2024	(\$9,357,010)
2025	(9,357,010)
2026	(9,357,010)
2027	(8,164,537)
2028	(14,321,947)
Thereafter	<u>(21,891,754)</u>
Total	<u>(\$72,449,268)</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, 2022 with measurements at September 30, 2022 and September 30, 2023, 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, 2023.

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, 2022 discount rate and the September 30, 2023 discount rate are 4.02% and 4.09%, 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	\$ 8,566	\$ 12,930	\$ 8,145	\$ 10,005
	50	9,746	12,304	9,336	10,988
	55	11,087	11,906	10,661	11,850
	60	12,751	12,809	12,341	12,830
	64	14,697	14,216	14,646	14,532
Fully Insured	65	2,798	2,444	2,798	2,444
	70	3,149	2,731	3,149	2,731
	75	3,516	2,945	3,516	2,945
	80	3,727	3,018	3,727	3,018
	85	3,591	2,833	3,591	2,833
	90	\$ 3,367	\$ 2,594	\$ 3,367	\$ 2,594

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
2022	6.20%	5.60%
2023	6.60%	6.20%
2024	6.20%	6.20%
2025	5.70%	5.60%
2026	5.10%	5.00%
2027	4.80%	4.80%
2028	4.60%	4.60%
2029	4.40%	4.40%
2030	4.30%	4.30%
2031	4.10%	4.10%
2032	4.10%	4.00%
2033-2042	4.00%	4.00%
2043	4.10%	4.00%
2044-2064	4.10%	4.10%

Disability:

Demographic assumptions regarding retirement, disability, and termination are based on statistics taken from pension valuations, Texas Municipal Retirement System (TMRS) 2023 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 2023 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 2023, 2022, 2021, 2020, 2019, 2018, and 2017 were \$480,052.69, \$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, 2023:

	General Obligation Serial Bonds	Certificates of Obligation	Revenue Bonds	Compensated Absences	Lease Purchase Obligations	Notes Payable	Pension Oblig. (OPEB)
Long Term Obligations:							
Beginning Balances	\$ 76,554,836	115,714,725	55,600,000	44,935,333	2,651,010	-	172,161,855
Increases	-	31,030,000	16,470,000	872,329	-	-	-
Premiums	-	1,822,148	-	-	-	-	-
Amort-Premiums	(1,357,866)	(1,144,528)	-	-	-	-	-
Decreases	(22,473,656)	(10,854,344)	(4,620,000)	(7,632,918)	(1,459,589)	-	(25,848,654)
Ending Long-Term Liabilities	52,723,314	136,568,001	67,450,000	38,174,744	1,191,421	-	146,313,201
Current Liabilities:							
Due Within One Year	11,489,765	5,474,151	2,335,000	7,082,807	406,561	-	4,554,976
Total Liabilities	\$ 64,213,079	142,042,152	69,785,000	45,257,551	1,597,982	-	150,868,177

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

General Long Term Obligations payable as of September 30, 2023 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.	\$2,730,000
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.	\$24,884,408
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.	\$11,860,000
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.	\$4,490,000
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.	\$8,375,219
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.	\$2,110,000
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.	\$3,670,000
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.	\$402,600
		Subtotal	\$58,522,227
		Deferred premiums/loss for various Gen. Oblig. Bonds	<u>\$5,690,852</u>
		Total General Obligations Bonds	<u>\$64,213,079</u>
		Due within one year	<u>\$11,489,765</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.	\$870,000
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.	\$90,000
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.	\$3,605,000
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.	\$12,395,000
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.	\$19,025,000
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.	\$990,000
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.	\$1,827,057
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.	\$12,500,000

Series	Issue Amount	Purpose	Payable
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.	\$1,425,000
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.	\$16,515,000
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.	\$4,520,000
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.	\$11,405,000
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.	\$2,090,000
2022 Comb. Tax & Revenue C.O.	\$46,305,000	To construct, improve City streets, sidewalks & drainage improvements, together with ROW acquisitions, traffic/street signalization, landscaping, and lighting improvements, acquire, improve public safety facilities, municipal parks & municipal buildings, acquire municipal vehicles & equipment and telecommunications equipment and the payment of legal, fiscal, & engineering fees related to projects. Principal is due in varying amount through 2042 with interest from 3.0% to 5.0% per annum.	\$31,030,000
		Subtotal	\$128,737,057
		Deferred Premiums for Various C.O.s	\$13,305,095
		Total Certificates of Obligations	<u>\$142,042,152</u>
		Due within one year	<u>\$5,47,4151</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, 2023 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.	\$6,815,000
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.	\$46,790,000
2022 Sports Venue Sales Tax Rev. Bonds	\$16,470,000	To finance improvements to previously approved sports venue projects and related infrastructure. Principal is due in varying amounts through 2047 with interest from 5.00% to 6.65% per annum.	\$16,180,000
		Subtotal	\$69,785,000
		Deferred Premiums for Various Revenue Bonds	\$0
		Total Revenue Bonds	<u>\$69,785,000</u>
		Due within one year	<u>\$2,335,000</u>

D - Lease Purchase Obligations

The City has entered into several lease-purchase agreements for various pieces of equipment where the 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.	\$1,569,570
\$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.	\$28,412
	Total Present Value of Future Minimum Lease Payments	\$1,597,982
	Plus Amount Representing Interest	<u>\$78,068</u>
	Total Minimum Lease Payments	<u>\$1,676,050</u>

The assets acquired through lease purchase obligations are as follows:

Governmental Activities	
Asset:	
Machinery & Equipment	\$4,830,606
Less: Accumulated Depreciation	<u>(\$3,798,942)</u>
Total	<u>\$ 1,031,664</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2023, are as follows:

Year Ending Sept. 30	Governmental Activities
2024	\$406,560
2025	\$387,490
2026	\$397,062
2027	<u>\$406,870</u>
Total Minimum Lease Payments	\$1,597,982
Add: Amount representing interest	<u>\$78,068</u>
Present Value of Minimum Lease Payments	<u>\$1,676,050</u>

E - Notes Payable

No Notes Payables are outstanding as of September 30, 2023.

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, 2023, \$67,148,200 in bonds outstanding are considered defeased.

H – OPEB

As per valuation report issued on September 30, 2023, the latest actuarial valuation reflected an obligation for Other Post-Employment Benefits for \$150,868,177. The unfunded actuarial liability as per the latest calculations stands at \$150,868,177.

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, 2023:

	Revenue Bonds	Certificates of Obligation	General Oblig. Bond
Long Term Obligations:			
Beginning Balances	\$ 577,705,996	40,453,035	77,863,175
Increases	6,110,000	14,320,000	-
Amortization of Premiums	(1,517,679)	221,533	(680,289)
Decreases	(42,658,000)	(8,605,656)	(9,686,342)
Ending Long Term Liabilities	539,640,317	46,388,912	67,496,544
Current Liabilities:			
Due Within One Year	20,286,000	4,450,849	4,855,233
Total Liabilities	\$ 559,926,317	50,839,761	72,351,777

	Landfill Costs	Compensated Absences	Notes Payable	Capital Lease Obligations
Long Term Liabilities:				
Beginning Balances	\$ 14,558,846	2,580,102	5,603,124	19,437
Additions	1,556,155	388,145	-	-
Retirements	-	(1,107,523)	(772,423)	(19,437)
Ending Balances	16,115,001	1,860,724	4,830,701	-
Current Liabilities:				
Due Within One Year	-	1,044,037	382,620	5,837
Total Liabilities	\$ 16,115,001	2,904,761	5,213,321	5,837

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.	\$58,000
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.	\$56,000

Series	Issue Amount	Purpose	Payable
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.	\$318,000
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.	\$965,000
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.	\$33,025,000
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.	\$4,425,000
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.	\$6,335,000
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.	\$3,580,000
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.	\$485,000
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.	\$7,480,000
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.	\$12,655,000
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.	\$4,240,000
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.	\$4,635,000
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.	\$3,505,000
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.	\$16,725,000
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.	\$71,010,000

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.	\$4,855,000
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.	\$785,000
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.	\$16,110,000
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.	\$43,530,000
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.	\$46,840,000
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.	\$54,170,000
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.	\$43,765,000
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.	\$118,065,000
2022 International Toll Bridge System Revenue Bonds	\$6,110,000	To construct, improve and equip bridge system with principal due in varying amounts through year 2032, including interest at 5.00% per annum.	\$5,625,000
		Subtotal	\$531,657,000
		Deferred Charges/Premiums for Various Revenue Bonds	<u>\$28,269,317</u>
		Total Revenue Bonds	<u>\$559,926,317</u>
		Due within one year	<u>\$20,286,000</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.	\$910,000
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.	\$1,012,943
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.	\$1,880,000
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.	\$1,480,000
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.	\$9,540,000
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.	\$2,650,000
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.	12,870,000
2022 Comb. Tax and Revenue C.O.	\$46,305,000	To plan, construct, improve City streets, sidewalks & drainage, together with ROW acquisitions and traffic/street signalizations & lighting improvements, and acquire/construct/improve public safety facilities and municipal parks, and acquire municipal equipment and vehicles and pay legal, fiscal, and engineering fees in construction for such projects. Principal is due in varying amounts through 2042 with interest at 5.00% per annum.	\$14,805,000
		Subtotal	\$45,147,943
		Deferred Charges/Premiums for various Certificates of Obligations	<u>\$5,691,818</u>
		Total Certificates of Obligations	<u>\$50,839,761</u>
		Due within one year	<u>\$4,450,849</u>

C - General Obligation Bonds

Series	Issue Amount	Purpose	Payable
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.	\$2,090,591
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.	\$25,590,002
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.	\$33,739,781
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.	\$3,872,398
		Subtotal	\$65,292,772
		Deferred Charges for various General Obligation Bonds	<u>\$7,059,005</u>
		Total General Obligation Bonds	<u>\$72,351,777</u>
		Due within one year	<u>\$4,855,233</u>

D - Lease Purchase Obligations

The City has entered into several lease-purchase agreements for various pieces of equipment where 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>\$5,837</u>
	Total Present Value of Future Minimum Lease Payments	\$5,837
	Plus Amount Representing Interest	<u>\$63</u>
	Total Minimum Lease Payments	<u>\$5,900</u>

The assets acquired through lease purchase obligations are as follows:

	Business Type Activities
Asset:	
Machinery & Equipment	\$51,990
Less: Accumulated Depreciation	<u>(41,592)</u>
Total	<u>\$10,398</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2023, are as follows:

Year Ending Sept. 30	Business Type Activities
2024	<u>\$5,837</u>
Total Minimum Lease Payments	\$5,837
Add: Amount representing interest	<u>\$ 63</u>
Present value of minimum lease payments	<u>\$5,900</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	\$	125,994
Bridge System		550,836
Municipal Housing		41,020
Waterworks System		397,382
Sewer System		236,633
Solid Waste Fund		508,859
Total Long Term	\$	<u>1,860,724</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, 2023, \$174,374,394 in bonds outstanding are considered defeased.

H - 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, 2023 is \$22,481,801 of which \$16,115,001 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 \$16,115,001 as of September 30, 2023 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, 2023 is 32.15%. With Landfill receiving a permit for vertical expansion the estimated remaining life of the landfill is 81 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 (\$22,481,801) 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, 2023. 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.

I. 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.	\$1,138,321
\$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.	\$4,075,000
	Subtotal	<u>\$5,213,321</u>
	Due within one year	<u>\$382,620</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, 2023 are as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>	<u>Net</u>
Due to Business Type Activities for for Internal Service			
Funds Allocation	\$ -	8,209,327	(8,209,327)
Total Governmental Activity	<u>\$ -</u>	<u>8,209,327</u>	<u>(8,209,327)</u>
Due from Governmental Activities for Internal Service			
Funds Allocation	\$ 8,209,327	-	8,209,327
Total Business Type Activity	<u>\$ 8,209,327</u>	<u>-</u>	<u>8,209,327</u>

NOTE 14 - INTERFUND TRANSFERS

Transfers during the year ended September 30, 2023 were as follows:

	Transfers Out		
	<u>Bridge (1)</u>	<u>Nonmajor Enterprise (2)</u>	<u>Total Transfers Out</u>
Transfer In:			
Nonmajor Governmental Funds	\$ <u>12,837,015</u>	\$ <u>1,080</u>	\$ <u>12,838,095</u>

Transfers were used to (1) meet a resolution approved by City council to transfer surplus revenues and (2) meet an interdepartmental agreement to transfer a prorated portion of program income.

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CITY OF LAREDO, TEXAS

NOTES TO FINANCIAL STATEMENTS

NOTE 15 - Debt Service Requirements

Business Type and Governmental Activities

The following is a summary of the City's debt service requirements for all funds as of September 30, 2023

Year	Revenue Bonds			Notes / Lease Payables			Certificates of Obligation		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2024	22,621,000	20,311,989	42,932,989	795,019	55,015	850,034	9,925,000	7,831,810	17,756,810
2025	21,490,000	19,553,714	41,043,714	732,982	78,098	811,080	9,415,000	7,365,658	16,780,658
2026	22,148,000	18,868,169	41,016,169	745,486	86,272	831,758	9,345,000	6,910,547	16,255,547
2027	24,002,000	18,118,456	42,120,456	763,286	70,374	833,660	8,830,000	6,473,277	15,303,277
2028	21,731,000	16,619,106	38,350,106	364,464	59,180	423,644	11,580,000	5,983,148	17,563,148
2029	22,225,000	16,575,983	38,800,983	367,580	52,814	420,394	9,530,000	5,464,677	14,994,677
2030	22,095,000	22,419,070	44,514,070	375,756	46,382	422,138	9,840,000	4,989,406	14,829,406
2031	22,890,000	15,016,486	37,906,486	297,567	40,425	337,992	10,345,000	4,502,700	14,847,700
2032	23,680,000	14,212,880	37,892,880	220,000	36,812	256,812	10,840,000	3,474,050	14,314,050
2033	23,704,999	13,394,745	37,099,744	225,000	33,402	258,402	10,910,000	3,514,438	14,424,438
2034	24,510,000	12,591,501	37,101,501	230,000	29,914	259,914	11,410,000	3,012,388	14,422,388
2035	25,350,001	11,761,303	37,111,304	230,000	26,350	256,350	11,515,000	2,493,175	14,008,175
2036	26,185,000	10,913,930	37,098,930	235,000	22,784	257,784	10,690,000	1,998,951	12,688,951
2037	26,395,001	10,058,524	36,453,525	240,000	19,142	259,142	9,230,000	1,554,376	10,784,376
2038	27,265,000	9,177,409	36,442,409	245,000	15,422	260,422	8,205,000	1,169,651	9,374,651
2039	28,175,000	8,258,438	36,433,438	245,000	11,624	256,624	7,455,000	828,925	8,283,925
2040	28,440,000	7,315,471	35,755,471	250,000	7,828	257,828	5,370,000	491,825	5,861,825
2041	23,949,999	6,443,625	30,393,624	255,000	3,952	258,952	5,600,000	283,775	5,883,775
2042	22,900,000	5,662,244	28,562,244	-	-	-	3,850,000	153,625	4,003,625
2043	19,355,000	4,935,586	24,290,586	-	-	-	-	29,375	29,375
2044	18,880,000	4,253,068	23,133,068	-	-	-	-	-	-
2045	19,045,000	3,569,314	22,614,314	-	-	-	-	-	-
2046	17,535,000	2,892,563	20,427,563	-	-	-	-	-	-
2047	14,835,000	2,265,592	17,100,592	-	-	-	-	-	-
2048	12,880,000	1,738,098	14,618,098	-	-	-	-	-	-
2049	13,365,000	1,262,099	14,627,099	-	-	-	-	-	-
2050	11,590,000	808,317	12,398,317	-	-	-	-	-	-
2051	6,950,000	455,812	7,405,812	-	-	-	-	-	-
2052	7,250,000	154,062	7,404,062	-	-	-	-	-	-
Total	601,442,000	279,607,554	881,049,554	6,817,140	695,790	7,512,930	173,885,000	68,525,777	242,410,777

(Continued)

(Continued)

General Obligation Bonds			Debt Service to Maturity		
Principal	Interest	Total	Principal	Interest	Total
16,344,998	5,264,812	21,609,810	49,686,017	33,463,626	83,149,643
17,625,001	4,518,976	22,143,977	49,262,983	31,516,446	80,779,429
16,535,000	3,750,010	20,285,010	48,773,486	29,614,998	78,388,484
16,279,999	2,984,076	19,264,075	49,875,285	27,646,183	77,521,468
10,375,000	2,375,070	12,750,070	44,050,464	25,036,504	69,086,968
8,195,000	1,963,820	10,158,820	40,317,580	24,057,294	64,374,874
6,050,000	1,660,205	7,710,205	38,360,756	29,115,063	67,475,819
5,590,000	1,419,295	7,009,295	39,122,567	20,978,906	60,101,473
5,830,001	1,173,809	7,003,810	40,570,001	18,897,551	59,467,552
5,269,997	917,750	6,187,747	40,109,996	17,860,335	57,970,331
2,315,002	728,125	3,043,127	38,465,002	16,361,928	54,826,930
2,430,000	609,500	3,039,500	39,525,001	14,890,328	54,415,329
2,545,000	485,125	3,030,125	39,655,000	13,420,790	53,075,790
2,675,000	354,625	3,029,625	38,540,001	11,986,667	50,526,668
2,810,000	217,500	3,027,500	38,525,000	10,579,982	49,104,982
2,945,001	73,627	3,018,628	38,820,001	9,172,614	47,992,615
-	-	-	34,060,000	7,815,124	41,875,124
-	-	-	29,804,999	6,731,352	36,536,351
-	-	-	26,750,000	5,815,869	32,565,869
-	-	-	19,355,000	4,964,961	24,319,961
-	-	-	18,880,000	4,253,068	23,133,068
-	-	-	19,045,000	3,569,314	22,614,314
-	-	-	17,535,000	2,892,563	20,427,563
-	-	-	14,835,000	2,265,592	17,100,592
-	-	-	12,880,000	1,738,098	14,618,098
-	-	-	13,365,000	1,262,099	14,627,099
-	-	-	11,590,000	808,317	12,398,317
-	-	-	6,950,000	455,812	7,405,812
-	-	-	7,250,000	154,062	7,404,062
123,814,999	28,496,325	152,311,324	905,959,139	377,325,446	1,283,284,585

NOTE 16 – LEASES AND SUBSCRIPTION- BASED INFORMATION TECHNOLOGY ARRANGMENTS

A. Leases

1. 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 – 37 years.

As of September 30, 2023, 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
Buildings	1,803,848	787,885
Equipment	352,250	188,265
Infrastructure	499,381	235,003
Land	988,430	51,137
Total Leases	3,643,909	1,262,290

Principal and Interest Requirements to Maturity

Fiscal Year	Business-Type Activities		
	Principal Payments	Interest Payments	Total Payments
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
2024	565,034	24,348	589,382
2025	526,292	21,062	547,354
2026	402,775	18,074	420,849
2027	47,822	16,619	64,441
2028	44,408	16,342	60,750
2029 - 2033	104,389	75,611	180,000
2034 - 2038	114,628	65,372	180,000
2039 - 2043	125,873	54,127	180,000
2044 - 2048	138,180	41,820	180,000
2049 - 2053	151,792	28,208	180,000
2054 - 2058	166,684	13,316	180,000
2059 - 2060	56,120	880	57,000

GOVERNMENTAL ACTIVITIES:	Balance as of October 1, 2022	Additions	Reductions	Balance as of September 30, 2023
Lease Liability				
Right of Use- Building	1,350,962	132,750	407,966	1,075,746
Right of Use- Equipment	221,992	-	84,627	137,365
Right of Use- Infrastructure	391,719	-	113,468	278,251
Right of Use- Land	970,620	-	17,988	952,632
Total Lease Liability	2,935,293	132,750	624,049	2,443,994

BUSINESS-TYPE ACTIVITIES:	Balance as of October 1, 2022	Additions	Reductions	Balance as of September 30, 2023
Lease Liability				
Right of Use- Equipment	35,272	-	11,792	23,480
Total Lease Liability	35,272	-	11,792	23,480

2. 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- 32 years. As of September 30, 2023, these leases consisted of the following:

Principal and Interest Expected to Maturity

Fiscal Year	Business-Type Activities		
	Principal Payments	Interest Payments	Total Payments
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
2024	1,378,796	934,720	2,313,516
2025	1,456,349	912,405	2,368,754
2026	1,514,113	888,736	2,402,849
2027	1,598,121	863,701	2,461,822
2028	1,390,172	838,227	2,228,399
2029 - 2033	8,231,847	3,776,587	12,008,434
2034 - 2038	10,278,639	2,942,306	13,220,945
2039 - 2043	11,830,719	1,922,129	13,752,848
2044 - 2048	13,380,748	756,276	14,137,024
2049 - 2053	868,034	55,100	923,134
2054 - 2056	234,555	4,849	239,404

GOVERNMENTAL ACTIVITIES:	Balance as of October 1, 2022	Additions	Reductions	Balance as of September 30, 2023
Deferred Inflow of Resources				
Building Leases	6,758,465	-	339,767	6,418,698
Land Leases	44,576,935	32,400	1,926,660	42,682,675
Total Deferred Inflow of Resources	51,335,400	32,400	2,266,427	49,101,373

BUSINESS-TYPE ACTIVITIES:	Balance as of October 1, 2022	Additions	Reductions	Balance as of September 30, 2023
Deferred Inflow of Resources				
Building Leases	735,674	-	162,633	573,041
Land Leases	291,381	-	145,168	146,213
Total Deferred Inflow of Resources	1,027,055	-	307,801	719,254

GOVERNMENTAL ACTIVITIES:	Balance as of October 1, 2022	Additions	Reductions	Balance as of September 30, 2023
Lease Receivable				
Building Leases	6,847,782	-	251,746	6,596,036
Land Leases	46,030,705	32,400	497,048	45,566,057
Total Lease Receivable	52,878,487	32,400	748,794	52,162,093

BUSINESS-TYPE ACTIVITIES:	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Lease Receivable				
Building Leases	737,842	-	161,141	576,701
Land Leases	292,016	-	143,892	148,124
Total Lease Receivable	1,029,858	-	305,033	724,825

3. 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.

As of September 30, 2023, the expected future minimum payments is as follows:

Fiscal Year	Governmental Activities
	Future Minimum Expected Receipts
2024	870,657
2025	699,232
2026	676,439
2027	616,734
2028	498,611
2029 - 2033	1,982,810
2034 - 2038	983,257
2039 - 2043	880,138
2044 - 2048	845,345
2049 - 2053	760,612
2054 - 2058	416,289
2059 - 2063	405,000
2064 - 2068	364,500

B. Subscription-Based Information Technology Arrangements

For the year ended 9/30/2023, the financial statements include the adoption of GASB Statement No. 96, Subscription-Based Information Technology Arrangements. The primary objective of this Statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. They City has entered into various SBITAs involving various desktop and server software. As of September 30, 2023, all SBITA have fixed, periodic, and payments over the subscription periods, which range from 1 to 10 years.

As of September 30, 2023, SBITAs consisted of the following:

Amount of Subscription Assets by Major Classes of Underlying Asset

Asset Class	As of Fiscal Year-end	
	Subscription Asset Value	Accumulated Amortization
Software	2,002,970.97	633,385.40
Total Subscriptions	2,002,970.97	633,385.40

Principal and Interest Requirements to Maturity

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2024	439,286	37,141	476,427
2025	394,662	22,804	417,466
2026	407,363	9,742	417,105
2027	29,623	342	29,965

GOVERNMENTAL ACTIVITIES:	Balance as of	Additions	Reductions	Balance as of
	October 1, 2022			September 30, 2023
Subscription Liability				
Right of Use- Software	409,283	1,547,384	680,508	1,276,159
Total Subscription Liability	409,283	1,547,384	680,508	1,276,159

BUSINESS-TYPE ACTIVITIES:	Balance as of	Additions	Reductions	Balance as of
	October 1, 2022			September 30, 2023
Subscription Liability				
Right of Use- Software	972	8,837	9,809	-
Total Subscription Liability	972	8,837	9,809	-

NOTE 17 - CONSTRUCTION AND IMPROVEMENT COMMITMENTS

As of September 30, 2023, the City had encumbrances for construction contractual commitments of \$154,286,776 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	\$ 298,131	Fund Revenues
Waterworks Systems	20,310,981	Bond Proceeds
Sewer System	67,831,728	Bond Proceeds
Sports & Community Venue	34,604,148	Bond Proceeds/Fund Revenues
Total Major Funds	<u>\$ 123,044,988</u>	
Internal Service Funds		
Information Technology	<u>\$ 22,863</u>	Operational
Non-Major Funds		
Section 108 Southern Hotel	\$ 4,115,000	Fund Revenues
Airport	7,624,501	Grant Proceeds
Community Development	1,870,209	Grant Proceeds
Environmental Services	1,849,541	Bond Proceeds
Transit	6,234	Grant Proceeds
Convention & Visitors Bureau	36,552	Fund Revenues
Capital Grants Fund	588,189	Grant Proceeds
Airport Construction	12,808,400	Grant Proceeds
Contractual Obligations	549,110	Bond Proceeds
Capital Improvements Fund	42,740	Fund Revenues
2015 C.O. Issue	8,650	Bond Proceeds
2016 C.O. Issue	3,050	Bond Proceeds
2017 C.O. Issue	14,500	Bond Proceeds
2018 C.O. Issue	58,975	Bond Proceeds
2019 C.O. Issue	12,538	Bond Proceeds
2022 C.O. Issue	115,693	Bond Proceeds
Total Non-Major Funds	<u>\$ 31,218,925</u>	
Total Significant Construction Encumbrances	<u>\$ 154,286,776</u>	

NOTE 18 – FUND EXPENDITURES EXCEEDING APPROPRIATIONS

During the fiscal year ended September 30, 2023, expenses in Unitrade Baseball Stadium exceeded appropriations in the amount of \$364,161, and expenses in Sames Auto Arena exceeded appropriations in the amount of \$419,131.

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 \$33,928,532.00 and projected net claims of

\$30,158,695.00. 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 \$4,923,891 reported in the Fund as of September 30, 2023 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 2021, 2022, and 2023 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>
2020-2021	\$	3,643,634	\$ 31,865,640	\$ 30,877,629	\$ 4,631,645
2021-2022	\$	4,631,645	\$ 29,060,215	\$ 29,297,269	\$ 4,394,591
2022-2023	\$	4,394,591	\$ 33,355,242	\$ 32,825,942	\$ 4,923,891

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 FY20-21 and \$2,500,000.00 aggregated for FY21-22 and \$2,900,000.00 aggregated for FY22-23. 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, 2023, a liability was recorded based on fiscal year 2023 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 2021, 2022, and 2023 were:

Year		Balance at Beginning of Fiscal Year	Claims and Changes in Estimates	Current Claims & Payments	Balance at Fiscal Year end ²
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
2022-2023	\$	1,999,068	\$ 1,986,730	\$ 2,257,905	\$ 1,727,893

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, 2023, the City has one agreement under Chapter 312 that resulted in \$192,093 in tax abatements. Under Chapter 378, the City had twenty-two active agreements that resulted in \$73,306 in tax abatements. The City had eleven active agreements under Chapter 380 that resulted in sales tax refunds of \$734,340 and four that resulted in property tax refunds of \$668,693.

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, 2023, 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, 2023, 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, 2023, the amount of unspent interest to date was \$32,950. 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)-	\$ 465,477
Adjustments:	
Timing Differences-Encumbrances	(4,824,140)
Basic Differences:	
Non Budgeted-Allowance for Doubtful Accounts	<u>58,994</u>
Excess of revenues and other financing sources over expenditures and other uses (GAAP Basis)-budgetary classifications	(4,299,669)
Other adjustments-Excess of revenues and other financing Sources over expenditures and other uses for non-budgeted Funds-(Entity Differences)	<u>45,645,908</u>
Excess (Deficiency) of revenues and other financing sources over expenditures and other uses – Budget Basis	\$ <u><u>41,346,239</u></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:

	General Fund	Debt Service	Other Governmental Funds
Fund Balances:			
Nonspendable:			
Inventory	8,061	-	124,002
Permanent Fund Principal	-	-	50,000
Restricted for:			
Debt Service	-	9,401,084	-
Police	148,003	-	5,950,408
Fire	-	-	52,692
Municipal Court	924,665	-	-
Urban Redevelopment and Housing	-	-	351,456
Welfare	4,320,279	-	-
Environmental Services	-	-	5,939,916
Noise Abatement	-	-	224,861
Convention and Tourism	-	-	6,959,800
Parks and Recreation	12,398	-	1,741,688
Sports & Community Venue	-	-	86,497,659
Education	2,637	-	1,438,360
Downtown TIRZ 1	-	-	3,392,688
TIRZ 2	-	-	1,633
Parking Meters	-	-	3,975
Permanent Fund Revenues	-	-	32,950
Capital Projects (Parks, Infrast., Mun. Imp)	-	-	71,301,366
American Rescue Act	-	-	2,187,545
Detoxification Center	-	-	1,672,066
Committed to:			
General Government	35,285,850	-	-
Police	1,059,548	-	314,554
Fire	717,184	-	-
Municipal Court	23,786	-	-
Traffic Safety	201,877	-	-
Parking Meters	-	-	53,040
Public Works	94,230	-	-
911 Regional Fund	-	-	2,454,032
Urban Redevelopment and Housing	-	-	3,732,710
Health Services	-	-	667,211
Welfare	877,710	-	-
Environmental Services	-	-	1,650,384
Parks and Recreation	536,161	-	212,715
Capital Grants	-	-	588,189
Other	747,848	-	-
Transportation	-	-	20,214,120
American Rescue Act	-	-	7,853,392
Sec. 108 Southern Hotel	-	-	4,115,000
Capital Purchases (Equipment)	-	-	703,815
Capital Projects	-	-	2,073,681
Assigned to:			
Parking Meters	-	-	933,450
Urban Redevelopment and Housing	-	-	(194,359)
Sec. 108 Southern Hotel	-	-	(4,115,000)
Environmental Services	-	-	3,166,118
Parks and Recreation	-	-	688,771
Health Services	-	-	1,439,734
Transportation	-	-	8,807,739
Capital Projects	-	-	73,642,465
Unassigned	<u>1,210,142</u>	<u>-</u>	<u>(14,490,004)</u>
Total Fund Balances	<u>46,170,379</u>	<u>9,401,084</u>	<u>302,434,822</u>

NOTE 25 – PRIOR YEAR ADJUSTMENT

There were no prior year adjustments in the year ended September 30, 2023.

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)

	12/31/2022	12/31/2021	12/31/2020	12/31/2019
Total pension liability				
Service Cost	\$ 22,655,803	21,554,634	21,660,281	20,007,128
Interest (on the Total Pension Liability)	52,716,385	49,631,266	46,889,636	44,301,441
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	4,467,362	5,210,969	(26,803)	(431,846)
Change of assumptions	-	-	-	685,153
Benefit payments, including refunds of employee contributions	(33,201,077)	(29,282,902)	(26,424,189)	(27,665,477)
Net Change in Total Pension Liability	46,638,473	47,113,967	42,098,925	36,896,399
Total Pension Liability-Beginning	786,256,113	739,142,146	697,043,221	660,146,822
Total Pension Liability-Ending	\$ 832,894,586	786,256,113	739,142,146	697,043,221
Plan Fiduciary Net Position				
Contributions-Employer	\$ 26,859,712	26,201,949	26,071,999	24,513,447
Contributions-Employee	9,156,502	8,721,528	8,786,917	8,257,659
Net Investment Income	(51,221,632)	80,300,671	42,872,980	74,997,278
Benefit payments, including refunds of employee contributions	(33,201,077)	(29,282,902)	(26,424,189)	(27,665,477)
Administrative Expense	(442,660)	(371,087)	(277,112)	(423,253)
Other	528,225	2,540	(10,812)	(12,714)
Net Change in Plan Fiduciary Net Position	(48,320,930)	85,572,699	51,019,783	79,666,940
Plan Fiduciary Net Position-Beginning	700,779,586	615,206,887	564,187,103	484,520,163
Plan Fiduciary Net Position-Ending	\$ 652,458,656	700,779,586	615,206,886	564,187,103
Net Pension Liability-Ending	\$ 180,435,930	85,476,527	123,935,260	132,856,118
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	78.34%	89.13%	83.23%	80.94%
Covered Employee Payroll	\$ 130,807,179	124,593,260	125,276,352	117,966,558
Net Pension Liability as a Percentage of Covered Payroll	137.94%	68.60%	98.93%	112.62%

(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%.
In 2023, rate changed from 1.84% to 4.05%.

Other Information:

Notes There were no benefit changes during the year.

(Continued)

12/31/2018	12/31/2017	12/31/2016	12/31/2015	12/31/2014
18,935,093	18,055,726	17,550,829	16,137,452	14,954,531
41,776,661	39,304,497	36,935,879	36,278,827	34,062,490
-	-	-	-	-
408,431	(1,450,209)	(2,007,074)	(6,889,003)	(3,571,761)
-	-	-	(1,671,663)	-
(20,838,620)	(18,611,473)	(16,671,410)	(14,594,700)	(14,154,831)
40,281,565	37,298,541	35,808,224	29,260,913	31,290,429
619,865,257	582,566,716	546,758,492	517,497,579	486,207,150
660,146,822	619,865,257	582,566,716	546,758,492	517,497,579
23,259,291	22,434,463	21,915,367	20,857,055	19,414,300
7,801,392	7,422,994	7,206,069	6,894,937	6,639,377
(14,669,500)	58,259,387	25,837,605	544,191	19,324,455
(20,838,620)	(18,611,473)	(16,671,410)	(14,594,700)	(14,154,831)
(283,249)	(301,727)	(291,637)	(331,414)	(201,717)
(14,799)	(15,292)	(15,713)	(16,368)	(16,584)
(4,745,485)	69,188,352	37,980,281	13,353,701	31,005,000
489,265,648	420,077,296	382,097,015	368,743,314	337,738,314
484,520,163	489,265,648	420,077,296	382,097,015	368,743,314
175,626,659	130,599,609	162,489,420	164,661,477	148,754,265
73.40%	78.93%	72.11%	69.88%	71.26%
111,448,461	106,023,054	102,937,415	98,459,134	94,769,773
157.59%	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

	9/30/2023	9/30/2022	9/30/2021	9/30/2020
Total pension liability				
Service Cost	\$ 8,227,582	8,007,379	7,359,403	7,162,436
Interest (on the Total Pension Liability)	23,186,738	21,973,981	20,761,291	19,612,577
Changes of benefit terms	(13,500,967)	-	-	-
Difference between expected and actual experience	18,760,258	-	8,026,480	-
Change of assumptions	-	-	(3,312,518)	-
Benefit payments, including ref of employee contributions	(13,339,542)	(14,286,376)	(12,421,926)	(10,889,659)
Net Change in Total Pension Liability	23,334,069	15,694,984	20,412,730	15,885,354
Total Pension Liability-Beginning	311,776,483	296,081,499	275,668,769	259,783,415
Total Pension Liability-Ending	<u>\$ 335,110,552</u>	<u>311,776,483</u>	<u>296,081,499</u>	<u>275,668,769</u>
Plan Fiduciary Net Position				
Contributions-Employer	\$ 9,453,537	8,557,405	8,145,656	7,555,193
Contributions-Employee	6,720,528	6,156,430	5,931,306	5,568,885
Net Investment Income	(34,109,488)	43,913,397	7,260,258	2,218,729
Benefit payments, including ref of employee contributions	(13,339,542)	(14,286,376)	(12,421,926)	(10,889,659)
Administrative Expense	(253,540)	(330,298)	(242,952)	(268,743)
Other	-	-	-	-
Net Change in Plan Fiduciary Net Position	(31,528,505)	44,010,558	8,672,342	4,184,405
Plan Fiduciary Net Position-Beginning	211,681,142	167,670,584	158,998,242	154,813,837
Plan Fiduciary Net Position-Ending	<u>\$ 180,152,637</u>	<u>211,681,142</u>	<u>167,670,584</u>	<u>158,998,242</u>
Net Pension Liability-Ending	<u>\$ 154,957,915</u>	<u>100,095,341</u>	<u>128,410,915</u>	<u>116,670,527</u>
 Plan Fiduciary Net Position as a Percentage of Total Pension Liability	 53.76%	 67.90%	 56.63%	 57.68%
 Covered Payroll	 \$ 44,803,520	 41,042,867	 39,542,040	 37,125,900
Net Pension Liability as a Percentage of Covered Payroll	345.86%	243.88%	324.75%	314.26%

(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. In 2023, changed from 57 years to 31 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	Retirement age changed from age 50, 20 years of service in 2022 to age 53, 23 years of service in 2023.

(Continued)

9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
6,711,542	6,500,283	5,959,061	5,757,547	5,562,847
18,757,868	17,648,587	16,635,239	15,644,420	14,710,813
-	-	(4,481,331)	-	-
(5,966,888)	-	2,728,669	-	-
14,786,931	-	3,829,393	-	-
(10,471,721)	(10,165,487)	(9,340,307)	(9,096,190)	(8,500,340)
23,817,732	13,983,383	15,330,724	12,305,777	11,773,320
235,965,683	221,982,300	206,651,576	194,345,799	182,572,479
259,783,415	235,965,683	221,982,300	206,651,576	194,345,799
7,264,588	6,845,693	6,801,034	6,222,249	6,044,620
5,416,147	5,109,297	5,075,400	4,642,722	4,521,220
10,891,487	14,198,072	9,529,045	(5,430,523)	9,030,933
(10,471,721)	(10,165,487)	(9,340,307)	(9,096,190)	(8,500,340)
(272,399)	(310,945)	(209,946)	(239,505)	(221,416)
2,461	1,440	11,587	-	-
12,830,563	15,678,070	11,866,813	(3,901,247)	10,875,017
141,983,274	126,305,204	114,438,391	118,339,638	107,464,621
154,813,837	141,983,274	126,305,204	114,438,391	118,339,638
104,969,578	93,982,409	95,677,096	92,213,185	76,006,161
59.59%	60.17%	56.90%	55.38%	60.89%
36,107,647	34,061,980	33,836,000	30,951,480	30,141,467
290.71%	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

	9/30/2023	9/30/2022	9/30/2021	9/30/2020
Total pension liability				
Service Cost	\$ 198,982	233,432	220,426	377,148
Interest (on the Total Pension Liability)	929,885	870,972	817,956	753,532
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	137,915	78,173	490,990	(77,518)
Change of assumptions	(111,764)	(486,570)	(364,738)	633,324
Benefit payments, including refunds of employee contributions	(316,477)	(292,982)	(257,493)	(255,653)
Net Change in Total Pension Liability	838,541	403,025	907,141	1,430,833
Total Pension Liability-Beginning	15,084,740	14,681,715	13,774,574	12,343,741
Total Pension Liability-Ending	<u>\$ 15,923,281</u>	<u>15,084,740</u>	<u>14,681,715</u>	<u>13,774,574</u>
Plan Fiduciary Net Position				
Contributions-Employer	\$ 937,460	783,262	955,737	1,840,000
Contributions-Employee	49,206	48,264	47,946	49,872
Net Investment Income	1,729,101	(2,884,025)	2,554,735	1,001,152
Benefit payments, including refunds of employee contributions	(316,477)	(292,982)	(257,493)	(255,653)
Administrative Expense	(246,967)	(279,533)	(264,323)	(219,966)
Other	-	-	-	-
Net Change in Plan Fiduciary Net Position	2,152,323	(2,625,014)	3,036,602	2,415,405
Plan Fiduciary Net Position-Beginning	13,383,371	16,008,385	12,971,783	10,556,378
Plan Fiduciary Net Position-Ending	<u>\$ 15,535,694</u>	<u>13,383,371</u>	<u>16,008,385</u>	<u>12,971,783</u>
Net Pension Liability(Asset)-Ending	<u>\$ 387,587</u>	<u>1,701,369</u>	<u>(1,326,670)</u>	<u>802,791</u>
 Plan Fiduciary Net Position as a Percentage of Total Pension Liability	 97.57%	 88.72%	 109.04%	 94.17%
 Covered Payroll	 \$ 8,446,694	 8,117,957	 7,705,487	 7,484,337
Net Pension Liability/(Asset) as a Percentage of Covered Payroll	4.59%	20.96%	-17.22%	10.73%

(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)

9/30/2019	9/30/2018	9/30/2017	9/30/2016
309,361	164,279	169,500	160,902
729,536	722,028	660,804	608,457
-	-	-	-
(182,684)	247,987	139,715	-
188,764	-	-	-
(188,309)	(191,901)	(150,612)	(116,526)
856,668	942,393	819,407	652,833
11,487,074	10,544,681	9,725,274	9,072,441
12,343,742	11,487,074	10,544,681	9,725,274
825,000	950,000	877,000	600,000
53,040	53,604	54,373	54,264
431,289	420,578	671,821	483,385
(188,309)	(191,901)	(150,612)	(116,526)
(197,859)	-	-	-
-	-	-	-
923,161	1,232,281	1,452,582	1,021,123
9,633,217	8,400,936	6,948,354	5,927,231
10,556,378	9,633,217	8,400,936	6,948,354
1,787,364	1,853,857	2,143,745	2,776,920
85.52%	83.86%	79.67%	71.45%
7,149,335	7,045,845	6,873,995	6,772,317
25.00%	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
9/30/2023	\$ 27,152,451	\$ 27,152,451	\$ -	\$ 130,855,185	20.75%	\$ 9,096,984
	\$ 27,440,296	\$ 27,440,296	\$ -	\$ 129,680,039	21.16%	\$ 9,127,505

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	\$ -	\$ 30,141,467	20.64%	\$ 4,642,722
9/30/2016	\$ 6,801,034	\$ 6,801,034	\$ -	\$ 30,951,480	21.97%	\$ 5,075,400
9/30/2017	\$ 6,845,693	\$ 6,845,693	\$ -	\$ 33,836,000	20.23%	\$ 5,109,297
9/30/2018	\$ 7,264,588	\$ 7,264,588	\$ -	\$ 34,061,980	21.33%	\$ 5,416,147
9/30/2019	\$ 7,555,193	\$ 7,555,193	\$ -	\$ 36,107,647	20.92%	\$ 5,568,885
9/30/2020	\$ 8,145,656	\$ 8,145,656	\$ -	\$ 37,125,900	21.94%	\$ 5,931,306
9/30/2021	\$ 8,557,405	\$ 8,557,405	\$ -	\$ 39,542,040	21.64%	\$ 6,156,430
9/30/2022	\$ 9,453,537	\$ 9,453,537	\$ -	\$ 41,042,867	23.03%	\$ 6,720,528
9/30/2023	\$ 9,105,525	\$ 9,105,525	\$ -	\$ 44,803,520	20.32%	\$ 6,556,220

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 53 with 23 years of service
Mortality	Based on the PubS-2010 (safety employees) total dataset mortality tables for employees and for retirees, projected for motailtiy 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
9/30/2023	\$ 900,024	\$ 937,460	\$ 37,436	\$ 8,446,694	11.10%	\$ 49,206

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

	2023	2022	2021	2020	2019	2018
Total OPEB Liability						
Service Cost	\$ 5,693,568	9,699,796	10,010,416	10,372,466	7,892,469	9,148,227
Interest on Total OPEB Liability	7,067,493	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)	(28,559,145)	-	(66,772,717)	-	(10,789,640)	-
Effect of Assumption Changes or Inputs	(1,360,561)	(42,878,558)	(3,014,214)	39,216,867	49,441,385	(15,842,897)
Benefit Payments	(4,135,033)	(6,056,145)	(5,679,214)	(4,411,859)	(4,214,723)	(3,021,511)
Net Change in Total OPEB Liability	(21,293,678)	(34,415,105)	(59,418,413)	51,111,013	49,052,955	(3,281,959)
Total OPEB Liability-Beginning	172,161,855	206,576,960	265,995,373	214,884,360	165,831,405	169,113,364
Total OPEB Liability-Ending	\$ 150,868,177	172,161,855	206,576,960	265,995,373	214,884,360	165,831,405
 Covered Employee Payroll	 \$ 154,530,551	 158,689,146	 154,069,928	 137,663,439	 137,663,439	 133,152,871
Net Pension Liability as a Percentage of Covered Employee Payroll	97.63%	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%.
In 2023, the rate changed from 4.02% to 4.09%.

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.

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**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

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, 2023**

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Taxes:				
Current	\$ 21,792,672	21,792,672	21,913,002	120,330
Delinquent - Prior	298,144	298,144	260,752	(37,392)
Total Taxes	22,090,816	22,090,816	22,173,754	82,938
Other Taxes:				
Penalties & Interest	253,364	253,364	257,330	3,966
Investment Income:				
Interest Earnings	45,000	45,000	503,821	458,821
Total Investment Income	298,364	298,364	761,151	462,787
Special Assessments:				
Paving Assessments	8,590	8,590	6,936	(1,654)
Total Special Assessments	8,590	8,590	6,936	(1,654)
TOTAL REVENUES	22,397,770	22,397,770	22,941,841	544,071
EXPENDITURES:				
Principal Retirement:				
General Obligations Debt	10,983,891	10,983,891	10,983,891	-
Revenue Bonds Debt	1,995,000	2,285,000	2,285,000	-
Contractual Obligations Debt	5,380,193	5,380,193	5,380,193	-
Total Principal Retirement	18,359,084	18,649,084	18,649,084	-
Interest:				
General Obligations Debt	2,961,682	2,961,682	2,961,592	90
Revenue Bonds Debt	1,441,707	2,230,805	2,230,803	2
Contractual Obligations Debt	4,522,103	5,584,456	5,607,201	(22,745)
Total Interest	8,925,492	10,776,943	10,799,596	(22,653)
Other:				
Contractual Services	24,500	24,708	15,179	9,529
Other	2,700,000	558,549	-	558,549
Fiscal Agent Fees	15,000	15,000	14,425	575
Total Other	2,739,500	598,257	29,604	568,653
TOTAL EXPENDITURES	30,024,076	30,024,284	29,478,284	546,000
Excess (Deficiencies) of Revenues Over (Under) Expenditures	\$ (7,626,306)	(7,626,514)	(6,536,443)	1,090,071 (Continued)

CITY OF LAREDO, TEXAS
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
Year Ended September 30, 2023

(Continued)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
OTHER FINANCING SOURCES (USES):				
Transfers In:				
General Fund	-	-	-	-
Airport	-	-	-	-
Environmental Services	\$ 2,823,427	2,823,427	2,823,427	-
Parking Meters	-	-	-	-
Sports and Community Venue	3,436,707	3,436,707	4,499,060	1,062,353
Downtown Tirz #1	154,675	154,675	154,675	-
2016 Certificate of Obligation	-	-	2,906	2,906
TOTAL OTHER FINANCING SOURCES (USES):	6,414,809	6,414,809	7,480,068	1,065,259
Net Change in Fund Balances	(1,211,497)	(1,211,705)	943,625	2,155,330
Fund Balances-Beginning	9,654,804	8,457,459	8,457,459	-
Fund Balances-Ending	\$ 8,443,307	7,245,754	9,401,084	2,155,330

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.

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.

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.

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

UNITRADE BASEBALL STADIUM - to account for the sales baseball stadium's operation. Its function is to provide a ballpark which serves as the home to many special events and sports events.

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.

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

TIRZ NO.2 FUND – to account for the tax increment reinvestment zone for The Coves Community.

DETOXIFICATION CENTER – to account for the center's operation. Its function is to provide withdrawal management and crisis stabilization services to individuals who are impacted by alcohol and substance use disorders for 7 to 14 days.

SECTION 108 SOUTHERN HOTEL FUND- to account for the Section 108 HUD loan for the renovation of the Southern Hotel 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.

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.

CERTIFICIATE OF OBLIGATION 2022 ISSUE – to account for \$50,000,000 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 rights-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.

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CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2023

(Continued)

	SPECIAL REVENUE			
	BLOCK GRANTS	HOUSING REHAB	HOME INVESTMENT	EMERGENCY SHELTER
ASSETS				
Cash and Cash Equivalents:				
Cash	\$ -	-	-	-
Equity in Investment Pool	-	2,059	-	-
Cash with Fiscal Agent	-	-	-	-
Investments	-	343,140	-	-
Receivables, net of allowances:				
Accrued Interest	-	4,283	-	-
Hotel-Motel Tax, Penalty and Interest	-	-	-	-
Accounts	1,811	-	729	-
Notes	-	2,325,406	14,281,703	-
Due from Other Funds	-	-	-	-
Due from Other Governments	844,215	-	603,072	17,143
Inventory	-	-	-	-
TOTAL ASSETS	846,026	2,674,888	14,885,504	17,143
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	314,808	4,865	369,441	15,607
Retainage Payable	45,454	-	41,558	-
Accrued Wages and Employee Benefits	52,018	4,849	4,351	427
Contracts Payable	-	-	-	-
Customer Deposits	-	-	-	-
Due to Other Funds	433,746	-	5,605	1,109
Due to Other Governments	-	-	-	-
Due to Developers	-	-	-	-
Unearned Revenue	-	327,304	2,074,264	-
TOTAL LIABILITIES	846,026	337,018	2,495,219	17,143
Deferred Inflows of Resources	-	2,207,712	12,207,439	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	846,026	2,544,730	14,702,658	17,143
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	-	182,846	-
Committed	3,408,193	78,688	-	245,829
Assigned	-	51,470	-	(245,829)
Unassigned	(3,408,193)	-	-	-
TOTAL FUND BALANCES	-	130,158	182,846	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 846,026	2,674,888	14,885,504	17,143

(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	5,250
-	2,300	-	-	-	11,720
-	-	-	-	-	-
-	373,761	-	-	-	2,101,170
8,484	4,665	-	-	-	26,227
-	-	-	-	-	-
-	-	56	55	-	10,484
836,340	-	-	-	-	-
-	-	-	-	-	-
-	304,089	271,262	1,512,906	334,322	3,984,304
-	-	-	-	-	3,255
844,824	684,815	276,318	1,512,961	334,522	6,142,410
-	7,923	17,278	28,172	78,077	234,515
-	-	-	-	-	-
-	56,581	27,795	157,250	17,539	633,845
-	-	-	-	-	-
-	-	-	-	-	-
-	-	231,245	24,411	218,598	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	20,308	-
-	64,504	276,318	209,833	334,522	868,360
844,824	-	-	14,366	-	3,163,850
844,824	64,504	276,318	224,199	334,522	4,032,210
-	-	-	-	-	3,255
-	518,311	-	1,288,762	-	-
-	102,000	425	-	2,454,032	667,211
-	-	-	-	-	1,439,734
-	-	(425)	-	(2,454,032)	-
-	620,311	-	1,288,762	-	2,110,200
844,824	684,815	276,318	1,512,961	334,522	6,142,410

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2023

(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	1,345	161,514	35,650	10,614
Cash with Fiscal Agent	-	-	-	-
Investments	216,602	28,554,476	6,299,457	1,876,012
Receivables, net of allowances:				
Accrued Interest	2,704	356,420	78,630	23,417
Hotel-Motel Tax, Penalty and Interest	-	-	195,742	-
Accounts	-	126,406	-	85,750
Notes	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	-	1,235,564	-	-
Inventory	-	-	-	-
TOTAL ASSETS	220,651	30,434,980	6,609,479	1,995,793
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	10,163	433,235	55,536	557,433
Retainage Payable	-	77,190	-	-
Accrued Wages and Employee Benefits	1,093	154,007	-	-
Contracts Payable	-	-	-	-
Customer Deposits	-	92,452	-	-
Due to Other Funds	-	-	-	-
Due to Other Governments	-	30,811	-	-
Due to Developers	-	-	-	-
Deferred Revenue	156,703	460,814	-	-
TOTAL LIABILITIES	167,959	1,248,509	55,536	557,433
Deferred Inflows of Resources	-	164,612	212,257	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	-	1,413,121	267,793	557,433
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	52,692	-	6,341,686	1,438,360
Committed	-	20,214,120	-	-
Assigned	-	8,807,739	-	-
Unassigned	-	-	-	-
TOTAL FUND BALANCES	52,692	29,021,859	6,341,686	1,438,360
TOTAL LIABILITIES AND FUND BALANCES	\$ 220,651	30,434,980	6,609,479	1,995,793

(Continued)

(Continued)

SPECIAL REVENUE

LAREDO CONVENT. & VISITORS	RECREATION FUND	PARKING METERS	ENVIRONMENTAL SERVICES	KEEP LAREDO BEAUTIFUL	NOISE ABATE. LEASE PROGRAM
1,000	-	950	350	-	-
4,476	3,912	5,987	27,499	21	2,409
-	-	-	-	-	-
808,766	708,796	1,022,665	10,805,940	22,065	461,573
10,095	8,847	12,765	98,067	275	5,761
-	-	-	-	-	-
4,912	-	405,321	440,902	-	46,519
-	-	-	366	-	-
-	-	-	-	-	-
-	-	-	48,378	-	-
-	-	-	-	-	-
829,249	721,555	1,447,688	11,421,502	22,361	516,262
169,101	6,738	13,832	142,715	4,735	25,414
18,501	-	-	81,256	-	-
23,112	2,097	33,898	114,970	2,801	23,831
-	-	-	-	-	-
-	-	-	-	-	166,619
-	-	-	-	-	-
421	-	196	-	-	-
-	-	-	-	-	-
-	-	3,975	340,602	-	-
211,135	8,835	51,901	679,543	7,536	215,864
-	-	405,322	366	-	75,537
211,135	8,835	457,223	679,909	7,536	291,401
-	-	-	-	-	-
618,114	-	3,975	5,925,091	14,825	224,861
-	23,949	53,040	1,650,384	-	-
-	688,771	933,450	3,166,118	-	-
-	-	-	-	-	-
618,114	712,720	990,465	10,741,593	14,825	224,861
829,249	721,555	1,447,688	11,421,502	22,361	516,262

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2023

(Continued)

	SPECIAL REVENUE			
	SAMES AUTO ARENA	UNITRADE BASEBALL STADIUM	LDO PUBLIC FACILITY CORP.	MAX MANDEL GOLF COURSE
ASSETS				
Cash and Cash Equivalents:				
Cash	\$ 31,700	-	-	-
Equity in Investment Pool	-	-	829	-
Cash with Fiscal Agent	4,877,050	189,637	-	12,472
Investments	-	-	165,716	-
Receivables, net of allowances:				
Accrued Interest	-	-	2,068	-
Hotel-Motel Tax, Penalty and Interest	-	-	-	-
Accounts	419,426	52,150	-	106,733
Notes	-	-	-	-
Due from Other Funds	72,911	40,975	-	104,894
Due from Other Governments	-	-	-	-
Inventory	57,911	-	-	62,836
TOTAL ASSETS	5,458,998	282,762	168,613	286,935
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	2,829,616	282,762	3	115,190
Retainage Payable	-	-	-	-
Accrued Wages and Employee Benefits	-	-	-	-
Contracts Payable	-	-	-	-
Customer Deposits	-	-	-	16,462
Due to Other Funds	23,826	-	-	21,356
Due to Other Governments	-	-	-	13,040
Due to Developers	-	-	-	-
Deferred Revenue	2,535,781	-	-	80,321
TOTAL LIABILITIES	5,389,223	282,762	3	246,369
Deferred Inflows of Resources	-	-	-	1,049
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	5,389,223	282,762	3	247,418
Fund Balances:				
Nonspendable	57,911	-	-	62,836
Restricted	-	-	168,610	-
Committed	182,940	-	-	5,826
Assigned	-	-	-	-
Unassigned	(171,076)	-	-	(29,145)
TOTAL FUND BALANCES	69,775	-	168,610	39,517
TOTAL LIABILITIES AND FUND BALANCES	\$ 5,458,998	\$ 282,762	168,613	286,935

(Continued)

(Continued)

SPECIAL REVENUE

PARKLAND ACQUISITION PARK IMPROVEMENTS	DOWNTOWN TIRZ NO.1	TIRZ NO. 2 FUND	DETOXIFICATION CENTER	SECTION 108 SOUTHERN HOTEL, FUND	AMERICA RESCUE ACT FUND
-	-	-	-	-	-
9,529	4,922	-	10,511	-	-
-	-	-	-	-	-
1,723,356	3,411,715	1,611	1,857,549	-	41,417,537
21,511	11,309	22	23,186	-	372,511
-	3,724	52	-	-	-
-	-	-	67	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	361,773	-	-
-	-	-	-	-	-
1,754,396	3,431,670	1,685	2,253,086	-	41,790,048
12,708	35,258	-	296,808	-	58,751
-	-	-	-	-	-
-	-	-	44,636	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	457
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	39,543,295
12,708	35,258	-	341,444	-	39,602,503
-	3,724	52	239,576	-	-
12,708	38,982	52	581,020	-	39,602,503
-	-	-	-	-	-
1,741,688	3,392,688	1,633	1,672,066	-	2,187,545
-	-	-	-	4,115,000	7,853,392
-	-	-	-	(4,115,000)	-
-	-	-	-	-	(7,853,392)
1,741,688	3,392,688	1,633	1,672,066	-	2,187,545
1,754,396	3,431,670	1,685	2,253,086	-	41,790,048

(Continued)

**CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2023**

(Continued)

	SPECIAL REVENUE		CAPITAL PROJECTS	
	POLICE TRUST FUND	SUBDIVISION TRUST FUND	PARKS CAPITAL GRANTS	CAPITAL GRANTS
ASSETS				
Cash and Cash Equivalents:				
Cash	\$ -	-	-	-
Equity in Investment Pool	24,268	13,514	-	-
Cash with Fiscal Agent	-	-	-	-
Investments	4,316,269	2,402,431	246	-
Receivables, net of allowances:				
Accrued Interest	53,876	29,987	6	-
Hotel-Motel Tax, Penalty and Interest	-	-	-	-
Accounts	-	-	-	-
Notes	-	-	-	-
Due from Other Funds	-	-	-	85,004
Due from Other Governments	-	-	-	1,084
Inventory	-	-	-	-
TOTAL ASSETS	4,394,413	2,445,932	252	86,088
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	38,949	39	-	-
Retainage Payable	-	-	-	-
Accrued Wages and Employee Benefits	-	-	-	-
Contracts Payable	-	-	-	-
Customer Deposits	-	-	-	-
Due to Other Funds	-	-	-	71,640
Due to Other Governments	-	-	-	-
Due to Developers	-	2,445,893	-	-
Deferred Revenue	-	-	-	-
TOTAL LIABILITIES	38,949	2,445,932	-	71,640
Deferred Inflows of Resources	-	-	-	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	38,949	2,445,932	-	71,640
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	4,143,335	-	252	-
Committed	212,129	-	-	588,189
Assigned	-	-	-	-
Unassigned	-	-	-	(573,741)
TOTAL FUND BALANCES	4,355,464	-	252	14,448
TOTAL LIABILITIES AND FUND BALANCES	\$ 4,394,413	2,445,932	252	86,088

(Continued)

(Continued)

CAPITAL PROJECTS					
CONTRACTUAL OBLIGATIONS	CERTIFICATE OF OBLIGATION 09 ISSUE	CERTIFICATE OF OBLIGATION 12 ISSUE	CERTIFICATE OF OBLIGATION 14 ISSUE	CERTIFICATE OF OBLIGATION 15 ISSUE	CERTIFICATE OF OBLIGATION 16 ISSUE
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,928,350	96,216	13,556	138,060	3,167,863	7,520,182
-	-	-	-	-	140,381
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,928,350	96,216	13,556	138,060	3,167,863	7,660,563
37,426	4	-	4	12,424	280
-	-	-	534	-	1,045
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	830	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
37,426	4	-	538	13,254	1,325
-	-	-	-	-	-
37,426	4	-	538	13,254	1,325
-	-	-	-	-	-
1,890,924	96,212	13,556	137,522	3,154,609	7,659,238
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,890,924	96,212	13,556	137,522	3,154,609	7,659,238
1,928,350	96,216	13,556	138,060	3,167,863	7,660,563

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2023

(Continued)

	CAPITAL PROJECTS			
	CERTIFICATE OF OBLIGATION 17 ISSUE	CERTIFICATE OF OBLIGATION 18 ISSUE	CERTIFICATE OF OBLIGATION 19 ISSUE	CERTIFICATE OF OBLIGATION 21 ISSUE
ASSETS				
Cash and Cash Equivalents:				
Cash	\$ -	-	-	-
Equity in Investment Pool	-	42	18	62
Cash with Fiscal Agent	-	-	-	-
Investments	1,841,953	6,102,213	8,947,234	10,283,826
Receivables, net of allowances:				
Accrued Interest	-	60,647	69,145	66,986
Hotel-Motel Tax, Penalty and Interest	-	-	-	-
Accounts	-	-	37,514	-
Notes	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	-	-	-	-
Inventory	-	-	-	-
TOTAL ASSETS	1,841,953	6,162,902	9,053,911	10,350,874
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	18,066	4,858	43,629	8,716
Retainage Payable	4,099	3,564	43,274	9,939
Accrued Wages and Employee Benefits	-	-	-	-
Contracts Payable	-	15,812	396,538	188,847
Customer Deposits	-	-	-	-
Due to Other Funds	-	-	85,004	-
Due to Other Governments	-	-	-	-
Due to Developers	-	-	-	-
Deferred Revenue	-	-	-	-
TOTAL LIABILITIES	22,165	24,234	568,445	207,502
Deferred Inflows of Resources	-	-	-	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	22,165	24,234	568,445	207,502
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	1,819,788	6,138,668	8,485,466	10,143,372
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
TOTAL FUND BALANCES	1,819,788	6,138,668	8,485,466	10,143,372
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,841,953	6,162,902	9,053,911	10,350,874

(Continued)

CAPITAL PROJECTS			PERMANENT FUND	
CERTIFICATE OF OBLIGATION 22 ISSUE	AIRPORT CONSTRUCTION FUND	CAPITAL IMPROVEMENT	CANSECO ENDOWMENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
-	-	-	-	45,050
-	8,039	428,137	428	769,805
-	-	-	-	5,079,159
26,162,082	1,417,141	75,618,700	81,507	252,209,736
613,659	17,689	943,881	1,017	3,068,521
-	-	-	-	199,518
-	-	-	-	1,738,835
-	-	-	-	17,443,815
-	-	-	-	303,784
-	4,854,832	2,642,694	-	17,015,638
-	-	-	-	124,002
26,775,741	6,297,701	79,633,412	82,952	297,997,863
150,338	217,336	499,221	2	7,151,976
-	1,089,007	-	-	1,415,421
-	-	39,418	-	1,394,518
-	1,371,951	-	-	1,973,148
-	-	-	-	275,533
340,523	-	759,030	-	2,217,380
-	-	-	-	44,468
-	-	-	-	2,445,893
-	-	58,310	-	45,601,677
490,861	2,678,294	1,355,979	2	62,520,014
-	-	-	-	19,540,686
490,861	2,678,294	1,355,979	2	82,060,700
-	-	-	50,000	174,002
26,284,880	3,619,407	1,857,472	32,950	101,251,404
-	-	2,777,496	-	44,632,843
-	-	73,642,465	-	84,368,918
-	-	-	-	(14,490,004)
26,284,880	3,619,407	78,277,433	82,950	215,937,163
26,775,741	6,297,701	79,633,412	82,952	297,997,863

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Year ended September 30, 2023

(Continued)

	SPECIAL REVENUE			
	BLOCK GRANTS	HOUSING REHAB	HOME INVESTMENT	EMERGENCY SHELTER
REVENUES:				
Taxes	\$ -	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental:				
Federal	5,055,587	2,394,018	1,561,914	1,680,156
State	-	-	-	-
Other	-	-	-	-
Charges for Services	-	-	-	-
Fines	-	-	-	-
Fees and Collections	-	-	-	-
Investment Income:				
Interest Earnings	-	42,345	7,487	-
Rents and Royalties	-	-	-	-
Discount Earnings	-	-	-	-
Miscellaneous:				
Local Contributions	-	-	-	-
Reimbursements	6,809	57,754	79,533	-
Other	-	-	-	-
TOTAL REVENUES	5,062,396	2,494,117	1,648,934	1,680,156
EXPENDITURES:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Health and Welfare	1,981,923	2,458,564	2,097,223	1,680,156
Cultural and Recreational	-	-	-	-
General Government	1,420,614	1,556	-	-
Air Transportation Services	-	-	-	-
Debt Service:				
Principal	1,654	-	-	-
Interest	69	-	-	-
Bond Costs	-	-	-	-
Capital Outlay	1,658,136	-	-	-
TOTAL EXPENDITURES	5,062,396	2,460,120	2,097,223	1,680,156
Excess (Deficiency) of Revenues Over Expenditures	-	33,997	(448,289)	-
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	13,108	-
Proceeds - Long Term Debt	-	-	-	-
Bond Premiums	-	-	-	-
Transfers Out	-	-	-	-
Sale of Assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	13,108	-
Net Change in Fund Balance	-	33,997	(435,181)	-
Fund Balances at Beginning of Year	-	96,161	618,027	-
FUND BALANCE AT END OF YEAR	\$ -	130,158	182,846	-

(Continued)

(Continued)

SPECIAL REVENUE					
HOME INV. AFFORDABLE HOUSING	AUTO THEFT TASK FORCE	FINANCIAL TASK FORCE	SPECIAL POLICE PROGRAM	911 REGIONAL COMM. FUND	HEALTH FUND
-	-	-	-	-	-
-	-	-	-	-	628,114
-	-	825,358	2,666,046	-	2,517,961
-	769,111	-	2,490,305	2,409,492	14,130,217
-	-	-	113,636	-	309,389
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	707,445
-	2,811	-	5,884	-	62,850
-	-	-	-	-	267
-	-	-	-	-	355
-	-	-	-	-	395,509
12,028	47,913	-	-	110	565,582
-	-	-	-	-	509,692
12,028	819,835	825,358	5,275,871	2,409,602	19,827,381
-	1,218,409	866,093	5,596,374	2,367,886	-
-	-	-	-	-	-
-	-	-	-	-	23,304,380
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	608	13,187
-	-	-	-	25	552
-	-	-	-	-	-
-	-	-	547,859	41,083	55,269
-	1,218,409	866,093	6,144,233	2,409,602	23,373,388
12,028	(398,574)	(40,735)	(868,362)	-	(3,546,007)
-	482,289	40,735	887,155	-	3,425,547
-	-	-	-	-	-
-	-	-	-	-	-
(12,028)	-	-	-	-	-
-	-	-	-	-	-
(12,028)	482,289	40,735	887,155	-	3,425,547
-	83,715	-	18,793	-	(120,460)
-	536,596	-	1,269,969	-	2,230,660
-	620,311	-	1,288,762	-	2,110,200

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Year ended September 30, 2023

(Continued)

	SPECIAL REVENUE			
	INT'L. AIRPORT	HOTEL/MOTEL OCCUPANCY TAX	PUBLIC ACCESS CHANNEL	LAREDO CONVENT. & VISITORS
REVENUES:				
Taxes	\$ -	5,020,255	-	-
Licenses and Permits	-	-	-	-
Intergovernmental:				
Federal	4,035,235	-	-	-
State	108,605	-	-	-
Other	-	-	-	-
Charges for Services	-	-	-	-
Fines	-	-	-	-
Fees and Collections	674,753	-	315,482	7,221
Investment Income:				
Interest Earnings	1,106,511	267,925	84,835	4,280
Rents and Royalties	7,215,482	-	-	-
Discount Earnings	-	-	-	-
Miscellaneous:				
Local Contributions	-	-	-	18,762
Reimbursements	521,588	-	-	4,556
Other	-	-	-	-
TOTAL REVENUES	13,662,174	5,288,180	400,317	34,819
EXPENDITURES:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Health and Welfare	-	-	-	-
Cultural and Recreational	-	496,130	227,836	3,537,298
General Government	-	-	-	-
Air Transportation Services	9,476,670	-	-	-
Debt Service:				
Principal	69,009	-	-	683
Interest	2,119	-	-	29
Bond Costs	-	-	-	-
Capital Outlay	1,268,857	-	844,878	54,422
TOTAL EXPENDITURES	10,816,655	496,130	1,072,714	3,592,432
Excess (Deficiency) of Revenues Over Expenditures	2,845,519	4,792,050	(672,397)	(3,557,613)
OTHER FINANCING SOURCES (USES):				
Transfers In	550,000	-	-	3,239,145
Proceeds - Long Term Debt	-	-	-	-
Bond Premiums	-	-	-	-
Transfers Out	(47,823)	(3,630,446)	-	-
Sale of Assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	502,177	(3,630,446)	-	3,239,145
Net Change in Fund Balance	3,347,696	1,161,604	(672,397)	(318,468)
Fund Balances at Beginning of Year	25,674,163	5,180,082	2,110,757	936,582
FUND BALANCE AT END OF YEAR	\$ 29,021,859	6,341,686	1,438,360	618,114

(Continued)

(Continued)

SPECIAL REVENUE					
RECREATION FUND	PARKING METERS	ENVIRONMENTAL SERVICES	KEEP LAREDO BEAUTIFUL, INC. FUND	NOISE ABATE. LEASE PROGRAM	SAMES AUTO ARENA
-	-	-	-	-	-
-	20,471	314,375	-	-	-
-	-	-	-	50,355	-
-	-	243,656	-	-	-
-	300	21,250	20,000	-	-
-	-	8,511,216	-	-	5,834,217
-	458,301	-	-	-	-
429,255	1,139,778	-	-	34,435	-
25,387	43,258	496,736	80	21,169	-
-	-	-	-	2,111,566	-
-	475	7,051	-	-	-
-	-	-	10,889	-	-
-	159	-	-	7,528	-
-	-	-	-	-	-
454,642	1,662,742	9,594,284	30,969	2,225,053	5,834,217
-	1,570,063	-	-	-	-
-	-	-	-	-	-
-	-	6,301,484	179,056	1,886,469	-
589,590	-	-	-	-	6,800,914
-	-	-	-	-	-
-	-	-	-	-	-
-	523	-	-	-	-
-	22	-	-	-	-
-	-	-	-	-	-
14,850	24,635	675,892	-	24,158	-
604,440	1,595,243	6,977,376	179,056	1,910,627	6,800,914
(149,798)	67,499	2,616,908	(148,087)	314,426	(966,697)
270,247	-	-	148,788	-	946,920
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(2,966,522)	-	(550,000)	-
-	-	13,139	-	206	-
270,247	-	(2,953,383)	148,788	(549,794)	946,920
120,449	67,499	(336,475)	701	(235,368)	(19,777)
592,271	922,966	11,078,068	14,124	460,229	89,552
712,720	990,465	10,741,593	14,825	224,861	69,775

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Year ended September 30, 2023

(Continued)

	SPECIAL REVENUE			
	UNITRADE BASEBALL STADIUM	LDO PUBLIC FACILITY CORP.	MAX MANDEL GOLF COURSE	PARKLAND ACQUISITION/ PARK IMPROVEMENTS
REVENUES:				
Taxes	\$ -	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Other	-	-	-	-
Charges for Services	100,025	-	889,807	-
Fines	-	-	-	-
Fees and Collections	-	-	-	268,470
Investment Income:				
Interest Earnings	-	6,810	-	66,166
Rents and Royalties	-	-	-	-
Discount Earnings	-	-	-	-
Miscellaneous:				
Local Contributions	-	-	-	-
Reimbursements	-	10,382	-	76,275
Other	-	-	-	-
TOTAL REVENUES	100,025	17,192	889,807	410,911
EXPENDITURES:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Health and Welfare	-	1,012	-	16,339
Cultural and Recreational	364,161	-	1,663,960	-
General Government	-	-	-	-
Air Transportation Services	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Bond Costs	-	-	-	-
Capital Outlay	-	-	-	296,517
TOTAL EXPENDITURES	364,161	1,012	1,663,960	312,856
Excess (Deficiency) of Revenues Over Expenditures	(264,136)	16,180	(774,153)	98,055
OTHER FINANCING SOURCES (USES):				
Transfers In	264,136	-	703,819	-
Proceeds - Long Term Debt	-	-	-	-
Bond Premiums	-	-	-	-
Transfers Out	-	-	-	-
Sale of Assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	264,136	-	703,819	-
Net Change in Fund Balance	-	16,180	(70,334)	98,055
Fund Balances at Beginning of Year	-	152,430	109,851	1,643,633
FUND BALANCE AT END OF YEAR	\$ -	168,610	39,517	1,741,688

(Continued)

(Continued)

SPECIAL REVENUE					
SPECIAL FIRE GRANTS	DOWNTOWN TIRZ NO. 1	TIRZ No. 2	DETOXIFICATION CENTER	AMERICA RESCUE ACT FUND	POLICE TRUST FUND
-	147,800	1,633	-	-	-
-	-	-	-	-	-
265,653	-	-	653,441	13,232,091	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
10,675	151,413	-	26,184	1,759,421	175,956
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	898,260
-	-	-	-	-	-
276,328	299,213	1,633	679,625	14,991,512	1,074,216
137,686	-	-	-	8,174,998	585,816
-	-	-	-	176,721	-
-	-	-	690,153	225,344	-
-	226,297	-	-	1,650,117	-
-	-	-	-	755,085	-
-	-	-	-	-	-
-	-	-	-	-	274,413
-	-	-	-	-	-
-	-	-	-	-	-
127,968	-	-	147,846	2,249,826	425,594
265,654	226,297	-	837,999	13,232,091	1,285,823
10,674	72,916	1,633	(158,374)	1,759,421	(211,607)
38,837	-	-	1,830,440	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(154,675)	-	-	-	(40,735)
-	-	-	-	-	-
38,837	(154,675)	-	1,830,440	-	(40,735)
49,511	(81,759)	1,633	1,672,066	1,759,421	(252,342)
3,181	3,474,447	-	-	428,124	4,607,806
52,692	3,392,688	1,633	1,672,066	2,187,545	4,355,464

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Year ended September 30, 2023

(Continued)

	CAPITAL PROJECTS			CERTIFICATE OF OBLIGATION 09 ISSUE
	PARKS CAPITAL GRANTS	CAPITAL GRANTS	CONTRACTUAL OBLIGATIONS	
REVENUES:				
Taxes	\$ -	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental:				
Federal	-	-	-	-
State	-	3,928	-	-
Other	-	-	-	-
Charges for Services	-	-	-	-
Fines	-	-	-	-
Fees and Collections	-	-	-	-
Investment Income:				
Interest Earnings	10	-	86,847	7,122
Rents and Royalties	-	-	-	-
Discount Earnings	-	-	-	-
Miscellaneous:				
Local Contributions	-	61,996	-	-
Reimbursements	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	10	65,924	86,847	7,122
EXPENDITURES:				
Public Safety	-	-	-	-
Public Works	-	438,896	62,371	14
Health and Welfare	-	-	-	-
Cultural and Recreational	-	-	-	-
General Government	-	-	-	-
Air Transportation Services	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Bond Costs	-	-	-	-
Capital Outlay	-	-	47,310	62,700
TOTAL EXPENDITURES	-	438,896	109,681	62,714
Excess (Deficiency) of Revenues Over Expenditures	10	(372,972)	(22,834)	(55,592)
OTHER FINANCING SOURCES (USES):				
Transfers In	-	372,972	-	-
Proceeds - Long Term Debt	-	-	-	-
Bond Premiums	-	-	-	-
Transfers Out	-	-	-	-
Sale of Assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	372,972	-	-
Net Change in Fund Balance	10	-	(22,834)	(55,592)
Fund Balances at Beginning of Year	242	14,448	1,913,758	151,804
FUND BALANCE AT END OF YEAR	\$ 252	14,448	1,890,924	96,212

(Continued)

(Continued)

CAPITAL PROJECTS					
CERTIFICATE OF OBLIGATION 12 ISSUE	CERTIFICATE OF OBLIGATION 14 ISSUE	CERTIFICATE OF OBLIGATION 15 ISSUE	CERTIFICATE OF OBLIGATION 16 ISSUE	CERTIFICATE OF OBLIGATION 17 ISSUE	CERTIFICATE OF OBLIGATION 18 ISSUE
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
593	6,335	152,127	325,568	83,368	281,066
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
593	6,335	152,127	325,568	83,368	281,066
-	-	-	-	-	-
-	1,454	152,265	201,518	15,995	14,935
-	-	-	-	7,130	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	11,686	112,508	318,829	45,932	305,828
-	13,140	264,773	520,347	69,057	320,763
593	(6,805)	(112,646)	(194,779)	14,311	(39,697)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(74,086)	(2,906)	-	(31,121)
-	-	-	-	-	-
-	-	(74,086)	(2,906)	-	(31,121)
593	(6,805)	(186,732)	(197,685)	14,311	(70,818)
12,963	144,327	3,341,341	7,856,923	1,805,477	6,209,486
13,556	137,522	3,154,609	7,659,238	1,819,788	6,138,668

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Year ended September 30, 2023

(Continued)

	CAPITAL PROJECTS			
	CERTIFICATE OF OBLIGATION 19 ISSUE	CERTIFICATE OF OBLIGATION 21 ISSUE	CERTIFICATE OF OBLIGATION 22 ISSUE	AIRPORT CONSTRUCTION FUND
REVENUES:				
Taxes	\$ -	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental:				
Federal	-	-	-	13,976,772
State	-	-	-	47,823
Other	-	-	-	-
Charges for Services	-	-	-	-
Fines	-	-	-	-
Fees and Collections	-	-	-	-
Investment Income:				
Interest Earnings	405,555	462,651	1,169,924	84,962
Rents and Royalties	-	-	-	-
Discount Earnings	-	-	-	-
Miscellaneous:				
Local Contributions	-	-	-	-
Reimbursements	338,648	8,336	-	-
Other	-	-	-	-
TOTAL REVENUES	744,203	470,987	1,169,924	14,109,557
EXPENDITURES:				
Public Safety	-	-	-	-
Public Works	89,421	42,801	69,171	245,023
Health and Welfare	-	-	-	-
Cultural and Recreational	-	-	-	-
General Government	-	-	-	-
Air Transportation Services	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Bond Costs	-	-	336,198	-
Capital Outlay	1,709,433	2,663,117	7,331,823	13,231,154
TOTAL EXPENDITURES	1,798,854	2,705,918	7,737,192	13,476,177
Excess (Deficiency) of Revenues Over Expenditures	(1,054,651)	(2,234,931)	(6,567,268)	633,380
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	47,823
Proceeds - Long Term Debt	-	-	31,030,000	-
Bond Premiums	-	-	1,822,148	-
Transfers Out	(346,562)	-	-	-
Sale of Assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(346,562)	-	32,852,148	47,823
Net Change in Fund Balance	(1,401,213)	(2,234,931)	26,284,880	681,203
Fund Balances at Beginning of Year	9,886,679	12,378,303	-	2,938,204
FUND BALANCE AT END OF YEAR	\$ 8,485,466	10,143,372	26,284,880	3,619,407

(Continued)

CAPITAL PROJECTS	PERMANENT FUND	
CAPITAL IMPROVEMENT	CANSECO ENDOWMENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
-	-	5,169,688
-	-	962,960
2,100,825	-	51,015,412
289,215	-	20,492,352
-	-	464,575
-	-	15,335,265
-	-	458,301
-	-	3,576,839
2,703,075	3,221	10,140,607
-	-	9,327,315
-	-	7,881
20,000	-	507,156
-	-	2,635,461
327,810	-	837,502
5,440,925	3,221	120,931,314
-	-	20,517,325
4,302,676	-	5,813,261
-	-	40,829,233
-	-	15,556,303
-	-	2,177,255
-	-	9,476,670
-	-	360,077
-	-	2,816
-	-	336,198
3,725,308	-	38,023,418
8,027,984	-	133,092,556
(2,587,059)	3,221	(12,161,242)
17,426,389	-	30,688,350
-	-	31,030,000
-	-	1,822,148
(27,128)	-	(7,884,032)
-	-	13,345
17,399,261	-	55,669,811
14,812,202	3,221	43,508,569
63,465,231	79,729	172,428,594
78,277,433	82,950	215,937,163

**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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
CDBG Grants	\$ 41,772,584	5,055,587	46,828,171	52,276,026
Miscellaneous:				
Reimbursements	2,508,412	6,809	2,515,221	2,462,282
TOTAL REVENUES	44,280,996	5,062,396	49,343,392	54,738,308
EXPENDITURES:				
Public Safety	4,481,927	-	4,481,927	6,042,261
Health and Welfare	10,985,864	1,981,923	12,967,787	14,730,422
Cultural and Recreational	702,370	-	702,370	703,815
General Government	9,931,991	1,420,614	11,352,605	12,740,745
Lease Purchase Payments	4,874	1,654	6,528	6,564
Lease Interest Payments	621	69	690	768
Capital Outlay	18,173,349	1,658,136	19,831,485	20,513,733
TOTAL EXPENDITURES	44,280,996	5,062,396	49,343,392	54,738,308
Net Change in Fund Balances	\$ -	-	-	-
Fund Balances-Beginning		-		
Fund Balances-Ending		\$ -		

CITY OF LAREDO, TEXAS
HOUSING REHABILITATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023

	<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	\$ -	11,103,127	2,394,018	-	2,394,018	(8,709,109)
Investment Income:						
Interest Earnings	20,000	20,000	42,345	-	42,345	22,345
Miscellaneous:						
Reimbursements	80,000	80,000	57,754	-	57,754	(22,246)
TOTAL REVENUES	100,000	11,203,127	2,494,117	-	2,494,117	(8,709,010)
EXPENDITURES:						
Administration:						
Personnel Services	6,446	5,346	1,555	-	1,555	3,791
Contractual Services	60	1,155	1,409	-	1,409	(254)
Other	-	5	1	-	1	4
Total Administration	6,506	6,506	2,965	-	2,965	3,541
Housing Rehabilitation Loans:						
Contractual Services	65,494	65,494	63,137	-	63,137	2,357
Total Housing Rehabilitation Loans	65,494	65,494	63,137	-	63,137	2,357
Emergency Rental Assistance 1st Allocation:						
Other	24,897	3,679,294	921	-	921	3,678,373
Lease Purchase Payment	-	218	129	-	129	89
Lease Purchase Interest	-	9	7	-	7	2
Total Emergency Rental Assistance 1st. Allo.	24,897	3,679,521	1,057	-	1,057	3,678,464
Emergency Rental Assistance 2nd Allocation:						
Personnel Services	-	289,855	236,314	-	236,314	53,541
Materials and Supplies	-	21,506	13,137	810	13,947	7,559
Contractual Services	-	1,877,716	1,773,172	62,644	1,835,816	41,900
Other	-	3,159,225	-	-	-	3,159,225
Lease Purchase Payment	-	412	394	-	394	18
Lease Purchase Interest	-	20	14	-	14	6
Total Emergency Rental Assistance 2nd Allo.	-	5,348,734	2,023,031	63,454	2,086,485	3,262,249
Emergency Rental Assist. 2nd Allo High Need:						
Personnel Services	-	102,794	77,865	-	77,865	24,929
Contractual Services	-	294,357	292,065	995	293,060	1,297
Other	-	962,190	-	-	-	962,190
Total Em. Rental Assist. 2nd Allo. High Need	-	1,359,341	369,930	995	370,925	988,416
Capital Outlay	-	765,298	-	14,239	14,239	751,059
TOTAL EXPENDITURES	96,897	11,224,894	2,460,120	78,688	2,538,808	8,686,086
Excess (Deficiency) of Revenues Over Expenditures	3,103	(21,767)	33,997	(78,688)	(44,691)	(22,924)
Fund Balances at Beginning of Year	5,000	96,161	96,161	-	96,161	-
FUND BALANCE AT END OF YEAR	\$ 8,103	74,394	130,158	(78,688)	51,470	(22,924)

**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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
HOME Grants	\$ 5,346,926	1,561,914	6,908,840	13,327,332
Investment Income:				
Interest Earnings	26,182	7,487	33,669	14,050
Miscellaneous:				
Reimbursements	2,210,408	79,533	2,289,941	2,440,968
TOTAL REVENUES	7,583,516	1,648,934	9,232,450	15,782,350
EXPENDITURES:				
Personnel Services	584,536	111,292	695,828	816,170
Materials and Supplies	22,155	1,699	23,854	40,840
Contractual Services	7,409,962	1,984,232	9,394,194	11,778,293
Other	-	-	-	4,203,973
TOTAL EXPENDITURES	8,016,653	2,097,223	10,113,876	16,839,276
Excess (Deficiency) of Revenues Over (Under) Expenditures	(433,137)	(448,289)	(881,426)	(1,056,926)
OTHER FINANCING SOURCES (USES):				
Transfer In:				
Home Inv. Afford. Housing	986,073	13,108	999,181	1,043,919
Municipal Housing	69,564	-	69,564	17,480
Transfer Out:				
Home Inv. Afford. Housing	(4,473)	-	(4,473)	(4,473)
TOTAL OTHER FINANCING SOURCES:	1,051,164	13,108	1,064,272	1,056,926
Net Change in Fund Balances	\$ 618,027	(435,181)	182,846	-
Fund Balances-Beginning		618,027		
Fund Balances-Ending		\$ 182,846		

**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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
Emergency Shelter Grants	\$ <u>3,641,270</u>	<u>1,680,156</u>	<u>5,321,426</u>	<u>5,586,313</u>
TOTAL REVENUES	<u>3,641,270</u>	<u>1,680,156</u>	<u>5,321,426</u>	<u>5,586,313</u>
EXPENDITURES:				
Personnel Services	182,178	18,544	200,722	202,991
Materials and Supplies	13,427	1,525	14,952	15,352
Contractual Services	<u>3,445,665</u>	<u>1,660,087</u>	<u>5,105,752</u>	<u>5,367,970</u>
TOTAL EXPENDITURES	<u>3,641,270</u>	<u>1,680,156</u>	<u>5,321,426</u>	<u>5,586,313</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, 2023

	<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:						
Miscellaneous:						
Reimbursements	\$ 52,038	52,038	12,028	-	12,028	(40,010)
TOTAL REVENUES	52,038	52,038	12,028	-	12,028	(40,010)
Excess (Deficiency) of Revenues Over Expenditures	52,038	52,038	12,028	-	12,028	(40,010)
OTHER FINANCING SOURCES (USES):						
Transfer Out:						
Home Investment	(52,038)	(52,038)	(12,028)	-	(12,028)	40,010
TOTAL OTHER FINANCING SOURCES (USES)	(52,038)	(52,038)	(12,028)	-	(12,028)	40,010
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, 2023**

	<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	\$ 983,949	2,108,091	769,111	-	769,111	(1,338,980)
Investment Income:						
Interest Earnings	-	-	2,811	-	2,811	2,811
Miscellaneous:						
Reimbursements	25,000	-	47,913	-	47,913	47,913
TOTAL REVENUES	1,008,949	2,108,091	819,835	-	819,835	(1,288,256)
EXPENDITURES:						
Personnel Services	1,102,205	2,708,138	1,108,324	-	1,108,324	1,599,814
Contractual Services	20,600	244,593	110,085	102,000	212,085	32,508
Other	71,844	50,000	-	-	-	50,000
Capital Outlay	297,000	-	-	-	-	-
TOTAL EXPENDITURES	1,491,649	3,002,731	1,218,409	102,000	1,320,409	1,682,322
Excess (Deficiency) of Revenues Over Expenditures	(482,700)	(894,640)	(398,574)	(102,000)	(500,574)	394,066
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	482,700	482,289	482,289	-	482,289	-
TOTAL OTHER FINANCING SOURCES (USES)	482,700	482,289	482,289	-	482,289	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	(412,351)	83,715	(102,000)	(18,285)	394,066
Fund Balances at Beginning of Year	-	536,596	536,596	-	536,596	-
FUND BALANCES AT END OF YEAR	\$ -	124,245	620,311	(102,000)	518,311	394,066

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, 2023

	<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	\$ 872,271	1,651,369	825,358	-	825,358	(826,011)
TOTAL REVENUES	872,271	1,651,369	825,358	-	825,358	(826,011)
EXPENDITURES:						
Personnel Services	631,286	1,490,965	788,429	-	788,429	702,536
Material and Supplies	31,584	32,183	11,774	425	12,199	19,984
Contractual Services	84,593	128,221	25,155	-	25,155	103,066
Other	194,808	70,000	40,735	-	40,735	29,265
TOTAL EXPENDITURES	942,271	1,721,369	866,093	425	866,518	854,851
Excess (Deficiency) of Revenues Over Expenditures	(70,000)	(70,000)	(40,735)	(425)	(41,160)	28,840
OTHER FINANCING SOURCES (USES):						
Transfers In:						
Police Trust Fund	70,000	70,000	40,735	-	40,735	(29,265)
TOTAL OTHER FINANCING SOURCES (USES)	70,000	70,000	40,735	-	40,735	(29,265)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	-	-	(425)	(425)	(425)
FUND BALANCES AT END OF YEAR	\$ -	-	-	(425)	(425)	(425)

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, 2023

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
Federal	\$ 3,214,078	4,191,014	2,666,046	-	2,666,046	(1,524,968)
State	3,710,734	5,113,000	2,490,305	-	2,490,305	(2,622,695)
Other	211,063	252,348	113,636	-	113,636	(138,712)
Investment Income:						
Interest Earnings	-	-	5,884	-	5,884	5,884
Miscellaneous:						
Reimbursements	-	565,765	-	-	-	(565,765)
TOTAL REVENUES	7,135,875	10,122,127	5,275,871	-	5,275,871	(4,846,256)
EXPENDITURES:						
Police Grants:						
Customs Narcotics	117,490	117,490	61,617	-	61,617	55,873
BJA- Gulf Reg. LE Tech Assistance	150,000	-	-	-	-	-
Local Law Enforcement Gun Intelligence	700,000	242,531	-	-	-	242,531
Comprehensive Comm. Vehicle STEP	115,000	115,000	111,349	-	111,349	3,651
Comprehensive STEP	119,000	119,000	116,390	-	116,390	2,610
Violence Against Women Act	50,000	50,000	-	-	-	50,000
Click It or Ticket	50,000	32,750	28,185	-	28,185	4,565
US Secret Service Task Force	66,000	66,083	2,583	-	2,583	63,500
CBP Task Force	462,000	465,285	465,284	-	465,284	1
OOG-LPD Mental Unit	100,000	35,816	20,916	-	20,916	14,900
US Marshals - Sex Offenders	10,000	10,000	-	-	-	10,000
OOG-Bomb Suit LPD RRT	38,078	-	-	-	-	-
Bulletproof Vest Partnership	98,400	100,241	40,068	-	40,068	60,173
Texas Anti-Gang Center Program	1,300,483	2,404,037	1,193,036	580,921	1,773,957	630,080
FBI-Safe Streets	44,419	47,490	47,490	-	47,490	-
DWI Enforcement	69,500	65,500	65,500	-	65,500	-
OCDETF-H.S.I	33,180	33,180	-	-	-	33,180
LDO Joint Terrorism TF	22,761	23,328	23,328	-	23,328	-
OCDETF-DEA	108,954	139,475	58,113	-	58,113	81,362
OCDETF-FBI	23,601	50,874	45,772	-	45,772	5,102
Resistance Shield Program	-	277,117	276,817	-	276,817	300
Cops Program 2019	1,300,609	1,416,224	983,073	-	983,073	433,151
GDEM Border Security	500,000	167,000	167,000	-	167,000	-
Operation Stonegarden	1,600,000	1,349,726	546,284	12,802	559,086	790,640
Violence of Crime Act	78,731	80,240	68,995	-	68,995	11,245
Equipped Bomb Unit Vehicle	107,000	-	-	-	-	-
Body-Worn Camera Project-State	225,000	225,000	-	-	-	225,000
Operation Stonegarden	-	791,415	778,500	-	778,500	12,915
Project Safe Neighborhood	50,000	32,000	32,000	-	32,000	-
Public Safety Foundation- Firehouse	50,000	50,000	-	-	-	50,000
Justice Assistance Grant	128,814	165,551	102,871	-	102,871	62,680
Operation Lone Star	\$ 500,000	646,807	146,744	-	146,744	500,063

(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, 2023**

(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	\$ 116,199	164,561	164,561	-	164,561	-
U.S. Marshalls-Fugitive Apprehension	25,822	25,822	25,767	-	25,767	55
COPS Community Policing Development	100,000	100,000	-	-	-	100,000
CJD-Mental Peer Support	25,000	24,975	24,131	-	24,131	844
New Grants	-	76,981	-	-	-	76,981
Capital Outlay	-	1,416,362	547,859	58	547,917	868,445
TOTAL EXPENDITURES	8,486,041	11,127,861	6,144,233	593,781	6,738,014	4,389,847
Excess (Deficiency) of Revenues Over Expenditures	(1,350,166)	(1,005,734)	(868,362)	(593,781)	(1,462,143)	(456,409)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	1,350,166	887,155	887,155	-	887,155	-
TOTAL OTHER FINANCING SOURCES (USES)	1,350,166	887,155	887,155	-	887,155	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	(118,579)	18,793	(593,781)	(574,988)	(456,409)
Fund Balances at Beginning of Year	-	1,269,969	1,269,969	-	1,269,969	-
FUND BALANCES AT END OF YEAR	\$ -	1,151,390	1,288,762	(593,781)	694,981	(456,409)

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, 2023

	<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	\$ 2,565,912	7,744,424	2,409,492	-	2,409,492	(5,334,932)
Investment Income:						
Interest Earnings	-	1,900	-	-	-	(1,900)
Miscellaneous:						
Reimbursements	-	-	110	-	110	110
TOTAL REVENUES	2,565,912	7,746,324	2,409,602	-	2,409,602	(5,336,722)
EXPENDITURES:						
Personnel Services	466,476	976,673	427,437	-	427,437	549,236
Materials and Supplies	180,684	493,183	49,000	357,958	406,958	86,225
Contractual Services	1,763,109	5,666,913	1,891,449	2,040,020	3,931,469	1,735,444
Other	70,643	3,102	-	-	-	3,102
Debt Service- Principal	-	739	608	-	608	131
Debt Service- Interest	-	54	25	-	25	29
Capital Outlay	85,000	605,422	41,083	56,054	97,137	508,285
TOTAL EXPENDITURES	2,565,912	7,746,086	2,409,602	2,454,032	4,863,634	2,882,452
Excess (Deficiency) of Revenues Over Expenditures	-	238	-	(2,454,032)	(2,454,032)	(2,454,270)
Fund Balances at Beginning of Year	-	-	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	238	-	(2,454,032)	(2,454,032)	(2,454,270)

CITY OF LAREDO, TEXAS
HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
Federal Grants	\$ 3,001,537	8,701,968	2,517,961	-	2,517,961	(6,184,007)
State Grants	15,006,235	37,801,715	14,130,217	-	14,130,217	(23,671,498)
Other	91,328	1,550,227	309,389	-	309,389	(1,240,838)
Licenses and Permits	649,530	649,530	628,114	-	628,114	(21,416)
Fees and Collections	889,075	889,075	707,445	-	707,445	(181,630)
Investment Income:						
Interest Earnings	7,500	7,500	62,850	-	62,850	55,350
Rents and Royalties	325	325	267	-	267	(58)
Discount Earnings	441	441	355	-	355	(86)
Miscellaneous:						
Contributions	1,544,514	6,306,793	395,509	-	395,509	(5,911,284)
Reimbursements	643,728	643,728	565,582	-	565,582	(78,146)
Other	630,483	953,524	509,692	-	509,692	(443,832)
TOTAL REVENUES	22,464,696	57,504,826	19,827,381	-	19,827,381	(37,677,445)
EXPENDITURES:						
Administrative Divisions:						
Administration	1,857,859	2,605,739	1,842,969	13,284	1,856,253	749,486
Health Education	117,956	109,889	16,871	4,275	21,146	88,743
Vital Statistics	326,531	325,591	311,241	-	311,241	14,350
E.M.S. Billing	399,694	430,337	301,040	1,945	302,985	127,352
STD Clinic	132,837	133,637	81,705	-	81,705	51,932
Vasectomy	86,106	76,658	9,841	-	9,841	66,817
Maternity	52,491	52,491	30,570	907	31,477	21,014
Immunization	297,414	297,414	224,700	25,643	250,343	47,071
Tuberculosis	152,747	152,744	121,346	2,037	123,383	29,361
Adult Health	54,617	54,618	62,258	-	62,258	(7,640)
Laboratory	1,275,127	1,275,122	773,281	113,767	887,048	388,074
Personal Health Services	173,511	73,801	74,343	1,965	76,308	(2,507)
Budget and Grant Management	429,733	429,162	390,289	-	390,289	38,873
Environmental	1,144,760	1,144,771	1,181,823	4,805	1,186,628	(41,857)
Total Administrative Divisions	6,501,383	7,161,974	5,422,277	168,628	5,590,905	1,571,069
State Grants:						
H.I.V. - Prevention	320,547	678,537	307,813	-	307,813	370,724
T.B. Federal - Tuberculosis	181,712	426,948	206,883	-	206,883	220,065
Primary Care	149,177	322,819	116,028	-	116,028	206,791
Tuberculosis Elimination	238,461	594,186	270,014	-	270,014	324,172
Immunization Action Plan	380,186	775,942	311,962	-	311,962	463,980
Bureau of Regional/Local Health						
Operations	693,101	1,596,501	731,738	-	731,738	864,763
Women Infant and Children (W.I.C.)	4,953,648	7,089,439	4,537,994	11,335	4,549,329	2,540,110
W.I.C. Counties Expansion	1,221,785	1,602,763	1,064,906	-	1,064,906	537,857
Bio-Terrorism Preparedness	341,737	676,621	331,969	-	331,969	344,652
Office of Border Health - Surveillance	7,300	52,548	5,387	-	5,387	47,161
Associateship for Community Health						
and Resource Development - Dental	115,750	198,118	65,126	-	65,126	132,992
Associateship for Community Health						
and Resource Development - Prenatal	\$ 44,629	49,167	24,424	-	24,424	24,743

(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, 2023

(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.)	\$ 137,837	293,278	138,356	-	138,356	154,922
H.I.V. - Consortia (Ryan White)	674,790	1,066,050	536,083	47,148	583,231	482,819
HIV Social Services	130,512	541,753	132,262	9,735	141,997	399,756
Healthy Texas Babies	117,500	227,916	74,745	-	74,745	153,171
Ebola Surveillance	82,500	164,224	81,643	-	81,643	82,581
Obesity Prevention Program	144,000	294,661	154,488	-	154,488	140,173
Zika Health Care Services Program	-	292,129	-	-	-	292,129
Hurricane Crisis Response	-	197,135	-	-	-	197,135
Family Support Community Response	152,561	268,160	141,966	-	141,966	126,194
Covid-19 Crisis Response	824,218	1,722,512	70,358	-	70,358	1,652,154
IDCU/ Covid-19	-	2,419,292	935,821	24,000	959,821	1,459,471
Community Mental Health	1,389,524	2,679,659	865,748	23,422	889,170	1,790,489
Diabetes Prevention	125,000	275,615	125,427	-	125,427	150,188
BCCS	-	44,444	-	-	-	44,444
COVID-19 Vaccine Capacity	-	8,513,940	2,020,931	28,208	2,049,139	6,464,801
Public Workforce	2,000,000	3,686,362	779,984	1,292	781,276	2,905,086
Health Equity	575,000	1,030,314	419,480	-	419,480	610,834
HRSA COVID-19 Vaccines	240,000	240,000	-	-	-	240,000
Nurse-Family Partnership	695,000	1,493,243	717,622	-	717,622	775,621
1115 Wavier Program	937,000	952,126	344,101	-	344,101	608,025
Healthy Texas Women	355,707	865,441	193,719	-	193,719	671,722
Family Planning Open Enrollment	353,505	1,524,270	257,759	-	257,759	1,266,511
Ryan White Part C	303,056	530,512	277,476	9,952	287,428	243,084
Ryan White Part C - Covid-19	-	4,416	-	-	-	4,416
HHSC CARES Stimulus Funds	-	38,424	-	-	-	38,424
LDO Outpatient Treatment Program	-	1,988,780	565,389	175,854	741,243	1,247,537
Closing the Gap	-	125,000	75,098	-	75,098	49,902
Autism Spec. Disorder	-	599,685	172,482	13,553	186,035	413,650
Women's Health and Family Planning	115,067	376,331	132,450	7,212	139,662	236,669
Zika Data Collection	-	4,845	-	-	-	4,845
Hepatitis C Care	-	627,676	171,589	67,585	239,174	388,502
Ventanilla de Salud Program	-	9,564	-	-	-	9,564
Ryan White Part D	53,759	110,526	52,917	-	52,917	57,609
Pillar-High Risk HIV	-	38,228	-	-	-	38,228
Veterans Mental Health Program	-	274,601	-	-	-	274,601
NACCHO-Disabilities Covid	-	75,000	38,362	-	38,362	36,638
Prosperemos Juntos	-	5,000	4,977	-	4,977	23
Hepatitis B Program	15,750	15,750	-	-	-	15,750
Women and Children Health Program	437,073	427,273	118,605	-	118,605	308,668
Special Projects	1,549,714	5,804,359	-	-	-	5,804,359
Indirect Cost	182,747	1,432,814	308,021	12,262	320,283	1,112,531
Indirect Cost	-	75,000	-	60,000	60,000	15,000
Petco Love Grant	-	-	-	-	-	-
Total State Grant Expenses	20,239,853	55,419,897	17,882,103	491,558	18,373,661	37,046,236
Lease Purchase Payments	-	36,060	13,187	-	13,187	22,873
Lease Interest Payments	-	4,100	552	-	552	3,548
Capital Outlay	-	293,260	55,269	7,300	62,569	230,691
TOTAL EXPENDITURES	26,741,236	62,915,291	23,373,388	667,486	24,040,874	38,874,417
Excess (Deficiency) of Revenues Over Expenditures	\$ (4,276,540)	(5,410,465)	(3,546,007)	(667,486)	(4,213,493)	1,196,972

(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, 2023**

(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	\$ 3,423,417	3,423,417	3,423,417	-	3,423,417	-
Capital Improvements Funds	-	888,748	2,130	-	2,130	(886,618)
TOTAL OTHER FINANCING SOURCES (USES)	3,423,417	4,312,165	3,425,547	-	3,425,547	(886,618)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(853,123)	(1,098,300)	(120,460)	(667,486)	(787,946)	310,354
Fund Balances at Beginning of Year	600,814	2,230,660	2,230,660	-	2,230,660	-
FUND BALANCE AT END OF YEAR	\$ (252,309)	1,132,360	2,110,200	(667,486)	1,442,714	310,354

CITY OF LAREDO, TEXAS
INTERNATIONAL AIRPORT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
Federal	\$ 2,637,733	16,207,193	4,035,235	-	4,035,235	(12,171,958)
State	61,740	187,071	108,605	-	108,605	(78,466)
Fees and Collections	613,710	613,448	674,753	-	674,753	61,305
Investment Income:						
Interest Earnings	52,000	52,000	1,106,511	-	1,106,511	1,054,511
Rents and Royalties	8,080,278	8,080,278	7,215,482	-	7,215,482	(864,796)
Miscellaneous:						
Reimbursements	448,887	448,887	521,588	-	521,588	72,701
TOTAL REVENUES	11,894,348	25,588,877	13,662,174	-	13,662,174	(11,926,703)
EXPENDITURES:						
Administration:						
Personnel Services	914,930	916,013	892,886	-	892,886	23,127
Materials and Supplies	65,420	81,919	45,343	5,819	51,162	30,757
Contractual Services	3,870,233	4,019,549	3,194,686	396,603	3,591,289	428,260
Other	82,671	97,699	362	-	362	97,337
Total Administration	4,933,254	5,115,180	4,133,277	402,422	4,535,699	579,481
Building Maintenance:						
Personnel Services	762,195	771,165	766,425	-	766,425	4,740
Materials and Supplies	291,031	311,221	176,400	44,649	221,049	90,172
Contractual Services	2,141,620	1,023,025	667,555	322,176	989,731	33,294
Total Building Maintenance	3,194,846	2,105,411	1,610,380	366,825	1,977,205	128,206
Ground Maintenance:						
Personnel Services	570,562	570,592	562,212	-	562,212	8,380
Materials and Supplies	183,908	159,734	141,820	6,645	148,465	11,269
Contractual Services	600,375	491,687	290,666	38,512	329,178	162,509
Total Ground Maintenance	1,354,845	1,222,013	994,698	45,157	1,039,855	182,158
Airport Security:						
Personnel Services	1,539,568	1,699,575	1,691,794	-	1,691,794	7,781
Materials and Supplies	152,010	254,518	222,552	12,629	235,181	19,337
Contractual Services	488,055	491,245	387,150	3,321	390,471	100,774
Other	14,665	-	-	-	-	-
Total Airport Security	2,194,298	2,445,338	2,301,496	15,950	2,317,446	127,892
Foreign Trade Zone:						
Personnel Services	19,106	19,106	2,473	-	2,473	16,633
Materials and Supplies	475	475	-	-	-	475
Contractual Services	8,338	8,338	500	-	500	7,838
Total Foreign Trade Zone	27,919	27,919	2,973	-	2,973	24,946
Small Comm. Air Services						
Contractual Services	-	400,000	30,604	13,950	44,554	355,446
Total Foreign Trade Zone	\$ -	400,000	30,604	13,950	44,554	355,446

(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, 2023**

(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	\$ 331,544	332,774	232,707	-	232,707	100,067
Materials and Supplies	17,615	16,965	1,736	266	2,002	14,963
Contractual Services	88,505	93,120	59,878	7,603	67,481	25,639
Total Federal Inspection Services	437,664	442,859	294,321	7,869	302,190	140,669
Operation Stonegarden:						
Personnel Services	12,678	24,045	11,426	-	11,426	12,619
Other	-	113,187	-	-	-	113,187
Total Operation Stonegarden	12,678	137,232	11,426	-	11,426	125,806
Corona Response & Relief Supplemental:						
Other	1,410,819	-	-	-	-	-
Total Corona Response & Relief Supp.	1,410,819	-	-	-	-	-
Corona RRSA- Concession						
Contractual Services	-	97,495	97,495	-	97,495	-
Other	19,499	19,499	-	-	-	19,499
Total Corona RRSA- Concession	19,499	116,994	97,495	-	97,495	19,499
Debt Service:						
Principal	69,010	69,010	69,009	-	69,009	1
Interest	2,119	2,119	2,119	-	2,119	-
Capital Outlay	582,695	25,473,732	1,268,857	19,361,947	20,630,804	4,842,928
TOTAL EXPENDITURES	14,239,646	37,557,807	10,816,655	20,214,120	30,986,221	6,527,032
Excess (Deficiency) of Revenues Over Expenditures	(2,345,298)	(11,968,930)	2,845,519	(20,214,120)	(17,324,047)	(5,399,671)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Noise Abatement Fund	550,000	550,000	550,000	-	550,000	-
Transfers Out:						
Airport Construction Fund	(50,000)	(50,000)	(47,823)	-	(47,823)	2,177
TOTAL OTHER FINANCING SOURCES (USES)	500,000	500,000	502,177	-	502,177	2,177
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(1,845,298)	(11,468,930)	3,347,696	(20,214,120)	(16,866,424)	(5,397,494)
Fund Balances at Beginning of Year	26,792,253	25,674,163	25,674,163	-	25,674,163	-
FUND BALANCE AT END OF YEAR	\$ 24,946,955	14,205,233	29,021,859	(20,214,120)	8,807,739	(5,397,494)

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, 2023

	<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	\$ 3,329,935	3,329,935	4,989,844	-	4,989,844	1,659,909
Penalty and Interest	-	-	30,411	-	30,411	30,411
Investment Income:						
Interest Earnings	30,000	30,000	267,925	-	267,925	237,925
TOTAL REVENUES	3,359,935	3,359,935	5,288,180	-	5,288,180	1,928,245
EXPENDITURES:						
Contractual Services:						
Administration	1,000	1,000	479	-	479	521
Tourism and Promotion	294,864	294,864	247,300	7,700	255,000	39,864
Historical and Arts	358,767	366,252	248,351	90,105	338,456	27,796
TOTAL EXPENDITURES	654,631	662,116	496,130	97,805	593,935	68,181
Excess (Deficiency) of Revenues Over Expenditures	2,705,304	2,697,819	4,792,050	(97,805)	4,694,245	1,996,426
OTHER FINANCING SOURCES (USES):						
Transfers Out:						
General Fund	(160,818)	(160,818)	(121,054)	-	(121,054)	39,764
Convention and Visitors Bureau	(3,670,237)	(3,670,237)	(3,239,145)	-	(3,239,145)	431,092
Recreation Fund	(150,000)	(150,000)	(270,247)	-	(270,247)	(120,247)
TOTAL OTHER FINANCING SOURCES (USES)	(3,981,055)	(3,981,055)	(3,630,446)	-	(3,630,446)	350,609
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(1,275,751)	(1,283,236)	1,161,604	(97,805)	1,063,799	2,347,035
Fund Balances at Beginning of Year	3,458,758	5,180,082	5,180,082	-	5,180,082	-
FUND BALANCES AT END OF YEAR	\$ 2,183,007	3,896,846	6,341,686	(97,805)	6,243,881	2,347,035

**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, 2023**

	<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	\$ 343,000	343,000	315,482	-	315,482	(27,518)
Investment Income:						
Interest Earnings	8,000	8,000	84,835	-	84,835	76,835
TOTAL REVENUES	351,000	351,000	400,317	-	400,317	49,317
EXPENDITURES:						
Materials and Supplies	70,000	3,312	21,177	-	21,177	(17,865)
Contractual Services	48,250	205,250	206,659	29,483	236,142	(30,892)
Other	418,447	-	-	-	-	-
Capital Outlay	977,079	1,305,214	844,878	326,486	1,171,364	133,850
TOTAL EXPENDITURES	1,513,776	1,513,776	1,072,714	355,969	1,428,683	85,093
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(1,162,776)	(1,162,776)	(672,397)	(355,969)	(1,028,366)	134,410
Fund Balances at Beginning of Year	1,098,647	2,110,757	2,110,757	-	2,110,757	-
FUND BALANCE AT END OF YEAR	\$ (64,129)	947,981	1,438,360	(355,969)	1,082,391	134,410

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, 2023

	<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	\$ 58,650	58,650	7,221	-	7,221	(51,429)
Investment Income:						
Interest Earnings	300	300	4,280	-	4,280	3,980
Miscellaneous:						
Contributions	50,000	50,000	18,762	-	18,762	(31,238)
Reimbursements	-	-	4,556	-	4,556	4,556
TOTAL REVENUES	108,950	108,950	34,819	-	34,819	(74,131)
EXPENDITURES:						
Personnel Services	812,924	812,923	665,338	-	665,338	147,585
Materials and Supplies	324,834	317,291	195,496	23,128	218,624	98,667
Contractual Services	3,385,179	3,441,111	2,650,963	418,880	3,069,843	371,268
Other	75,044	26,545	25,501	-	25,501	1,044
Capital Outlay	117,045	117,045	54,422	36,552	90,974	26,071
Debt Service- Principal	636	746	683	-	683	63
Debt Service- Interest	108	108	29	-	29	79
TOTAL EXPENDITURES	4,715,770	4,715,769	3,592,432	478,560	4,070,992	644,777
Excess (Deficiency) of Revenues Over Expenditures	(4,606,820)	(4,606,819)	(3,557,613)	(478,560)	(4,036,173)	570,646
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Hotel-Motel Occupancy Tax	3,670,237	3,670,237	3,239,145	-	3,239,145	(431,092)
TOTAL OTHER FINANCING SOURCES (USES)	3,670,237	3,670,237	3,239,145	-	3,239,145	(431,092)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(936,583)	(936,582)	(318,468)	(478,560)	(797,028)	139,554
Fund Balances at Beginning of Year	-	936,582	936,582	-	936,582	-
FUND BALANCE AT END OF YEAR	\$ (936,583)	-	618,114	(478,560)	139,554	139,554

CITY OF LAREDO, TEXAS
RECREATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023

	<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	\$ 2,500	2,500	25,387	-	25,387	22,887
Fees and Collections	430,700	475,700	429,255	-	429,255	(46,445)
TOTAL REVENUES	433,200	478,200	454,642	-	454,642	(23,558)
EXPENDITURES:						
Personnel Services	74,279	134,779	182,153	-	182,153	(47,374)
Materials and Supplies	212,876	201,706	186,680	12,035	198,715	2,991
Contractual Services	224,135	243,435	220,763	11,914	232,677	10,758
Other	75,015	45,015	(6)	-	(6)	45,021
Capital Outlay	38,437	45,137	14,850	-	14,850	30,287
TOTAL EXPENDITURES	624,742	670,072	604,440	23,949	628,389	41,683
Excess (Deficiency) of Revenues Over Expenditures	(191,542)	(191,872)	(149,798)	(23,949)	(173,747)	18,125
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Hotel-Motel Occupancy Tax	150,000	150,000	270,247	-	270,247	120,247
TOTAL OTHER FINANCING SOURCES (USES)	150,000	150,000	270,247	-	270,247	120,247
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(41,542)	(41,872)	120,449	(23,949)	96,500	138,372
Fund Balances at Beginning of Year	708,825	592,271	592,271	-	592,271	-
FUND BALANCES AT END OF YEAR	\$ 667,283	550,399	712,720	(23,949)	688,771	138,372

CITY OF LAREDO, TEXAS
PARKING METERS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Webb County	\$ 300	300	300	-	300	-
License and Permits	3,310	3,310	20,471	-	20,471	17,161
Fines	492,000	492,000	458,301	-	458,301	(33,699)
Fees and Collections	951,500	951,500	1,139,778	-	1,139,778	188,278
Investment Income:						
Interest Earnings	6,225	5,800	43,258	-	43,258	37,458
Rents	-	10	-	-	-	(10)
Discount Earnings	-	415	475	-	475	60
Miscellaneous:						
Reimbursements	132	132	159	-	159	27
TOTAL REVENUES	1,453,467	1,453,467	1,662,742	-	1,662,742	209,275
EXPENDITURES:						
Personnel Services	1,370,232	1,371,085	1,082,734	-	1,082,734	288,351
Materials and Supplies	111,154	149,825	95,378	42,806	138,184	11,641
Contractual Services	455,223	415,634	391,382	10,234	401,616	14,018
Other	-	-	569	-	569	(569)
Lease Purchase Payment	480	523	523	-	523	-
Lease Interest Payment	-	22	22	-	22	-
Capital Outlay	24,635	24,635	24,635	-	24,635	-
TOTAL EXPENDITURES	1,961,724	1,961,724	1,595,243	53,040	1,648,283	313,441
Excess (Deficiency) of Revenues Over Expenditures	(508,257)	(508,257)	67,499	(53,040)	14,459	522,716
Fund Balances at Beginning of Year	634,665	922,966	922,966	-	922,966	-
FUND BALANCE AT END OF YEAR	\$ 126,408	414,709	990,465	(53,040)	937,425	522,716

CITY OF LAREDO, TEXAS
ENVIRONMENTAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Storm Water Fees	\$ 8,172,524	8,172,524	8,511,216	-	8,511,216	338,692
Hazardous Materials Fees	320,000	320,000	314,375	-	314,375	(5,625)
Intergovernmental:						
TWDB- Flood Protection Plan	-	535,763	195,278	-	195,278	(340,485)
STDC - Regional Solid Waste Mgmt	30,000	50,000	48,378	-	48,378	(1,622)
TXDOT - E. Chacon Creek Hike/Bike	160,000	160,000	-	-	-	(160,000)
TXDOT - River Vega Hike/Bike	652,638	557,479	-	-	-	(557,479)
Universities and Colleges	17,000	17,000	21,250	-	21,250	4,250
Investment Income:						
Interest Earnings	22,000	23,460	196,078	-	196,078	172,618
Discount Earnings	1,460	-	7,051	-	7,051	7,051
Miscellaneous:						
Reimbursements	700	700	-	-	-	(700)
TOTAL REVENUES	9,376,322	9,836,926	9,293,626	-	9,293,626	(543,300)
EXPENDITURES:						
Administration:						
Personnel Services	311,427	295,975	216,160	-	216,160	79,815
Materials and Supplies	1,000	17,140	16,637	-	16,637	503
Contractual Services	75,559	49,419	8,385	31,997	40,382	9,037
Other	30,929	130,929	77,948	(77,948)	-	130,929
Total Administration	418,915	493,463	319,130	(45,951)	273,179	220,284
Creek Cleaning:						
Personnel Services	1,483,074	1,483,074	1,501,310	-	1,501,310	(18,236)
Materials and Supplies	187,747	189,447	162,712	3,796	166,508	22,939
Contractual Services	314,783	313,083	449,807	17,969	467,776	(154,693)
Total Creek Cleaning	1,985,604	1,985,604	2,113,829	21,765	2,135,594	(149,990)
Stormwater:						
Personnel	1,000,561	1,016,122	1,010,665	-	1,010,665	5,457
Materials and Supplies	155,141	197,581	132,631	34,766	167,397	30,184
Contractual Services	2,280,939	2,253,898	1,699,043	521,547	2,220,590	33,308
Total Stormwater	3,436,641	3,467,601	2,842,339	556,313	3,398,652	68,949
CD Code Enforcement:						
Personnel Services	64,733	64,733	42,762	-	42,762	21,971
Contractual Services	5,201	5,320	239	-	239	5,081
Total CD Code Enforcement	69,934	70,053	43,001	-	43,001	27,052
Hazardous Materials:						
Personnel Services	163,923	172,114	164,401	-	164,401	7,713
Materials and Supplies	3,300	10,531	10,461	-	10,461	70
Contractual Services	26,291	25,291	13,140	-	13,140	12,151
Other	-	60	60	-	60	-
Total Hazardous Materials	\$ 193,514	207,996	188,062	-	188,062	19,934

(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, 2023**

(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)						
Zacate Manadas Creek:						
Contractual Services	\$ -	644,293	216,975	427,317	644,292	1
Total Zacate Manadas Creek	-	644,293	216,975	427,317	644,292	1
STDC - Regional Management:						
Materials and Supplies	-	10,650	12,485	-	12,485	(1,835)
Contractual Services	-	3,795	-	-	-	3,795
Total STDC - Regional Management	-	14,445	12,485	-	12,485	1,960
Storm Water Improvements:						
Contractual Services	104,234	108,115	54,900	256	55,156	52,959
Reserve Appropriation	100,000	-	-	-	-	-
Total Storm Water Improvements	204,234	108,115	54,900	256	55,156	52,959
2016 C.O. Issue:						
Contractual Services	-	639,448	510,094	128,768	638,862	586
Reserve Appropriation	4,650	55,249	-	-	-	55,249
Total 2016 C.O. Issue	4,650	694,697	510,094	128,768	638,862	55,835
2019 C.O. Issue:						
Contractual Services	-	1,407	669	-	669	738
Reserve Appropriation	12,570	97,493	-	-	-	97,493
Total 2019 C.O. Issue	12,570	98,900	669	-	669	98,231
Bond Costs	-	3,416	-	-	-	3,416
Capital Outlay	1,873,407	7,229,709	675,892	2,462,276	3,138,168	4,091,541
TOTAL EXPENDITURES	8,199,469	15,018,292	6,977,376	3,550,744	10,528,120	4,490,172
Excess (Deficiency) of Revenues Over Expenditures	1,176,853	(5,181,366)	2,316,250	(3,550,744)	(1,234,494)	3,946,872
OTHER FINANCING SOURCES (USES):						
Transfers In:						
Miscellaneous	-	682,772	-	-	-	(682,772)
Interest Earnings	17,220	182,333	300,658	-	300,658	118,325
Transfers Out:						
Debt Service	(2,823,427)	(2,823,427)	(2,823,427)	-	(2,823,427)	-
Keep Laredo Beautiful	(138,444)	(118,353)	(143,095)	-	(143,095)	(24,742)
Sale of Assets	1,000	1,000	13,139	-	13,139	12,139
TOTAL OTHER FINANCING SOURCES (USES)	(2,943,651)	(2,075,675)	(2,652,725)	-	(2,652,725)	(577,050)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(1,766,798)	(7,257,041)	(336,475)	(3,550,744)	(3,887,219)	3,369,822
Fund Balances at Beginning of Year	3,909,815	11,078,068	11,078,068	(77,948)	11,000,120	(77,948)
FUND BALANCE AT END OF YEAR	\$ 2,143,017	3,821,027	10,741,593	(3,628,692)	7,112,901	3,291,874

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, 2023

	<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:						
National Endowment of Art	\$ -	20,000	20,000	-	20,000	-
Investment Income:						
Interest Earnings	-	-	80	-	80	80
Miscellaneous:						
Contributions	25,000	31,000	10,889	-	10,889	(20,111)
TOTAL REVENUES	25,000	51,000	30,969	-	30,969	(20,031)
EXPENDITURES:						
Personnel Services	75,315	75,315	73,083	-	73,083	2,232
Materials and Supplies	44,317	93,816	78,022	8,519	86,541	7,275
Contractual Services	33,036	42,237	27,951	6,306	34,257	7,980
Other	24,800	6,300	-	-	-	6,300
TOTAL EXPENDITURES	177,468	217,668	179,056	14,825	193,881	23,787
Excess (Deficiency) of Revenues Over Expenditures	(152,468)	(166,668)	(148,087)	(14,825)	(162,912)	3,756
OTHER FINANCING SOURCES (USES):						
Transfer In:						
2019 C.O.	-	5,693	5,693	-	5,693	-
Environmental Services	138,444	146,951	143,095	-	143,095	(3,856)
TOTAL OTHER FINANCING SOURCES (USES)	138,444	152,644	148,788	-	148,788	(3,856)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(14,024)	(14,024)	701	(14,825)	(14,124)	(100)
Fund Balances at Beginning of Year	-	14,124	14,124	-	14,124	-
FUND BALANCE AT END OF YEAR	\$ (14,024)	100	14,825	(14,825)	-	(100)

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, 2023

	<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	\$ 75,000	130,000	50,355	-	50,355	(79,645)
Investment Income:						
Interest Earnings	2,500	2,500	21,169	-	21,169	18,669
Fees and Collections	40,700	40,700	34,435	-	34,435	(6,265)
Rents and Royalties	2,107,000	2,107,000	2,111,566	-	2,111,566	4,566
Discount Earnings	100	100	-	-	-	(100)
Miscellaneous:						
Reimbursements	6,750	26,550	7,528	-	7,528	(19,022)
TOTAL REVENUES	2,232,050	2,306,850	2,225,053	-	2,225,053	(81,797)
EXPENDITURES:						
Leased Buildings:						
Personnel Services	655,978	637,911	629,644	-	629,644	8,267
Materials and Supplies	192,554	190,239	129,129	6,562	135,691	54,548
Contractual Services	1,116,242	1,139,771	1,029,464	25,045	1,054,509	85,262
Total Leased Buildings	1,964,774	1,967,921	1,788,237	31,607	1,819,844	148,077
Weatherization Grant:						
Contractual Services	105,000	195,920	98,232	-	98,232	97,688
Total Weatherization Grant	105,000	195,920	98,232	-	98,232	97,688
Capital Outlay	22,305	24,158	24,158	-	24,158	-
TOTAL EXPENDITURES	2,092,079	2,187,999	1,910,627	31,607	1,942,234	245,765
Excess (Deficiency) of Revenues Over Expenditures	139,971	118,851	314,426	(31,607)	282,819	163,968
OTHER FINANCING SOURCES (USES):						
Transfer Out:						
Airport Fund	(550,000)	(550,000)	(550,000)	-	(550,000)	-
Sale of Assets	-	200	206	-	206	6
TOTAL OTHER FINANCING SOURCES (USES)	(550,000)	(549,800)	(549,794)	-	(549,794)	6
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(410,029)	(430,949)	(235,368)	(31,607)	(266,975)	163,974
Fund Balances at Beginning of Year	332,196	460,229	460,229	-	460,229	-
FUND BALANCES AT END OF YEAR	\$ (77,833)	29,280	224,861	(31,607)	193,254	163,974

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, 2023

	<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	\$ 4,923,257	4,923,257	5,834,217	-	5,834,217	910,960
TOTAL REVENUES	4,923,257	4,923,257	5,834,217	-	5,834,217	910,960
EXPENDITURES:						
Contractual Services	6,564,723	6,418,988	6,800,914	37,205	6,838,119	(419,131)
Capital Outlay	-	145,735	-	145,735	145,735	-
TOTAL EXPENDITURES	6,564,723	6,564,723	6,800,914	182,940	6,983,854	(419,131)
Excess (Deficiency) of Revenues Over Expenditures	(1,641,466)	(1,641,466)	(966,697)	(182,940)	(1,149,637)	491,829
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Sports & Community Venue Fund	1,641,466	1,641,466	946,920	-	946,920	(694,546)
TOTAL OTHER FINANCING SOURCES (USES)	1,641,466	1,641,466	946,920	-	946,920	(694,546)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	-	(19,777)	(182,940)	(202,717)	(202,717)
Fund Balances at Beginning of Year	-	89,552	89,552	-	89,552	-
FUND BALANCES AT END OF YEAR	\$ -	89,552	69,775	(182,940)	(113,165)	(202,717)

CITY OF LAREDO, TEXAS
UNITRADE BASEBALL STADIUM
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023

	<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	\$ -	-	100,025	-	100,025	100,025
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>100,025</u>	<u>-</u>	<u>100,025</u>	<u>100,025</u>
EXPENDITURES:						
Contractual Services	-	-	364,161	-	364,161	(364,161)
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>364,161</u>	<u>-</u>	<u>364,161</u>	<u>(364,161)</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	(264,136)	-	(264,136)	(264,136)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Sports & Community Venue Fund	-	-	264,136	-	264,136	264,136
SOURCES (USES)	<u>-</u>	<u>-</u>	<u>264,136</u>	<u>-</u>	<u>264,136</u>	<u>264,136</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	-	-	-	-	-
Fund Balances at Beginning of Year	-	-	-	-	-	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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, 2023

	<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	6,810	-	6,810	6,510
Miscellaneous:						
Reimbursements	-	-	10,382	-	10,382	10,382
TOTAL REVENUES	300	300	17,192	-	17,192	16,892
EXPENDITURES:						
Contractual Services	300	300	1,012	-	1,012	(712)
Other	55,957	55,957	-	-	-	55,957
TOTAL EXPENDITURES	56,257	56,257	1,012	-	1,012	55,245
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(55,957)	(55,957)	16,180	-	16,180	72,137
Fund Balances at Beginning of Year	55,957	152,430	152,430	-	152,430	-
FUND BALANCES AT END OF YEAR	\$ -	96,473	168,610	-	168,610	72,137

**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, 2023**

	<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	\$ 1,152,213	1,152,213	889,807	-	889,807	(262,406)
TOTAL REVENUES	1,152,213	1,152,213	889,807	-	889,807	(262,406)
EXPENDITURES:						
Contractual Services	1,868,091	1,868,091	1,663,960	5,826	1,669,786	198,305
TOTAL EXPENDITURES	1,868,091	1,868,091	1,663,960	5,826	1,669,786	198,305
Excess (Deficiency) of Revenues Over Expenditures	(715,878)	(715,878)	(774,153)	(5,826)	(779,979)	(64,101)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	710,052	710,052	703,819	-	703,819	(6,233)
TOTAL OTHER FINANCING SOURCES (USES)	710,052	710,052	703,819	-	703,819	(6,233)
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(5,826)	(5,826)	(70,334)	(5,826)	(76,160)	(70,334)
Fund Balances at Beginning of Year	-	109,851	109,851	-	109,851	-
FUND BALANCE AT END OF YEAR	\$ (5,826)	104,025	39,517	(5,826)	33,691	(70,334)

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, 2023

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 37,651	66,166	103,817	80,399
Fees and Collections	1,520,199	268,470	1,788,669	2,048,773
Miscellaneous:				
Reimbursements	299,104	76,275	375,379	320,695
TOTAL REVENUES	1,856,954	410,911	2,267,865	2,449,867
EXPENDITURES:				
Personnel Services	-	-	-	21,185
Materials and Supplies	41,285	-	41,285	59,748
Contractual Services	-	16,339	16,339	16,342
Capital Outlay	172,036	296,517	468,553	2,352,592
TOTAL EXPENDITURES	213,321	312,856	526,177	2,449,867
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,643,633	98,055	1,741,688	-
Net Change in Fund Balances	\$ 1,643,633	98,055	1,741,688	-
Fund Balances-Beginning		1,643,633		
Fund Balances-Ending		\$ 1,741,688		

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, 2023

	<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	\$ -	825,878	265,653	-	265,653	(560,225)
Investment Income:						
Interest Earnings	-	-	10,675	-	10,675	10,675
TOTAL REVENUES	-	825,878	276,328	-	276,328	(549,550)
EXPENDITURES:						
Assistance to FF Grant (AFG)	-	229,048	137,686	6,117	143,803	85,245
FEMA- Covid Grant	-	364,531	-	-	-	364,531
TDEM- Grant	-	80,155	-	-	-	80,155
Capital Outlay	-	193,294	127,968	-	127,968	65,326
TOTAL EXPENDITURES	-	867,028	265,654	6,117	271,771	595,257
Excess (Deficiency) of Revenues Over Expenditures	-	(41,150)	10,674	(6,117)	4,557	45,707
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	-	38,837	38,837	-	38,837	-
TOTAL OTHER FINANCING SOURCES (USES)	-	38,837	38,837	-	38,837	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	(2,313)	49,511	(6,117)	43,394	45,707
Fund Balances at Beginning of Year	-	3,181	3,181	-	3,181	-
FUND BALANCES AT END OF YEAR	\$ -	868	52,692	(6,117)	46,575	45,707

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, 2023

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Taxes:						
Property Taxes	\$ 390,387	390,387	147,800	-	147,800	(242,587)
Investment Income:						
Interest Earnings	9,560	9,560	151,413	-	151,413	141,853
TOTAL REVENUES	399,947	399,947	299,213	-	299,213	(100,734)
EXPENDITURES:						
Materials and Supplies	-	500	249	92	341	159
Contractual Services	-	350,500	226,048	132,565	358,613	(8,113)
Other	692,678	641,678	-	-	-	641,678
Bond Costs	-	1,605	-	-	-	1,605
Capital Outlay	-	2,200,000	-	-	-	2,200,000
TOTAL EXPENDITURES	692,678	3,194,283	226,297	132,657	358,954	2,835,329
Excess (Deficiency) of Revenues Over Expenditures	(292,731)	(2,794,336)	72,916	(132,657)	(59,741)	2,734,595
OTHER FINANCING SOURCES (USES):						
Transfers Out:						
Debt Service	(154,675)	(154,675)	(154,675)	-	(154,675)	-
TOTAL OTHER FINANCING SOURCES (USES)	(154,675)	(154,675)	(154,675)	-	(154,675)	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(447,406)	(2,949,011)	(81,759)	(132,657)	(214,416)	2,734,595
Fund Balances at Beginning of Year	920,126	3,474,447	3,474,447	-	3,474,447	-
FUND BALANCES AT END OF YEAR	\$ 472,720	525,436	3,392,688	(132,657)	3,260,031	2,734,595

CITY OF LAREDO, TEXAS
TIRZ NO. 2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Taxes:						
Property Taxes	\$ -	-	1,633	-	1,633	1,633
TOTAL REVENUES	-	-	1,633	-	1,633	1,633
Excess (Deficiency) of Revenues Over						
Expenditures	-	-	1,633	-	1,633	1,633
Fund Balances at Beginning of Year	-	-	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	-	1,633	-	1,633	1,633

**CITY OF LAREDO, TEXAS
DETOXIFICATION CENTER
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023**

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental Revenue	\$ -	2,000,000	653,441	-	653,441	(1,346,559)
Investment Income:						
Interest Earnings	-	-	26,184	-	26,184	26,184
TOTAL REVENUES	-	2,000,000	679,625	-	679,625	(1,320,375)
EXPENDITURES:						
Webb Detox - Federal Funded:						
Personnel	-	1,367,683	203,112	-	203,112	1,164,571
Materials and Supplies	-	443,859	257,095	31,021	288,116	155,743
Contractual Services	-	68,792	78,668	21,970	100,638	(31,846)
Total Webb Detox - Federal Funded	-	1,880,334	538,875	52,991	591,866	1,288,468
Administration						
Materials and Supplies	-	-	145,655	-	145,655	(145,655)
Contractual Services	-	-	5,623	-	5,623	(5,623)
Total Administration	-	-	151,278	-	151,278	(151,278)
Capital Outlay	-	323,366	147,846	97,241	245,087	78,279
TOTAL EXPENDITURES	-	2,203,700	837,999	150,232	988,231	1,215,469
Excess (Deficiency) of Revenues Over Expenditures	-	(203,700)	(158,374)	(150,232)	(308,606)	(104,906)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	-	203,700	1,830,440	-	1,830,440	1,626,740
TOTAL OTHER FINANCING SOURCES (USES)	-	203,700	1,830,440	-	1,830,440	1,626,740
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	-	1,672,066	(150,232)	1,521,834	1,521,834
Fund Balances at Beginning of Year	-	-	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	-	1,672,066	(150,232)	1,521,834	1,521,834

CITY OF LAREDO, TEXAS
AMERICA RESCUE PLAN ACT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023

	<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	\$ -	-	1,759,421	-	1,759,421	1,759,421
Intergovernmental Revenue	-	52,771,326	13,232,091	-	13,232,091	(39,539,235)
TOTAL REVENUES	-	52,771,326	14,991,512	-	14,991,512	(37,779,814)
EXPENDITURES:						
Personnel:						
Police	-	8,173,162	8,173,162	-	8,173,162	-
Public Works	-	176,721	176,721	-	176,721	-
Parks	-	1,650,117	1,650,117	-	1,650,117	-
I.S.T:						
Contractual Services	-	21,916	553	4,447	5,000	16,916
Public Health:						
Materials and Supplies	-	152,500	38,403	25,946	64,349	88,151
Detox Center	-	5,832,210	186,941	1,711	188,652	5,643,558
COVID- Fire Task Force	-	750,000	1,836	9,836	11,672	738,328
COVID- Homeless Assistance	-	3,754,562	-	3,754,563	3,754,563	(1)
Contractual Services	-	3,600,706	754,532	46,174	800,706	2,800,000
Debt Service	-	7,790	-	-	-	7,790
Capital Outlay	-	26,668,529	2,249,826	6,198,460	8,448,286	18,220,243
TOTAL EXPENDITURES	-	50,788,213	13,232,091	10,041,137	23,273,228	27,514,985
Excess (Deficiency) of Revenues Over Expenditures	-	1,983,113	1,759,421	(10,041,137)	(8,281,716)	(10,264,829)
OTHER FINANCING SOURCES (USES):						
Transfers Out:						
General Fund	(10,000,000)	(2,000,000)	-	-	-	2,000,000
TOTAL OTHER FINANCING SOURCES (USES)	(10,000,000)	(2,000,000)	-	-	-	2,000,000
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(10,000,000)	(16,887)	1,759,421	(10,041,137)	(8,281,716)	(8,264,829)
Fund Balances at Beginning of Year	10,000,000	428,124	428,124	-	428,124	-
FUND BALANCES AT END OF YEAR	\$ -	411,237	2,187,545	(10,041,137)	(7,853,592)	(8,264,829)

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, 2023

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Fees and Collections	\$ 200	200	-	-	-	(200)
Rents and Royalties	1,053,993	1,053,993	-	-	-	(1,053,993)
Fees and Reimbursements	500	500	-	-	-	(500)
TOTAL REVENUES	1,054,693	1,054,693	-	-	-	(1,054,693)
EXPENDITURES:						
Personnel	264,974	264,974	-	-	-	264,974
Materials and Supplies	43,045	43,045	-	-	-	43,045
Contractual Services	436,714	436,714	-	-	-	436,714
Other	17,657	17,657	-	-	-	17,657
Debt Service	292,303	292,303	-	-	-	292,303
TOTAL EXPENDITURES	1,054,693	1,054,693	-	-	-	1,054,693
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-	-	-
Fund Balances at Beginning of Year	-	-	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	-	-	-	-	-

CITY OF LAREDO, TEXAS
SECTION 108 - SOUTHERN HOTEL
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2023

	<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:						
Loan Proceeds	\$ -	4,115,000	-	-	-	(4,115,000)
TOTAL REVENUES	<u>-</u>	<u>4,115,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,115,000)</u>
EXPENDITURES:						
Capital Outlay	-	4,115,000	-	4,115,000	4,115,000	-
TOTAL EXPENDITURES	<u>-</u>	<u>4,115,000</u>	<u>-</u>	<u>4,115,000</u>	<u>4,115,000</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	(4,115,000)	(4,115,000)	(4,115,000)
Fund Balances at Beginning of Year	-	-	-	-	-	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>(4,115,000)</u>	<u>(4,115,000)</u>	<u>(4,115,000)</u>

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, 2023

	<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:						
Police Trust Fund						
Interest Earnings	\$ 20,000	20,000	175,956	-	175,956	155,956
Miscellaneous:						
Reimbursements	350,000	520,000	898,260	-	898,260	378,260
Total Police Trust Fund	370,000	540,000	1,074,216	-	1,074,216	534,216
Financial Task Force						
Investment Income:						
Reimbursements	170,000	-	-	-	-	-
Total Financial Task Force	170,000	-	-	-	-	-
TOTAL REVENUES	540,000	540,000	1,074,216	-	1,074,216	534,216
EXPENDITURES:						
Police Trust Fund						
Materials and Supplies	398,106	320,484	295,751	49,547	345,298	(24,814)
Contractual Services	361,868	336,276	290,065	40,313	330,378	5,898
Total Police Trust Fund	759,974	656,760	585,816	89,860	675,676	(18,916)
Debt Service:						
Principal	274,413	274,413	274,413	-	274,413	-
Capital Outlay	476,242	579,455	425,594	122,269	547,863	31,592
TOTAL EXPENDITURES	1,510,629	1,510,628	1,285,823	212,129	1,497,952	12,676
Excess (Deficiency) of Revenues Over Expenditures	(970,629)	(970,628)	(211,607)	(212,129)	(423,736)	546,892
OTHER FINANCING SOURCES (USES):						
Transfer Out:						
Financial Task Force	(70,000)	(70,000)	(40,735)	-	(40,735)	29,265
TOTAL OTHER FINANCING SOURCES (USES)	(70,000)	(70,000)	(40,735)	-	(40,735)	29,265
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(1,040,629)	(1,040,628)	(252,342)	(212,129)	(464,471)	576,157
Fund Balances at Beginning of Year	3,607,994	4,607,806	4,607,806	-	4,607,806	-
FUND BALANCES AT END OF YEAR	\$ 2,567,365	3,567,178	4,355,464	(212,129)	4,143,335	576,157

**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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
State	\$ 156,585	-	156,585	1,510,867
Investment Income:				
Interest Earnings	242	10	252	-
Miscellaneous:				
Contributions and Donations	-	-	-	1,890,743
TOTAL REVENUES	156,827	10	156,837	3,401,610
EXPENDITURES:				
Other	-	-	-	1,890,743
TX Parks & Wildlife Grant	-	-	-	333,875
Capital Outlay	167,751	-	167,751	1,347,467
TOTAL EXPENDITURES	167,751	-	167,751	3,572,085
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,924)	10	(10,914)	(170,475)
OTHER FINANCING SOURCES (USES):				
Transfers In:				
2008 C.O. Bond	4,680	-	4,680	4,680
Capital Improvements	6,486	-	6,486	99,020
General Fund	-	-	-	66,775
TOTAL OTHER FINANCING SOURCES:	11,166	-	11,166	170,475
Net Change in Fund Balances	\$ 242	10	252	-
Fund Balances-Beginning		242		
Fund Balances-Ending		\$ 252		

**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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
Federal	\$ 479,999	-	479,999	2,316,000
State	2,506,248	3,928	2,510,176	19,763,624
Contributions	3,093,633	61,996	3,155,629	3,763,000
Other	14,442	-	14,442	1,088,493
Investment Income:				
Interest Earnings	73	-	73	72
TOTAL REVENUES	6,094,395	65,924	6,160,319	26,931,189
EXPENDITURES:				
Contributions	-	-	-	12,650
Other	368,440	438,896	807,336	1,088,498
Capital Outlay	9,600,770	-	9,600,770	34,027,106
TOTAL EXPENDITURES	9,969,210	438,896	10,408,106	35,128,254
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,874,815)	(372,972)	(4,247,787)	(8,197,065)
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	136,039	982	137,021	1,193,260
2016 C.O. Bond	135,000	-	135,000	135,000
2018 C.O. Bond	2,375,951	31,121	2,407,072	3,152,132
2019 C.O. Bond	1,150,922	340,869	1,491,791	2,056,657
TOTAL OTHER FINANCING SOURCES:	3,889,263	372,972	4,262,235	8,197,065
Net Change in Fund Balances	\$ 14,448	-	14,448	-
Fund Balances-Beginning		14,448		
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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 271,221	86,847	358,068	264,451
Miscellaneous:				
Other	112,368	-	112,368	111,580
TOTAL REVENUES	383,589	86,847	470,436	376,031
EXPENDITURES:				
Materials and Supplies	1,069,870	4,395	1,074,265	1,122,563
Contractual Services	234,293	57,976	292,269	9,071
Other	-	-	-	44,072
Bond Costs	287,621	-	287,621	292,539
Capital Outlay	18,165,301	47,310	18,212,611	20,184,040
TOTAL EXPENDITURES	19,757,085	109,681	19,866,766	21,652,285
Excess (Deficiency) of Revenues Over (Under) Expenditures	(19,373,496)	(22,834)	(19,396,330)	(21,276,254)
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	-
TOTAL OTHER FINANCING SOURCES:	21,287,254	-	21,287,254	21,276,254
Net Change in Fund Balances	\$ 1,913,758	(22,834)	1,890,924	-
Fund Balances-Beginning		1,913,758		
Fund Balances-Ending		\$ 1,890,924		

**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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 257,976	7,122	265,098	257,323
Other	71,944	-	71,944	71,943
TOTAL REVENUES	329,920	7,122	337,042	329,266
EXPENDITURES:				
Materials and Supplies	49,149	-	49,149	49,150
Contractual Services	188,562	14	188,576	26,925
Other	-	-	-	7,129
Debt Service	480,247	-	480,247	480,248
Capital Outlay	26,952,905	62,700	27,015,605	27,258,561
TOTAL EXPENDITURES	27,670,863	62,714	27,733,577	27,822,013
Excess (Deficiency) of Revenues Over (Under) Expenditures	(27,340,943)	(55,592)	(27,396,535)	(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	\$ 151,804	(55,592)	96,212	-
Fund Balances-Beginning		151,804		
Fund Balances-Ending		\$ 96,212		

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, 2023

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 65,086	593	65,679	66,384
Miscellaneous:				
Reimbursements	30,779	-	30,779	30,779
TOTAL REVENUES	95,865	593	96,458	97,163
EXPENDITURES:				
Materials and Supplies	86,423	-	86,423	86,423
Contractual Services	151,130	-	151,130	12,192
Other	-	-	-	1,760
Bond Cost	166,174	-	166,174	166,175
Capital Outlay	3,572,626	-	3,572,626	3,711,579
TOTAL EXPENDITURES	3,976,353	-	3,976,353	3,978,129
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,880,488)	593	(3,879,895)	(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:				
Environmental 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	\$ 12,963	593	13,556	-
Fund Balances-Beginning		12,963		
Fund Balances-Ending		\$ 13,556		

**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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 44,912	6,335	51,247	45,457
Miscellaneous:				
Reimbursements	5,200	-	5,200	5,200
TOTAL REVENUES	50,112	6,335	56,447	50,657
EXPENDITURES:				
Materials and Supplies	213	-	213	213
Contractual Services	28,923	1,454	30,377	16,596
Other	-	-	-	2,262
Bond Cost	128,366	-	128,366	128,366
Capital Outlay	5,885,012	11,686	5,896,698	5,910,606
TOTAL EXPENDITURES	6,042,514	13,140	6,055,654	6,058,043
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,992,402)	(6,805)	(5,999,207)	(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	\$ 144,327	(6,805)	137,522	-
Fund Balances-Beginning		144,327		
Fund Balances-Ending		\$ 137,522		

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, 2023

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 407,060	152,127	559,187	395,568
Miscellaneous:				
Reimbursements	293,333	-	293,333	180,630
TOTAL REVENUES	700,393	152,127	852,520	576,198
EXPENDITURES:				
Personnel Services	116,221	35,620	151,841	105,154
Materials and Supplies	89,583	-	89,583	-
Contractual Services	916,466	116,645	1,033,111	198,401
Other	-	-	-	166,518
Bond Cost	219,742	-	219,742	219,742
Capital Outlay	10,777,290	112,508	10,889,798	13,288,660
TOTAL EXPENDITURES	12,119,302	264,773	12,384,075	13,978,475
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,418,909)	(112,646)	(11,531,555)	(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	(862,743)	(73,104)	(935,847)	(1,163,494)
Capital Grants	(136,038)	(982)	(137,020)	(1,193,260)
TOTAL OTHER FINANCING SOURCES:	14,760,250	(74,086)	14,686,164	13,402,277
Net Change in Fund Balances	\$ 3,341,341	(186,732)	3,154,609	-
Fund Balances-Beginning		3,341,341		
Fund Balances-Ending		\$ 3,154,609		

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, 2023

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 872,347	325,568	1,197,915	647,355
Discount Earnings	337	-	337	337
Miscellaneous				
Reimbursements	39,334	-	39,334	39,334
TOTAL REVENUES	912,018	325,568	1,237,586	687,026
EXPENDITURES:				
Personnel Services	-	-	-	79,756
Materials and Supplies	9,222	-	9,222	2,340
Contractual Services	325,918	201,518	527,436	420,350
Other	-	-	-	55,646
Bond Cost	339,481	-	339,481	339,481
Capital Outlay	16,829,955	318,829	17,148,784	24,236,027
TOTAL EXPENDITURES	17,504,576	520,347	18,024,923	25,133,600
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,592,558)	(194,779)	(16,787,337)	(24,446,574)
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:				
Debt Serices-Interest	-	(2,906)	(2,906)	(2,907)
Capital Grants	(135,000)	-	(135,000)	(135,000)
TOTAL OTHER FINANCING SOURCES:	24,449,481	(2,906)	24,446,575	24,446,574
Net Change in Fund Balances	\$ 7,856,923	(197,685)	7,659,238	-
Fund Balances-Beginning		7,856,923		
Fund Balances-Ending		\$ 7,659,238		

**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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 422,089	83,368	505,457	516,577
Discount Earnings	1,469	-	1,469	1,469
TOTAL REVENUES	423,558	83,368	506,926	518,046
EXPENDITURES:				
Personnel Services	-	119	119	249,173
Materials and Supplies	3,708	7,130	10,838	8,235
Contractual Services	581,347	15,876	597,223	74,974
Other	-	-	-	71,394
Bond Cost	236,232	-	236,232	236,233
Capital Outlay	14,900,270	45,932	14,946,202	16,956,513
TOTAL EXPENDITURES	15,721,557	69,057	15,790,614	17,596,522
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,297,999)	14,311	(15,283,688)	(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	\$ 1,805,477	14,311	1,819,788	-
Fund Balances-Beginning		1,805,477		
Fund Balances-Ending		\$ 1,819,788		

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, 2023

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 478,045	281,066	759,111	305,650
TOTAL REVENUES	478,045	281,066	759,111	305,650
EXPENDITURES:				
Personnel Services	-	3,538	3,538	337,348
Materials and Supplies	4,080	5,000	9,080	2,565
Contractual Services	233,991	6,397	240,388	82,089
Other	-	-	-	24,377
Bond Cost	188,349	-	188,349	188,349
Capital Outlay	3,982,662	305,828	4,288,490	9,097,506
TOTAL EXPENDITURES	4,409,082	320,763	4,729,845	9,732,234
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,931,037)	(39,697)	(3,970,734)	(9,426,584)
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	(2,375,952)	(31,121)	(2,407,073)	(3,089,891)
TOTAL OTHER FINANCING SOURCES:	10,140,523	(31,121)	10,109,402	9,426,584
Net Change in Fund Balances	\$ 6,209,486	(70,818)	6,138,668	-
Fund Balances-Beginning		6,209,486		
Fund Balances-Ending		\$ 6,138,668		

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, 2023

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 273,425	405,555	678,980	143,550
Miscellaneous				
Reimbursements	1,398,197	338,648	1,736,845	2,000,000
TOTAL REVENUES	1,671,622	744,203	2,415,825	2,143,550
EXPENDITURES:				
Personnel Services	-	7,457	7,457	345,698
Materials and Supplies	-	11,707	11,707	-
Contractual Services	542,703	70,257	612,960	132,656
Other	-	-	-	2,876,987
Bond Cost	163,650	-	163,650	163,650
Capital Outlay	6,602,162	1,709,433	8,311,595	13,801,567
TOTAL EXPENDITURES	7,308,515	1,798,854	9,107,369	17,320,558
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,636,893)	(1,054,651)	(6,691,544)	(15,177,008)
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:				
Environmental Services	-	(5,693)	(5,693)	(5,693)
Capital Grants	(1,150,922)	(340,869)	(1,491,791)	(1,491,793)
TOTAL OTHER FINANCING SOURCES:	15,523,572	(346,562)	15,177,010	15,177,008
Net Change in Fund Balances	\$ 9,886,679	(1,401,213)	8,485,466	-
Fund Balances-Beginning		9,886,679		
Fund Balances-Ending		\$ 8,485,466		

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, 2023

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ 61,653	462,651	524,304	34,810
Miscellaneous				
Reimbursements	-	8,336	8,336	-
TOTAL REVENUES	61,653	470,987	532,640	34,810
EXPENDITURES:				
Personnel Services	75,987	1,095	77,082	357,699
Materials and Supplies	-	36,497	36,497	26,081
Contractual Services	1,374	5,209	6,583	10,509
Other	-	-	-	28,689
Bond Cost	169,900	-	169,900	169,901
Capital Outlay	2,615,378	2,663,117	5,278,495	14,621,220
TOTAL EXPENDITURES	2,862,639	2,705,918	5,568,557	15,214,099
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,800,986)	(2,234,931)	(5,035,917)	(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	\$ 12,378,303	(2,234,931)	10,143,372	-
Fund Balances-Beginning		12,378,303		
Fund Balances-Ending		\$ 10,143,372		

**CITY OF LAREDO, TEXAS
CERTIFICATE OF OBLIGATION 2022 ISSUE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Investment Income:				
Interest Earnings	\$ -	1,169,924	1,169,924	-
TOTAL REVENUES	<u>-</u>	<u>1,169,924</u>	<u>1,169,924</u>	<u>-</u>
EXPENDITURES:				
Personnel Services	-	11,215	11,215	41,267
Materials and Supplies	-	39,316	39,316	39,315
Contractual Services	-	18,640	18,640	2,283
Other	-	-	-	2,263,941
Bond Cost	-	336,198	336,198	336,199
Capital Outlay	-	7,331,823	7,331,823	30,169,143
TOTAL EXPENDITURES	<u>-</u>	<u>7,737,192</u>	<u>7,737,192</u>	<u>32,852,148</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>(6,567,268)</u>	<u>(6,567,268)</u>	<u>(32,852,148)</u>
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	-	31,030,000	31,030,000	31,030,000
Bond Premium	-	1,822,148	1,822,148	1,822,148
TOTAL OTHER FINANCING SOURCES:	<u>-</u>	<u>32,852,148</u>	<u>32,852,148</u>	<u>32,852,148</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>26,284,880</u>	<u>26,284,880</u>	<u>-</u>
Fund Balances-Beginning		<u>-</u>		
Fund Balances-Ending		<u>\$ 26,284,880</u>		

**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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
FAA Grants	\$ 71,702,108	13,976,772	85,678,880	105,189,980
Texas Department of Transportation	173,948	47,823	221,771	150,000
Investment Income:				
Interest Earnings	436,777	84,962	521,739	415,097
Miscellaneous:				
Other	2,600	-	2,600	95,100
TOTAL REVENUES	72,315,433	14,109,557	86,424,990	105,850,177
EXPENDITURES:				
Personnel	954,572	30,478	985,050	1,412,505
Materials and Supplies	668,044	72,276	740,320	613,018
Contractual Services	9,064,887	142,269	9,207,156	12,415,929
Other	141,699	-	141,699	2,751,545
Capital Outlay	72,924,065	13,231,154	86,155,219	106,535,544
TOTAL EXPENDITURES	83,753,267	13,476,177	97,229,444	123,728,541
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,437,834)	633,380	(10,804,454)	(17,878,364)
OTHER FINANCING SOURCES (USES):				
Transfers In:				
General Fund	728,184	-	728,184	728,184
International Airport	13,647,854	47,823	13,695,677	17,150,180
TOTAL OTHER FINANCING SOURCES:	14,376,038	47,823	14,423,861	17,878,364
Net Change in Fund Balances	\$ 2,938,204	681,203	3,619,407	-
Fund Balances-Beginning		2,938,204		
Fund Balances-Ending		\$ 3,619,407		

**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, 2023**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
REVENUES:				
Intergovernmental:				
Federal	\$ 8,281,309	2,100,825	10,382,134	8,509,000
State	2,055,799	289,215	2,345,014	2,845,747
Investment Income:				
Interest Earnings	4,077,875	2,703,075	6,780,950	4,307,088
Miscellaneous:				
Contribution	741,937	20,000	761,937	681,937
Other	12,390,690	327,810	12,718,500	12,351,737
TOTAL REVENUES	27,547,610	5,440,925	32,988,535	28,695,509
EXPENDITURES:				
Personnel Services	674,092	729,421	1,403,513	2,108,089
Materials and Supplies	41,705	61,094	102,799	155,264
Contractual Services	4,050,515	3,385,831	7,436,346	6,794,563
Other	1,638,936	126,330	1,765,266	14,842,180
Capital Outlay	15,642,056	3,725,308	19,367,364	39,565,611
TOTAL EXPENDITURES	22,047,304	8,027,984	30,075,288	63,465,707
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,500,306	(2,587,059)	2,913,247	(34,770,198)
OTHER FINANCING SOURCES (USES):				
Transfers In:				
General Fund	14,976,797	4,516,270	19,493,067	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	56,979	73,104	130,083	357,731
Bridge System	\$ 52,631,336	12,837,015	65,468,351	61,052,955

(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, 2023**

(Continued)

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>	<u>Project Authorization</u>
Transfers Out:				
Health Fund	\$ (580,252)	(2,130)	(582,382)	(1,469,000)
General Fund	(12,552,208)	(24,998)	(12,577,206)	(42,054,314)
Parks Capital Grants	-	-	-	(99,020)
Capital Grants Fund	-	-	-	(1,427,224)
TOTAL OTHER FINANCING SOURCES:	<u>57,964,925</u>	<u>17,399,261</u>	<u>75,364,186</u>	<u>34,770,198</u>
Net Change in Fund Balances	<u>\$ 63,465,231</u>	<u>14,812,202</u>	<u>78,277,433</u>	<u>-</u>
Fund Balances-Beginning		<u>63,465,231</u>		
Fund Balances-Ending		<u>\$ 78,277,433</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, 2023

	<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	3,221	-	3,221	2,821
TOTAL REVENUES	400	400	3,221	-	3,221	2,821
EXPENDITURES:						
Materials and Supplies	9,191	9,191	-	-	-	9,191
Contractual Services	6,599	6,599	-	-	-	6,599
TOTAL EXPENDITURES	15,790	15,790	-	-	-	15,790
Excess (Deficiency) of Revenues Over Expenditures	(15,390)	(15,390)	3,221	-	3,221	18,611
Fund Balances at Beginning of Year	65,390	79,729	79,729	-	79,729	-
FUND BALANCES AT END OF YEAR	\$ 50,000	64,339	82,950	-	82,950	18,611

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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, 2023

	<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	30,645	84,562	429	5,711	121,347
Investments	5,418,641	14,913,533	77,004	1,027,619	21,436,797
Accounts Receivable	-	-	4,765	34,130	38,895
Accrued Interest Receivable	67,636	186,152	961	12,827	267,576
Inventory	-	-	1,072,444	-	1,072,444
Prepaid items	344,000	9,761	-	-	353,761
Total Current Assets	<u>5,860,922</u>	<u>15,194,008</u>	<u>1,156,003</u>	<u>1,080,287</u>	<u>23,291,220</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	697,269	6,282,760	7,043,965
Transportation Vehicles and Equipment	181,992	25,262	10,708,758	419,269	11,335,281
Less Accumulated Depreciation	<u>(190,357)</u>	<u>(19,322)</u>	<u>(11,458,648)</u>	<u>(4,835,382)</u>	<u>(16,503,709)</u>
Total Capital Assets (Net of Accumulated Depreciation)	<u>39,542</u>	<u>23,157</u>	<u>404,846</u>	<u>2,063,273</u>	<u>2,530,818</u>
TOTAL ASSETS	<u>5,900,464</u>	<u>15,217,165</u>	<u>1,560,849</u>	<u>3,143,560</u>	<u>25,822,038</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable	340,460	948,238	804,457	224,333	2,317,488
Claims and Judgments Payable	1,727,893	4,923,892	-	-	6,651,785
Accrued Wages and Employee Benefits	65,147	22,379	122,926	127,390	337,842
Compensated Absences	39,115	8,277	62,129	88,518	198,039
Capital Lease Obligation	673	-	225	260	1,158
Total Current Liabilities	<u>2,173,288</u>	<u>5,902,786</u>	<u>989,737</u>	<u>440,501</u>	<u>9,506,312</u>
Noncurrent Liabilities:					
Compensated Absences	<u>64,482</u>	<u>18,700</u>	<u>87,611</u>	<u>199,837</u>	<u>370,630</u>
Total Noncurrent Liabilities	<u>64,482</u>	<u>18,700</u>	<u>87,611</u>	<u>199,837</u>	<u>370,630</u>
TOTAL LIABILITIES	<u>2,237,770</u>	<u>5,921,486</u>	<u>1,077,348</u>	<u>640,338</u>	<u>9,876,942</u>
NET POSITION					
Net Investment in Capital Assets	38,869	23,157	404,846	2,063,013	2,529,885
Unrestricted	<u>3,623,825</u>	<u>9,272,522</u>	<u>78,655</u>	<u>440,209</u>	<u>13,415,211</u>
TOTAL NET POSITION	<u>\$ 3,662,694</u>	<u>9,295,679</u>	<u>483,501</u>	<u>2,503,222</u>	<u>15,945,096</u>

CITY OF LAREDO, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
Year ended September 30, 2023

	RISK MANAGEMENT	HEALTH & BENEFITS	FLEET MANAGEMENT	INFORMATION TECHNOLOGY	TOTAL
OPERATING REVENUES:					
Charges for Services	\$ 9,787,890	35,405,714	18,093,991	6,135,181	69,422,776
Reimbursements	-	4,446,083	188,422	34,699	4,669,204
TOTAL OPERATING REVENUES	9,787,890	39,851,797	18,282,413	6,169,880	74,091,980
OPERATING EXPENSES:					
Cost of Services	5,855,744	38,691,827	12,888,664	-	57,436,235
Personnel Services	1,600,084	484,632	3,083,012	3,046,290	8,214,018
Materials and Supplies	126,869	30,702	140,174	339,832	637,577
Contractual Services	807,665	2,120,003	894,218	2,527,788	6,349,674
Other	-	-	-	118	118
Depreciation	14,413	2,105	58,985	602,393	677,896
TOTAL OPERATING EXPENSES	8,404,775	41,329,269	17,065,053	6,516,421	73,315,518
Operating Income (Loss)	1,383,115	(1,477,472)	1,217,360	(346,541)	776,462
NON-OPERATING REVENUES (EXPENSES):					
Investment Income:					
Interest Earnings	135,994	507,082	-	19,176	662,252
Discount Earnings	-	-	2,575	-	2,575
Interest Expense	(66)	-	(22)	(25)	(113)
Gain/(Loss) on Sale of Assets	-	-	62,266	-	62,266
TOTAL NON-OPERATING REVENUES (EXPENSES)	135,928	507,082	64,819	19,151	726,980
Income Before Contributions and Transfers	1,519,043	(970,390)	1,282,179	(327,390)	1,503,442
Change in Net Position	1,519,043	(970,390)	1,282,179	(327,390)	1,503,442
Total Net Position - Beginning	2,143,651	10,266,069	(798,678)	2,830,612	14,441,654
TOTAL NET POSITION- ENDING	\$ 3,662,694	9,295,679	483,501	2,503,222	15,945,096

CITY OF LAREDO, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year ended September 30, 2023

	RISK MANAGEMENT	HEALTH & BENEFITS	FLEET MANAGEMENT	INFORMATION TECHNOLOGY	TOTAL
CASH FLOW FROM OPERATING ACTIVITIES:					
Receipts from customers and users	\$ -	4,488,072	189,229	98,827	4,776,128
Receipts from interfund services provided	9,787,890	35,363,725	18,093,991	6,056,923	69,302,529
Payment to suppliers	(6,736,101)	(40,194,147)	(13,250,493)	(2,531,317)	(62,712,058)
Payment to employees	(1,585,962)	(469,096)	(3,036,325)	(3,008,654)	(8,100,037)
Payment for interfund services used	(440,687)	(10,471)	(411,277)	(347,474)	(1,209,909)
Net cash provided (used) by operating activities	1,025,140	(821,917)	1,585,125	268,305	2,056,653
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES:					
Advance from Other Funds	-	-	(1,481,863)	-	(1,481,863)
Net cash provided (used) by noncapital and related financing activities	-	-	(1,481,863)	-	(1,481,863)
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Purchase of capital assets	(30,194)	(25,263)	(28,628)	(153,335)	(237,420)
Principle Paid on capital debt	(1,569)	-	(523)	(608)	(2,700)
Interest Paid on capital debt	(65)	-	(22)	(25)	(112)
Proceeds from sales of capital assets	-	-	1,729	-	1,729
Net cash provided (used) by capital and related financing activities	(31,828)	(25,263)	(27,444)	(153,968)	(238,503)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from sales and maturity of investments	(1,062,895)	497,786	(77,004)	(121,637)	(763,750)
Interest and dividends received	80,629	364,349	1,615	8,901	455,494
Net cash provided (used) by investing activities	(982,266)	862,135	(75,389)	(112,736)	(308,256)
Net increase (decrease) in cash and cash equivalents	11,046	14,955	429	1,601	28,031
Cash and cash equivalents - October 1	19,599	69,607	400	4,110	93,716
Cash and cash equivalents - September 30	\$ 30,645	84,562	829	5,711	121,747
Reconciliation of Operating income to net cash provided (used) by operating activities:					
Operating income	\$ 1,383,115	(1,477,472)	1,217,360	(346,541)	776,462
Adjustments to reconcile operating income to net cash provided (used)					
Depreciation expense	14,413	2,105	58,985	602,394	677,897
(Increase) decrease in accounts receivable	-	-	807	(14,131)	(13,324)
(Increase) decrease in inventories	-	-	(3,951)	-	(3,951)
Increase (decrease) in accounts payable	(115,335)	108,613	265,237	(11,053)	247,462
Increase (decrease) in compensated absences payable	6,819	8,139	27,995	10,439	53,392
Increase (decrease) in accrued wages and employee benefits	7,303	7,397	18,692	27,197	60,589
Increase (decrease) in claims and judgements payable	(271,175)	529,301	-	-	258,126
Total adjustments	(357,975)	655,555	367,765	614,846	1,280,191
Net cash provided by operating activities	\$ 1,025,140	(821,917)	1,585,125	268,305	2,056,653
Noncash investing, capital, and financing activities:					
Disposition of Assets	-	-	60,537	-	60,537

CITY OF LAREDO, TEXAS
RISK MANAGEMENT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2023

	<u>Budgeted Amount</u>				<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Budget</u>	<u>Actual</u>	<u>Adjustment</u>	<u>Budget Basis</u>	<u>Positive (Negative)</u>
OPERATING REVENUES:						
Charges for Services	\$ 9,124,767	9,124,767	9,787,890	-	9,787,890	663,123
Reimbursements	50,000	50,000	-	-	-	(50,000)
TOTAL OPERATING REVENUES	9,174,767	9,174,767	9,787,890	-	9,787,890	613,123
OPERATING EXPENSES:						
Cost of Services	7,550,525	7,538,205	5,855,744	-	5,855,744	1,682,461
Personnel Services	1,573,646	1,573,646	1,600,084	(3,587)	1,596,497	(22,851)
Materials and Supplies	132,781	153,286	126,869	-	126,869	26,417
Contractual Services	959,638	1,026,453	807,665	-	807,665	218,788
Other	250,000	175,000	-	-	-	175,000
Capital Outlay	30,194	30,194	-	30,194	30,194	-
Depreciation	-	-	14,413	(14,413)	-	-
TOTAL OPERATING EXPENSES	10,496,784	10,496,784	8,404,775	12,194	8,416,969	2,079,815
Operating Income (Loss)	(1,322,017)	(1,322,017)	1,383,115	(12,194)	1,370,921	2,692,938
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	10,000	10,000	135,994	-	135,994	125,994
Debt Service - Principal	(1,485)	(1,485)	-	(1,485)	(1,485)	-
Debt Service - Interest	(225)	(225)	(66)	-	(66)	159
TOTAL NON-OPERATING REVENUES (EXPENSES)	8,290	8,290	135,928	(1,485)	134,443	126,153
Income (Loss) Before Contributions and Transfers	(1,313,727)	(1,313,727)	1,519,043	(13,679)	1,505,364	2,819,091
Change in Net Position	(1,313,727)	(1,313,727)	1,519,043	(13,679)	1,505,364	2,819,091
Total Net Position - Beginning	2,143,651	2,143,651	2,143,651	-	2,143,651	-
TOTAL NET POSITION - ENDING	\$ 829,924	829,924	3,662,694	(13,679)	3,649,015	2,819,091

CITY OF LAREDO, TEXAS
RISK MANAGEMENT
STATEMENT OF CASH FLOWS
Year ended September 30, 2023

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from interfund services provided	\$ 9,787,890
Payment to suppliers	(6,736,101)
Payment to employees	(1,585,962)
Payment for interfund services used	<u>(440,687)</u>
Net cash provided (used) by operating activities	<u>1,025,140</u>

**CASH FLOW FROM CAPITAL AND
RELATED FINANCING ACTIVITIES:**

Purchase of capital assets	(30,194)
Principle Paid on capital debt	(1,569)
Interest Paid on capital debt	<u>(65)</u>
Net cash provided (used) by capital and related financing activities	<u>(31,828)</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturity of investments	(1,062,895)
Interest and dividends received	<u>80,629</u>
Net cash provided (used) by investing activities	<u>(982,266)</u>
Net increase (decrease) in cash and cash equivalents	11,046
Cash and cash equivalents - October 1	<u>19,599</u>
Cash and cash equivalents - September 30	\$ <u>30,645</u>

**Reconciliation of Operating income to
net cash provided (used) by operating
activities:**

Operating income	\$ 1,383,115
Adjustments to reconcile operating income to net cash provided (used)	
Depreciation expense	14,413
Increase (decrease) in accounts payable	(115,335)
Increase (decrease) in compensated absences payable	6,819
Increase (decrease) in accrued wages and employee benefits	7,303
Increase (decrease) in claims and judgments payable	<u>(271,175)</u>
Total adjustments	<u>(357,975)</u>
Net cash provided by operating activities	\$ <u>1,025,140</u>

CITY OF LAREDO, TEXAS
HEALTH AND BENEFITS
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2023

	<u>Budgeted Amount</u>				<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Adjustment</u>		
OPERATING REVENUES:						
Charges for Services	\$ 33,657,776	33,657,776	35,405,714	-	35,405,714	1,747,938
Reimbursements	2,985,947	2,985,947	4,446,083	-	4,446,083	1,460,136
TOTAL OPERATING REVENUES	36,643,723	36,643,723	39,851,797	-	39,851,797	3,208,074
OPERATING EXPENSES:						
Cost of Services	35,565,491	38,984,603	38,691,827	-	38,691,827	292,776
Personnel Services	569,103	578,072	484,632	(8,139)	476,493	101,579
Materials and Supplies	15,383	58,483	30,702	-	30,702	27,781
Contractual Services	2,298,102	2,246,921	2,120,003	-	2,120,003	126,918
Other	1,704,808	1,684,808	-	-	-	1,684,808
Capital Outlay	25,263	25,263	-	25,263	25,263	-
Depreciation	-	-	2,105	(2,105)	-	-
TOTAL OPERATING EXPENSES	40,178,150	43,578,150	41,329,269	15,019	41,344,288	2,233,862
Operating Income (Loss)	(3,534,427)	(6,934,427)	(1,477,472)	(15,019)	(1,492,491)	5,441,936
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	40,000	40,000	507,082	-	507,082	467,082
TOTAL NON-OPERATING REVENUES (EXPENSES)	40,000	40,000	507,082	-	507,082	467,082
Income Before Contributions and Transfers	(3,494,427)	(6,894,427)	(970,390)	(15,019)	(985,409)	5,909,018
Change in Net Position	(3,494,427)	(6,894,427)	(970,390)	(15,019)	(985,409)	5,909,018
Total Net Position - Beginning	10,266,069	10,266,069	10,266,069	-	10,266,069	-
TOTAL NET POSITION-ENDING	\$ 6,771,642	3,371,642	9,295,679	(15,019)	9,280,660	5,909,018

**CITY OF LAREDO, TEXAS
HEALTH AND BENEFITS
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 4,488,072
Receipts from interfund services provided	35,363,725
Payment to suppliers	(40,194,147)
Payment to employees	(469,096)
Payment for interfund services used	<u>(10,471)</u>
Net cash provided (used) by operating activities	<u>(821,917)</u>

**CASH FLOW FROM CAPITAL AND
RELATED FINANCING ACTIVITIES:**

Purchase of capital assets	<u>(25,263)</u>
Net cash provided (used) by capital and related financing activities	<u>(25,263)</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturity of investments	497,786
Interest and dividends received	<u>364,349</u>
Net cash provided (used) by investing activities	<u>862,135</u>
Net increase (decrease) in cash and cash equivalents	40,218
Cash and cash equivalents - October 1	<u>69,607</u>
Cash and cash equivalents - September 30	\$ <u><u>109,825</u></u>

**Reconciliation of Operating income to
net cash provided (used) by operating
activities:**

Operating income	\$ (1,477,472)
Adjustments to reconcile operating income to net cash provided (used)	
Depreciation expense	2,105
Increase (decrease) in accounts payable	108,613
Increase (decrease) in compensated absences payable	8,139
Increase (decrease) in accrued wages and employee benefits	7,397
Increase (decrease) in claims and judgements payable	<u>529,301</u>
Total adjustments	<u>655,555</u>
Net cash provided by operating activities	\$ <u><u>(821,917)</u></u>

CITY OF LAREDO, TEXAS
FLEET MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2023

	<u>Budgeted Amount</u>				<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Adjustment</u>		
OPERATING REVENUES:						
Charges for Services	\$ 16,241,489	18,641,489	18,093,991	-	18,093,991	(547,498)
Reimbursements	300,000	300,000	188,422	-	188,422	(111,578)
TOTAL OPERATING REVENUES	16,541,489	18,941,489	18,282,413	-	18,282,413	(659,076)
OPERATING EXPENSES:						
Cost of Services	10,310,654	13,357,108	12,888,664	-	12,888,664	468,444
Personnel Services	3,019,267	3,087,767	3,083,012	(27,995)	3,055,017	32,750
Materials and Supplies	171,128	235,428	140,174	-	140,174	95,254
Contractual Services	1,027,007	1,037,660	894,218	-	894,218	143,442
Other	1,119,573	304,048	-	-	-	304,048
Capital Outlay	98,020	123,638	-	28,628	28,628	95,010
Depreciation	-	-	58,985	(58,985)	-	-
TOTAL OPERATING EXPENSES	15,745,649	18,145,649	17,065,053	(58,352)	17,006,701	1,138,948
Operating Income (Loss)	795,840	795,840	1,217,360	58,352	1,275,712	479,872
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Discount Earnings	-	-	2,575	-	2,575	2,575
Lease Purchase	(537)	(537)	-	(523)	(523)	14
Lease Interest	(74)	(74)	(22)	-	(22)	52
Gain/(Loss) on Sale of Assets	-	-	62,266	(60,537)	1,729	1,729
TOTAL NON-OPERATING REVENUES (EXPENSES)	(611)	(611)	64,819	(61,060)	3,759	4,370
Change in Net Position	795,229	795,229	1,282,179	(2,708)	1,279,471	484,242
Total Net Position - Beginning	(798,678)	(798,678)	(798,678)	-	(798,678)	-
TOTAL NET POSITION- ENDING	\$ (3,449)	(3,449)	483,501	(2,708)	480,793	484,242

**CITY OF LAREDO, TEXAS
FLEET MANAGEMENT FUND
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 189,229
Receipts from interfund services provided	18,093,991
Payment to suppliers	(13,250,493)
Payment to employees	(3,036,325)
Payment for interfund services used	<u>(411,277)</u>
Net cash provided (used) by operating activities	<u>1,585,125</u>

CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES:

Advance from other funds	<u>(1,481,863)</u>
Net cash provided (used) by noncapital and related financing activities	<u>(1,481,863)</u>

CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Purchase of capital assets	(28,628)
Principle Paid on capital debt	(523)
Interest Paid on capital debt	(22)
Proceeds from sales of capital assets	<u>1,729</u>
Net cash provided (used) by capital and related financing activities	<u>(27,444)</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturity of investments	(77,004)
Interest and dividends received	<u>1,615</u>
Net cash provided (used) by investing activities	<u>(75,389)</u>

Net increase (decrease) in cash and cash equivalents	429
Cash and cash equivalents - October 1	<u>400</u>
Cash and cash equivalents - September 30	\$ <u>829</u>

Reconciliation of Operating income to net cash provided (used) by operating activities:

Operating income	\$ 1,217,360
Adjustments to reconcile operating income to net cash provided (used)	
Depreciation expense	58,985
(Increase) decrease in accounts receivable	807
(Increase) decrease in inventories	(3,951)
Increase (decrease) in accounts payable	265,237
Increase (decrease) in compensated absences payable	27,995
Increase (decrease) in accrued wages and employee benefits	<u>18,692</u>
Total adjustments	<u>367,765</u>
Net cash provided by operating activities	\$ <u>1,585,125</u>

Noncash investing, capital, and financing activities:	
Dispositions of assets	60,537

CITY OF LAREDO, TEXAS
INFORMATION TECHNOLOGY
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2023

	<u>Budgeted Amount</u>		<u>Actual</u>	<u>Adjustment</u>	<u>Actual Budget Basis</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Budget</u>				
OPERATING REVENUES:						
Charges for Services	\$ 6,392,082	6,392,082	6,135,181	-	6,135,181	(256,901)
Reimbursements	80,000	80,000	34,699	-	34,699	(45,301)
TOTAL OPERATING REVENUES	6,472,082	6,472,082	6,169,880	-	6,169,880	(302,202)
OPERATING EXPENSES:						
Personnel Services	3,133,750	3,137,600	3,046,290	(10,440)	3,035,850	101,750
Materials and Supplies	588,572	540,578	339,832	-	339,832	200,746
Contractual Services	3,194,743	3,127,831	2,527,788	-	2,527,788	600,043
Other	199,871	26	118	-	118	(92)
Capital Outlay	-	278,450	-	153,335	153,335	125,115
Depreciation	-	-	602,393	(602,393)	-	-
TOTAL OPERATING EXPENSES	7,116,936	7,084,485	6,516,421	(459,498)	6,056,923	1,027,562
Operating Income (Loss)	(644,854)	(612,403)	(346,541)	459,498	112,957	725,360
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	2,000	2,000	19,176	-	19,176	17,176
Capital Leases Payments	-	(608)	-	(608)	(608)	-
Interest Expense	-	-	(25)	-	(25)	(25)
TOTAL NON-OPERATING REVENUES (EXPENSES)	2,000	1,392	19,151	(608)	18,543	17,151
Change in Net Position	(642,854)	(611,011)	(327,390)	458,890	131,500	742,511
Total Net Position - Beginning	2,830,612	2,830,612	2,830,612	-	2,830,612	-
TOTAL NET POSITION - ENDING	\$ 2,187,758	2,219,601	2,503,222	458,890	2,962,112	742,511

CITY OF LAREDO, TEXAS
INFORMATION TECHNOLOGY FUND
STATEMENT OF CASH FLOWS
Year ended September 30, 2023

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 98,827
Receipts from interfund services provided	6,056,923
Payment to suppliers	(2,531,317)
Payment to employees	(3,008,654)
Payment for interfund services used	<u>(347,474)</u>
Net cash provided (used) by operating activities	<u>268,305</u>

CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer to other funds	-
Subsidy from federal and state grants	<u>-</u>
Net cash provided (used) by noncapital and related financing activities	<u>-</u>

CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Purchase of capital assets	(153,335)
Proceeds from sales of capital debt	-
Principle Paid on capital debt	(608)
Interest Paid on capital debt	<u>(25)</u>
Net cash provided (used) by capital and related financing activities	<u>(153,968)</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturity of investments	(121,637)
Interest and dividends received	<u>8,901</u>
Net cash provided (used) by investing activities	<u>(112,736)</u>
Net increase (decrease) in cash and cash equivalents	1,601
Cash and cash equivalents - October 1	<u>4,110</u>
Cash and cash equivalents - September 30	<u>\$ 5,711</u>

Reconciliation of Operating income to net cash provided (used) by operating activities:

Operating income	\$ (346,541)
Adjustments to reconcile operating income to net cash provided (used)	
Depreciation expense	602,394
(Increase) decrease in accounts receivable	(14,131)
Increase (decrease) in accounts payable	(11,053)
Increase (decrease) in compensated absences payable	10,439
Increase (decrease) in accrued wages and employee benefits	<u>27,197</u>
Total adjustments	<u>614,846</u>
Net cash provided by operating activities	<u>\$ 268,305</u>

CAPITAL ASSETS

CITY OF LAREDO, TEXAS
Capital Assets Used in the Operation of Governmental Funds
Comparative Schedules by Source (1)
September 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Governmental Funds Capital Assets:		
Land	\$ 120,389,443	117,775,598
Buildings	229,032,783	228,775,968
Improvements Other Than Buildings	929,862,072	875,073,295
Vehicles	105,004,201	96,417,150
Machinery & Equipment	64,465,426	61,311,859
Construction in Progress	<u>19,768,689</u>	<u>32,706,817</u>
Total Governmental Funds Capital Assets	<u>1,468,522,614</u>	<u>1,412,060,687</u>

Investments in Governmental Funds Capital Assets by Source:

General Fund	506,982,400	489,722,554
Special Revenue Funds	265,838,287	255,494,974
Capital Projects Funds	<u>695,701,927</u>	<u>666,843,159</u>
Total Investments in Governmental Funds \$	<u>1,468,522,614</u>	<u>1,412,060,687</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 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, 2023

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	814,975	162,904	18,500	996,379
Human Resources	26,292	-	-	26,292
Building Inspections	3,051,874	-	-	3,051,874
City Secretary	24,089	-	-	24,089
Tax Office	104,297	-	-	104,297
City Planning	328,335	-	-	328,335
Finance	39,185	-	-	39,185
Real Estate	16,621,757	430,850	-	17,052,607
City Hall Maintenance	7,760,591	-	-	7,760,591
City Hall Annex	39,219	-	-	39,219
Engineering	62,056	22,329	20,510	104,895
Information Technology	569,062	-	-	569,062
Communications and Support	48,432	-	-	48,432
Community Development	41,193,368	1,658,136	1	42,851,505
Telecommunications	284,575	-	-	284,575
General Government	71,021,115	2,274,219	39,011	73,334,345
Public Safety:				
Police	8,495,562	46,273	(1)	8,541,834
Police Trust Fund	10,823,268	425,593	(488,508)	10,760,353
Auto Theft Task Force	249,550	-	-	249,550
Financial Task Force	1,773,568	-	-	1,773,568
Special Police	4,211,377	547,859	(143,000)	4,616,236
Laredo Border Violence	24,072	-	-	24,072
Homeland Security Grant	2,330,836	-	-	2,330,836
Fire	7,580,148	157,704	-	7,737,852
Hazardous Materials	9,085	-	-	9,085
Parking Meters	4,127,315	24,635	1	4,151,951
911 Administration	1,095,510	41,082	-	1,136,592
911 - General Fund	52,056	-	-	52,056
Communication System	6,879,563	-	-	6,879,563
Special Fire Grants	1,317,521	127,968	(1)	1,445,488
Traffic Safety	8,198,872	-	-	8,198,872
Public Safety	57,168,303	1,371,114	(631,509)	57,907,908

(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, 2023

Continued

FUNCTION AND ACTIVITY	BALANCE AT BEG. OF YEAR	ADDITIONS	DISPOSALS/ TRANSFERS	BALANCE AT END OF YEAR
Public Works:				
Capital Improvements Project\$	90,392,275	3,725,308	(84,894)	94,032,689
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	33,322,070	-	(1)	33,322,069
2002 CO Issue	5,361,405	-	-	5,361,405
2003 CO Issue	3,725,268	-	1	3,725,269
2005 CO Issue	13,689,380	-	-	13,689,380
2006 CO Issue	18,552,783	-	-	18,552,783
2007 CO Issue	49,067,860	-	(72,860)	48,995,000
2008 CO Issue	29,834,571	-	(1,437)	29,833,134
2009 CO Issue	26,074,112	62,700	1	26,136,813
2010 CO Issue	4,990,905	-	-	4,990,905
2012 CO Issue	3,250,990	-	-	3,250,990
2014 CO Issue	5,885,012	11,685	-	5,896,697
2015 CO Issue	10,777,291	112,507	(60,462)	10,829,336
2016 CO Issue	16,829,954	318,829	(63)	17,148,720
2017 CO Issue	14,900,270	45,932	-	14,946,202
2018 CO Issue	3,982,662	305,827	-	4,288,489
2019 CO Issue	6,602,162	1,708,952	(1)	8,311,113
2021A CO Issue	2,615,378	2,594,308	-	5,209,686
2022 CO Issue	-	7,331,823	-	7,331,823
FAA-Noise Abatement	18,944,149	-	-	18,944,149
Airport Construction Fund	173,865,113	10,593,609	18,232,221	202,690,943
Ryan Street Railroad Bridge	668,019	-	-	668,019
Streets of Laredo Urban Mall	1,158,524	-	-	1,158,524
Contractual Obligation	35,213,237	47,310	(487,139)	34,773,408
Parks Capital Grants	3,836,162	-	-	3,836,162
Capital Grants	31,248,443	-	452,850	31,701,293
Public Works	405,969,919	16,143,525	88,841	422,202,285
Public Works	\$ 1,032,895,286	43,002,315	18,067,057	1,093,964,658

(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, 2023

Continued

FUNCTION AND ACTIVITY	BALANCE AT BEG. OF YEAR	ADDITIONS	DISPOSALS/ TRANSFERS	BALANCE AT END OF YEAR
Health & Welfare:				
Animal Shelter	\$ 122,005	33,921	-	155,926
Health	9,108,448	55,269	(15,932)	9,147,785
Noise Abatement Lease	219,134	24,158	(2)	243,290
Home Investment Partnership	463,407	-	-	463,407
A.R.R.A.- C.D.	975,026	-	-	975,026
Environmental Services	44,690,556	675,892	(139,510)	45,226,938
Detoxification Center	-	147,846	-	147,846
Health & Welfare	<u>55,578,576</u>	<u>937,086</u>	<u>(155,444)</u>	<u>56,360,218</u>
Cultural & Recreational:				
Parks & Recreation	18,679,766	219,648	(85,159)	18,814,255
Library	7,989,168	-	-	7,989,168
New Public Library	22,347	-	-	22,347
Cemetery	476,476	-	-	476,476
Friends of the Library	944,163	-	-	944,163
Public Access Channel	4,403,554	844,878	-	5,248,432
Mercado	1,162,235	-	-	1,162,235
Convention & Visitors Bureau	236,768	54,421	(17,061)	274,128
Sports & Community Venue	22,751,987	357,580	-	23,109,567
Recreation Fund	279,357	14,850	-	294,207
Baseball Stadium	19,447,094	-	-	19,447,094
Max Mandel Golf Course	319,049	-	-	319,049
Parkland - Park Improvement	175,992	296,517	-	472,509
America Rescue Act	2,599,083	2,249,825	-	4,848,908
Cultural & Recreational	<u>79,487,039</u>	<u>4,037,719</u>	<u>(102,220)</u>	<u>83,422,538</u>
Air Transportation Services:				
Airport	<u>83,203,551</u>	<u>421,198</u>	<u>139,509</u>	<u>83,764,258</u>
Air Transportation Services	<u>83,203,551</u>	<u>421,198</u>	<u>139,509</u>	<u>83,764,258</u>
Total Assets In Service	<u>1,379,353,870</u>	<u>52,043,651</u>	<u>17,356,404</u>	<u>1,448,753,925</u>
Construction in Progress	<u>32,706,817</u>	<u>5,746,942</u>	<u>(18,685,070)</u>	<u>19,768,689</u>
Total Governmental Funds				
Capital Assets	\$ <u>1,412,060,687</u>	<u>57,790,593</u>	<u>(1,328,666)</u>	<u>1,468,522,614</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 Operations of Governmental Funds
Schedule by Function and Activity (1)
For The Year Ended September 30, 2023

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	996,379	39,981	63,911	27,831	94,269	770,387
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	17,052,607	15,513,607	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	104,895	-	-	-	18,528	86,367
Information Technology	569,062	-	-	-	-	569,062
Communications and Support	48,432	-	-	-	13,968	34,464
Community Development	42,851,505	6,785,504	7,730,046	26,042,577	2,096,868	196,510
Telecommunications	284,575	-	18,683	27,808	-	238,084
General Government	73,334,345	27,405,416	13,771,088	26,875,114	2,736,027	2,546,700
Public Safety:						
Police	8,541,834	-	6,487,661	33,495	904,965	1,115,713
Police Trust Fund	10,760,353	-	920,960	-	4,945,141	4,894,252
Auto Theft Task Force	249,550	-	-	-	228,525	21,025
Financial Task Force	1,773,568	-	-	-	526,071	1,247,497
Special Police	4,616,236	-	-	-	1,879,362	2,736,874
Laredo Border Violence	24,072	-	-	-	-	24,072
Homeland Security Grant	2,330,836	-	-	-	427,219	1,903,617
Fire	7,737,852	767,503	1,423,422	-	3,975,701	1,571,226
Hazardous Materials	9,085	-	9,085	-	-	-
Parking Meters	4,151,951	1,247,536	60,342	2,309,718	164,941	369,414
911 Administration	1,136,592	-	-	-	46,141	1,090,451
911 - General Fund	52,056	-	-	-	33,590	18,466
Communications	6,879,563	-	-	-	-	6,879,563
Special Fire Grants	1,445,488	-	47,015	-	977,968	420,505
Traffic Safety	8,198,872	-	13,524	7,633,346	139,973	412,029
Public Safety	\$ 57,907,908	2,015,039	8,962,009	9,976,559	14,249,597	22,704,704

(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, 2023

(Continued)

FUNCTION AND ACTIVITY	TOTAL	LAND	BUILDINGS	IMPROVEMENTS O/T BLDGS	TRANSPORTATION	MACHINERY & EQUIPMENT
Public Works:						
Capital Improvements Projects	\$ 94,032,689	2,996,014	9,234,897	67,238,183	11,786,843	2,776,752
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	3,725,269	31,023	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	48,995,000	638,763	10,741,662	28,675,343	8,008,786	930,446
2008 CO Issue	29,833,134	521,679	15,098,007	11,493,484	2,419,209	300,755
2009 CO Issue	26,136,813	222,365	11,732,191	13,097,331	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	5,896,697	-	4,000	5,713,418	131,422	47,857
2015 CO Issue	10,829,336	1,170,661	533,070	6,150,691	2,907,359	67,555
2016 CO Issue	17,148,720	3,289,420	3,872,559	5,506,171	4,423,120	57,450
2017 CO Issue	14,946,202	-	1,068,754	4,267,388	9,034,239	575,821
2018 CO Issue	4,288,489	-	61,765	4,151,903	-	74,821
2019 CO Issue	8,311,113	188,894	-	7,583,234	-	538,985
2021A CO Issue	5,209,686	-	-	5,158,310	-	51,376
2022 CO Issue	7,331,823	560,829	-	389,939	5,989,781	391,274
FAA-Noise Abatement	18,944,149	17,605,254	1,338,895	-	-	-
Airport Const. Fund.	202,690,943	21,248,163	8,998,644	168,454,286	1,605,247	2,384,603
Ryan Street Railroad Bridge	668,019	-	-	668,019	-	-
Streets of Laredo Urban Mall	1,158,524	-	-	1,158,524	-	-
Contractual Obligations	34,773,408	-	82,591	465,399	22,415,366	11,810,052
Parks Capital Grants	3,836,162	498,762	-	3,219,706	111,223	6,471
Capital Grants	31,701,293	4,601	398,390	31,298,302	-	-
Public Works	422,202,285	3,930,257	3,877,909	409,492,234	4,678,231	223,654
Public Works	1,093,964,658	60,852,507	125,635,483	807,658,290	76,533,880	23,284,498
Health & Welfare:						
Health	9,147,785	440,687	5,133,403	252,702	575,649	2,745,344
Noise Abtm. Lease	243,290	-	-	-	214,626	28,664
Home Investment Partnership	463,407	-	463,407	-	-	-
Animal Shelter	155,926	-	-	-	52,559	103,367
A.R.R.A.-CD	975,026	-	-	975,026	-	-
Environmental Services	45,226,938	4,582,752	1,623,806	34,167,865	4,249,948	602,567
Detoxification Center	147,846	-	-	-	-	147,846
Health & Welfare	\$ 56,360,218	5,023,439	7,220,616	35,395,593	5,092,782	3,627,788

(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, 2023

(Continued)

FUNCTION AND ACTIVITY	TOTAL	LAND	BUILDINGS	IMPROVEMENTS O/T BLDGS	TRANSPORTATION	MACHINERY & EQUIPMENT
Cultural & Recreational:						
Parks & Recreation	\$ 18,814,255	11,017,735	3,406,584	315,040	2,675,167	1,399,729
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	5,248,432	-	1,406,518	190,349	251,653	3,399,912
Mercado	1,162,235	-	1,162,235	-	-	-
Convention & Visitor's Bureau	274,128	-	17,300	-	152,818	104,010
Sports & Community Venue	23,109,567	9,282,588	986,696	9,250,426	280,132	3,309,725
Recreation Fund	294,207	-	-	54,943	176,878	62,386
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	472,509	-	-	455,829	-	16,680
America Rescue Plan Act	4,848,908	-	-	4,268,252	-	580,656
Cultural & Recreational	83,422,538	20,300,323	32,370,954	15,204,294	4,213,118	11,333,849
Air Transportation Services:						
Airport	83,764,258	4,792,719	41,072,633	34,752,222	2,178,797	967,887
Air Transportation Services	83,764,258	4,792,719	41,072,633	34,752,222	2,178,797	967,887
Total Assets in service	1,448,753,925	120,389,443	229,032,783	929,862,072	105,004,201	64,465,426
Construction in Progress	19,768,689					
Total Governmental Funds Capital Assets	\$ 1,468,522,614					

(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.

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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, 2023

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING CORPORATION	TOTALS
ASSETS			
Current Assets:			
Cash and Cash Equivalents:			
Cash	\$ 16,412	200	16,612
Equity in Investment Pool	57,543	2,753	60,296
Investments	10,426,779	474,632	10,901,411
Receivables, net of allowances:			
Accrued Interest	144,373	5,924	150,297
Accounts	581,485	26,765	608,250
Due from Other Governments	4,835,098	-	4,835,098
Inventory, at cost	277,010	-	277,010
Total Current Assets	16,338,700	510,274	16,848,974
Noncurrent Assets:			
Restricted Assets:			
Accrued Interest Receivable	786	-	786
Investments- Securities	729,474	-	729,474
Total Restricted Assets	730,260	-	730,260
Capital Assets:			
Transportation Vehicles and Equipment	23,402,005	375,633	23,777,638
Buildings	14,574,019	3,655,624	18,229,643
Improvements	10,907,384	143,775	11,051,159
Land and Improvements	9,521,557	384,116	9,905,673
Construction in Progress	2,933,273	-	2,933,273
Less Accumulated Depreciation	(34,612,676)	(3,961,238)	(38,573,914)
Total Capital Assets (net of accumulated depreciation)	26,725,562	597,910	27,323,472
Total Noncurrent Assets	27,455,822	597,910	28,053,732
TOTAL ASSETS	43,794,522	1,108,184	44,902,706
Deferred Outflows of Resources	1,037,631	302,210	1,339,841
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 44,832,153	1,410,394	46,242,547

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
STATEMENT OF NET POSITION
September 30, 2023

Continued

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING CORPORATION	TOTALS
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 837,110	63,173	900,283
Accrued Interest Payable	10,542	-	10,542
Accrued Wages and Employee Benefits	540,516	35,346	575,862
Compensated Absences	162,075	20,601	182,676
Customer Deposits	17,375	120,833	138,208
Capital Lease Obligations	934	224	1,158
Unearned Revenue	-	47,743	47,743
General Obligation Bonds	158,100	-	158,100
Certificates of Obligation	165,000	-	165,000
Total Current Liabilities	<u>1,891,652</u>	<u>287,920</u>	<u>2,179,572</u>
Noncurrent Liabilities:			
General Obligation Bonds	601,100	-	601,100
Certificates of Obligation	1,604,484	-	1,604,484
Net Pension Liability	387,587	939,668	1,327,255
Compensated Absences	125,994	41,020	167,014
Total Noncurrent Liabilities	<u>2,719,165</u>	<u>980,688</u>	<u>3,699,853</u>
TOTAL LIABILITIES	<u>4,610,817</u>	<u>1,268,608</u>	<u>5,879,425</u>
Deferred Inflows of Resources	<u>604,978</u>	<u>-</u>	<u>604,978</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>5,215,795</u>	<u>1,268,608</u>	<u>6,484,403</u>
NET POSITION			
Net Investment in Capital Assets	25,284,643	597,686	25,882,329
Unrestricted	14,331,715	(455,900)	13,875,815
TOTAL NET POSITION	<u>\$ 39,616,358</u>	<u>141,786</u>	<u>39,758,144</u>

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
Year ended September 30, 2023

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING	TOTALS
OPERATING REVENUES:			
Charges for Services	\$ 2,848,383	215,757	3,064,140
Rental of Facilities	560,560	1,526,257	2,086,817
Fees and Collections	-	18,560	18,560
Miscellaneous	250	33,859	34,109
TOTAL OPERATING REVENUES	3,409,193	1,794,433	5,203,626
OPERATING EXPENSES:			
Personnel Services	12,579,594	719,779	13,299,373
Materials and Supplies	2,225,604	198,793	2,424,397
Contractual Services	2,885,138	1,043,141	3,928,279
Other	289,928	29,056	318,984
Total Operating Expenses Before Depreciation	17,980,264	1,990,769	19,971,033
Depreciation Expense	1,811,475	44,274	1,855,749
TOTAL OPERATING EXPENSES	19,791,739	2,035,043	21,826,782
Operating Income (Loss)	(16,382,546)	(240,610)	(16,623,156)
NONOPERATING REVENUES (EXPENSES):			
Investment Income:			
Interest Earnings	421,257	15,552	436,809
Interest Earnings - Restricted	48,324	-	48,324
Discount Earnings	116	-	116
Sales Tax	11,859,538	-	11,859,538
Gain (Loss) on Sale of Assets	-	49	49
Interest Expense	(103,282)	(22)	(103,304)
Gain (Loss) on Advance Refunding	(50,005)	-	(50,005)
Federal Operating Grant	4,580,696	-	4,580,696
American Rescue Plan Operating CRRSAA	2,486,513	-	2,486,513
	29,391	-	29,391
TVC- Homes for Texas Heroes	-	294,561	294,561
TVC- Financial Assistance Program	-	24,987	24,987
Fiscal Agent Fees	(150)	-	(150)
Bond Issuance Cost/Premiums Amortized	59,010	-	59,010
Other Non-Operating Expenses	(565,904)	-	(565,904)
State Operating Grant	637,564	-	637,564
TOTAL NONOPERATING REVENUES (EXPENSES)	19,403,068	335,127	19,738,195
Income (Loss) Before Contributions and Transfers	3,020,522	94,517	3,115,039
Capital Contributions-Grants	805,171	-	805,171
Transfers Out:			
Home Investment	-	(1,080)	(1,080)
Change in Net Position	3,825,693	93,437	3,919,130
Total Net Position-Beginning	35,790,665	48,349	35,839,014
Total Net Position-Ending	\$ 39,616,358	141,786	39,758,144

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year ended September 30, 2023

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING	TOTALS
CASH FLOW FROM OPERATING ACTIVITIES:			
Receipts from customers and users	\$ 3,406,346	1,843,024	5,249,370
Payments to suppliers	(5,171,959)	(945,552)	(6,117,511)
Payments to employees	(12,717,995)	(755,809)	(13,473,804)
Payments for interfund services used	(226,769)	(295,310)	(522,079)
Net cash provided (used) by operating activities	(14,710,377)	(153,647)	(14,864,024)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfer to other funds	-	(1,080)	(1,080)
Subsidy from federal and state grants	4,959,359	320,147	5,279,506
Sales Tax	11,859,538	-	11,859,538
Net cash provided (used) by noncapital and related financing activities	16,818,897	319,067	17,137,964
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Subsidy from federal and state grants	805,171	-	805,171
Principal paid on capital debt	(367,276)	(523)	(367,799)
Interest paid on capital debt	(104,560)	(22)	(104,582)
Acquisition and construction of capital assets	(1,701,863)	(29,292)	(1,731,155)
Proceeds from sales of capital assets	-	49	49
Net cash provided (used) by capital and related financing activities	(1,368,528)	(29,788)	(1,398,316)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sales and maturities of investments	(1,075,936)	(144,727)	(1,220,663)
Interest and dividends received	352,755	10,556	363,311
Net cash provided (used) by investing activities	(723,181)	(134,171)	(857,352)
Net increase (decrease) in cash and cash equivalents	16,811	1,461	18,272
Cash and cash equivalents, October 1	57,144	1,492	58,636
Cash and cash equivalents, September 30	\$ 73,955	2,953	76,908

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year ended September 30, 2023

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING	TOTALS
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income	\$ (16,382,546)	(240,610)	(16,623,156)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	1,811,475	44,274	1,855,749
(Increase) decrease in accounts receivable	159,086	16,312	175,398
(Increase) decrease in inventories	(15,144)	-	(15,144)
Increase in customer deposits	700	6,987	7,687
Increase (decrease) in accounts payable	17,086	30,127	47,213
Increase (decrease) in deferred revenues	-	25,293	25,293
Increase (decrease) in compensated absences payable	(14,630)	(3,722)	(18,352)
Increase (decrease) in deferred outflows-pension	361,582	(232,419)	129,163
Increase (decrease) in deferred inflows-pension	766,530	(79,618)	686,912
Increase (decrease) in deferred inflows-leases	(162,633)	-	(162,633)
Increase (decrease) in net pension liability	(1,313,782)	271,618	(1,042,164)
Increase (decrease) in accrued wages and employee benefits	61,899	8,111	70,010
Total adjustments	1,672,169	86,963	1,759,132
Net cash provided (used) by operating activities	\$ (14,710,377)	(153,647)	(14,864,024)
Noncash investing, capital, and financing activities:			
Bond issuance cost amortized	(59,010)	-	(59,010)
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, 2023

	Budgeted Amount				Actual	Variance
	Original	Final	Actual	Adjustments	Budget Basis	Positive (Negative)
OPERATING REVENUES:						
Charges for Services	\$ 2,733,400	2,779,000	2,848,383	-	2,848,383	69,383
Miscellaneous	7,000	5,300	250	-	250	(5,050)
Rental of Facilities	658,434	614,434	560,560	-	560,560	(53,874)
TOTAL OPERATING REVENUES	3,398,834	3,398,734	3,409,193	-	3,409,193	10,459
OPERATING EXPENSES:						
Opt-Fixed Route:						
Personnel Services	8,052,527	8,052,527	7,690,443	(2,877)	7,687,566	364,961
Materials and Supplies	1,359,790	1,337,640	966,365	-	966,365	371,275
Contractual Services	921,908	887,080	853,970	-	853,970	33,110
Other	361,935	362,935	51,645	-	51,645	311,290
Total Opt-Fixed Route	10,696,160	10,640,182	9,562,423	(2,877)	9,559,546	1,080,636
Opt-Para Transit:						
Personnel Services	1,174,693	1,174,693	1,045,906	(784)	1,045,122	129,571
Materials and Supplies	171,261	196,511	170,056	-	170,056	26,455
Contractual Services	438,471	318,553	313,250	-	313,250	5,303
Other	23,037	23,037	7,795	-	7,795	15,242
Total Opt-Para Transit	1,807,462	1,712,794	1,537,007	(784)	1,536,223	176,571
Maint-Fixed Route:						
Personnel Services	2,141,446	2,161,646	1,957,509	737	1,958,246	203,400
Materials and Supplies	1,052,062	848,034	844,565	-	844,565	3,469
Contractual Services	365,850	280,839	172,878	-	172,878	107,961
Total Maint-Fixed Route	3,559,358	3,290,519	2,974,952	737	2,975,689	314,830
Maint-Para Transit:						
Personnel Services	269,863	282,163	264,990	1,370	266,360	15,803
Materials and Supplies	108,522	90,422	86,116	-	86,116	4,306
Contractual Services	71,429	40,125	25,660	-	25,660	14,465
Total Maint-Para Transit	449,814	412,710	376,766	1,370	378,136	34,574
Training and Safety:						
Personnel Services	88,108	88,110	81,309	(1,498)	79,811	8,299
Materials and Supplies	15,607	13,407	6,273	-	6,273	7,134
Contractual Services	2,504	3,854	3,683	-	3,683	171
Total Training and Safety	106,219	105,371	91,265	(1,498)	89,767	15,604
Building/Grounds:						
Personnel Services	533,403	542,832	469,343	(735)	468,608	74,224
Materials and Supplies	81,757	83,957	66,580	-	66,580	17,377
Contractual Services	311,352	438,840	280,815	-	280,815	158,025
Total Building/Grounds	\$ 926,512	1,065,629	816,738	(735)	816,003	249,626

(Continued)

CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
Bus Stop/Shelters:						
Personnel Services	\$ 125,437	127,076	89,671	-	89,671	37,405
Materials and Supplies	130,621	9,290	7,151	-	7,151	2,139
Contractual Services	26,532	26,532	4,758	-	4,758	21,774
Total Bus Stop/Shelters	282,590	162,898	101,580	-	101,580	61,318
General Administration:						
Personnel Services	653,142	683,806	646,965	17,749	664,714	19,092
Materials and Supplies	25,473	27,468	17,105	-	17,105	10,363
Contractual Services	833,011	948,363	901,246	-	901,246	47,117
Other	-	2,747,122	230,488	-	230,488	2,516,634
Total General Administration	1,511,626	4,406,759	1,795,804	17,749	1,813,553	2,593,206
Transit Center Building:						
Personnel Services	276,390	276,390	231,849	1,977	233,826	42,564
Materials and Supplies	65,213	79,388	60,052	-	60,052	19,336
Contractual Services	445,566	431,116	313,218	-	313,218	117,898
Other	5,405	-	-	-	-	-
Capital Outlay	11,950	17,355	-	-	-	17,355
Total Transit Center Building	804,524	804,249	605,119	1,977	607,096	197,153
Transit Center Facility:						
Personnel Services	111,149	111,149	101,609	(1,308)	100,301	10,848
Materials and Supplies	7,779	1,500	1,341	-	1,341	159
Contractual Services	24,604	31,158	15,660	-	15,660	15,498
Other	150,200	150,200	-	-	-	150,200
Capital Outlay	148,399	148,399	-	148,399	148,399	-
Debt Service	740	740	-	-	-	740
Total Transit Center Facility	442,871	443,146	118,610	147,091	265,701	177,445
Total Operating Expenses Before Depreciation	20,587,136	23,044,257	17,980,264	163,030	18,143,294	4,900,963
Depreciation	-	-	1,811,475	(1,811,475)	-	-
TOTAL OPERATING EXPENSES	20,587,136	23,044,257	19,791,739	(1,648,445)	18,143,294	4,900,963
Operating Income (Loss)	\$ (17,188,302)	(19,645,523)	(16,382,546)	1,648,445	(14,734,101)	4,911,422

(Continued)

**CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023**

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	\$ 10,000	10,000	421,257	-	421,257	411,257
Interest Earnings-Restricted	3,871	3,871	48,324	-	48,324	44,453
Discount Earnings	100	100	116	-	116	16
Sales Tax	9,735,586	9,735,586	11,859,538	-	11,859,538	2,123,952
Loss on Sale of Asstes	20,000	20,000	-	-	-	(20,000)
Interest Expense	(88,938)	(88,938)	(103,282)	(11,128)	(114,410)	(25,472)
Principal Paid Revenue Bonds	(367,277)	(367,277)	-	(367,276)	(367,276)	1
Loss on Advanced Refunding	-	-	(50,005)	50,005	-	-
Bond Issuance Costs/Premiums Amortized	-	-	59,010	(59,010)	-	-
Bond Costs	-	(472)	-	-	-	472
FTA Operating Grant	4,454,205	4,454,205	4,580,696	-	4,580,696	126,491
America Rescue Plan Operating	-	2,486,513	2,486,513	-	2,486,513	-
CRRSAA	-	29,391	29,391	-	29,391	-
Fiscal Agent Fees	-	-	(150)	-	(150)	(150)
State Operating Grant	637,564	637,564	637,564	-	637,564	-
Construction	(901,446)	(12,631,807)	-	(987,560)	(987,560)	11,644,247
Other Non-Operating Expenses	(2,391,774)	(3,143,717)	(565,904)	-	(565,904)	2,577,813
TOTAL NONOPERATING REVENUES AND (EXPENSES)	11,111,891	1,145,019	19,403,068	(1,374,969)	18,028,099	16,883,080
Income (Loss) Before Contributions and Transfers	(6,076,411)	(18,500,504)	3,020,522	273,476	3,293,998	21,794,502
Capital Contributions:						
Federal Capital Grant	759,939	13,767,117	805,171	-	805,171	(12,961,946)
State Capital Grant	172,717	280,000	-	-	-	(280,000)
Transfers In:						
Transit Sales Tax	10,007,311	9,547,545	-	7,005,778	7,005,778	(2,541,767)
General Fund	-	430,196	-	-	-	(430,196)
Transit Operations	127,834	127,834	-	-	-	(127,834)
Transfers Out:						
General Fund	-	(233,125)	-	-	-	233,125
El Metro Operations	(9,606,328)	(10,076,362)	-	(6,865,122)	(6,865,122)	3,211,240
Transit System	(400,983)	(12,822)	-	(12,822)	(12,822)	-
Capital and Planning	(127,834)	(1,000,000)	-	(127,834)	(127,834)	872,166
Change in Net Position	(5,143,755)	(5,670,121)	3,825,693	273,476	4,099,169	9,769,290
Total Net Position-Beginning	35,790,665	35,790,665	35,790,665	-	35,790,665	-
Total Net Position-Ending	\$ 30,646,910	30,120,544	39,616,358	273,476	39,889,834	9,769,290

**CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 3,406,346
Payments to suppliers	(5,171,959)
Payments to employees	(12,717,995)
Payments for interfund services used	(226,769)
Net cash provided (used) by operating activities	(14,710,377)

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Subsidy from federal and state grants	4,959,359
Sales Tax	11,859,538
Net cash provided (used) by noncapital and related financing activities	16,818,897

**CASH FLOWS FROM CAPITAL AND
RELATED FINANCING ACTIVITIES:**

Subsidy from federal and state grants	805,171
Acquisition and construction of capital assets	(1,701,863)
Principal paid on capital debt	(367,276)
Interest paid on capital debt	(104,560)
Net cash provided (used) by capital and related financing activities	(1,368,528)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	(1,075,936)
Interest and dividends received	352,755
Net cash provided (used) by investing activities	(723,181)

Net increase (decrease) in cash and cash equivalents	16,811
Cash and cash equivalents, October 1	57,144
Cash and cash equivalents, September 30	\$ 73,955

(Continued)

**CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	(16,382,546)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		1,811,475
(Increase) decrease in accounts receivable		159,086
(Increase) decrease in inventories		(15,144)
Increase in customer deposits		700
Increase (decrease) in accounts payable		17,086
Increase (decrease) in compensated absences payable		(14,630)
Increase (decrease) in net pension liability		(1,313,782)
Increase (decrease) in deferred outflows-pension		361,582
Increase (decrease) in deferred inflows-pension		766,530
Increase (decrease) in deferred inflows-leases		(162,633)
Increase (decrease) in accrued wages and employee benefits		61,899
Total adjustments		1,672,169
Net cash provided (used) by operating activities	\$	(14,710,377)

**Noncash investing, capital and financing
activities:**

Bond issuance cost amortized	(59,010)
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, 2023

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Rental of Facilities	\$ 200,010	200,010	194,583	-	194,583	(5,427)
Toll Receipts	72,089,538	72,089,538	79,419,635	-	79,419,635	7,330,097
Miscellaneous	932,330	932,330	1,223,256	-	1,223,256	290,926
TOTAL OPERATING REVENUES	73,221,878	73,221,878	80,837,474	-	80,837,474	7,615,596
OPERATING EXPENSES:						
Laredo Bridge Operations:						
Personnel Services	2,917,378	2,917,378	2,749,522	(45,302)	2,704,220	213,158
Materials and Supplies	268,613	277,097	202,304	-	202,304	74,793
Contractual Services	42,398,325	42,491,109	44,799,385	-	44,799,385	(2,308,276)
Other	540,000	40,000	12,915	-	12,915	27,085
Capital Outlay	379,469	325,594	-	272,693	272,693	52,901
Total Laredo Bridge Operations	46,503,785	46,051,178	47,764,126	227,391	47,991,517	(1,940,339)
Bridge II Operations:						
Personnel Services	2,883,610	2,883,610	2,744,829	(31,289)	2,713,540	170,070
Materials and Supplies	336,068	400,528	308,858	-	308,858	91,670
Contractual Services	852,945	957,398	583,552	-	583,552	373,846
Other	-	-	928	-	928	(928)
Capital Outlay	179,827	168,123	-	105,891	105,891	62,232
Total Bridge II Operations	4,252,450	4,409,659	3,638,167	74,602	3,712,769	696,890
Colombia Bridge Operations:						
Personnel Services	1,451,102	1,451,102	1,280,542	(13,257)	1,267,285	183,817
Materials and Supplies	101,358	190,468	107,624	-	107,624	82,844
Contractual Services	693,128	929,002	556,738	-	556,738	372,264
Other	-	-	30	-	30	(30)
Capital Outlay	127,744	126,162	-	61,748	61,748	64,414
Total Colombia Bridge Operations	2,373,332	2,696,734	1,944,934	48,491	1,993,425	703,309
Refrigerated Facility:						
Contractual Services	294,118	294,118	-	-	-	294,118
Total Refrigerated Facility	294,118	294,118	-	-	-	294,118
Port Police:						
Personnel Services	940,907	1,240,907	1,199,019	(32,318)	1,166,701	74,206
Materials and Supplies	3,500	3,500	-	-	-	3,500
Contractual Services	1,500	1,500	1,451	-	1,451	49
Capital Outlay	100,726	100,726	-	89,195	89,195	11,531
Total Port Police	1,046,633	1,346,633	1,200,470	56,877	1,257,347	89,286
Fourth Bridge Operations:						
Personnel Services	2,962,845	2,962,845	2,820,354	-	2,820,354	142,491
Materials and Supplies	374,782	444,813	317,974	-	317,974	126,839
Contractual Services	1,509,256	1,972,364	1,647,796	-	1,647,796	324,568
Other	-	-	1,979	-	1,979	(1,979)
Capital Outlay	173,244	119,164	-	71,855	71,855	47,309
Total Fourth Bridge Operations	5,020,127	5,499,186	4,788,103	71,855	4,859,958	639,228
Total Operating Expenses Before Depreciation	59,490,445	60,297,508	59,335,800	479,216	59,815,016	482,492
Depreciation	-	-	3,208,341	(3,208,341)	-	-
TOTAL OPERATING EXPENSES	59,490,445	60,297,508	62,544,141	(2,729,125)	59,815,016	482,492
Operating Income (Loss)	\$ 13,731,433	12,924,370	18,293,333	2,729,125	21,022,458	8,098,088

(Continued)

CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	\$ 27,396	27,396	534,191	-	534,191	506,795
Interest Earnings - Restricted	54,014	54,014	553,025	-	553,025	499,011
Premiums	-	359,672	-	359,672	359,672	-
Miscellaneous	-	6,670,000	-	-	-	(6,670,000)
Gain/(Loss) On Sale of Assets	275	275	226	-	226	(49)
Capital Grant	5,880,000	19,612,299	1,715,394	-	1,715,394	(17,896,905)
Bond Issues	-	6,110,000	-	6,110,000	6,110,000	-
Interest Expense	(5,475,313)	(1,115,505)	(1,115,407)	-	(1,115,407)	98
Principal Paid	(6,000)	(5,094,800)	-	(5,093,308)	(5,093,308)	1,492
Amortization Expense-Leases	-	-	(4,533)	-	(4,533)	(4,533)
Fiscal Agent Fees	-	(5,500)	(4,650)	-	(4,650)	850
Bond Issuance Cost/Premiums Amortized	-	(198,947)	269,873	(458,876)	(189,003)	9,944
Loss on Advance Refunding	-	-	(167,525)	167,525	-	-
Other Non-Operating Expenses	(800,000)	(65,508)	-	-	-	65,508
Construction	(29,863,932)	(38,567,771)	(3,274,249)	(995,493)	(4,269,742)	34,298,029
TOTAL NONOPERATING REVENUES (EXPENSES)	(30,183,560)	(12,214,375)	(1,493,655)	89,520	(1,404,135)	10,810,240
Income (Loss) Before Contributions and Transfers	(16,452,127)	709,995	16,799,678	2,818,645	19,618,323	18,908,328
Transfers In:						
Bridge Operating Fund	12,798,180	5,867,180	-	7,391,068	7,391,068	1,523,888
Bridge Construction Fund	4,211,725	4,211,725	-	-	-	(4,211,725)
Bridge Bonds	-	261,000	-	261,000	261,000	-
Transfers Out:						
Bridge Operating Fund	(4,211,725)	(4,211,725)	-	-	-	4,211,725
Capital Improvements Fund	(14,000,031)	(14,000,031)	(12,837,015)	-	(12,837,015)	1,163,016
Bridge Construction	-	-	-	(1,500,000)	(1,500,000)	(1,500,000)
Bridge Refrigerated Facility	(15,000)	(15,000)	-	(15,000)	(15,000)	-
Bridge Debt Service	(6,113,180)	(5,508,672)	-	(6,137,068)	(6,137,068)	(628,396)
Change in Net Position	(23,782,158)	(12,685,528)	3,962,663	2,818,645	6,781,308	19,466,836
Total Net Position-Beginning	49,641,290	49,641,290	49,641,290	-	49,641,290	-
Total Net Position-Ending	\$ 25,859,132	36,955,762	53,603,953	2,818,645	56,422,598	19,466,836

**CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 81,044,305
Payments to suppliers	(48,459,405)
Payments to employees	(11,175,322)
Payments for interfund services used	(602,458)
Net cash provided by operating activities	20,807,120

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer to other funds	(12,837,015)
Subsidy from federal and state grants	3,077,338
Net cash provided (used) by noncapital and related financing activities	(9,759,677)

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Proceeds from capital debt	6,469,672
Acquisition and construction of capital assets	(4,871,124)
Principal paid on capital debt	(5,093,308)
Interest paid on capital debt	(1,115,407)
Proceeds from sales of capital assets	226
Net cash provided (used) by capital and related financing activities	(4,609,941)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	(7,051,099)
Interest and dividends received	638,961
Net cash provided (used) by investing activities	(6,412,138)

Net increase (decrease) in cash and cash equivalents	25,364
Cash and cash equivalents, October 1	89,058
Cash and cash equivalents, September 30	\$ 114,422

(Continued)

**CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	18,293,333
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		3,208,341
(Increase) decrease in accounts receivable		92,946
Increase (decrease) in accounts payable		(420,739)
Increase (decrease) in deferred revenues		109,352
Increase (decrease) in compensated absences payable		122,166
Increase (decrease) in net pension liability		3,868,979
Increase (decrease) in deferred outflows-pension		(3,324,809)
Increase (decrease) in deferred inflows-pension		(1,117,907)
Increase (decrease) in accrued wages and employee benefits		70,515
Increase (decrease) in amortization for leases		4,533
Increase (decrease) in deferred inflows-leases		(95,038)
Increase (decrease) in lease liabilities		(4,552)
Total adjustments		2,513,787
Net cash provided by operating activities	\$	20,807,120

**Noncash investing, capital, and financing
activities:**

Bond issuance cost amortized	(458,876)
Loss on advance refunding	167,525

**CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023**

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
OPERATING REVENUES:						
Rental of Facilities	\$ 1,652,280	1,671,600	1,526,257	-	1,526,257	(145,343)
Charges for Services	215,655	215,655	215,757	-	215,757	102
Fees and Collections	25,100	25,100	18,560	-	18,560	(6,540)
Miscellaneous	31,696	32,826	33,859	-	33,859	1,033
TOTAL OPERATING REVENUES	1,924,731	1,945,181	1,794,433	-	1,794,433	(150,748)
OPERATING EXPENSES:						
Airport Housing:						
Personnel Services	686,145	670,145	601,417	3,107	604,524	65,621
Materials and Supplies	203,448	205,068	160,812	-	160,812	44,256
Contractual Services	679,521	692,340	471,223	-	471,223	221,117
Other	-	100	-	-	-	100
Capital Outlay	14,870	14,871	-	14,870	14,870	1
Total Airport Housing	1,583,984	1,582,524	1,233,452	17,977	1,251,429	331,095
West Laredo Housing:						
Personnel Services	87,115	92,515	92,719	615	93,334	(819)
Materials and Supplies	38,709	30,355	15,601	-	15,601	14,754
Contractual Services	233,326	237,690	198,160	-	198,160	39,530
Total West Laredo Housing	359,150	360,560	306,480	615	307,095	53,465
Downtown Elderly Duplex:						
Personnel Services	7,387	3,177	2,958	-	2,958	219
Materials and Supplies	6,426	4,926	4,524	-	4,524	402
Contractual Services	11,613	17,323	16,222	-	16,222	1,101
Total Downtown Elderly Duplex Project	25,426	25,426	23,704	-	23,704	1,722
San Enrique Duplexes:						
Contractual Services	-	21,500	8,574	-	8,574	12,926
Total San Enrique Duplexes:	-	21,500	8,574	-	8,574	12,926
Martha C. Narvaez Apts:						
Personnel Services	28,559	20,268	19,295	-	19,295	973
Materials and Supplies	12,075	11,133	3,670	-	3,670	7,463
Contractual Services	48,325	40,505	45,220	-	45,220	(4,715)
Other	-	-	6	-	6	(6)
Capital Outlay	3,369	20,422	-	14,422	14,422	6,000
Total Martha C. Narvaez Apts	92,328	92,328	68,191	14,422	82,613	9,715
F. Salinas Elderly Duplex:						
Personnel Services	13,296	3,946	3,390	-	3,390	556
Materials and Supplies	14,031	19,031	13,274	-	13,274	5,757
Contractual Services	17,984	22,334	14,157	-	14,157	8,177
Total F Salinas Elderly Duplex	45,311	45,311	30,821	-	30,821	14,490
TVC-Homes for Tx Heroes:		-				
Materials and Supplies	542	1,086	530	-	530	556
Contractual Services	277,236	549,436	267,253	-	267,253	282,183
Other	22,222	49,478	26,778	-	26,778	22,700
Total TVC-Homes for Tx Heroes	\$ 300,000	600,000	294,561	-	294,561	305,439

(Continued)

(Continued)

**CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023**

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive Negative
	Original	Final				
TVC-Financial Assistance Program:						
Materials and Supplies	\$ 300	682	382	-	382	300
Contractual Services	45,996	113,251	22,332	-	22,332	90,919
Other	3,704	10,522	2,272	-	2,272	8,250
Total TVC-Financial Assistance Program	50,000	124,455	24,986	-	24,986	99,469
Total Operating Expenses Before						
Depreciation	2,456,199	2,852,104	1,990,769	33,014	2,023,783	828,321
Depreciation Expense	-	-	44,274	(44,274)	-	-
TOTAL OPERATING EXPENSES	2,456,199	2,852,104	2,035,043	(11,260)	2,023,783	828,321
Operating Income (Loss)	(531,468)	(906,923)	(240,610)	11,260	(229,350)	677,573
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	2,000	2,000	15,552	-	15,552	13,552
Intergovernmental Revenues:						
TVC-Homes for Texas Heroes	300,000	600,000	294,561	-	294,561	(305,439)
TVC-Financial Assistance Program	50,000	124,400	24,987	-	24,987	(99,413)
Principal paid	(480)	(530)	-	(523)	(523)	7
Interest Expense	(72)	(72)	(22)	-	(22)	50
Gain (Loss) From Sales of Assets	-	1,050	49	-	49	(1,001)
TOTAL NONOPERATING REVENUES (EXPENSES)	351,448	726,848	335,127	(523)	334,604	(392,244)
Income (Loss) Before Contributions and Transfers	(180,020)	(180,075)	94,517	10,737	105,254	285,329
Transfer Out:						
Home Investment	-	-	(1,080)	-	(1,080)	(1,080)
Change in Net Position	(180,020)	(180,075)	93,437	10,737	104,174	284,249
Total Net Position-Beginning	48,349	48,349	48,349	-	48,349	-
Total Net Position-Ending	\$ (131,671)	(131,726)	141,786	10,737	152,523	284,249

**CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 1,843,024
Payments to suppliers	(945,552)
Payments to employees	(755,809)
Payments for interfund services used	(295,310)
Net cash provided by operating activities	(153,647)

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer to other funds	(1,080)
Subsidiary from federal and state grant	320,147
Net cash provided (used) by noncapital and related financing activities	319,067

**CASH FLOWS FROM CAPITAL AND
RELATED FINANCING ACTIVITIES:**

Principal paid on capital debt	(523)
Interest paid on capital debt	(22)
Proceeds from sales of capital assets	49
Acquisition and construction of capital assets	(29,292)
Net cash provided (used) by capital and related financing activities	(29,788)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	(144,727)
Interest and dividends received	10,556
Net cash provided (used) by investing activities	(134,171)

Net increase (decrease) in cash and cash equivalents	1,461
Cash and cash equivalents, October 1	1,492
Cash and cash equivalents, September 30	\$ 2,953

(Continued)

**CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	(240,610)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		44,274
(Increase) decrease in accounts receivable		16,312
Increase in allowance for uncollectible accounts		-
Increase (decrease) in customer deposits		6,987
Increase (decrease) in accounts payable		30,127
Increase (decrease) in retainage payable		-
Increase (decrease) in deferred revenues		25,293
Increase (decrease) in compensated absences payable		(3,722)
Increase (decrease) in deferred outflows-pension		(232,419)
Increase (decrease) in deferred inflows-pension		(79,618)
Increase (decrease) in net pension liability		271,618
Increase (decrease) in accrued wages and employee benefits		8,111
Total adjustments		86,963
Net cash provided by operating activities	\$	(153,647)

CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Charges for Services	\$ 52,268,765	52,268,765	53,695,912	-	53,695,912	1,427,147
Miscellaneous	6,528,805	6,520,645	6,479,483	-	6,479,483	(41,162)
TOTAL OPERATING REVENUES	58,797,570	58,789,410	60,175,395	-	60,175,395	1,385,985
OPERATING EXPENSES:						
General and Administrative:						
Personnel Services	1,097,010	895,603	835,399	7,658	843,057	52,546
Materials and Supplies	302,602	68,180	54,400	-	54,400	13,780
Contractual Services	5,030,912	4,942,950	4,828,951	-	4,828,951	113,999
Other	1,993,043	18,905	512,637	(495,765)	16,872	2,033
Total General and Administrative	8,423,567	5,925,638	6,231,387	(488,107)	5,743,280	182,358
GIS:						
Personnel Services	420,781	341,326	324,045	(2,223)	321,822	19,504
Materials and Supplies	4,902	2,798	2,667	-	2,667	131
Contractual Services	54,670	34,139	32,845	-	32,845	1,294
Total GIS	480,353	378,263	359,557	(2,223)	357,334	20,929
Utility Engineering:						
Personnel Services	1,355,712	988,619	915,020	15,551	930,571	58,048
Materials and Supplies	44,855	31,102	30,054	-	30,054	1,048
Contractual Services	116,854	80,693	82,731	-	82,731	(2,038)
Total Utility Engineering	1,517,421	1,100,414	1,027,805	15,551	1,043,356	57,058
Utility Billing:						
Personnel Services	2,982,112	3,113,855	2,947,907	(8,874)	2,939,033	174,822
Materials and Supplies	1,625,009	2,564,781	2,553,121	-	2,553,121	11,660
Contractual Services	1,600,957	1,779,860	1,770,439	-	1,770,439	9,421
Other	-	115	115	-	115	-
Total Utility Billing	6,208,078	7,458,611	7,271,582	(8,874)	7,262,708	195,903
Asset Management:						
Personnel Services	239,173	266,517	253,847	(2,634)	251,213	15,304
Materials and Supplies	22,016	21,553	21,181	-	21,181	372
Contractual Services	67,994	23,951	22,971	-	22,971	980
Other	-	841	842	-	842	(1)
Total Asset Management	329,183	312,862	298,841	(2,634)	296,207	16,655
Water Treatment:						
Personnel Services	3,899,203	4,196,283	4,026,410	(65,822)	3,960,588	235,695
Materials and Supplies	2,470,426	4,840,250	4,342,679	-	4,342,679	497,571
Contractual Services	4,969,745	5,691,423	5,859,239	-	5,859,239	(167,816)
Capital Outlay	5,500	5,500	-	5,500	5,500	-
Total Water Treatment	11,344,874	14,733,456	14,228,328	(60,322)	14,168,006	565,450
Transmission and Distribution:						
Personnel Services	3,604,247	3,202,245	3,052,443	(30,408)	3,022,035	180,210
Materials and Supplies	1,378,006	1,384,078	1,834,838	-	1,834,838	(450,760)
Contractual Services	1,260,707	1,447,163	1,445,295	-	1,445,295	1,868
Other	-	3,000	(16,718)	-	(16,718)	19,718
Total Transmission and Distribution	\$ 6,242,960	6,036,486	6,315,858	(30,408)	6,285,450	(248,964)

(Continued)

**CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023**

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
Water Pollution Control:						
Personnel Services	\$ 759,389	779,094	740,857	(5,523)	735,334	43,760
Materials and Supplies	53,511	38,886	36,770	-	36,770	2,116
Contractual Services	117,551	74,374	72,306	-	72,306	2,068
Other	97,984	4,695	4,695	-	4,695	-
Total Water Pollution Control	1,028,435	897,049	854,628	(5,523)	849,105	47,944
Total Operating Expenses Before Depreciation	35,574,871	36,842,779	36,587,986	(582,540)	36,005,446	837,333
Depreciation Expense	-	-	12,504,151	(12,504,151)	-	-
TOTAL OPERATING EXPENSES	35,574,871	36,842,779	49,092,137	(13,086,691)	36,005,446	837,333
Operating Income (Loss)	23,222,699	21,946,631	11,083,258	13,086,691	24,169,949	2,223,318
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	218,958	218,958	1,959,151	-	1,959,151	1,740,193
Interest Earnings Restricted	287,393	581,606	6,540,795	-	6,540,795	5,959,189
Discount Earnings	14,062	14,062	31,052	-	31,052	16,990
Miscellaneous	350,000	492,458	579,855	-	579,855	87,397
Water Availability Fees	3,214,275	3,214,275	3,138,930	-	3,138,930	(75,345)
Gain on Sale of Assets	-	8,160	21,029	-	21,029	12,869
Interest Expense	(9,743,007)	(9,754,452)	(13,061,376)	(16,888)	(13,078,264)	(3,323,812)
Principal Paid	(10,225,452)	(10,214,281)	-	(13,019,280)	(13,019,280)	(2,804,999)
Fiscal Agent Fees	-	-	(7,138)	-	(7,138)	(7,138)
Subscription Amortization	-	-	(7,757)	-	(7,757)	(7,757)
Lease Amortization	-	-	(7,178)	-	(7,178)	(7,178)
Bond Issuance Cost/Premiums Amortized	-	(9,812)	1,513,284	(1,513,284)	-	9,812
Loss on Advance Funding	-	-	(805,821)	805,821	-	-
Water Rights Acq./Water Conservation	(2,060,900)	(2,170,602)	(920)	(985,950)	(986,870)	1,183,732
Other Non-Operating Expenses	(9,946,237)	(16,786,693)	(3,136,410)	(1,964,976)	(5,101,386)	11,685,307
Construction	-	(114,481,684)	-	(16,813,849)	(16,813,849)	97,667,835
TOTAL NONOPERATING REVENUES (EXPENSES)	(27,890,908)	(148,888,005)	(3,242,504)	(33,508,406)	(36,750,910)	112,137,095
Income (Loss) Before Contributions and Transfers	(4,668,209)	(126,941,374)	7,840,754	(20,421,715)	(12,580,961)	114,360,413
Transfer In:						
Waterworks Operations to Construction	4,306,753	4,306,753	-	543,522	543,522	(3,763,231)
Water Availability to Debt Service	380,000	380,000	-	380,000	380,000	-
Waterworks Operations to Debt Service	19,516,776	19,516,776	-	23,577,654	23,577,654	4,060,878
Transfers Out:						
Water Construction Fund	(4,306,753)	(3,277,373)	-	(543,522)	(543,522)	2,733,851
Water Debt Service-Water Availability	(380,000)	(380,000)	-	(380,000)	(380,000)	-
Water Debt Service-Operations	(19,516,776)	(19,516,776)	-	(23,577,654)	(23,577,654)	(4,060,878)
Change in Net Position	(4,668,209)	(125,911,994)	7,840,754	(20,421,715)	(12,580,961)	113,331,033
Total Net Position-Beginning	198,672,474	198,672,474	198,672,474	-	198,672,474	-
Total Net Position-Ending	\$ 194,004,265	72,760,480	206,513,228	(20,421,715)	186,091,513	113,331,033

**CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 58,908,872
Receipts from interfund services provided	908,536
Payments to suppliers	(19,966,895)
Payments to employees	(13,708,768)
Payments for interfund services used	(5,446,638)
Net cash provided by operating activities	20,695,107

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer to other funds	(24,501,176)
Transfer from other funds	24,501,176
Net cash provided (used) by noncapital and related financing activities	-

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Purchases of capital assets	(19,167,791)
Principal paid on capital debt	(13,019,280)
Interest paid on capital debt	(13,093,199)
Net cash provided (used) by capital and related financing activities	(45,280,270)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	18,167,093
Interest and dividends received	6,471,753
Issuance of notes receivable	(122)
Net cash provided (used) by investing activities	24,638,724

Net increase (decrease) in cash and cash equivalents	53,561
Cash and cash equivalents, October 1	367,811
Cash and cash equivalents, September 30	\$ 421,372

(Continued)

**CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	11,083,258
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		12,504,151
(Increase) decrease in accounts receivable		(1,137,627)
Increase (decrease) in allowance for uncollectible accounts		495,015
(Increase) decrease in inventories		(2,018,008)
Increase (decrease) in customer deposits		157,821
Increase (decrease) in accounts payable		103,775
Increase (decrease) in deferred revenues		170,836
Increase (decrease) in compensated absences payable		92,274
Increase (decrease) in net pension liability		5,234,965
Increase (decrease) in deferred inflows-pension		(1,541,604)
Increase (decrease) in deferred outflows-pension		(4,473,243)
Increase (decrease) in accrued wages and employee benefits		74,768
(Increase) decrease in Unamortized Lease Receivable		7,178
(Increase) decrease in Unamortized Subscription Receivable		(1,080)
Increase (decrease) in Lease Liabilities		(7,242)
Increase (decrease) in deferred inflows-leases		(50,130)
Total adjustments		9,611,849
Net cash provided by operating activities	\$	20,695,107

**Noncash investing, capital, and financing
activities:**

Bond issuance cost amortized	1,513,284
Accrued interest payable	(16,885)
Loss on advance refunding	805,821

CITY OF LAREDO, TEXAS
SEWER SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
OPERATING REVENUES:						
Charges for Services	\$ 42,804,185	42,804,185	45,378,108	-	45,378,108	2,573,923
Miscellaneous	-	-	361,792	-	361,792	361,792
TOTAL OPERATING REVENUES	42,804,185	42,804,185	45,739,900	-	45,739,900	2,935,715
OPERATING EXPENSES:						
Administrative:						
Materials and Supplies	66,065	23,974	4,973	-	4,973	19,001
Contractual Services	8,572,220	8,728,540	8,475,228	-	8,475,228	253,312
Other	857,100	248,940	888,924	(889,955)	(1,031)	249,971
Total Administrative	9,495,385	9,001,454	9,369,125	(889,955)	8,479,170	522,284
Wastewater Treatment:						
Personnel Services	3,606,978	3,848,693	3,638,423	(28,485)	3,609,938	238,755
Materials and Supplies	1,274,622	1,373,353	1,197,388	-	1,197,388	175,965
Contractual Services	4,276,839	4,285,370	4,112,604	-	4,112,604	172,766
Other	94,818	-	-	-	-	-
Capital Outlay	-	8,418	-	8,418	8,418	-
Total Wastewater Treatment	9,253,257	9,515,834	8,948,415	(20,067)	8,928,348	587,486
Wastewater Collection:						
Personnel Services	3,121,775	3,469,666	3,285,553	(20,473)	3,265,080	204,586
Materials and Supplies	1,192,411	1,228,665	1,109,744	-	1,109,744	118,921
Contractual Services	1,678,396	1,478,882	1,330,257	-	1,330,257	148,625
Capital Outlay	745	46,445	-	13,660	13,660	32,785
Total Wastewater Collection	5,993,327	6,223,658	5,725,554	(6,813)	5,718,741	504,917
Total Operating Expenses Before Depreciation	24,741,969	24,740,946	24,043,094	(916,835)	23,126,259	1,614,687
Depreciation Expense	-	-	9,645,878	(9,645,878)	-	-
TOTAL OPERATING EXPENSES	24,741,969	24,740,946	33,688,972	(10,562,713)	23,126,259	1,614,687
Operating Income (Loss)	\$ 18,062,216	18,063,239	12,050,928	10,562,713	22,613,641	4,550,402
						(Continued)

(Continued)

CITY OF LAREDO, TEXAS
SEWER SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	\$ 172,400	172,400	1,720,721	-	1,720,721	1,548,321
Interest Earnings Restricted	289,546	1,039,722	6,285,220	-	6,285,220	5,245,498
Discount Earnings	15,000	15,000	14,630	-	14,630	(370)
Miscellaneous	510,000	576,150	810,380	-	810,380	234,230
Interest Expense	(4,937,173)	(4,936,773)	(7,109,650)	(9,291)	(7,118,941)	(2,182,168)
Principal Paid	(9,027,927)	(9,029,350)	-	(9,792,504)	(9,792,504)	(763,154)
Fiscal Agent Fees	-	-	(7,537)	-	(7,537)	(7,537)
Subscription Amortization	-	-	(583)	-	(583)	(583)
Bond Issuance Cost/Premiums Amortized	-	(1,024)	687,570	(687,570)	-	1,024
Loss on Advance Refunding	-	-	(229,362)	229,362	-	-
Other Non-Operating Expenses	(3,363,187)	(8,048,037)	(686,181)	-	(686,181)	7,361,856
Construction	-	(120,945,705)	-	(27,625,788)	(27,625,788)	93,319,917
TOTAL NONOPERATING REVENUES (EXPENSES)	(16,341,341)	(141,157,617)	1,485,208	(37,885,791)	(36,400,583)	104,757,034
Income (Loss) Before Contributions and Transfers	1,720,875	(123,094,378)	13,536,136	(27,323,078)	(13,786,942)	109,307,436
Transfers In:						
Sewer Operations to Debt Service	13,722,068	13,722,068	-	15,563,970	15,563,970	1,841,902
Sewer Operations to Construction	1,397,365	1,397,365	-	1,050,693	1,050,693	(346,672)
Transfers Out:						
Sewer Debt Service	(13,722,068)	(13,722,068)	-	(15,563,970)	(15,563,970)	(1,841,902)
Sewer Construction Fund	(1,397,365)	(1,397,365)	-	(1,050,693)	(1,050,693)	346,672
Change in Net Position	1,720,875	(123,094,378)	13,536,136	(27,323,078)	(13,786,942)	109,307,436
Total Net Position-Beginning	143,207,219	143,207,219	143,207,219	-	143,207,219	-
Total Net Position-Ending	\$ 144,928,094	20,112,841	156,743,355	(27,323,078)	129,420,277	109,307,436

**CITY OF LAREDO, TEXAS
SEWER SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 44,682,028
Receipts from interfund services provided	776,063
Payments to suppliers	(10,057,716)
Payments to employees	(7,200,687)
Payments for interfund services used	(3,801,293)
Net cash provided by operating activities	24,398,395

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Transfer from other funds	16,614,663
Transfer to other funds	(16,614,663)
Net cash provided (used) by noncapital and related financing activities	-

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Acquisition and construction of capital assets	(27,523,667)
Principal paid on capital debt	(9,792,504)
Interest paid on capital debt	(7,119,524)
Net cash provided (used) by capital and related financing activities	(44,435,695)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	14,317,950
Interest and dividends received	5,811,003
Issuance of notes receivable	14
Net cash provided (used) by investing activities	20,128,967

Net increase (decrease) in cash and cash equivalents	91,667
Cash and cash equivalents, October 1	237,409
Cash and cash equivalents, September 30	\$ 329,076

(Continued)

**CITY OF LAREDO, TEXAS
SEWER SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	12,050,928
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		9,645,878
(Increase) decrease in accounts receivable		(1,171,361)
Increase (decrease) in allowance for uncollectible accounts		889,955
(Increase) decrease in inventories		(232,722)
Increase (decrease) in accounts payable		3,492,831
Increase (decrease) in deferred revenues		(14)
Increase (decrease) in compensated absences payable		48,959
Increase (decrease) in net pension liability		2,578,793
Increase (decrease) in deferred inflows-pension		(765,913)
Increase (decrease) in deferred outflows-pension		(2,197,860)
Increase (decrease) in accrued wages and employee benefits		59,310
(Increase) decrease in Unamortized subscription receivable		(389)
Total adjustments		12,347,467
Net cash provided by operating activities	\$	24,398,395

**Noncash investing, capital, and financing
activities:**

Bond issuance cost amortized	687,570
Accrued interest payable	(9,291)
Loss on advance refunding	229,362

CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023

	Budgeted Amount				Actual	Variance
	Original	Final	Actual	Adjustments	Budget Basis	Positive (Negative)
OPERATING REVENUES:						
Charges for Services	\$ 31,253,910	31,253,910	33,409,879	-	33,409,879	2,155,969
Rental of Facilities	-	-	1,456	-	1,456	1,456
Miscellaneous	-	-	41,732	-	41,732	41,732
TOTAL OPERATING REVENUES	31,253,910	31,253,910	33,453,067	-	33,453,067	2,199,157
OPERATING EXPENSES:						
Administration:						
Personnel Services	414,148	393,684	373,990	(6,165)	367,825	25,859
Materials and Supplies	20,578	17,849	17,479	-	17,479	370
Contractual Services	86,567	88,836	91,976	-	91,976	(3,140)
Total Administration	521,293	500,369	483,445	(6,165)	477,280	23,089
Branch Division:						
Personnel Services	1,944,104	2,091,230	1,993,556	(19,120)	1,974,436	116,794
Materials and Supplies	94,935	46,382	46,237	-	46,237	145
Contractual Services	40,732	103,774	104,343	-	104,343	(569)
Total Branch Division	2,079,771	2,241,386	2,144,136	(19,120)	2,125,016	116,370
Recycling:						
Personnel Services	2,014,253	2,329,534	2,199,405	(2,431)	2,196,974	132,560
Materials and Supplies	102,502	43,577	43,487	-	43,487	90
Contractual Services	149,705	151,543	148,805	-	148,805	2,738
Total Recycling	2,266,460	2,524,654	2,391,697	(2,431)	2,389,266	135,388
Sanitation:						
Personnel Services	4,191,157	4,288,781	4,084,750	(15,978)	4,068,772	220,009
Materials and Supplies	2,660,290	2,622,460	2,440,536	-	2,440,536	181,924
Contractual Services	4,148,308	4,105,712	4,064,023	-	4,064,023	41,689
Other	579,800	-	245,533	(245,533)	-	-
Capital Outlay	149,565	305,960	-	170,202	170,202	135,758
Total Sanitation	11,729,120	11,322,913	10,834,842	(91,309)	10,743,533	579,380
Landfill:						
Personnel Services	1,810,932	1,984,921	1,918,668	(35,918)	1,882,750	102,171
Materials and Supplies	983,830	825,219	814,354	-	814,354	10,865
Contractual Services	5,758,260	5,947,145	5,085,169	-	5,085,169	861,976
Other	1,000,000	1,001,490	1,498,598	(1,497,109)	1,489	1,000,001
Capital Outlay	203,428	196,238	-	112,825	112,825	83,413
Total Landfill	9,756,450	9,955,013	9,316,789	(1,420,202)	7,896,587	2,058,426
Ponderosa Landfill:						
Materials and Supplies	5,043	712	712	-	712	-
Contractual Services	327,944	141,069	110,579	-	110,579	30,490
Total Ponderosa Landfill	332,987	141,781	111,291	-	111,291	30,490
Total Operating Expenses Before Depreciation	26,686,081	26,686,116	25,282,200	(1,539,227)	23,742,973	2,943,143
Depreciation Expense	-	-	4,187,198	(4,187,198)	-	-
TOTAL OPERATING EXPENSES	26,686,081	26,686,116	29,469,398	(5,726,425)	23,742,973	2,943,143
Operating Income (Loss)	\$ 4,567,829	4,567,794	3,983,669	5,726,425	9,710,094	5,142,300

(Continued)

CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2023

(Continued)

	Budgeted Amount		Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
	Original	Final				
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	\$ 175,084	175,084	2,066,284	-	2,066,284	1,891,200
Interest Earnings-Restricted	5,378	327,086	706,354	-	706,354	379,268
Premiums	-	898,368	-	898,368	898,368	-
Discount Earnings	-	-	13,441	-	13,441	13,441
Gain (Loss) From Sale of Assets	-	-	26,153	2,952	29,105	29,105
Bond Issues	-	15,275,000	-	15,275,000	15,275,000	-
Interest Expense	(1,423,758)	(1,931,535)	(1,750,198)	(165,860)	(1,916,058)	15,477
Gain (Loss) on Advance Refunding	-	-	(75,744)	75,744	-	-
Principal Paid	(3,973,311)	(4,443,430)	-	(4,443,430)	(4,443,430)	-
Fiscal Agent Fees	(3,000)	(3,000)	(3,175)	-	(3,175)	(175)
Bond Issuance Cost/Premiums Amortized	-	(193,249)	135,336	(300,851)	(165,515)	27,734
Other Non-Operating Expenses	(1,550,819)	(803,690)	(1,239)	-	(1,239)	802,451
Construction	-	(19,094,767)	-	(3,909,391)	(3,909,391)	15,185,376
TOTAL NONOPERATING REVENUES (EXPENSES)	(6,770,426)	(9,794,133)	1,117,212	7,432,532	8,549,744	18,343,877
Income (Loss) Before Contributions and Transfers	(2,202,597)	(5,226,339)	5,100,881	13,158,957	18,259,838	23,486,177
Contributions						
Transfers In:						
Solid Waste Fund	6,943,840	6,943,840	-	6,361,030	6,361,030	(582,810)
Transfers Out:						
Solid Waste Fund	(6,943,840)	(6,943,840)	-	(6,361,030)	(6,361,030)	582,810
Change in Net Position	(2,202,597)	(5,226,339)	5,100,881	13,158,957	18,259,838	23,486,177
Total Net Position-Beginning	34,085,120	34,085,120	34,085,120	-	34,085,120	-
Total Net Position-Ending	\$ 31,882,523	28,858,781	39,186,001	13,158,957	52,344,958	23,486,177

**CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

CASH FLOW FROM OPERATING ACTIVITIES:

Receipts from customers and users	\$ 32,831,964
Receipts from interfund services provided	394,502
Payments to suppliers	(6,614,546)
Payments to employees	(10,997,083)
Payments for interfund services used	(7,968,759)
Net cash provided by operating activities	7,646,078

**CASH FLOWS FROM CAPITAL AND
RELATED FINANCING ACTIVITIES:**

Proceeds from capital debt	16,173,368
Principal paid on capital debt	(4,443,430)
Interest paid on capital debt	(2,084,748)
Acquisition and construction of capital assets	(2,637,502)
Proceeds from sales of capital assets	29,105
Net cash provided (used) by capital and related financing activities	7,036,793

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales and maturities of investments	(16,515,024)
Interest and dividends received	1,887,866
Net cash provided (used) by investing activities	(14,627,158)

Net increase (decrease) in cash and cash equivalents	55,713
Cash and cash equivalents, October 1	161,336
Cash and cash equivalents, September 30	\$ 217,049

(Continued)

**CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT
STATEMENT OF CASH FLOWS
Year ended September 30, 2023**

(Continued)

**Reconciliation of operating income to
net cash provided (used) by operating
activities:**

Operating income	\$	3,983,669
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		4,187,198
(Increase) decrease in accounts receivable		(414,997)
Increase (decrease) in allowance for uncollectible accounts		186,487
(Increase) decrease in inventories		565
Increase (decrease) in accounts payable		127,961
Increase (decrease) in deferred revenues		1,909
Increase (decrease) in compensated absences payable		79,612
Increase (decrease) in deferred outflows-pension		(3,260,691)
Increase (decrease) in deferred inflows-pension		(1,150,965)
Increase (decrease) in net pension liability		3,837,395
Increase (decrease) in accrued wages and employee benefits		67,935
Total adjustments		3,662,409
Net cash provided by operating activities	\$	7,646,078

**Noncash investing, capital, and financing
activities:**

Current closure and post closure costs	(1,556,155)
Bond issuance cost amortized	300,851
Loss on advance refunding	(75,744)
Accrued interest payable	165,860

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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, 2023

	CUSTODIAL FUNDS			
	POLICE RETIREE DEPENDENTS FUND	FIRE RETIREE DEPENDENTS FUND	PAYROLL CLEARING FUND	TOTAL CUSTODIAL FUNDS
ASSETS				
Equity in Investment Pool	\$ 1,841	-	18,187	20,028
Accounts Receivable	-	61,193	2,814	64,007
Accrued Interest Receivable	3,704	-	39,891	43,595
Investments, at Fair Market Value	296,758	-	3,195,886	3,492,644
TOTAL ASSETS	302,303	61,193	3,256,778	3,620,274
LIABILITIES				
Accounts Payable	302,303	-	3,256,778	3,559,081
Due to Other Funds	-	61,193	-	61,193
TOTAL LIABILITIES	302,303	61,193	3,256,778	3,620,274
NET POSITION				
Held in Trust for Pension Benefits, Plan Participants, and Other Purposes	\$ -	-	-	-

CITY OF LAREDO, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	LAREDO FIREFIGHTERS RETIREMENT SYSTEM PENSION TRUST FUND	CITY ANNUITY PENSION TRUST FUND	TOTAL PENSION TRUST FUNDS
ADDITIONS:			
Contributions:			
Employer Contributions	\$ 9,105,525	2,485,621	11,591,146
Plan Members	6,556,220	103,970	6,660,190
Other Contributions	-	2,773	2,773
	<u>15,661,745</u>	<u>2,592,364</u>	<u>18,254,109</u>
Total Contributions			
Investment Earnings:			
Interest Earnings and Dividends	3,164,123	-	3,164,123
Net Increase (decrease) in the Fair Value of Investments	15,052,941	-	15,052,941
Gains (Loss) on Sale of Investment	3,450,457	-	3,450,457
	<u>21,667,521</u>	<u>-</u>	<u>21,667,521</u>
Total Investment Earnings			
Less: Investment Expense	(345,236)	-	(345,236)
	<u>21,322,285</u>	<u>-</u>	<u>21,322,285</u>
Net Investment Earnings			
	<u>36,984,030</u>	<u>2,592,364</u>	<u>39,576,394</u>
TOTAL ADDITIONS			
DEDUCTIONS:			
Benefits	18,927,894	2,403,007	21,330,901
Administrative Expenses	307,142	189,357	496,499
	<u>19,235,036</u>	<u>2,592,364</u>	<u>21,827,400</u>
TOTAL DEDUCTIONS			
Change in Net Position	17,748,994	-	17,748,994
Net Position - Beginning	180,152,638	-	180,152,638
NET POSITION - ENDING	<u>\$ 197,901,632</u>	<u>-</u>	<u>197,901,632</u>

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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				
	2014	2015	2016	2017	2018
Governmental Activities					
Net investment in capital assets	\$ 454,275,907	\$ 487,452,144	\$ 497,557,400	\$ 513,425,058	\$ 524,030,871
Restricted	52,746,758	39,488,100	41,402,347	42,852,730	45,893,175
Unrestricted	(9,084,181)	(103,494,138)	(178,284,762)	(202,436,440)	(247,151,115)
Total governmental activities net position	<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>
Business-type activities					
Net investment in capital assets	\$ 279,700,006	\$ 266,890,409	\$ 254,793,229	\$ 262,866,023	\$ 276,944,333
Restricted	31,079,396	57,971,427	74,371,213	74,243,372	58,736,604
Unrestricted	44,775,230	(12,769,768)	(17,631,797)	(8,836,173)	22,257,968
Total business-type activities net position	<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>
Primary government					
Net investment in capital assets	\$ 733,975,913	\$ 754,342,553	\$ 752,350,629	\$ 776,291,081	\$ 800,975,204
Restricted	83,826,154	97,459,527	115,773,560	117,096,102	104,629,779
Unrestricted	35,691,049	(116,263,906)	(195,916,559)	(211,272,613)	(224,893,147)
Total primary government net position	<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>

	Fiscal Year				
	2019	2020	2021	2022	2023
Governmental Activities					
Net investment in capital assets	\$ 539,561,284	\$ 540,492,170	\$ 558,314,171	\$ 588,486,215	\$ 603,780,474
Restricted	51,542,494	55,603,164	67,998,262	80,844,913	98,760,952
Unrestricted	(250,291,351)	(298,310,360)	(266,315,233)	(260,348,698)	(230,618,360)
Total governmental activities net position	<u>\$ 340,812,427</u>	<u>\$ 297,784,974</u>	<u>\$ 359,997,200</u>	<u>\$ 408,982,430</u>	<u>\$ 471,923,066</u>
Business-type activities					
Net investment in capital assets	\$ 285,312,722	\$ 284,339,056	\$ 294,206,155	\$ 301,787,367	\$ 341,360,127
Restricted	57,543,482	61,771,418	68,666,984	80,570,656	86,200,570
Unrestricted	39,786,023	56,427,580	63,355,200	86,880,451	76,453,311
Total business-type activities net position	<u>\$ 382,642,227</u>	<u>\$ 402,538,054</u>	<u>\$ 426,228,339</u>	<u>\$ 469,238,474</u>	<u>\$ 504,014,008</u>
Primary government					
Net investment in capital assets	\$ 824,874,006	\$ 824,831,226	\$ 852,520,326	\$ 890,273,582	\$ 945,140,601
Restricted	109,085,976	117,374,582	136,665,246	161,415,569	184,961,522
Unrestricted	(210,505,328)	(241,882,780)	(202,960,033)	(173,468,247)	(154,165,049)
Total primary government net position	<u>\$ 723,454,654</u>	<u>\$ 700,323,028</u>	<u>\$ 786,225,539</u>	<u>\$ 878,220,904</u>	<u>\$ 975,937,074</u>

SOURCE:

City of Laredo, Texas

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CHANGES IN NET POSITION LAST TEN FISCAL PERIODS (ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year				
	2014	2015	2016	2017	2018
Expenses					
Governmental Activities:					
General Government	\$ 31,483,857	\$ 30,754,775	\$ 31,282,913	\$ 44,803,625	\$ 14,669,141
Public Safety	116,740,217	123,569,785	136,161,243	132,796,643	144,679,796
Public Works	29,275,673	30,339,614	32,262,592	35,411,496	36,856,653
Health and Welfare	25,049,024	25,392,674	26,694,339	28,523,686	28,247,621
Culture and Recreation	28,166,961	27,531,357	29,029,634	28,661,521	30,060,439
Air Transportation	10,866,517	11,424,789	12,068,122	12,139,052	12,447,560
Interest on Long Term Debt	15,939,639	14,675,052	14,833,434	14,874,684	8,654,373
Total Governmental Activities Expenses	<u>257,521,888</u>	<u>263,688,046</u>	<u>282,332,277</u>	<u>297,210,707</u>	<u>275,615,583</u>
Business-Type Activities					
Bridge System	53,740,997	47,492,006	50,002,193	49,498,472	52,412,200
Solid Waste Management System	17,714,332	18,207,099	19,076,156	23,279,911	20,165,585
Water System	46,627,133	53,339,444	60,707,954	48,030,778	46,668,068
Sewer System	32,680,138	32,339,112	37,537,057	31,763,534	31,729,952
Other Business-Type Activities	18,016,163	18,198,854	19,560,225	19,679,802	19,783,672
Total Business-Type Activities Expenses	<u>168,778,763</u>	<u>169,576,515</u>	<u>186,883,585</u>	<u>172,252,497</u>	<u>170,759,477</u>
Total Primary Government Expenses	<u>\$ 426,300,651</u>	<u>\$ 433,264,561</u>	<u>\$ 469,215,862</u>	<u>\$ 469,463,204</u>	<u>\$ 446,375,060</u>
Program Revenues					
Governmental Activities:					
Charges for Services					
General Government	\$ 48,476,887	\$ 49,951,513	\$ 52,780,001	\$ 53,273,825	\$ 56,653,936
Public Safety	9,689,452	10,161,855	9,347,027	8,685,210	8,957,129
Public Works	681,523	570,033	1,057,448	1,336,890	1,510,684
Health and Welfare	16,082,560	15,328,529	16,664,531	8,467,793	17,797,657
Culture and Recreation	6,700,618	5,760,979	6,764,430	6,162,968	7,202,223
Air Transportation	6,213,731	8,428,408	5,983,576	6,589,287	7,513,248
Operating Grants and Contributions	21,012,892	22,967,325	21,731,076	21,047,107	24,927,052
Capital Grants and Contributions	29,152,539	35,294,592	40,400,218	41,090,817	26,064,998
Total Governmental Activities Program Revenues	<u>138,010,202</u>	<u>148,463,234</u>	<u>154,728,307</u>	<u>146,653,897</u>	<u>150,626,927</u>
Business-Type Activities:					
Charges for Services					
Bridge System	55,703,827	58,289,089	60,192,764	61,381,489	68,042,892
Solid Waste Management System	19,938,264	21,422,714	24,141,768	25,314,209	26,306,088
Water System	42,744,943	40,933,158	46,018,021	49,522,342	49,510,176
Sewer System	30,383,531	28,409,350	31,850,492	33,365,973	33,824,818
Other Business-Type Activities	5,516,063	5,581,664	5,367,622	5,516,348	5,933,249
Operating Grants and Contributions	4,425,506	3,914,991	3,837,360	4,091,169	4,064,792
Capital Grants and Contributions	5,746,419	6,313,419	9,332,615	6,735,114	12,507,179
Total Business-Type Activities Program Revenues	<u>164,458,553</u>	<u>164,864,385</u>	<u>180,740,642</u>	<u>185,926,644</u>	<u>200,189,194</u>
Total Primary Government Program Revenues	<u>\$ 302,468,755</u>	<u>\$ 313,327,619</u>	<u>\$ 335,468,949</u>	<u>\$ 332,580,541</u>	<u>\$ 350,816,121</u>

(Continued)

CITY OF LAREDO, TEXAS

TABLE 2

Fiscal Year				
2019	2020	2021	2022	2023
\$ 25,667,856	\$ 73,496,272	\$ 17,961,579	\$ 25,709,673	\$ 32,537,990
151,438,541	157,618,090	138,610,304	182,184,978	164,936,322
36,761,439	38,283,612	39,967,506	42,213,162	43,137,143
30,536,437	39,997,943	41,051,472	43,608,358	47,169,470
31,467,862	27,198,270	25,341,404	36,894,791	46,190,061
13,047,872	14,303,446	14,927,530	15,530,885	10,641,215
8,172,026	8,185,072	7,773,879	8,343,652	11,851,932
297,092,033	359,082,705	285,633,674	354,485,499	356,464,133
55,390,372	51,761,177	53,016,352	68,245,077	67,079,242
22,619,900	25,155,954	24,895,900	27,053,714	31,163,646
48,166,777	55,225,607	55,448,024	57,290,431	66,049,410
33,202,551	37,664,072	35,916,953	37,432,557	41,686,352
20,225,146	20,627,127	21,133,045	22,223,372	22,540,370
179,604,746	190,433,937	190,410,274	212,245,151	228,519,020
\$ 476,696,779	\$ 549,516,642	\$ 476,043,948	\$ 566,730,650	\$ 584,983,153
\$ 59,445,108	\$ 55,186,131	\$ 59,903,287	\$ 71,362,922	\$ 74,334,937
9,328,993	9,681,074	8,727,967	4,842,330	5,090,445
2,609,379	1,611,421	2,563,903	3,692,312	6,647,568
14,987,044	9,606,295	15,299,183	18,879,924	18,541,515
7,999,264	4,085,451	3,813,256	7,857,999	10,392,659
7,977,495	6,263,947	7,279,577	13,870,189	8,364,713
26,580,666	48,315,827	54,140,316	59,732,692	53,624,779
24,528,293	21,442,849	26,813,220	41,479,672	34,247,442
153,456,242	156,192,995	178,540,709	221,718,040	211,244,058
71,088,270	62,503,974	66,418,602	75,767,211	81,107,347
25,861,286	26,321,440	28,381,481	30,388,382	33,588,403
51,743,367	56,726,261	63,143,748	65,420,877	65,407,464
34,431,352	37,786,783	40,680,916	46,403,275	47,237,850
6,113,385	4,385,753	4,275,557	4,825,287	5,262,636
4,662,582	11,814,442	3,264,134	12,362,416	8,053,712
6,986,253	9,246,680	10,793,976	17,904,440	2,520,565
200,886,495	208,785,333	216,958,414	253,071,888	243,177,977
\$ 354,342,737	\$ 364,978,328	\$ 395,499,123	\$ 474,789,928	\$ 454,422,035

(Continued)

**CHANGES IN NET POSITION
LAST TEN FISCAL PERIODS
(ACCRUAL BASIS OF ACCOUNTING)**

(Continued)

	Fiscal Year				
	2014	2015	2016	2017	2018
Net (Expense)/Revenue					
Governmental Activities	\$ (119,511,686)	\$ (115,224,812)	\$ (127,603,970)	\$ (150,556,810)	\$ (124,988,656)
Business-Type Activities	(4,320,210)	(4,712,130)	(6,142,943)	13,674,147	29,429,717
Total Primary Government Net Expense	<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>
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes					
Property Taxes	\$ 68,900,077	\$ 72,930,004	\$ 76,362,877	\$ 80,508,743	\$ 85,015,620
Sales Tax	39,842,711	41,000,767	38,983,785	39,788,063	41,486,935
Franchise Taxes	7,434,775	7,613,857	7,656,015	7,798,793	8,174,902
Hotel Motel Tax	4,322,485	4,219,474	3,797,579	3,939,200	4,157,342
Alcoholic Beverage Taxes	436,204	463,447	467,361	512,893	549,712
Investment Earnings	428,693	581,016	780,283	2,148,609	2,265,636
Gain on Sale of Capital Assets	177,320	50,721	512,275	1,080,474	124,655
Bond Premium	-	-	-	-	-
Transfers	7,585,617	9,252,910	6,345,593	7,578,583	12,081,986
Total Governmental Activities	<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>
Business-Type Activities:					
Sales Tax	7,716,898	7,966,064	7,474,608	7,592,193	8,025,224
Investment Earnings	1,409,876	1,445,291	1,818,713	1,751,860	4,190,741
Gain/(Loss) on Sale of Capital Assets	352,807	(26,589)	389,708	1,668,774	101,987
Bond Premium	-	-	-	-	-
Transfers	(7,585,617)	(9,252,910)	(6,345,593)	(7,578,582)	(12,081,986)
Total Business-Type Activities	<u>1,893,964</u>	<u>131,856</u>	<u>3,337,436</u>	<u>3,434,245</u>	<u>235,966</u>
Total Primary Government	<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>
Change in Net Position					
Governmental Activities	\$ 9,616,196	\$ 20,887,384	\$ 7,301,798	\$ (7,201,452)	\$ 28,868,132
Business-Type Activities	(2,426,246)	(4,580,274)	(2,805,507)	17,108,392	29,665,683
Total Primary Government	<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>

SOURCE:

City of Laredo, Texas

CITY OF LAREDO, TEXAS

TABLE 2

(Continued)

Fiscal Year				
2019	2020	2021	2022	2023
\$ (143,635,791)	\$ (202,889,710)	\$ (107,092,965)	\$ (132,767,459)	\$ (145,220,075)
21,281,749	18,351,396	26,548,140	40,826,737	14,658,957
<u>\$ (122,354,042)</u>	<u>\$ (184,538,314)</u>	<u>\$ (80,544,825)</u>	<u>\$ (91,940,722)</u>	<u>\$ (130,561,118)</u>
\$ 90,664,882	\$ 102,772,794	\$ 96,486,425	\$ 99,649,010	\$ 107,041,362
44,029,435	33,876,247	47,350,096	56,183,584	62,166,711
8,181,895	8,021,852	8,231,085	8,737,487	8,820,009
4,207,723	3,036,519	3,200,369	4,831,876	5,044,279
600,029	407,401	397,307	647,227	28,664
3,539,327	2,714,552	1,055,460	1,750,029	12,221,591
178,736	398,355	156,776	277,726	-
-	-	-	-	-
10,273,260	8,634,537	12,427,673	9,675,750	12,838,095
<u>161,675,287</u>	<u>159,862,257</u>	<u>169,305,191</u>	<u>181,752,689</u>	<u>208,160,711</u>
8,325,191	8,200,121	9,134,586	10,727,110	11,859,538
5,248,416	1,978,775	783,751	867,346	21,095,134
121,226	72	(348,519)	264,692	-
-	-	-	-	-
(10,273,260)	(8,634,537)	(12,427,673)	(9,675,750)	(12,838,095)
3,421,573	1,544,431	(2,857,855)	2,183,398	20,116,577
<u>\$ 165,096,860</u>	<u>\$ 161,406,688</u>	<u>\$ 166,447,336</u>	<u>\$ 183,936,087</u>	<u>\$ 228,277,288</u>
\$ 18,039,496	\$ (43,027,453)	\$ 62,212,226	\$ 48,985,230	\$ 62,940,636
24,703,322	19,895,827	23,690,285	43,010,135	34,775,534
<u>\$ 42,742,818</u>	<u>\$ (23,131,626)</u>	<u>\$ 85,902,511</u>	<u>\$ 91,995,365</u>	<u>\$ 97,716,170</u>

CHANGES IN FUND BALANCE, GOVERNMENTAL FUNDS LAST TEN FISCAL PERIODS

	Fiscal Year				
	2014	2015	2016	2017	2018
REVENUES:					
Taxes:					
Property	\$ 71,560,518	\$ 73,314,227	\$ 75,826,000	\$ 80,589,128	\$ 93,536,784
Sales	40,024,574	41,364,145	38,685,571	39,417,857	33,208,996
Franchise Fees	7,408,310	68,575	7,651,588	7,776,288	8,133,889
Bingo Tax	70,037	463,398	67,340	68,077	52,912
Alcoholic Beverage	429,823	4,204,569	456,784	490,013	552,905
Hotel Motel	4,321,690	7,588,828	3,851,082	3,842,751	4,138,626
Licenses and Permits	9,176,782	9,789,518	9,996,342	10,188,838	10,414,120
Intergovernmental	31,999,133	35,599,823	34,493,046	33,734,018	34,875,342
Charges for Services	54,978,231	56,761,356	59,886,689	60,099,061	64,916,008
Fines	3,781,433	3,750,121	3,986,414	4,025,440	4,356,940
Fees and Collections	5,266,624	5,453,663	5,288,848	5,197,368	4,699,620
Rents	7,309,197	8,506,613	6,646,131	7,222,326	8,562,331
Interest and Other	513,966	1,426,394	2,002,081	2,555,647	4,401,306
Miscellaneous	2,902,821	2,873,122	2,176,195	2,744,345	2,507,491
Contributions & Donations	200,222	22,950,634	27,872,691	22,007,736	16,126,827
Reimbursements	1,544,995	1,847,804	1,512,842	1,870,678	1,422,949
TOTAL REVENUES	241,488,356	275,962,790	280,399,644	281,829,571	291,907,046
EXPENDITURES:					
General Government	19,730,538	23,618,033	24,034,077	24,999,279	25,798,914
Public Safety	114,898,390	119,758,393	126,401,411	128,456,177	136,965,513
Public Works	10,707,599	9,257,819	9,081,025	10,589,800	9,974,167
Health and Welfare	24,015,886	24,139,800	24,960,106	26,068,728	26,809,427
Cultural and Recreational	27,762,404	27,056,235	28,088,962	27,962,296	29,267,337
Air Transportation Services	6,158,489	6,467,036	6,883,264	6,709,908	6,806,224
Capital Outlay	50,975,719	52,394,194	66,817,376	51,840,512	43,849,418
Bond Costs	209,549	1,373,264	969,313	-	515,780
Debt Service:					
Principal Retirement	16,127,013	39,178,502	23,395,142	15,584,619	17,063,400
Loss on Advance Refunding	-	258,062	584,424	-	-
Interest and Fiscal Expenditures	9,987,587	9,097,392	9,127,731	9,764,959	9,576,250
TOTAL EXPENDITURES	280,573,174	312,598,730	320,342,831	301,976,278	306,626,430
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,084,818)	(36,635,940)	(39,943,187)	(20,146,707)	(14,719,384)
OTHER FINANCING SOURCES (USES):					
Transfers In	45,447,751	56,141,691	44,180,899	36,587,762	36,471,318
Issuance of Debt	20,795,730	45,028,000	40,155,641	-	15,131,720
Bond Premium	565,390	14,136,687	7,867,533	-	4,947,660
Bond Discounts	-	-	-	-	-
Reimbursements	15,005	-	-	-	-
Transfers Out	(37,121,060)	(45,138,782)	(35,974,394)	(26,209,179)	(21,889,332)
Contributions	19,667,880	-	-	-	-
Issuance of Refunding Debt	-	55,606,967	20,450,000	-	19,564,840
Capital Leases	-	-	-	62,168	-
Sale of Assets	177,320	50,721	512,275	1,080,474	124,655
Payment to Refunded Bond Escrow Agent	(15,668,558)	(65,313,880)	(23,238,405)	-	(21,934,126)
TOTAL OTHER FINANCING SOURCES (USES)	33,879,458	60,511,404	53,953,549	11,521,225	32,416,735
Net Change in Fund Balances	\$ (5,205,360)	\$ 23,875,464	\$ 14,010,362	\$ (8,625,482)	\$ 17,697,351
Debt Service as a Percentage of non-capital expenditures	11.37%	18.65%	13.06%	10.13%	10.14%

SOURCE:

City of Laredo, Texas

CITY OF LAREDO, TEXAS

TABLE 3

Fiscal Year				
2019	2020	2021	2022	2023
\$ 90,246,136	\$ 93,753,167	\$ 96,705,121	\$ 99,821,542	\$ 106,067,145
43,304,882	42,373,207	47,136,781	55,040,832	60,750,871
8,172,967	8,038,122	8,182,578	8,720,420	8,827,808
63,966	52,020	35,966	30,149	47,011
586,935	498,480	405,844	643,359	759,206
4,253,004	3,114,134	3,166,183	4,715,723	5,020,255
9,898,368	10,103,668	9,291,740	10,861,993	10,384,715
38,346,584	56,019,878	70,950,133	76,602,252	73,350,029
67,629,485	61,272,193	63,367,381	71,811,631	76,100,951
4,897,677	4,549,280	6,294,039	6,226,174	6,335,355
4,668,638	3,627,084	3,988,679	4,952,441	5,495,401
8,835,254	7,693,734	8,631,216	9,813,518	9,366,197
6,676,783	5,232,049	2,387,901	3,511,822	18,917,256
2,254,205	5,274,084	6,566,379	2,485,341	1,458,386
13,303,346	5,313,331	10,048,972	26,737,248	17,257,181
2,002,744	724	1,182	8,013,895	2,715,852
305,140,974	306,915,155	337,160,095	389,988,340	402,853,619
27,384,154	20,559,902	34,981,380	35,960,393	37,122,259
143,193,077	147,007,646	146,610,656	161,220,307	165,345,774
8,915,474	10,056,567	11,747,674	14,207,555	15,418,596
28,879,340	38,191,992	38,927,626	41,210,682	44,925,495
30,794,372	26,651,404	24,585,823	36,215,137	45,282,668
7,125,984	7,968,333	8,093,138	8,307,948	9,476,670
41,149,078	52,631,363	38,542,686	66,674,255	57,790,598
229,028	415,900	1,133,003	-	676,855
18,461,755	18,850,473	27,592,776	19,276,903	19,698,893
-	-	-	-	-
9,299,688	9,550,966	8,873,585	9,932,312	10,847,148
315,431,950	331,884,546	341,088,347	393,005,492	406,584,956
(10,290,976)	(24,969,391)	(3,928,252)	(3,017,152)	(3,731,337)
37,229,912	50,314,522	59,131,368	59,112,085	44,092,315
15,065,000	29,330,000	69,456,400	-	47,500,000
1,198,228	4,847,371	3,338,557	-	1,822,148
-	-	-	-	-
-	-	-	-	-
(26,956,651)	(41,679,984)	(46,703,695)	(51,436,335)	(31,254,220)
-	-	-	-	-
-	-	-	-	-
-	1,889,082	-	-	-
178,736	56,081	156,776	277,726	935,244
-	(3,002,333)	(6,025,914)	-	-
26,715,225	41,754,739	79,353,492	7,953,476	63,095,487
\$ 16,424,249	\$ 16,785,348	\$ 75,425,240	\$ 4,936,324	\$ 59,364,150
10.12%	10.17%	12.05%	8.95%	8.76%

**FUND BALANCE, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

CITY OF LAREDO, TEXAS

TABLE 4

	2014	2015	2016	2017	2018
GENERAL FUND					
Nonspendable	\$ 5,960	\$ 7,920	\$ 11,197	\$ 17,258	\$ 7,080
Restricted	11,981,702	11,445,903	12,490,116	12,650,292	11,899,527
Committed	27,842,577	29,091,945	31,053,457	30,688,417	31,859,384
Unassigned	2,781,899	3,603,026	885,453	1,706,956	3,080,983
Total General Fund	<u>\$ 42,612,138</u>	<u>\$ 44,148,794</u>	<u>\$ 44,440,223</u>	<u>\$ 45,062,923</u>	<u>\$ 46,846,974</u>
ALL OTHER GOVERNMENTAL FUNDS					
Nonspendable	\$ 95,310	\$ 143,068	\$ 124,468	\$ 178,297	\$ 190,926
Restricted	60,868,607	75,004,683	89,143,791	75,686,929	84,556,431
Committed	3,559,782	6,018,039	6,205,935	3,641,281	6,206,081
Assigned	33,525,417	41,356,354	38,986,497	44,550,201	10,491,733
Unassigned (Deficit)	(3,086,248)	(5,220,468)	(3,440,082)	(1,746,008)	36,778,829
Total all other governmental funds	<u>\$ 94,962,868</u>	<u>\$ 117,301,676</u>	<u>\$ 131,020,609</u>	<u>\$ 122,310,700</u>	<u>\$ 138,224,000</u>
	2019	2020	2021	2022	2023
GENERAL FUND					
Nonspendable	\$ 16,261	\$ 21,187	\$ 14,763	\$ 27,366	\$ 8,061
Restricted	1,014,431	788,916	3,483,117	3,787,115	5,407,982
Committed	33,396,802	36,851,145	35,354,112	39,069,906	39,544,194
Unassigned	13,544,019	4,954,325	11,104,757	2,820,515	1,210,142
Total General Fund	<u>\$ 47,971,513</u>	<u>\$ 42,615,573</u>	<u>\$ 49,956,749</u>	<u>\$ 45,704,902</u>	<u>\$ 46,170,379</u>
ALL OTHER GOVERNMENTAL FUNDS					
Nonspendable	\$ 183,209	\$ 104,101	\$ 99,922	\$ 110,133	\$ 174,002
Restricted	95,702,288	120,239,209	169,910,495	161,794,665	197,150,147
Committed	8,584,545	6,460,607	12,000,231	10,296,477	44,632,843
Assigned	54,642,463	54,017,381	73,924,828	86,909,072	84,368,918
Unassigned (Deficit)	(5,588,795)	(5,156,300)	(12,186,414)	(6,173,114)	(14,490,004)
Total all other governmental funds	<u>\$ 153,523,710</u>	<u>\$ 175,664,998</u>	<u>\$ 243,749,062</u>	<u>\$ 252,937,233</u>	<u>\$ 311,835,906</u>

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
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
2023	\$ 106,067,145	\$ 60,750,871	\$ 759,206	\$ 47,011	\$ 5,020,255	\$ 8,827,808	\$ 181,472,296

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			
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
2023	\$	106,422,701	\$	92,518,002	86.93	\$	13,494,751	\$	106,012,753	99.61

SOURCE:

City of Laredo, Texas

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ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN FISCAL PERIODS

		-----RESIDENTIAL PROPERTY-----		-----COMMERCIAL PROPERTY-----	
FISCAL PERIODS		ASSESSED VALUE	ESTIMATED ACTUAL VALUE (1)	ASSESSED VALUE	ESTIMATED ACTUAL VALUE (1)
2014	\$	6,467,306,659	\$ 6,467,306,659	\$ 4,531,514,190	\$ 4,531,514,190
2015		6,765,571,005	6,765,571,005	4,605,136,567	4,605,136,567
2016		6,996,535,128	6,996,535,128	5,184,897,773	5,184,897,773
2017		7,388,931,473	7,388,931,473	5,383,367,215	5,383,367,215
2018		8,019,104,900	8,019,104,900	5,585,863,430	5,585,863,430
2019		8,575,376,562	8,575,376,562	5,918,534,575	5,918,534,575
2020		9,013,592,957	9,013,592,957	6,296,393,242	6,296,393,242
2021		9,241,307,850	9,241,307,850	6,494,397,205	6,494,397,205
2022		10,072,025,686	10,072,025,686	6,653,586,233	6,653,586,233
2023	\$	11,742,296,202	\$ 11,742,296,202	\$ 7,822,388,781	\$ 7,822,388,781

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.

-----TOTALS-----

EXEMPTIONS (2)	ASSESSED VALUE	ESTIMATED ACTUAL VALUE (1)	TOTAL DIRECT TAX RATE	RATIO OF TOTAL ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE
\$ 800,231,949	\$ 10,998,820,849	\$ 10,998,820,849	0.637000	100%
793,760,615	11,370,707,572	11,370,707,572	0.637000	100%
872,562,927	11,857,665,347	11,857,665,347	0.637000	100%
880,762,593	12,490,928,773	12,490,928,773	0.637000	100%
880,948,630	13,330,945,213	13,330,945,213	0.637000	100%
906,672,581	14,196,478,064	14,196,478,064	0.634000	100%
968,010,100	15,001,296,374	15,001,296,374	0.634000	100%
994,079,807	15,371,554,108	15,371,554,108	0.634000	100%
1,165,062,329	16,339,545,660	16,339,545,660	0.615370	100%
\$ 1,610,743,448	\$ 18,913,769,666	\$ 18,913,769,666	0.570000	100%

**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)

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
2023	0.57000	0.39000	1.38450	1.02254	0.28784

TAX LEVIES

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
2023	\$	106,422,701	\$	109,934,445	\$	39,265,064	\$	244,081,260	\$	50,843,493

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
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
2023	\$ 3,042	\$ 6,860	\$ 6,936	70.05%	\$ 2,966

(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, 2023**

CITY OF LAREDO, TEXAS

TABLE 10

TAXPAYER	TYPE OF BUSINESS	2023 ASSESSED VALUATION REAL & PERSONAL PROPERTY	PERCENTAGE OF TOTAL ASSESSED VALUATION
AEP Texas Inc.	Electricity	\$205,297,220	1.09%
Laredo Texas Hospital CO. LP.	Medical	104,736,992	0.55%
Farias Development LTD	Real Estate	83,700,086	0.44%
Mall Del Norte	Retail	83,359,529	0.44%
The GEO Group Inc.	Governmental	60,843,439	0.32%
Killam Development LTD	Real Estate	78,166,793	0.41%
Mission Produce Inc.	Produce	52,241,187	0.28%
Laredo Portfolio LLC	Real Estate	50,528,740	0.27%
Laredo Regional Medical CTR LP	Medical	54,000,000	0.29%
Texas International Enterprises	Import & Export	49,757,455	0.26%
TOTAL		\$822,631,441	4.35%

**PRINCIPAL TAXPAYERS
SEPTEMBER 30, 2014**

TAXPAYER	TYPE OF BUSINESS	2014 ASSESSED VALUATION REAL & PERSONAL PROPERTY	PERCENTAGE OF TOTAL ASSESSED VALUATION
Laredo Texas Hospital Co. LP	Hospital	\$104,484,085	0.55%
AEP Texas Central Company	Utility	85,867,820	0.45%
Halliburton Energy Services	Gas and Oil	73,422,910	0.39%
The GEO Group, Inc	Correctional	52,159,960	0.28%
Mall Del Norte, LLC	Retail	52,068,350	0.28%
AEP Electric Transmission of Texas, LLC	Utility	42,867,650	0.23%
Laredo Regional Medical Center, LP	Medical	40,213,370	0.21%
Farias Development LTD	Real Estate	36,413,140	0.19%
International Bank of Commerce	Financial	34,246,850	0.18%
H.E. Butt Grocery Co.	Grocery Store	30,025,360	0.16%
TOTAL		\$551,769,495	2.92%

Numbers show total comparison for principal taxpayers as of 2023 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 \$0.120604 of the total tax rate.

Assessed value based on 2022 tax roll	\$18,913,769,666
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 ...	\$206,255,231
(Percentage of G. O. and C. O. debt to assessed value)	1.09%
Less: Debt Service Fund Balance as of September 30, 2023.....	\$9,401,084
Total Amount of debt applicable to debt limit	\$196,854,147
The Debt Margin between current indebtedness and maximum allowable indebtedness	\$1,437,100,419

**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 TO ASSESSED VALUE	NET BONDED DEBT PER CAPITA
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	267,114 (2)	15,001,296,374	336,558,778	6,955,422	329,603,356	2.1972%	1,233.94
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
2023	254,041 (2)	\$ 18,913,769,666	\$ 329,446,769	\$ 9,401,084	\$ 320,045,685	1.6921%	\$ 1,259.82

(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
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%
2023	\$ 19,698,893	\$ 10,847,148	\$ 30,546,041	\$ 406,584,956	7.51%

SOURCE:

City of Laredo, Texas

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2023**

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	\$277,638,213	100.00%	\$277,638,213
Overlapping:			
Webb County	99,065,000	62.48%	61,895,812
Laredo Independent School District	300,889,354	100.00%	300,889,354
United Independent School District	447,031,324	79.84%	356,909,809
Laredo College	145,291,802	100.00%	145,291,802
Total Overlapping	992,277,480		864,986,777
Total	\$1,269,915,693		\$1,142,624,990

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	\$ 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
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

(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	\$ 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
Bridge	\$ 81,924,690	\$ 19,625,982	\$ 62,298,708	\$ 5,093,308	\$ 1,115,407	\$ 6,208,715	10.03
Water	62,134,546	36,587,986	25,546,560	9,013,663	10,658,353	19,672,016	1.30
Sewer	47,460,621	24,043,094	23,417,527	8,518,338	6,535,317	15,053,655	1.56
Sports Venue	15,802,833	9,225,009	6,577,824	2,285,000	2,230,803	4,515,803	1.46
Total 2023	\$ 207,322,690	\$ 89,482,071	\$ 117,840,619	\$ 24,910,309	\$ 20,539,880	\$ 45,450,189	2.59

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

(Continued)

		Total Primary Government	Personal Income	Per Capita	Percentage of Personal Income
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	10,945,018,000	3,690	8.70%
2023	\$	965,975,226	\$ N/A	3,802	N/A

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
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	267,114	9,892,562	35,626	30.6	64,016
2021	264,069	10,945,472	40,850	29.2	58,767
2022	258,014	10,945,018	40,873	29.8	62,245
2023	254,041	\$ N/R	\$ N/R	30.2	61,929

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

(Continued)

**DEMOGRAPHICS STATISTICS
LAST FOUR CENSUS REPORTS (1)**

CITY OF LAREDO, TEXAS

TABLE 17

(Continued)

	1990 Census	2000 Census	2010 Census	2020 Census
TOTAL POPULATION BY RACE:				
WHITE	87,048	145,267	207,067	209,337
AFRICAN AMERICAN	144	652	1,110	1,647
OTHER	35,707	31,524	27,914	56,130
HISPANIC PERCENTAGE	93.86%	94.10%	95.62%	95.20%
TOTAL HOUSEHOLDS	33,998	46,852	68,610	78,282
HOUSEHOLD POPULATION	122,899	173,532	214,484	263,165
AVERAGE HOUSEHOLD SIZE	3.61	3.70	3.13	3.36
TOTAL POPULATION BY AGE:				
Under 5 years	17,081	18,516	24,424	19,267
5-14	20,316	18,620	49,273	46,119
15-19	10,093	16,054	14,461	25,331
20-24	17,987	29,608	27,275	21,403
25-34	20,316	28,489	35,156	36,320
35-44	14,752	23,657	34,332	33,134
45-54	9,964	17,104	27,235	32,431
55-64	8,541	10,746	18,641	25,437
65+	10,223	13,782	19,507	27,672
MEDIAN AGE TOTAL POPULATION	27.7	26.9	27.8	30.6
MEDIAN AGE ADULT POPULATION	36.8	36.8	N/A	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 INCOME	15,610	29,108	36,784	35,032
AVERAGE INCOME	N/A	N/A	57,545	46,163
MEDIAN FAMILY INCOME	17,532	30,449	38,029	54,078
AGGREGATE HOUSEHOLD INCOME	708,920	N/A	2,247,434	5,011,039,500
PERSONAL INCOME (IN THOUSANDS)	1,260,121	2,990,748	6,055,155	9,892,562
PER CAPITA PERSONAL INCOME	10,253	16,855	25,648	35,626

NOTES:

(1) This table shows the data from the last 4 census reports available.

SOURCE:

(Continued)

United States Census Bureau

**DEMOGRAPHIC STATISTICS
LAST TEN FISCAL PERIODS**

CITY OF LAREDO, TEXAS

TABLE 17

(Continued)

FISCAL PERIODS	CIVILIAN LABOR FORCE	UNEMPLOYMENT	UNEMPLOYMENT RATE	EMPLOYMENT
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
2023	119,696	4,730	4.00%	114,966

SOURCE:

U.S. Bureau of Labor Statistics

Numbers as of September 30 each year.

(Continued)

**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)
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
2023	95,287	30,605	80,233	74,424	\$ 12,230,607

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)
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
2023	286	\$ 439,021,842	1,113	\$ 157,617,597	\$ 13,390,864,000	\$ 7,822,388,781	\$ 11,742,296,202	\$ 798,871,164	\$ 1,610,743,448

(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, 2023**

CITY OF LAREDO, TEXAS

TABLE 19

EMPLOYER	NUMBER OF EMPLOYEES	PERCENTAGE OF TOTAL CITY EMPLOYMENT
United Independent School District	6,268	5.25%
Laredo Independent School District	3,670	3.07%
Department of Homeland Security	3,025	2.53%
City of Laredo	2,721	2.28%
Walmart/Sam's Club	2,496	2.09%
Webb County	1,800	1.51%
Laredo Medical Center	1,200	1.00%
Texas A&M International University	1,120	0.94%
Concentrix	995	0.83%
Laredo College	857	0.72%

**PRINCIPAL EMPLOYERS
SEPTEMBER 30, 2013**

United Independent School District	6,073	6.67%
Laredo Independent School District	4,200	4.61%
City of Laredo	2,407	2.64%
U.S Border Patrol	1,978	2.17%
HEB Grocery Store	1,668	1.83%
McDonald's Restaurants	1,539	1.69%
Laredo Medical Center	1,500	1.65%
Webb County	1,500	1.65%
Texas A&M International University	1,220	1.34%
Convergys	1,200	1.32%

Principal Employers numbers as of September 2023 and 10 years ago.

Source:

Laredo Development Foundation
Texas Workforce Commission

**PRINCIPAL WATER CONSUMERS
SEPTEMBER 30, 2023**

CITY OF LAREDO, TEXAS

TABLE 20

TYPE OF BUSINESS	PRODUCT OR SERVICE	CONSUMPTION (1)
United I.S.D.	Education	84,492,100
Laredo Medical Center	Medical	70,705,300
Texas A&M University System	Education	35,602,800
New Webb County Jail	Governmental	18,117,100
Clarks Crossing Apartments	Real Estate	16,284,500
Bluewave Express Car Wash	Business	15,446,700
Regent Care Center of Laredo	Medical	15,056,000
3E Civil Construction	Construction	14,953,900
Laredo Regional Medical Center	Medical	14,567,200
HPI Laredo LLC	Real Estate	13,675,700

**PRINCIPAL WATER CONSUMERS
SEPTEMBER 30, 2013**

TYPE OF BUSINESS	PRODUCT OR SERVICE	CONSUMPTION (1)
Laredo Medical Center	Hospital	107,873,300
Texas A&M University System	Education	79,138,100
United High School	Education	47,250,500
Laredo Community College	Education	44,337,600
Webb County Jail	County Jail	22,591,100
Laredo Regional Medical Center	Hospital	16,545,000
CPL Power Plan	Electricity	14,689,100
Towne North Mobile Homes	Housing	14,662,800
Clarks Crossing Apartments	Housing	14,508,500
Broad Acres Apartments	Housing	12,123,300

NOTES:

(1) Total consumption in gallons

Numbers show total comparison for principal water consumers as of fiscal year 2023 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, 2023:	2,721
Number of City Departments as of September 30, 2023:	29 (Amended as per Ordinance 2023-O-221)

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
2023	107.66	2.48	105.18

*Annexations are effective December 31st of the respective year.

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2023

CITY OF LAREDO, TEXAS

TABLE 21

ELECTIONS

(continued)

Number of Registered Voters: 143,133

NUMBER OF VOTES CAST IN

Last Municipal Election: Nov 9, 2022 46,002

% OF REGISTERED VOTERS VOTING IN

Last Municipal Election: Nov 9, 2022 31.11%

TRANSPORTATION

AIRPORTS

Number of Airports: 1

Name of Airport: Laredo International Airport
 Flights Daily to/from
 Houston, Dallas/Fort Worth, and Las Vegas

Scheduled Airplane Flights
 Per Day Departing: 8

Scheduled Airplane Flights
 Per Day Arriving: 8

Passengers Enplaning: 121,529 per year

Passengers Deplaned: 113,844 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: 4,763,855

Number of Crossing Commercial
 Vehicles: 2,896,270

Number of Crossing Pedestrians
 (includes bicycles): 2,267,527

Total Tolls: \$ 79,419,635

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)

Number of Adult Passengers: 941,242

Number of Elderly & Handicapped - Paid: 536,681

Number of Elderly & Handicapped - Free: 0

Number of Students: 145,747

Number of Children - Paid: 21,186

Number of Children - Free: 12,205

Number of I.D. Cards for Elderly: 1,872

Number of Medicaid Cards: 0

Number of Service Miles: 2,300,710

Number of Charter Miles: 0

Number of Employees: 166

Name of Interstate Bus Lines: Greyhound
Tornado & El Expreso Bus Co.

FIRE PROTECTION

(continued)

Number of Stations:	15
Number of Hydrants:	8,829
Number of Fire Pumpers:	14
Number of Aerial Trucks:	4
Number of Ambulances:	12
Number of Crash Trucks:	2
Number of Brush Trucks:	5
Number of Haz-Mat Trucks:	1
Number of Firefighters / EMT's / Paramedics:	743
Employees per 1,000 Population:	1.33

POLICE PROTECTION

Number of Stations:	2 Police Headquarters
Number of Neighborhood Policing Stations:	7
Number of Sworn Officers:	531
Number of Vehicular Patrol Units:	214
Employees per 1,000 Population:	2
Number of Law Violations:	52,628
Number of Physical Arrests:	5,708
Number of Traffic Violations:	43,845
Number of 911 Calls:	190,620
Number of Non-911 Calls:	267,467

PUBLIC WORKS

(continued)

WATERWORKS SYSTEM

Miles of Water Mains:	1,181
Daily Average Consumption:	35.654 MGD
Plant Capacity:	85.0 MGD
Storage Capacity:	43.7 MG
Water Rights Owned:	62,009 ac/ft
Source of Water:	Rio Grande River with 3 intake structures
Number of Service Connections:	80,233

SEWER SYSTEM

Miles of Sanitary Sewer:	912
Number of Lift Stations:	69
Daily Average Treatment:	19.40 MGD
Maximum Capacity of Treatment Plants:	35.369 MGD
Number of Disposal Plants:	6
Number of Service Connections:	74,424

SOLID WASTE

Number of Garbage Clients:	69,465
Solid Waste Disposal Type:	Type I Landfill

STREETS

Number of Paved Streets:	12,956
Number of Unpaved Streets:	16 Blocks
Miles of Paved Streets:	810

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:	284
Number of Administrative Personnel:	83
Number of Teachers:	465
Number of Students:	5,936
Annual Budget:	\$59,386,845
Number of Middle Schools:	4
Number of Classrooms:	203
Number of Administrative Personnel:	41
Number of Teachers:	321
Number of Students:	4,113
Annual Budget:	\$25,626,557
Number of Elementary Schools:	20
Number of Classrooms:	692
Number of Administrative Personnel:	87
Number of Teachers:	735
Number of Students:	10,531
Annual Budget:	\$77,099,345

UNITED INDEPENDENT SCHOOL DISTRICT

(continued)

Number of Senior High Schools:	4
Number of Magnet Schools:	3
Number Alternative Education Schools:	1
Number of Classrooms:	782
Number of Administrative Personnel:	142
Number of Teachers:	842
Number of Students:	13,763
Annual Budget:	\$87,207,237
Number of Middle Schools:	12
Number of Classrooms:	566
Number of Administrative Personnel:	106
Number of Teachers:	567
Number of Students:	9,313
Annual Budget:	\$63,278,214
Number of Elementary Schools:	30
Number of Classrooms:	1,386
Number of Administrative Personnel:	158
Number of Teachers:	1,184
Number of Students:	18,273
Annual Budget:	\$117,004,371

LIBRARIES

(continued)

Number of Public Libraries:	5
Number of Volumes:	271,107
Circulation Transactions:	1,236,442
Circulation Per Capita:	4.7
New Library Cards Issued:	6,977
Library Cards in Force:	117,924
Number of Subscriptions:	5,259
Number of Titles:	314,953
Number of Library Visits:	239,585
Number of Materials Used:	201,885
Library Programs Presented:	1,843
Number Attending Library Programs:	59,216
Bookmobiles:	1
Branches and Outlets:	6

PRIVATE SCHOOLS

Number of Parochial/Private Schools:	6
Vocational Training Centers:	7

COMMUNICATIONS

Number of Daily Newspapers:	2
Major Newspaper:	Laredo Morning Times
Number of Radio Stations:	10
Number of Television Stations:	8
Number of Cable Television Companies:	8
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 Universtiy 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:	110
Number of Non-Faculty Staff:	
Full-time	1,386
Part-Time	28
Number of Full-Time Faculty:	242
Number of Part-Time Faculty:	186
Number of Full-Time Students:	6,517
Number of Part-Time Students:	1,959

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:	70
Number of Full-Time Faculty:	165
Number of Part-Time Faculty:	121
Number of Full-Time Students:	2,104
Number of Part-Time Students:	7,213
Counties Served:	Webb, Jim Hogg, Zapata
Total Annual Budget:	\$71,748,958

RECREATIONAL

(continued)

PARKS

Number of Acres Maintained:	1,580.96
Number of Parks:	70
Number of Plazas:	5
Baseball and Softball Fields:	59
Number of Swimming Pools:	7
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:	1
Catholic:	1
Private:	0
Burials Served:	348
Cemetery Lots Sold:	246

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 Malls:	2
Number of Bowling Alleys:	4
Number of Movie Theaters:	4
Number of Country Clubs:	1
Annual Festivities:	Washington's Birthday Celebration Jalapeno Festival Laredo Birding Festival 4th of July Celebration Laredo Sister Cities Festival Holiday Market by Sister Cities 16 de Septiembre Farmer's Market Dia De Los Muertos Cultural Celebration Guajolote Run 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:	433,712 sq. ft
Seat Capacity:	3,940
Stadium Capacity:	16,000
Luxury Suites:	12
Meeting Rooms:	1
Food Courts:	4
Team Stores:	1
Parking Spaces:	985
Major Attractions:	Baseball, Concerts, Special Events, Festivals Community & Charity Events, Liga Mexicana de beisbol Pony Baseball & Softball

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, 2023**

CITY OF LAREDO, TEXAS

TABLE 22

DESCRIPTION	TYPE OF COVERAGE	POLICY LIMIT
BUILDINGS	Fire and Extended Coverage (1)	\$ 892,664,914
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	37,240,975 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	 1,158,958 300,000 2,900,000 1,000,000 342,000
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

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**FULL-TIME EQUIVALENT CITY GOVERNMENT
EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS**

FULL-TIME EQUIVALENT EMPLOYEES AS OF SEPTEMBER 30					
FUNCTION	2023	2022	2021	2020	2019
General Government	383.68	357.68	347.68	328.68	303.18
Public Safety:					
Police:					
Officers	531	530	526	515	514
Civilians	110	111	104	100	91
Fire:					
Firefighters and Officers	407	407	407	407	407
Civilians	18	20	20	20	19
Other Civilians	67	68	68	69	69
Public Works	185	183	184	184	164
Health and Welfare	469.96	427.96	366.96	361.96	336.96
Culture and Recreation	286.7	283.7	283.7	295.7	305.3
Air Transportation	79	79	75	75	68
Bridge System	188	188	188	188	188
Solid Waste Management System	181	169	169	163	155
Water System	239	238	229	225	222
Sewer System	114	115	115	115	118
Transit System	185.9	185.9	185.9	184.1	182.1
Municipal Housing	17	15	14	14	13
Total	3,462.24	3,378.24	3,283.24	3,245.44	3,155.54

SOURCE:

City of Laredo Budget Division

City of Laredo, Texas

Table 23

FULL-TIME EQUIVALENT EMPLOYEES AS OF SEPTEMBER 30

2018	2017	2016	2015	2014
296.14	292.14	295.18	309.66	300.70
513	485	486.00	482.00	482.00
92	88	88.00	89.00	90.00
407	382	383.00	383.00	362.00
19	19	19.00	19.00	14.00
69	62	62.00	63.00	62.00
164	164	164.00	164.00	159.00
327.96	326	309.96	280.48	302.50
309.3	301	297.83	296.83	274.09
68	68	63.00	63.00	60.00
189	189	189.00	189.00	189.00
144	141	136.00	136.00	131.00
227	226	224.00	224.00	207.00
117	118	120.00	120.00	102.00
182.1	181.1	181.10	171.00	171.00
13	13	13.00	13.00	13.00
3,137.50	3,055.24	3,031.07	3,002.97	2,919.29

OPERATING INDICATORS BY FUNCTION LAST TEN FISCAL YEARS

FUNCTION	FISCAL YEAR 2014	FISCAL YEAR 2015	FISCAL YEAR 2016	FISCAL YEAR 2017	FISCAL YEAR 2018
Police					
Physical Arrests	9,603	9,076	9,113	6,983	6,919
Vehicle Inspections (used dealerships)	42	330	429	316	40
Bridge Operations Conducted	81	36	19	39	-
Emergency Calls	184,987	198,856	223,292	170,309	153,314
Non-Emergency Calls	239,532	202,602	225,137	213,834	203,144
Dispatched Calls	424,519	401,458	448,429	384,143	356,458
Public Awareness/Training/Education	75	49	84	74	116
Fire					
Fire Department Responses	19,470	6,216	9,763	10,014	13,291
Inspections	5,860	5,397	5,530	4,394	6,773
Arson Cases Investigated	64	49	48	55	37
Public Education Presentations	150	139	174	92	116
Public Works					
Street Resurfaced	346	426	363	205	122
Potholes Repaired	24,816	23,975	21,750	25,620	17,262
Bridge					
Pedestrian Crossings	3,032,333	3,029,608	3,074,538	3,116,492	3,182,403
Gateway Passes Sold	2,913,971	2,614,406	2,582,783	2,650,455	1,148,864
Non-Commercial Vehicle Crossings	6,732,956	5,060,633	5,212,091	4,992,233	5,013,214
Commercial Vehicle Crossings	1,924,842	2,005,177	2,087,586	2,176,995	2,281,483
Non-Commercial AVI Accounts	11,476	12,433	13,418	12,090	13,124
Commercial AVI Accounts	4,374	4,852	5,243	5,025	5,540
Culture and Recreation					
Community Center Admissions	466,400	447,269	506,177	510,658	398,095
Community Service Special Events	90	217	90	63	81
After School Programs	8	8	8	8	27
Transit System					
Passenger Ridership	2,898,000	2,816,479	2,762,991	2,750,572	2,406,677
Miles Driven	1,941,131	1,684,067	1,721,527	1,716,803	1,738,502
Sanitation					
Household Customers	58,427	59,118	60,102	61,091	62,000
Refuse Collected (tons)	87,406	103,049	109,346	91,365	92,124
Recyclables Collected (tons)	11,506	11,940	7,661	11,330	12,147
Water					
Average Consumption (MGD)	26.00	31.90	36.29	34.07	33.55
Meters Read (per month)	67,662	68,897	70,072	71,278	72,392
Service Calls (per month)	9,785	11,301	12,890	12,895	12,107
Wastewater					
Average Sewage Treatment (MGD)	18.80	19.70	20.64	19.50	19.12
Airport					
Commercial Service Airlines	3	3	3	3	3
Land/Building Leases	90	95	94	95	84
Inbound/Outbound Passengers	204,496	206,332	187,750	172,429	172,152
Scheduled Flights Per Day	8	8	8	9	9

SOURCE:

City of Laredo, Texas

CITY OF LAREDO, TEXAS

TABLE 24

FISCAL YEAR 2019	FISCAL YEAR 2020	FISCAL YEAR 2021	FISCAL YEAR 2022	FISCAL YEAR 2023
6,951	5,758	5,412	5,673	5,708
35	234	44	44	36
8	17	62	42	25
166,901	139,156	149,752	150,569	190,620
274,734	284,694	276,803	256,604	267,467
441,635	423,850	426,555	407,173	458,087
677	1,249	22	22	497
27,185	28,780	16,803	4,640	4,986
5,369	3,724	4,396	3,670	3,617
35	37	39	37	37
173	149	116	110	16
233	263	229	327	413
18,234	27,342	14,700	27,342	20,978
3,304,191	2,098,671	1,382,054	1,956,845	2,267,257
-	-	-	-	-
5,018,723	3,547,971	3,012,028	4,340,399	4,763,855
2,369,111	2,258,425	2,517,028	2,739,869	2,896,270
14,175	15,145	13,595	13,899	13,833
6,272	6,816	5,229	5,650	4,888
17,854	143,414	-	6,390	6,390
61	22	-	4	4
9	8	-	7	7
2,342,847	1,540,107	973,242	1,655,572	1,657,061
1,772,620	1,842,996	1,727,882	1,696,168	2,300,710
63,559	66,575	67,528	68,828	69,465
92,787	89,825	96,693	97,904	96,972
11,492	12,147	12,203	11,576	4,861
22.72	34.75	35.30	37.56	35.65
73,512	75,012	76,807	78,711	80,233
12,598	13,768	11,731	7,795	8,073
19.00	17.60	19.30	19.40	19.40
3	4	4	1	1
80	80	74	74	76
184,810	89,946	178,867	217,091	235,373
9	10	13	18	8

CAPITAL ASSETS STATISTICS BY FUNCTION LAST TEN FISCAL YEARS

FUNCTION	FISCAL YEAR 2023	FISCAL YEAR 2022	FISCAL YEAR 2021	FISCAL YEAR 2020	FISCAL YEAR 2019
Public Safety					
Police:					
Stations	9	9	8	9	10
Patrol Units	214	348	315	356	338
Fire:					
Stations	15	15	15	15	15
EMS Units	12	12	12	12	11
Ladder Trucks	4	4	4	4	3
Pumper Trucks	14	14	14	14	14
Highways and Streets					
Public Works:					
Streets - Lane Miles	810	764	798	695	788.16
Traffic:					
Traffic Signals	265	259	254	253	253
Street Lights	14,300	14,000	13,900	14,300	13,700
Other Traffic Control Signs	37,600	37,400	37,100	37,500	37,000
Bridge System					
International Bridges	4	4	4	4	4
Cultural and Recreation					
Parks Acreage	1,580.96	1,206.30	1,206.30	1,185.50	750
Parks	70	70	70	73	67
Swimming Pools	7	9	9	9	9
Community Centers	12	12	12	11	11
Stadiums	2	2	2	2	2
Transit System					
Buses	48	49	44	45	47
Trolleys	1	1	1	1	1
Sanitation					
Collection Trucks - Rear Loaders	18	18	18	19	22
Collection Trucks - Automated	45	48	48	42	44
Collection Trucks - Dump Trucks	3	0	3	3	0
Collection Trucks - Grapplers	12	10	11	10	9
Collection Trucks - F.Loaders/Recycle	2	2	3	3	3
Collection Trucks - Roll-off Trucks	3	3	3	3	3
Water					
Water Mains (miles)	1,181	1,161	1,150	1,129	1,113
Fire Hydrants	8,829	9,000	8,862	8,280	8,521
Maximum Capacity (MGD)	85	85	85	85	85
Wastewater					
Sanitary Sewer (miles)	912	887	870.992	858	840
Maximum Capacity (MGD)	35.369	35.4	36.7	35.25	35.2
Environmental Services					
Storm Drainage (miles)	248.44	225.85	225.85	225.63	225.59
Air Transportation					
Airports	1	1	1	1	1

SOURCE:

City of Laredo, Texas

TABLE 25

FISCAL YEAR 2018	FISCAL YEAR 2017	FISCAL YEAR 2016	FISCAL YEAR 2015	FISCAL YEAR 2014
12	10	12	10	18
328	324	301	292	294
15	15	15	15	15
11	10	9	9	9
3	3	3	3	3
14	14	14	14	14
695	681	673	685	676
252	252	248	248	246
13,500	13,442	13,032	12,850	12,761
36,946	36,648	36,360	36,000	35,331
4	4	4	4	4
854.5	854	830	735	886
64	55	83	83	74
9	9	8	8	8
11	11	9	10	9
2	2	2	2	2
43	42	48	48	48
1	1	1	1	1
21	20	20	21	25
41	41	30	39	43
0	0	3	0	0
8	8	7	7	8
3	3	3	3	3
3	3	3	2	2
1,108	793	785	765	721
7,980	7,374	7,271	6,380	6,208
85	86	85	85	65
814	546	537	513	513
29.2	29.2	29.25	29.20	24.70
218	214	212	201	201
1	1	1	1	1

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 2002-2023. 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
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
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		3,880,000
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
Tax and Revenue Certificate of Obligation, Series 2022		46,305,000
Sports Venue Sales Tax Revenue Bonds, Series 2022		16,470,000
International Toll Bridge System Revenue Bond, Series 2022	\$	6,110,000

GENERAL OBLIGATION BONDS

TABLE 1 - VALUATION, EXEMPTIONS AND DEBT OBLIGATIONS

2022 Market Valuation Established by Webb County Appraisal District		
(as of September 2023)		20,363,556,147
Less Exemptions/Reductions at 100% Market Value:		
Residential Homestead Exemptions	616,881,654	
Disabled Veterans Exemptions	146,595,818	
Agricultural and Open Space Land Use Reductions	220,291,775	
Free Port Exemptions	364,184,275	
Property Redevelopment and Tax Abatement	46,101,690	
Pollution Control	7,242,374	
Other Exemptions	48,488,895	<u>1,449,786,481</u>
2022 Taxable Assessed Valuation		<u><u>18,913,769,666</u></u>
General Obligation Debt Payable from Ad Valorem Taxes (1)		
General Obligation Bonds	64,213,079	
Certificates of Obligation	142,042,152	
Funded Debt Payable from Ad Valorem Taxes		206,255,231
Less: Self-supporting Debt		
Airport System Certificates of Obligation	870,000	
Environmental Services General Obligation Debt	6,738,011	
Environmental Services Certificates of Obligation	7,717,000	15,325,011
Parking System General Obligation Debt	0	
General Purpose Funded Debt Payable from Ad Valorem Taxes		<u><u>190,930,220</u></u>
Interest and Sinking Fund		9,401,084
Ratio Funded Debt to Taxable Assessed Valuation		1.09%
Ratio General Purpose Funded Debt to Taxable Assessed Valuation		1.01%
2023 Estimated Population- 254,041		
Per Capita Taxable Assessed Valuation- \$74,452		
Per Capita Funded Debt- \$812		
Per Capita General Purpose Funded Debt- \$752		

- (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: \$324,502,922 Waterworks System Revenue Bonds; \$248,373,560 Sewer System Revenue Bonds; \$21,445,000 International Toll Bridge System Revenue Bonds; \$2,229,200 Transit System Revenue Bonds; \$45,547,035 Solid Waste Revenue Bonds; and \$69,785,000 Sports Venue Sales Tax Revenue Bonds.

TABLE 2 - TAXABLE ASSESSED VALUATIONS BY CATEGORY

Category	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2023	% of Total	2022	% of Total	2021	% of Total
	Amount		Amount		Amount	
Real, Residential, Single Family	10,739,986,802	52.74%	9,205,596,568	45.21%	8,438,113,609	48.55%
Real, Residential, Multifamily	785,593,937	3.86%	666,347,534	3.27%	623,894,057	3.59%
Real, Vacant Lots/Tracts	580,233,585	2.85%	423,653,833	2.08%	420,997,891	2.42%
Real, Acreage (Land Only)	218,637,579	1.07%	230,774,289	1.13%	230,809,046	1.33%
Real, Farm and Ranch Improvements	164,974,151	0.81%	157,710,851	0.77%	141,997,263	0.82%
Real, Commercial/Industrial	5,428,240,958	26.66%	4,517,233,891	22.18%	4,283,147,523	24.64%
Real, Oil, Gas, and Other Mineral Reserves	1,708,150	0.01%	997,695	0.00%	704,455	0.00%
Goods In-Transit	8,715,090	0.04%	18,538,080	0.09%	8,926,700	0.05%
Real and Tangible Personal, Utilities	294,194,884	1.44%	296,369,628	1.46%	350,035,830	2.01%
Tangible Personal, Commercial/Industrial	1,952,948,419	9.59%	1,712,051,350	8.41%	1,757,900,097	10.11%
Tangible Personal, Other	51,741,312	0.25%	42,370,733	0.21%	37,016,080	0.21%
Real Property, Inventory (1)	78,156,660	0.38%	66,181,118	0.32%	50,663,570	0.29%
Special Inventory	58,424,620	0.29%	42,214,471	0.21%	43,019,030	0.25%
Total Appraised Value Before Exemptions	20,363,556,147	100.00%	17,380,040,041	85.35%	16,387,225,151	94.29%
Less: Total Exemptions/Reductions	<u>1,449,786,481</u>		<u>1,040,494,381</u>		<u>1,015,671,043</u>	
Taxable Assessed Value	<u>18,913,769,666</u>		<u>16,339,545,660</u>		<u>15,371,554,108</u>	
Category	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2020	% of Total	2019	% of Total	2018	% of Total
	Amount		Amount		Amount	
Real, Residential, Single Family	8,243,780,438	50.31%	7,846,856,529	49.14%	7,306,354,273	51.41%
Real, Residential, Multifamily	597,466,636	3.65%	564,484,077	3.53%	531,944,021	3.74%
Real, Vacant Lots/Tracts	431,814,793	2.64%	396,602,955	2.48%	416,010,091	2.93%
Real, Acreage (Land Only)	227,777,662	1.39%	212,607,816	1.33%	212,184,436	1.49%
Real, Farm and Ranch Improvements	135,650,423	0.83%	110,120,012	0.69%	117,409,310	0.83%
Real, Commercial/Industrial	4,239,376,935	25.87%	3,946,296,549	24.71%	3,708,240,026	26.09%
Real, Oil, Gas, and Other Mineral Reserves	18,684,080	0.11%	32,619,351	0.20%	1,209,937	0.01%
Goods In-Transit	5,609,920	0.03%	5,690,094	0.04%	9,540,211	0.07%
Real and Tangible Personal, Utilities	341,241,200	2.08%	376,685,512	2.36%	317,485,268	2.23%
Tangible Personal, Commercial/Industrial	1,590,502,969	9.71%	1,468,293,094	9.19%	1,461,543,251	10.28%
Tangible Personal, Other	36,423,280	0.22%	49,321,179	0.31%	50,622,472	0.36%
Real Property, Inventory (1)	58,020,968	0.35%	44,018,203	0.28%	35,482,906	0.25%
Special Inventory	42,957,170	0.26%	41,952,401	0.26%	43,867,641	0.31%
Total Appraised Value Before Exemptions	15,969,306,474	97.45%	15,095,547,772	94.53%	14,211,893,843	100.00%
Less: Total Exemptions/Reductions	<u>968,010,100</u>		<u>906,672,581</u>		<u>880,948,630</u>	
Taxable Assessed Value	<u>15,001,296,374</u>		<u>14,188,875,191</u>		<u>13,330,945,213</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

Fiscal Year Ended <u>9-30</u>	Estimated Population <u>(1)</u>	Taxable Assessed Valuations <u>(2)</u>	Taxable Assessed Valuation Per Capita	G.O. Tax Debt Outstanding at End of Year	Ratio of G.O. Tax Debt to Taxable Assessed Valuation	G.O. Tax Debt Per Capita
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
2023	254,041	18,913,769,666	74,452	206,255,231	1.09%	812

(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

Fiscal Year Ended <u>9-30</u>	Tax Rate	Distribution General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
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%
2023	0.570000	0.449396	0.120604	106,422,701	86.93%	99.61%

Tax collections as of September 30, 2023.

TABLE 5 – TEN LARGEST TAXPAYERS

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2022 Assessed Valuation Real & Personal Property</u>	<u>Percentage of Total Assessed Valuation</u>
AEP Texas Inc	Electricity	205,297,220	1.09%
Laredo Texas Hospital CO LP	Medical	104,736,992	0.55%
Farias Development LTD	Real Estate	83,700,086	0.44%
Mall Del Norte	Retial	83,359,529	0.44%
The GEO Group Inc.	Governmental	60,843,439	0.32%
Killam Developmpent LTD	Real Estate	78,166,793	0.41%
Mission Produce Inc.	Produce	52,241,187	0.28%
Laredo Portfolio LLC	Real Estate	50,528,740	0.27%
Laredo Regional Medical CTR LP	Medical	54,000,000	0.29%
Texas International Enterprises	Import & Export	49,757,455	0.26%
		<u>822,631,441</u>	4.35%

NOTE: As of March 14, 2024, 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>2022 Taxable Assessed Valuation</u>	<u>2022 Tax Rate</u>	<u>Total Funded Debt</u>	<u>Estimated % Applicable</u>	<u>City's Overlapping Funded Debt As of 09-30-23</u>
City of Laredo	18,913,769,666	0.570000	206,255,231	100.00%	206,255,231
Laredo Independent School District	2,950,747,176	1.384500	300,889,354	100.00%	300,889,354
Laredo College District	19,962,595,424	0.028784	145,291,802	100.00%	145,291,802
United Independent School District	26,543,529,729	1.022540	447,031,324	62.48%	279,305,171
Webb County	31,719,519,767	0.039000	99,065,000	79.84%	79,093,496
Total Direct and Overlapping G.O. Tax Debt					<u>1,010,835,054</u>
Ratio of Direct and Overlapping G. O. Tax Debt to Taxable Assessed Valuation					1.01%
Per Capita Overlapping G. O. Tax Debt					3,979.02

Source: Finance Departments of respective entities.

TABLE 7 – INTEREST AND SINKING FUND BUDGET PROJECTION

Estimated Debt Service Requirements, Fiscal Year Ended 9-30-2024.....	\$	33,044,876
Interest and Sinking Fund, 9-30-2023.....	9,401,084	
Property Taxes for Interest and Sinking Fund.....	23,959,058	
Paving Assessments.....	8,677	
Budgeted Transfers.....	7,764,750	
Estimated Investment Income.....	438,400	41,571,969
Estimated Balance, 9-30-2024.....	\$	<u>8,527,093</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
2024	20,662,364	947,446	21,609,810	9,698,736	11,911,074	
2025	20,752,153	1,391,824	22,143,977	10,067,941	12,076,036	
2026	19,972,652	312,358	20,285,010	8,518,450	11,766,560	
2027	18,951,572	312,503	19,264,075	8,511,557	10,752,518	54.69%
2028	12,437,511	312,559	12,750,070	6,593,011	6,157,059	
2029	9,846,729	312,091	10,158,820	6,584,728	3,574,092	
2030	7,399,109	311,096	7,710,205	6,575,576	1,134,629	
2031	6,694,349	314,946	7,009,295	6,578,579	430,716	79.40%
2032	6,690,402	313,408	7,003,810	6,574,449	429,361	
2033	6,187,747	-	6,187,747	6,187,747	-	
2034	3,043,127	-	3,043,127	3,043,127	-	
2035	3,039,500	-	3,039,500	3,039,500	-	
2036	3,030,125	-	3,030,125	3,030,125	-	94.04%
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>147,783,093</u>	<u>4,528,231</u>	<u>152,311,324</u>	<u>94,079,279</u>	<u>58,232,045</u>	

TABLE 8B – CERTIFICATES OF OBLIGATION DEBT SERVICE

Fiscal Year 9-30	Outstanding Certificates of Obligation Debt	Certificate of Oblig, Series 2022	Fund Debt Requirements	Less: Self Supporting CO Debt Service Requirements	General Purpose Funded Debt	% of Debt Retired
2024	15,010,937	2,745,873	17,756,810	7,286,878	10,469,932	
2025	14,034,658	2,746,000	16,780,658	6,268,929	10,511,729	
2026	13,510,672	2,744,875	16,255,547	5,486,187	10,769,360	
2027	12,560,777	2,742,500	15,303,277	5,119,605	10,183,672	27.27%
2028	13,181,398	4,381,750	17,563,148	5,118,855	12,444,293	
2029	10,614,302	4,380,375	14,994,677	3,573,980	11,420,697	
2030	10,451,281	4,378,125	14,829,406	3,571,605	11,257,801	
2031	10,463,200	4,384,500	14,847,700	3,583,480	11,264,220	
2032	10,459,925	3,854,125	14,314,050	3,578,755	10,735,295	58.84%
2033	10,476,438	3,948,000	14,424,438	3,592,505	10,831,933	
2034	10,476,013	3,946,375	14,422,388	3,580,605	10,841,783	
2035	10,055,050	3,953,125	14,008,175	3,573,590	10,434,585	
2036	8,740,950	3,948,001	12,688,951	3,575,151	9,113,800	
2037	6,838,500	3,945,876	10,784,376	3,254,301	7,530,075	86.21%
2038	5,427,650	3,947,001	9,374,651	3,261,713	6,112,938	
2039	4,334,675	3,949,250	8,283,925	3,269,825	5,014,100	
2040	1,971,325	3,890,500	5,861,825	1,943,950	3,917,875	
2041	1,964,025	3,919,750	5,883,775	1,974,150	3,909,625	
2042	-	4,003,625	4,003,625	1,261,750	2,741,875	
2043	-	29,375	29,375	29,375	-	100.00%
Total	170,571,776	71,839,001	242,410,777	72,905,189	169,505,588	

TABLE 9 – COMPUTATION OF SELF-SUPPORTING DEBT

Computation of Self-supporting Debt-Airport	
Net Revenue from Fiscal Year Ended 9-30-23	4,185,504
Less: Airport Revenue Bond Requirements, 2024 Fiscal Year Ended	<u>-</u>
Balance Available for Other Purposes	4,185,504
Airport Certificate Obligation Bond Requirements, 2024 Fiscal Year Ended	<u>166,990</u>
Balance	<u><u>4,018,514</u></u>
Percentage of Airport Certificate Obligation Bonds Self-supporting	100%
Computation of Self-supporting Debt-Sewer System	
Net Revenue from Fiscal Year Ended 9-30-23	23,417,527
Less: Sewer System Revenue Bond Requirements, 2024 Fiscal Year Ended	<u>14,257,886</u>
Balance Available for Other Purposes	9,159,641
Sewer System Certificate and General Obligation Bond Requirements, 2024 Fiscal Year Ended	<u>1,459,588</u>
Balance	<u><u>7,700,053</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 9-30-23	25,546,560
Less: Waterworks Revenue Bond Requirements, 2024 Fiscal Year Ended	<u>17,902,503</u>
Balance Available for Other Purposes	7,644,057
Waterworks System Certificate and General Obligation Bond Requirements, 2024 Fiscal Year Ended	<u>4,986,196</u>
Balance	<u><u>2,657,861</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 9-30-23	4,926,424
Less: Mass Transit Revenue Bond Requirements, 2024 Fiscal Year Ended	<u>-</u>
Balance Available for Other Purposes	4,926,424
Mass Transit Certificate and General Obligation Bond Requirements, 2024 Fiscal Year Ended	<u>402,676</u>
Balance	<u><u>4,523,748</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 9-30-23	10,956,946
Less: Solid Waste Revenue Bond Requirements, 2024 Fiscal Year Ended	<u>-</u>
Balance Available for Other Purposes	10,956,946
Solid Waste Certificate and General Obligation Bond Requirements, 2024 Fiscal Year Ended	<u>5,582,592</u>
Balance	<u><u>5,374,354</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 9-30-23	62,298,708
Less: Bridge Revenue Bond Requirements, 2024 Fiscal Year Ended	<u>6,009,462</u>
Balance Available for Other Purposes	56,289,246
Bridge Certificate and General Obligation Bond Requirements, 2024 Fiscal Year Ended	<u>-</u>
Balance	<u><u>56,289,246</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 9-30-23	3,292,800
Less: Environmental Fund Revenue Bond Requirements, 2024 Fiscal Year Ended	<u>-</u>
Balance Available for Other Purposes	3,292,800
Environmental Fund Certificate and General Obligation Bond Requirements, 2024 Fiscal Year Ended	<u>2,845,812</u>
Balance	<u><u>446,988</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>
2024	850,034
2025	811,080
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	<u>258,952</u>
Total Minimum Lease Payments	\$ <u><u>7,512,930</u></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,				
	2023	2022	2021	2020	2019
Revenues:					
Taxes	133,150,872	121,177,541	113,330,340	106,998,428	104,970,475
Franchises	8,827,808	8,720,420	8,182,578	8,038,122	8,172,967
Licenses & Permits	9,421,755	10,060,887	8,508,862	9,340,245	9,134,491
Intergovernmental	1,377,690	1,231,417	7,633,501	10,177,891	753,196
Charges for Services	60,765,686	57,260,330	52,512,481	50,494,409	54,076,842
Fine and Special Assessments	7,795,616	5,786,436	6,793,792	4,896,080	5,799,339
Interest and Other	4,503,431	1,593,935	1,467,273	2,337,700	2,838,418
Other	17,334,773	27,084,156	11,034,628	5,535,123	13,278,834
Total Revenues	243,177,631	232,915,122	209,463,455	197,817,998	199,024,562
Expenditures:					
General Government	34,915,400	31,802,059	31,559,634	19,969,471	26,743,956
Public Safety	144,828,451	135,580,478	128,905,541	133,736,326	130,331,120
Public Works	9,605,335	7,577,040	6,872,273	6,759,275	6,650,578
Health and Welfare	4,096,262	3,643,556	8,671,826	10,914,281	2,950,907
Culture and Recreation	20,501,354	16,665,930	15,434,337	17,316,834	18,465,044
Capital Outlay	17,217,153	25,298,090	10,847,031	15,814,172	13,403,097
Interest and Fiscal Expenditures	733,923	733,920	755,574	1,115,955	1,089,735
Total Expenditures	231,897,878	221,301,073	203,046,216	205,626,314	199,634,437
Excess (Deficiency) of Revenues Over Expenditures	11,279,753	11,614,049	6,417,239	(7,808,316)	(609,875)
Other Financing Sources (Uses):					
Transfers In	146,052	7,385,677	6,591,396	13,988,483	7,403,616
Bond/Capital Lease Proceeds	-	-	-	1,006,500	-
Transfers Out	(11,882,227)	(23,487,190)	(5,823,291)	(12,596,866)	(5,771,252)
Sale of Assets	921,899	235,617	155,832	54,259	102,050
Total Other Financing Sources (Uses):	(10,814,276)	(15,865,896)	923,937	2,452,376	1,734,414
Net Increase (Decrease)	465,477	(4,251,847)	7,341,176	(5,355,940)	1,124,539
Beginning Fund Balance	45,704,902	49,956,749	42,615,573	47,971,513	46,846,974
Ending Fund Balance	46,170,379	45,704,902	49,956,749	42,615,573	47,971,513

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>
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
2023	48,600,697	46%	0.2607	191.31

(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, 2023, 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	\$ 432,001,105
Certificates of Deposits	<u>472,617,692</u>
Total	<u><u>\$ 904,618,797</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 149 employees, approximately 85 of which are directly involved in toll collection operations. Another 64 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
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
2023	4,763,855	2,896,270	7,660,125	2,267,257

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 2023</u>	<u>FISCAL YEAR 2022</u>	<u>FISCAL YEAR 2021</u>	<u>FISCAL YEAR 2020</u>	<u>FISCAL YEAR 2019</u>
OCT	6,614,322	5,796,862	5,819,518	6,030,831	6,086,280
NOV	6,310,216	5,899,347	5,348,351	5,627,744	5,835,085
DEC	6,417,574	6,232,671	5,517,876	5,622,503	5,635,630
JAN	6,258,849	5,631,425	4,902,615	5,627,803	5,688,572
FEB	6,171,216	5,736,411	4,721,028	5,519,074	5,458,289
MAR	7,090,359	6,636,533	5,851,882	5,438,134	6,021,294
APR	6,390,828	6,147,418	5,288,832	3,577,238	5,615,459
MAY	6,994,702	6,517,140	5,172,945	3,724,258	6,050,517
JUN	6,813,223	6,485,360	5,714,352	4,841,531	5,829,485
JUL	6,509,390	6,224,269	5,610,240	3,798,759	6,005,938
AUG	7,084,271	6,692,211	5,634,805	5,459,377	6,034,141
SEP	<u>6,764,685</u>	<u>6,469,228</u>	<u>5,351,110</u>	<u>5,797,188</u>	<u>5,551,837</u>
TOTAL	<u>79,419,635</u>	<u>74,468,875</u>	<u>64,933,554</u>	<u>61,064,440</u>	<u>69,812,527</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>			
2024	3,575,000	700,112	4,275,112	1,734,350	6,009,462	24.39%
2025	3,225,000	527,662	3,752,662	1,719,350	5,472,012	
2026	1,470,000	404,412	1,874,412	1,720,600	3,595,012	
2027	1,545,000	332,512	1,877,512	1,723,275	3,600,787	75.81%
2028	1,615,000	260,212	1,875,212	-	1,875,212	
2029	1,520,000	184,000	1,704,000	-	1,704,000	
2030	685,000	108,000	793,000	-	793,000	93.56%
2031	720,000	73,750	793,750	-	793,750	
2032	<u>755,000</u>	<u>37,750</u>	<u>792,750</u>	-	<u>792,750</u>	100.00%
TOTAL	<u>15,110,000</u>	<u>2,628,410</u>	<u>17,738,410</u>	<u>6,897,575</u>	<u>24,635,985</u>	

TABLE 5 – INTERNATIONAL TOLL BRIDGE SYSTEM CONDENSED STATEMENT OF OPERATIONS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<u>REVENUES</u>					
Toll Receipts	79,419,635	74,468,875	64,933,554	61,064,440	69,812,527
Rental of Facilities	194,583	196,616	185,122	180,138	185,258
Miscellaneous	<u>1,223,256</u>	<u>1,049,812</u>	<u>866,442</u>	<u>636,282</u>	<u>697,089</u>
Total	<u>80,837,474</u>	<u>75,715,303</u>	<u>65,985,118</u>	<u>61,880,860</u>	<u>70,694,874</u>
<u>EXPENSES</u>					
Personnel Services	10,794,266	8,942,727	7,306,392	9,659,515	7,621,078
Materials and Supplies	936,760	761,251	645,904	454,788	429,494
Contractual Services (1)	7,879,104	6,889,867	6,353,879	5,793,374	6,148,159
Other	<u>15,852</u>	<u>5,760</u>	<u>(802)</u>	<u>15,262</u>	<u>77,083</u>
Total	<u>19,625,982</u>	<u>16,599,605</u>	<u>14,305,373</u>	<u>15,922,939</u>	<u>14,275,814</u>
<u>NON-OPERATING REVENUE</u>					
Interest Earnings-Restricted	553,025	51,908	40,356	89,000	143,710
Interest Earnings-Unrestricted	<u>534,191</u>	<u>72,735</u>	<u>92,877</u>	<u>229,983</u>	<u>303,659</u>
Net Revenues Available for for Debt Service	62,298,708	59,240,341	51,812,978	46,276,904	56,866,429
Debt Service	<u>6,402,368</u>	<u>6,156,179</u>	<u>6,150,523</u>	<u>6,120,205</u>	<u>6,792,212</u>
Surplus Revenues	<u>55,896,340</u>	<u>53,084,162</u>	<u>45,662,455</u>	<u>40,156,699</u>	<u>50,074,217</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, 2024 through 2032	\$ 1,970,935
Coverage of Average Requirements by 9-30-23 Net Income	28.36
Maximum Annual Principal and Interest Requirements, after FY 2024 through 2032	
	\$ 4,275,112
Coverage of Maximum Requirements by 9-30-23 Net Income	13.07
Reserve Fund	\$ 1,970,935
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, 2024 through 2032	\$ 2,737,332
Coverage of Average Requirements by 9-30-23 Net Income	20.42
Maximum Annual Principal and Interest Requirements, after FYE 2024 through 2032	\$ 6,009,462
Coverage of Maximum Requirements by 9-30-23 Net Income	9.30

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
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
2023	81,924,690	19,625,982	62,298,708	6,402,368	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 eight (8) 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 August 2023, 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 \$10.0 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. A 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		Air Cargo
	Enplaned	Deplaned	Gross Landed Weight (Lbs)
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
2023	121,529	113,844	695,742,695

(1) Covid-19 restrictions impacted airline travel.

TABLE 1- SUMMARY OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

	Fiscal Years Ended September 30					
	2023	2022	2021	2020	2019	2018
Revenues:						
FAA	\$ 4,035,235	\$ 2,047,564	\$ 7,867,403	\$ 5,208,660	\$ 40,223	\$ 39,133
State Operating Grants	108,605	74,736	41,183	1,275	4,565	25,140
Rents	7,215,482	7,611,681	6,428,888	5,641,447	6,854,043	6,773,209
Interest Earnings	1,106,511	141,960	67,177	119,023	180,400	132,763
Discount Earnings	-	-	25	89	142	147
Fees & Collections	674,753	727,991	454,308	286,921	482,833	535,393
Miscellaneous	521,588	5,473,567	348,659	368,631	439,052	411,854
Total Revenues	13,662,174	16,077,499	15,207,643	11,626,046	8,001,258	7,917,639
Expenditures:						
Administration	4,133,277	4,106,853	4,076,993	3,889,434	3,164,972	3,100,400
Building Maintenance	1,610,380	1,395,159	1,394,260	1,349,694	1,594,442	1,243,819
Ground Maintenance	994,698	868,938	808,536	781,793	565,652	586,767
Airport Security	2,301,496	1,611,490	1,490,465	1,599,876	1,482,806	1,556,603
Foreign Trade Zone	2,973	7,947	16,403	21,349	24,126	24,322
Small Air Comm.Air Services	30,604	-	-	-	-	-
Federal Inspection Services	294,321	287,861	306,481	319,954	289,963	280,681
Operation Stonegarden	11,426	29,700	-	6,233	4,025	13,632
Corona RRSA - Concession	97,495	-	-	-	-	-
Total Expenditures	9,476,670	8,307,948	8,093,138	7,968,333	7,125,986	6,806,224
Net Operating Revenues	4,185,504	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)	(71,128)	-
Capital Outlay	(1,268,857)	(11,574)	(323,490)	(224,578)	(67,446)	(410,086)
Airport Construction Fund	(47,823)	(28,505)	(46,729)	(49,341)	(1,121,593)	(2,569,381)
Noise Abatement	550,000	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)	(837,808)	716,313	158,653	254,953	(645,194)	(2,050,197)
Excess (Deficiency) of						
Revenues Over Expenditures	3,347,696	8,485,864	7,273,158	3,912,666	230,078	(938,782)
Beginning Fund Balance	25,674,163	17,188,299	9,915,141	6,002,475	5,772,397	6,711,179
Ending Fund Balance	\$ 29,021,859	\$ 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		
2024	125,000	41,990	166,990	33.30%
2025	135,000	35,230	170,230	
2026	140,000	28,080	168,080	
2027	150,000	20,540	170,540	
2028	155,000	12,610	167,610	100.00%
2029	165,000	4,290	169,290	
	<u>\$ 870,000</u>	<u>142,740</u>	<u>1,012,740</u>	

TABLE 3 - DEBT SERVICE COVERAGE

Average Annual Principal and Interest Requirements, 2023-2029	168,790
Coverage of Average Requirements by 9-30-23 Net Income	24.80
Maximum Annual Principal and Interest Requirements, after FYE 2024 through 2029	170,540
Coverage of Maximum Requirements by 9-30-23 Net Income	24.54

THE 2023 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 2023 was approximately 35.654 million gallons per day and peak demand for fiscal year 2023 was 51.882 million gallons per day. Connections to the water system as of September 30, 2023 were 80,233. The average number of service calls per month is 8,073 for a FY 2022-23 total of 96,888. Currently, the system consists of approximately 1,181 miles of transmission and distribution lines and 9,361 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 35.369 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 912 miles of sewer lines and 69 lift stations with 74,424 connections as of September 30, 2023.

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
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
Total Treated Water Storage			<u>43,700,000 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>
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
2023	35,654	51,883	13,013,703

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)
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
2023	20,012	32,445	7,304,394

TABLE 4 - TEN LARGEST WATER/SEWER USERS (GALLONS)

TYPE OF BUSINESS	WATER CONSUMPTION
United I.S.D.	84,492,100
Laredo Medical Center	70,705,300
Texas A&M University System	35,602,800
New Webb County Jail	18,117,100
Clarks Crossing Apartments	16,284,500
Bluewave Express Car Wash	15,446,700
Regent Care Center of Laredo	15,056,000
3E Civil Construction	14,953,900
Laredo Regional Medical Center	14,567,200
HPI Laredo LLC	13,675,700

TYPE OF BUSINESS**SEWER BILLED**

Laredo Medical Center	70,705,300
Texas A&M University System	18,441,600
New Webb County Jail	18,117,100
Clarks Crossing Apartments	16,284,500
Bluewave Express Car Wash	15,446,700
Regent Care Center of Laredo	15,056,000
Laredo Regional Medical Center	14,567,200
HPI Laredo LLC	13,675,700
Blue Beacon 68	11,985,100
I & GN Freight & Pass	9,926,800

(1) Source: City of Laredo, Texas

TABLE 5 - MONTHLY WATER RATES (BASED ON WATER CONSUMPTION)

**Water Rates
(Effective October 1, 2022)**

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	12.18
1" meter	26.51
1 1/2" meter	37.50
2" meter	58.22
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.38
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	2.54
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 10,000 gallons per month	2.63
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 20,000 gallons per month	2.79
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 30,000 gallons per month	2.97
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 40,000 gallons per month	3.11
Per 1,000 gallons per month in excess of 50,000 gallons per month	6.20
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	45.85
1" meter	49.81
1 1/2" meter	55.40
2" meter	76.50
3" meter	152.11
4" meter	229.73
6" meter	413.74
8" meter	609.85
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.90
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	3.57
Per 1,000 gallons (for the next 30,000 gallons) per month in excess of 10,000 gallons per month	4.49
Per 1,000 gallons (for the next 110,000 gallons) per month in excess of 40,000 gallons per month	4.74
Per 1,000 gallons (for the next 150,000 gallons) per month in excess of 150,000 gallons per month	5.13
Per 1,000 gallons (for the next 300,000 gallons) per month in excess of 300,000 gallons per month	5.67
Per 1,000 gallons (for the next 400,000 gallons) per month in excess of 600,000 gallons per month	6.69
Per 1,000 gallons per month in excess of 1,000,000 gallons per month	6.85
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, 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.	

TABLE 6 - MONTHLY SEWER RATES (BASED ON WATER CONSUMPTION)

**Sewer Rates
(Effective October 1, 2022)**

Inside City Limits	
Residential:	
Monthly minimum, including the use of 2,000 gallons per month	12.44
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons	4.26
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	4.33
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 10,000 gallons per month	4.56
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 20,000 gallons per month	4.89
Commercial:	
Monthly minimum, including use of 2,000 gallons per month	33.31
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	3.44
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	3.50
Per 1,000 gallons (for the next 20,000 gallons) per month in excess of 10,000 gallons per month	4.01
Per 1,000 gallons (for the next 110,000 gallons) per month in excess of 40,000 gallons per month	4.15
Per 1,000 gallons (for the next 150,000 gallons) per month in excess of 150,000 gallons per month	5.30
Per 1,000 gallons (for the next 300,000 gallons) per month in excess of 300,000 gallons per month	5.30
Per 1,000 gallons (for the next 400,000 gallons) per month in excess of 600,000 gallons per month	6.06
Per 1,000 gallons per month in excess of 1,000,000 gallons per month	7.35

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, 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.

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 the public 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 Stage 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 2022-2023, 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 2023, GPCD was 140. Another objective is to maintain unaccounted-for water at ten percent. The total loss percentage for 2023 was 9.48. Maintenance efforts include 3,828 exchanged meters, 292 replaced antennas, 1,655 exchanged registers, and 43 meter tests were completed.

TABLE 7: VALUE OF SYSTEM - CITY OF LAREDO UTILITIESFor Fiscal Year Ended
September 30,

		2023			2022		
		Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
System Improvements	\$	270,703,909	190,156,145	460,860,054	268,009,646	189,308,518	457,318,164
Vehicles and Equipment		16,059,131	17,909,962	33,969,093	14,540,843	17,122,487	31,663,330
Buildings		190,513,047	129,713,664	320,226,711	189,083,012	125,062,500	314,145,512
Land and Improvements		61,467,668	10,035,393	71,503,061	60,481,718	10,035,393	70,517,111
Easements		4,315,993	1,038,012	5,354,005	4,315,993	1,038,012	5,354,005
Construction in Progress		33,317,187	37,543,671	70,860,858	20,627,636	16,182,074	36,809,710
Less: Total Depreciation		(218,228,060)	(150,285,005)	(368,513,065)	(206,176,099)	(140,639,127)	(346,815,226)
Value After Depreciation	\$	<u>358,148,875</u>	<u>236,111,842</u>	<u>594,260,717</u>	<u>350,882,749</u>	<u>218,109,857</u>	<u>568,992,606</u>
		2021			2020		
		Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
System Improvements	\$	258,263,935	178,874,259	437,138,194	250,099,515	172,729,533	422,829,048
Vehicles and Equipment		13,533,104	16,849,490	30,382,594	12,854,826	16,066,008	28,920,834
Buildings		189,017,980	125,033,913	314,051,893	187,341,995	125,033,913	312,375,908
Land and Improvements		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
Construction in Progress		9,252,262	9,258,173	18,510,435	3,233,298	3,583,500	6,816,798
Less: Total Depreciation		(194,339,000)	(131,920,278)	(326,259,278)	(182,789,530)	(123,462,878)	(306,252,408)
Value After Depreciation	\$	<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		
		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
Vehicles and Equipment		12,295,038	15,185,117	27,480,155	11,958,954	13,909,694	25,868,648
Buildings		185,954,205	96,734,124	282,688,329	185,873,115	93,433,984	279,307,099
Land and Improvements		56,596,726	9,749,688	66,346,414	56,596,726	9,749,688	66,346,414
Easements		4,024,225	1,038,012	5,062,237	4,024,225	1,038,012	5,062,237
Construction in Progress		5,503,407	29,396,361	34,899,768	4,232,990	24,846,911	29,079,901
Less: Total Depreciation		(171,710,361)	(115,575,411)	(287,285,772)	(160,745,832)	(108,141,433)	(268,887,265)
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>

TABLE 8: CITY'S EQUITY IN UTILITY SYSTEM PART 1For Fiscal Year Ended
September 30,

September 30,	2023			2022			
	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	
Resources:							
Net System Value	\$	358,148,875	236,111,842	594,260,717	350,882,749	218,109,857	568,992,606
Cash and Investments		195,915,949	178,864,078	374,780,027	214,036,619	193,097,898	407,134,517
Other Sources		32,382,377	14,769,726	47,152,103	25,263,684	13,031,248	38,294,932
Total Resources		586,447,201	429,745,646	1,016,192,847	590,183,052	424,239,003	1,014,422,055
Obligations:							
Bonds Payable		347,209,280	259,123,835	606,333,115	361,597,583	269,602,340	631,199,923
Less: Bond Funds		(19,834,832)	(16,887,627)	(36,722,459)	(20,953,651)	(17,399,967)	(38,353,618)
		327,374,448	242,236,208	569,610,656	340,643,932	252,202,373	592,846,305
Other Obligations		52,559,525	30,766,083	83,325,608	50,866,646	28,829,411	79,696,057
Total Obligations		379,933,973	273,002,291	652,936,264	391,510,578	281,031,784	672,542,362
City's Equity in System	\$	206,513,228	156,743,355	363,256,583	198,672,474	143,207,219	341,879,693
Percentage City's Equity In System		35.21%	36.47%	35.75%	33.66%	33.76%	33.70%
For Fiscal Year Ended September 30,							
		2021			2020		
		Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
Resources:							
Net System Value	\$	337,830,355	209,168,962	546,999,317	332,309,923	204,740,251	537,050,174
Cash and Investments		140,993,911	154,213,333	295,207,244	99,792,433	136,295,874	236,088,307
Other Sources		24,682,867	9,618,697	34,301,564	26,020,007	9,837,359	35,857,366
Total Resources		503,507,133	373,000,992	876,508,125	458,122,363	350,873,484	808,995,847
Obligations:							
Bonds Payable		289,330,817	238,487,886	527,818,703	257,202,470	223,909,297	481,111,767
Less: Bond Funds		(14,457,982)	(14,098,428)	(28,556,410)	(12,938,092)	(13,423,068)	(26,361,160)
		274,872,835	224,389,458	499,262,293	244,264,378	210,486,229	454,750,607
Other Obligations		44,785,669	21,610,291	66,395,960	45,424,365	21,973,878	67,398,243
Total Obligations		319,658,504	245,999,749	565,658,253	289,688,743	232,460,107	522,148,850
City's Equity in System	\$	183,848,629	127,001,243	310,849,872	168,433,620	118,413,377	286,846,997
Percentage City's Equity In System		36.51%	34.05%	35.46%	36.77%	33.75%	35.46%

TABLE 8: CITY'S EQUITY IN UTILITY SYSTEM PART 2For Fiscal Year Ended
September 30,

	2019			2018		
	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
Cash and Investments	71,259,027	68,564,644	139,823,671	67,614,459	76,860,849	144,475,308
Other Sources	30,150,522	10,443,565	40,594,087	23,057,501	8,514,823	31,572,324
Total Resources	432,189,904	281,839,300	714,029,204	424,262,347	280,790,838	705,053,185
Obligations:						
Bonds Payable	234,286,228	158,122,220	392,408,448	240,611,024	162,958,724	403,569,748
Less: Bond Funds	(12,098,738)	(10,084,746)	(22,183,484)	(12,104,558)	(10,109,539)	(22,214,097)
	222,187,490	148,037,474	370,224,964	228,506,466	152,849,185	381,355,651
Other Obligations	44,933,705	20,296,795	65,230,500	39,273,583	20,712,989	59,986,572
Total Obligations	267,121,195	168,334,269	435,455,464	267,780,049	173,562,174	441,342,223
City's Equity in System	\$ 165,068,709	113,505,031	278,573,740	156,482,298	107,228,664	263,710,962
Percentage City's Equity In System	38.19%	40.27%	39.01%	36.88%	38.19%	37.40%

TABLE 9: UTILITY SYSTEM CONDENSED STATEMENT OF OPERATIONS PART 1

For Fiscal Year Ended

September 30,

		2023			2022		
				Total			Total
		Water	Sewer	Utilities	Water	Sewer	Utilities
<u>Revenues</u>							
Charges for Services	\$	53,695,912	45,378,108	99,074,020	54,233,927	44,268,273	98,502,200
Interest		1,959,151	1,720,721	3,679,872	318,023	248,309	566,332
Miscellaneous		6,479,483	361,792	6,841,275	6,611,593	797	6,612,390
Total Revenues		62,134,546	47,460,621	109,595,167	61,163,543	44,517,379	105,680,922
<u>Expenses</u>							
Administrative		6,231,387	9,369,125	15,600,512	7,049,629	8,815,011	15,864,640
GIS		359,557	-	359,557	287,473	-	287,473
Utility Engineering		1,027,805	-	1,027,805	992,071	-	992,071
Utility Billing		7,271,582	-	7,271,582	5,547,508	-	5,547,508
Asset Management		298,841	-	298,841	289,703	-	289,703
Water Treatment Plant		14,228,328	-	14,228,328	11,577,755	-	11,577,755
Transmission and Distribution		6,315,858	-	6,315,858	5,052,897	-	5,052,897
Water Pollution Control		854,628	-	854,628	776,489	-	776,489
Wastewater Treatment		-	8,948,415	8,948,415	-	7,754,076	7,754,076
Wastewater Collection		-	5,725,554	5,725,554	-	5,008,441	5,008,441
Total Expenses		36,587,986	24,043,094	60,631,080	31,573,525	21,577,528	53,151,053
Net Available for Debt Service	\$	25,546,560	23,417,527	48,964,087	29,590,018	22,939,851	52,529,869
Number of Customers		80,233	74,424		79,332	73,597	

TABLE 9: UTILITY SYSTEM CONDENSED STATEMENT OF OPERATIONS PART 2

For Fiscal Year Ended

September 30,

	2021			2020		
	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
<u>Revenues</u>						
Charges for Services	\$ 47,868,810	39,402,732	87,271,542	43,920,354	36,599,095	80,519,449
Interest	285,655	204,281	489,936	818,579	627,426	1,446,005
Miscellaneous	5,896,340	313	5,896,653	5,945,772	41,043	5,986,815
Total Revenues	54,050,805	39,607,326	93,658,131	50,684,705	37,267,564	87,952,269
<u>Expenses</u>						
Administrative	7,344,807	8,596,199	15,941,006	5,841,883	8,273,292	14,115,175
GIS	271,005	-	271,005	359,778	-	359,778
Utility Engineering	872,450	-	872,450	1,415,679	-	1,415,679
Utility Billing	4,861,266	-	4,861,266	5,074,709	-	5,074,709
Asset Management	254,197	-	254,197	340,841	-	340,841
Water Treatment Plant	8,945,290	-	8,945,290	10,533,686	-	10,533,686
Transmission and Distribution	4,820,501	-	4,820,501	5,218,031	-	5,218,031
Water Pollution Control	496,682	-	496,682	742,591	-	742,591
Wastewater Treatment	-	7,353,940	7,353,940	-	8,406,998	8,406,998
Wastewater Collection	-	4,466,303	4,466,303	-	5,353,236	5,353,236
Total Expenses	27,866,198	20,416,442	48,282,640	29,527,198	22,033,526	51,560,724
Net Available for Debt Service	\$ 26,184,607	19,190,884	45,375,491	21,157,507	15,234,038	36,391,545
Number of Customers	77,802	72,125		75,854	70,451	

TABLE 9: UTILITY SYSTEM CONDENSED STATEMENT OF OPERATIONS PART 3

For Fiscal Year Ended

September 30,

	2019			2018		
	Water	Sewer	Total Utilities	Water	Sewer	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
Interest	1,087,037	822,361	1,909,398	589,686	511,757	1,101,443
Miscellaneous	6,441,697	450,068	6,891,765	6,304,388	371,998	6,676,386
Total Revenues	48,765,016	34,656,789	83,421,805	48,182,833	34,336,575	82,519,408
<u>Expenses</u>						
Administrative	4,825,503	7,777,227	12,602,730	4,443,854	7,645,345	12,089,199
GIS	381,436	-	381,436	403,400	-	403,400
Utility Engineering	1,079,208	-	1,079,208	1,164,377	-	1,164,377
Utility Billing	4,822,283	-	4,822,283	4,463,130	-	4,463,130
Asset Management	390,009	-	390,009	389,503	-	389,503
Water Treatment Plant	9,611,710	-	9,611,710	8,958,087	-	8,958,087
Transmission and Distribution	4,177,647	-	4,177,647	4,421,314	-	4,421,314
Water Pollution Control	636,480	-	636,480	660,348	-	660,348
Wastewater Treatment	-	7,067,958	7,067,958	-	7,114,399	7,114,399
Wastewater Collection	-	4,620,344	4,620,344	-	4,441,543	4,441,543
Total Expenses	25,924,276	19,465,529	45,389,805	24,904,013	19,201,287	44,105,300
Net Available for Debt Service	\$ 22,840,740	15,191,260	38,032,000	23,278,820	15,135,288	38,414,108
Number of Customers	74,097	68,753		72,859	67,676	

TABLE 10: DEBT SERVICE REQUIREMENTS

Fiscal Year Ended 9/30	Water Revenue Debt	Plus Contractual & General Obligation Water System Debt Service	Water Total	Sewer Revenue Debt	Plus Contractual & General Obligation Sewer System Debt Service	Sewer Total	Utility Grand Total	% of Grand Total Retired
	<u>Requirement</u>	<u>Requirements</u>	<u>Total</u>	<u>Requirement</u>	<u>Requirements</u>	<u>Total</u>	<u>Total</u>	<u>Retired</u>
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	
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	27.99%
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	
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	55.71%
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	
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	79.57%
2042	12,145,828	-	12,145,828	12,316,875	-	12,316,875	24,462,703	
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	93.25%
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%
	419,030,361	68,616,460	487,646,821	333,162,331	15,098,483	348,260,814	835,907,635	

TABLE 11: COVERAGE AND FUND BALANCES

Waterworks:

Average Annual Principal and Interest Requirements	\$	14,868,613
Coverage of Average Requirements by 2023 Net Income		1.72
<i>Maximum Principal and Interest Revenue Bond Requirements</i>		
After Fiscal Year Ended September 30, 2023	\$	19,134,036
Coverage of Maximum Requirements by 2023 Net Income		1.34
Outstanding New Series Water Revenue Bonds	\$	274,209,621
Interest and Sinking Fund as of September 30, 2023	\$	4,966,219
Reserve Fund as of September 30, 2023	\$	14,868,613

Sewer:

Average Annual Principal and Interest Requirements	\$	11,801,835
Coverage of Average Requirements by 2023 Net Income		1.98
<i>Maximum Principal and Interest Revenue Bond Requirements</i>		
After Fiscal Year Ended September 30, 2023	\$	20,383,608
Coverage of Maximum Requirements by 2023 Net Income		1.15
Outstanding New Series Sewer Revenue Bonds	\$	236,002,379
Interest and Sinking Fund as of September 30, 2023	\$	5,085,792
Reserve Fund as of September 30, 2023	\$	11,801,835

TABLE 12: COVERAGE AND FUND BALANCES – UTILITY SYSTEM

	<u>Waterworks</u>	<u>Sewer</u>	<u>Total</u>
Net Funds Available for Debt Service	\$ 25,546,560	23,417,527	48,964,087
Average Annual Principal and Interest Requirements	\$ 14,868,613	11,801,835	26,670,448
Coverage of Average Annual Requirements by Funds Available for Debt Service	1.72	1.98	1.84
Maximum Principal and Interest Revenue Bond Requirements	\$ 19,134,036	20,383,608	39,517,644
Coverage of Maximum Requirement by Funds Available for Debt Service	1.34	1.15	1.24
Outstanding Revenue Bonds as of 09/30/2023	\$ 274,209,621	236,002,379	510,212,000
Interest and Sinking Fund as of 9/30/2023	\$ 4,966,219	5,085,792	10,052,011
Reserve Funds as of 9/30/2023	\$ 14,868,613	11,801,835	26,670,448

SPORTS VENUE SALES TAX REVENUE BONDS

SAMES AUTO ARENA

The City of Laredo, Texas issued the Sports Venue Sales Tax Revenue Bonds, Taxable Series 2022 for the purpose of financing improvements to previously approved sports venue projects and related infrastructure, particularly the multipurpose entertainment arena and the baseball stadium. The Bonds bear interest to their respective dates of maturity or redemption prior to maturity at the rates per annum as set forth in the Pricing Certificate.

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 under 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 arena's construction 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 facility's operation. Furthermore, contracts were awarded to local businesses requiring products 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 Peso Pluma (Regional Mexican & Reggaetón), Eslabon Armado (Regional Mexican), Christian Nodal (Mariachi & Norteño), Marco Antonio Solis (Latin Pop & Grupero), ZZ Top (Blues Rock), Sin Bandera (Pop), Ha*Ash (Country Latin Pop), and Matute (80s Tribute). Other major entertainment and special events included the televised WWE Smackdown, Disney On Ice, Holiday Skate Days, George Lopez, 20th Century Rides Carnival, the WBCA Commander's Reception, HEB Feast of Sharing, 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 Bonds, Taxable Series 2022 for the purpose of financing improvements to previously approved sports venue projects and related infrastructure, particularly the multipurpose entertainment arena and the baseball stadium. The Bonds bear interest to their respective dates of maturity or redemption prior to maturity at the rates per annum as set forth in the Pricing Certificate.

Approved by the voters of the City of Laredo at an election held on November 4, 2008, the baseball stadium opened on May 17, 2012. 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 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.

Uni-trade received the exclusive right to designate the formal name of the stadium rights of the facility first in 2011 and again, on May of 2023 and has been serving as the home to many special events and sports events, specifically home to the Tecolotes de los Dos Laredos, a bi-national Mexican League professional baseball team who still splits their home games between Uni-Trade Stadium and Parque la Junta in Nuevo Laredo. In February of 2023, the City of Laredo approved a contract with and Uni-Trade is currently under ASM Global, a management company, to manage the stadium in order to seek a wider array of special events.

Uni-Trade has recently been renovated at a cost of over \$8 million focusing on the buildings and concession area as well as various areas outside on the field and perimeter and boasts a new state of the art jumbotron. The City feels these renovations were necessary and would be beneficial for current and future generations to come.

BUENA VISTA SPORTS COMPLEX

The City of Laredo, Texas issued the Sports Venue Sales Tax Revenue Bonds, Taxable Series 2021 for the purpose of acquiring, constructing and equipping a sports complex and related infrastructure, and paying costs of issuance of the Bonds. The project includes ten artificial fields and one artificial turf multi-purpose field. Approved by voters on November 6, 2018. Expected completion date is between December 2024 to January 2025. Interest on the Bonds accrue from the delivery date and are paid semiannually on March 15 and September 15 thereafter until maturity or prior redemption. Interest on the Bonds are calculated on the basis of a 360-day year consisting of twelve 30-day months.

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
2023	48,600,697	12,150,174	4,764,105	2.55

(*) 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, 2024-2047	4,342,537
Fiscal Year 2023 Sales Tax Revenues	12,150,174
Coverage of Average Requirements for Fiscal Year 2024	2.80
Maximum Principal and Interest Requirements, 2024-2047	4,764,105
Fiscal Year 2023 Sales Tax Revenues	12,150,174
Coverage of Maximum Requirements for Fiscal 2024	2.55

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
2024	\$ 664,285.00	\$ 2,775,063.75	\$ 1,323,789	\$ 4,763,137.50
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>\$ 8,593,392.00</u>	<u>\$ 63,802,334</u>	<u>\$ 31,825,150</u>	<u>\$ 104,220,876.24</u>

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, 2023. 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, 2023.

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, Hargis & Baum, PLLC

Laredo, Texas
March 27, 2024

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS				CITY OF LAREDO, TEXAS			
PERIOD ENDED SEPTEMBER 30, 2023							
GRANT NAME							
	ALN-	Pass	Program or	Accrued	Revenue		Accrued
Federal Grantor / Pass Through Grantor / Program Title	Number	Through Grantor's Number	Award Amount	(Deferred) Revenue at September 30, 2022	Recognized	Receipts	(Deferred) Revenue at September 30, 2023
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- 22-23	93.918	5H76HA31754-05-00	\$ 303,056	28,791	178,758	207,549	-
Ryan White HIV/AIDS Program Part C Early Intervention Services- 23-24	93.918	5H76HA31754-06-00	303,056	-	98,718	58,441	40,277
Total ALN 93.918			606,112	28,791	277,476	265,990	40,277
Substance Abuse and Mental Health Services Administration:							
Assisted Outpatient Treatment							
Ldo Outpatient Treatment Program	93.997	6H79SM082941-01M002	1,000,000	11,217	465,535	476,752	-
Ldo Outpatient Treatment Program	93.997	6H79SM082941-02M001	1,000,000	-	99,248	33,757	65,491
Total ALN 93.997			2,000,000	11,217	564,783	510,509	65,491
Substance Abuse and Mental Health Services Administration:							
Community Funded Projects							
City of Laredo/Webb County Detoxification Center	93.493	1H79FG000890-01	2,000,000	-	653,440	291,668	361,772
Center for Disease Control and Prevention:							
Project Grants and Cooperative Agreements for Tuberculosis Control							
Passed Through Texas Department of State Health Services:							
Tuberculosis Control Programs - '21	93.116	HHS000686100010	214,465	24,230	51,615	75,845	-
Tuberculosis Control Programs - '22	93.116	HHS001096400021	116,229	-	116,229	94,671	21,558
Tuberculosis Control Programs - '23	93.116	HHS001096400021	174,344	-	14,767	-	14,767
Total ALN 93.116			505,038	24,230	182,611	170,516	36,325
Center for Disease Control and Prevention, Public Health Services:							
Immunization Cooperative Agreements:							
Passed Through Texas Department of State Health Services:							
Immunization Cooperative Agreements 23	93.268	HHS000103500001	133,200	13,845	88,708	102,553	-
Immunization Cooperative Agreements 24	93.268	HHS001331300014	133,200	-	12,347	-	12,347
COVID19 Vaccination Capacity	93.268	HHS001019500011	3,106,637	627,095	2,020,931	2,340,366	307,660
Total ALN 93.268			3,373,037	640,940	2,121,986	2,442,919	320,007
Center for Disease Control and Prevention							
Public Health Emergency Preparedness Cooperative Agreement:							
Passed Through Texas Department of State Health Services:							
Public Health Emergency Preparedness - 22-23	93.069	537-18-0168-00001	375,910	66,476	254,790	321,266	-
Public Health Emergency Preparedness - 23-24	93.069	HHS001311200031	375,910	-	69,342	-	69,342
Total ALN 93.069			751,820	66,476	324,132	321,266	69,342
Center for Disease Control and Prevention							
Epidemiology and Laboratory Capacity of Infectious Diseases:							
Passed Through Texas Health and Human Services Commission:							
Epidemiology & Laboratory Capacity for Infectious Diseases- IDCU Covid-19	93.323	HHS000812700011	4,648,972	239,514	936,533	905,243	270,804
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	15,859	70,358	86,217	-
CPS/Public Health Workforce	93.354	HHS001076400001	2,000,000	159,437	768,430	799,858	128,009
Total ALN 93.354			2,824,218	175,296	838,788	886,075	128,009
Center for Disease Control and Prevention							
Strengthening Public Health Infrastructure, Workforce and Data Systems							
Passed Through Texas Department of State Health Services:							
CPS/Public Health Infrastructure Grant 22-23	93.967	HHS001310300001	26,211	-	11,554	-	11,554
Center for Disease Control and Prevention							
Activities to Support State, Tribal, Local and Territorial Health Department Response to Public Health or Healthcare Crises							
Passed Through Texas Department of State Health Services:							
COVID-19 Health Disparities Grant	93.391	HHS001057600028	575,000	49,827	419,480	413,372	55,935
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 21-22	93.994	HHS00070100001	127,561	21,057	-	21,057	-
Family Support/ Community Response 22-23	93.994	HHS00070100001	127,561	8,811	132,586	109,329	32,068
Family Support/ Community Response 23-24	93.994	HHS00070100001	127,561	-	9,379	-	9,379
Maternal and Child Health Services Block Grant							
Maternal and Child Health Services Block Grant- 21-22	93.994	HHS000085000001-1	117,500	14,740	-	14,740	-
Maternal and Child Health Services Block Grant- 22-23	93.994	HHS001130300003	75,000	-	24,832	16,131	8,701
Passed Through Texas Health and Human Services Commission:							
Primary Child Health, Genetics and Dental Serv. - 22	93.994	HHS000136500033	57,875	15,485	-	15,485	-
Primary Child Health, Genetics and Dental Serv. - 23	93.994	HHS000136500033	-	1,565	53,114	52,886	1,793
Primary Child Health, Genetics and Dental Serv. - 24	93.994	HHS000136500033	-	-	10,283	-	10,283
Total ALN 93.994			633,058	61,658	230,194	229,628	62,224
Temporary Assistance for Needy Families:							
Passed Through Texas Department Family and Protective Services:							
Nurse-Family Partnership Program - '21-22	93.558	HHS000791900010	600,000	79,638	-	79,638	-
Nurse-Family Partnership Program - '22-23	93.558	HHS000791900010	600,000	46,946	541,301	518,721	69,526
Nurse-Family Partnership Program - '23-24	93.558	HHS000791900010	600,000	-	42,751	-	42,751
Nurse-Family Partnership Program - TANF PEAFF - '21-22	93.558	HHS000791900010	42,543	9,939	-	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	94,866	71,250	23,750
Total ALN 93.558			\$ 1,930,543	141,513	678,918	684,404	136,027

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS					CITY OF LAREDO, TEXAS			
PERIOD ENDED SEPTEMBER 30, 2023								
GRANT NAME								
		Pass Through Grantor's		Accrued (Deferred)			Accrued (Deferred)	
Federal Grantor / Pass Through Grantor / Program Title	ALN- Number	Number	Program or Award Amount	Revenue at September 30, 2022	Revenue Recognized	Receipts	Revenue at September 30, 2023	
Health Resources and Services Administration								
Passed Through South Texas Development Council:								
HIV Care Formula Grants:								
H.I.V. Care Formula Grant - 22-23	93.917	019-01-22 (23)	\$ 388,350	51,138	183,930	235,068	-	
H.I.V. Care Formula Grant - 23-24	93.917	019-01-23 (24)	388,350	-	149,452	91,444	58,008	
H.I.V. Care Formula Grant (Supplemental) - 22-23 State Rebate	93.917	019-01-22 (23)	254,467	54,865	121,186	176,051	-	
H.I.V. Care Formula Grant (Supplemental) - 23-24 State Rebate	93.917	019-01-23 (24)	254,467	-	82,038	52,016	30,022	
Total ALN 93.917			1,285,634	106,003	536,606	554,579	88,030	
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	23,440	-	23,440	-	
H.I.V. Prevention Program Cooperative Agreements 23	93.940	HHS000077800022	320,546	18,536	63,623	82,159	-	
H.I.V. Prevention Program Cooperative Agreements 24	93.940	HHS000077800022	320,546	-	18,334	-	18,334	
Total ALN 93.940			857,239	41,976	81,957	105,599	18,334	
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 - 21-22/ O.P.H.P.	93.991	HHS001027400001	248,536	16,778	-	16,778	-	
Preventive Health and Health Service Block Grant - 22-23/ O.P.H.P.	93.991	HHS001027400001	248,536	7,496	209,635	67,050	150,081	
Preventive Health and Health Service Block Grant - 23-24/ O.P.H.P.	93.991	HHS001324900031	248,536	-	6,697	-	6,697	
Preventive Health and Health Service Block Grant - 21-22 / OCDS	93.991	HHS000069100001	144,000	31,891	-	31,891	-	
Preventive Health and Health Service Block Grant - 22-23 / OCDS	93.991	HHS001201700001	144,000	-	143,345	124,628	18,717	
Preventive Health and Health Service Block Grant - 23-24 / OCDS	93.991	HHS001201700001	144,000	-	11,143	-	11,143	
Total ALN 93.991			1,177,608	56,165	370,820	240,347	186,638	
Centers for Disease Control and Prevention:								
Assistance Programs for Chronic Disease Prevention and Control								
Health Equity Assurance and Response Team	93.945	6 NU58DP007306-01-03	125,000	-	75,098	68,320	6,778	
Centers for Disease Control and Prevention:								
Autism and Other Developmental Disabilities, Surveillance, Research and Prevention								
Enhancing Public Health Surveillance of Autism Spectrum Disorder (Part A&B)	93.998	1 NUR3DD000115-01-00	600,000	-	172,482	-	172,482	
Office of Population Affairs:								
Family Planning Services - Title X Family Planning Services	93.217	N/A	-	(169,809)	132,450	137,613	(174,972)	
Total U. S. Department of Health and Human Services			23,919,490	1,473,797	8,609,308	8,228,048	1,855,057	
U.S. Department of Housing and Urban Development (HUD)								
Direct Programs:								
CDBG- Entitlement Cluster								
Community Development Block Grants / Entitlement Grants 10	14.218	B-10-MC-48-0505	3,936,450	-	4,005	4,005	-	
Community Development Block Grants / Entitlement Grants 14	14.218	B-14-MC-48-0505	3,553,204	-	9,733	9,733	-	
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	-	18,509	18,509	-	
Community Development Block Grants / Entitlement Grants 17	14.218	B-17-MC-48-0505	3,401,417	-	44,592	44,592	-	
Community Development Block Grants / Entitlement Grants 18	14.218	B-18-MC-48-0505	3,729,949	-	323,746	315,798	7,948	
Community Development Block Grants / Entitlement Grants 19	14.218	B-19-MC-48-0505	3,730,742	15,265	306,625	312,179	9,711	
Community Development Block Grants / Entitlement Grants 20	14.218	B-20-MC-48-0505	3,850,188	54,867	821,944	876,009	802	
Community Development Block Grants / Entitlement Grants 21	14.218	B-21-MC-48-0505	3,748,497	117,161	865,513	678,132	304,542	
Community Development Block Grants / Entitlement Grants 22	14.218	B-22-MC-48-0505	3,403,999	-	1,795,826	1,372,431	423,395	
Community Development Block Grants / CARES Act First Allocation	14.218	B-20-MW-48-0505	2,264,939	30,253	227,379	257,456	176	
Community Development Block Grants / CARES Act Third Allocation	14.218	B-20-MW-48-0505	2,165,528	7,551	637,714	547,625	97,640	
Total ALN 14.218 / CDBG Entitlement Cluster			40,681,641	225,097	5,055,586	4,436,469	844,214	
Emergency Solutions Grant Program 2020	14.231	E-20-MC-48-0505	327,812	62,171	-	62,171	-	
Emergency Solutions Grant Program 2021	14.231	E-21-MC-48-0505	328,355	13,096	302,522	315,618	-	
Emergency Solutions Grant Program 2022	14.231	E-22-MC-48-0505	315,100	-	50,213	33,070	17,143	
Emergency Solutions Grant Program CARES Act- First Allocation	14.231	E-20-MW-48-0505	1,130,386	22,517	95,823	118,340	-	
Emergency Solutions Grant Program CARES Act- Second Allocation	14.231	E-20-MW-48-0505	2,552,555	3,287	1,231,598	1,234,885	-	
Total ALN 14.231			4,654,208	101,071	1,680,156	1,764,084	17,143	
HOME Investment Partnerships Program 2017 GRANT	14.239	M-17-MC-48-0505	847,266	160,000	32,169	192,169	-	
HOME Investment Partnerships Program 2018 GRANT	14.239	M-18-MC-48-0505	1,178,458	-	29,000	29,000	-	
HOME Investment Partnerships Program 2019 GRANT	14.239	M-19-MC-48-0505	1,085,399	4,800	502,550	465,718	41,632	
HOME Investment Partnerships Program 2020 GRANT	14.239	M-20-MC-48-0505	1,167,858	-	371,464	237,697	133,767	
HOME Investment Partnerships Program 2021 GRANT	14.239	M-21-MC-48-0505	1,158,599	20,511	491,159	95,086	416,584	
HOME Investment Partnerships Program 2022 GRANT	14.239	M-22-MC-48-0505	1,239,355	-	119,620	110,874	8,746	
HOME Investment Partnerships Program ARP	14.239	M-21-MP-48-0505	4,199,095	3,732	15,952	17,341	2,343	
Total ALN 14.239			10,876,030	189,043	1,561,914	1,147,885	603,072	
Passed Through South Texas Development Council:								
Housing Opportunities for Persons with AIDS:								
Housing Opportunities for Persons with Aids - 21-22	14.241	019-3-21 (22)	137,837	17,069	-	17,069	-	
Housing Opportunities for Persons with Aids - 22-23	14.241	019-3-22 (23)	139,837	9,471	129,124	121,021	17,574	
Housing Opportunities for Persons with Aids - 23-24	14.241	019-3-22 (23)	139,837	-	9,232	-	9,232	
Total ALN 14.241			417,511	26,540	138,356	138,090	26,806	
Total U. S. Department of HUD			56,629,390	541,751	8,436,012	7,486,528	1,491,235	
U. S. Department of Transportation								
Direct Programs:								
Federal Transit Cluster								
Federal Transit Capital Investment Grants:								
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.500	TX040047	714,000	(1,516)	772	-	(744)	
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.500	TX040055	2,549,000	-	1,200	-	1,200	
Total ALN 20.500			\$ 3,263,000	(1,516)	1,972	-	456	

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS				CITY OF LAREDO, TEXAS			
PERIOD ENDED SEPTEMBER 30, 2023							
GRANT NAME							
		Pass Through Grantor's	Program or	Accrued (Deferred) Revenue at	Revenue		Accrued (Deferred) Revenue at
Federal Grantor / Pass Through Grantor / Program Title	ALN-Number	Number	Award Amount	September 30, 2022	Recognized	Receipts	September 30, 2023
Federal Transit Formula Grants:							
Urbanized Area Formula Program	20.507	TX2020100	\$ 9,988,345	13,518	97,241	70,388	40,371
Urbanized Area Formula Program	20.507	TX202201100	3,515,783	-	-	-	-
Urbanized Area Formula Program	20.507	TX202201500	8,753,532	2,002,187	2,457,121	4,459,308	-
Urbanized Area Formula Program	20.507	TX20220212	1,529,460	-	4,580,696	-	4,580,696
Total ALN 20.507			23,787,120	2,015,705	7,135,058	4,529,696	4,621,067
Bus and Bus Facilities Formula Program:							
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2018080	9,875,083	46,104	506,426	533,952	18,578
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2019057	401,862	-	4,535	4,535	-
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2020141	415,500	-	-	-	-
Total ALN 20.526			10,692,445	46,104	510,961	538,487	18,578
Total Federal Transit Cluster			37,742,565	2,060,293	7,647,991	5,068,183	4,640,101
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX2019063	167,324	-	-	-	-
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX2020027	334,836	-	194,997	-	194,997
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX2023011	23,391	-	29,391	29,391	-
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX2023012	29,392	-	29,392	29,392	-
Total ALN 20.513			554,943	-	253,780	58,783	194,997
Federal Aviation Administration:							
Airport Improvement Program (Airport Improv)	20.106	3-48-0136-86-2016	2,000,000	34,944	-	34,944	-
Airport Improvement Program	20.106	3-48-0136-88-2019	1,000,000	8,996	148,145	123,778	33,363
Airport Improvement Program	20.106	3-48-0136-89-2019	9,856,303	-	17,504	17,504	-
Airport Improvement Program	20.106	3-48-0136-90-2020	10,485,466	523,348	464,812	481,400	506,760
Airport Improvement Program	20.106	3-48-0136-92-2020	5,393,884	241,424	694,961	633,212	303,173
Airport Improvement Program	20.106	3-48-0136-95-2021	9,188,272	1,111,295	6,025,681	6,376,236	760,740
Airport Improvement Program	20.106	3-48-0136-99-2022	3,416,741	556,484	1,813,607	1,844,502	525,589
Airport Improvement Program	20.106	3-48-0136-100-2022	7,478,251	-	4,098,367	1,426,440	2,671,927
Airport Improvement Program	20.106	3-48-0136-101-2022	1,483,521	-	736,939	685,601	51,338
Airport Improvement Program	20.106	3-48-0136-102-2022	7,500,000	-	-	-	-
Airport Improvement Program-CARES Act	20.106	3-48-0136-091-2020	18,506,692	65,373	-	65,373	-
Airport Improvement Program-CRRSA Act	20.106	3-48-0136-093-2021	1,410,950	-	1,410,950	512,921	898,029
Airport Improvement Program-ACRGP Concessions Relief	20.106	3-48-0136-094-2021	19,499	-	19,499	-	19,499
Airport Improvement Program-Airport Rescue Grant Agreement	20.106	3-48-0136-096-2021	2,297,508	-	2,297,508	2,297,508	-
Airport Improvement Program-ARP Concession Rent Relief	20.106	3-48-0136-097-2022	77,996	-	77,996	-	77,996
Airport Improvement Program	20.106	3-48-0136-103-2023	2,500,000	-	210,154	-	210,154
Airport Improvement Program	20.106	3-48-0136-104-2023	1,797,014	-	-	-	-
Airport Improvement Program	20.106	3-48-0136-105-2024	1,646,457	-	-	-	-
Total ALN 20.106			86,058,554	2,541,864	18,016,123	14,499,419	6,058,568
Small Community Air Service Development Program	20.930	DOT-OST-2022-003	250,000	-	19,128	9,378	9,750
Transportation Security Administration-Law Enf. Officer Reimb. Program							
Law Enforcement Officer Reimbursement Program 2022	97.090	70T02021T6114N149	44,010	15,197	-	15,197	-
Law Enforcement Officer Reimbursement Program 2023	97.090	70T02021T6114N149	101,519	-	42,268	22,132	20,136
Total ALN 97.090			145,529	15,197	42,268	37,329	20,136
Highway Safety Cluster							
Pass Through Texas Department of Transportation:							
National Highway Traffic Safety - State and Community Highway Safety							
STEP - 2022 CMV	20.600	2022-LAREDO-PD-S-CMV-00008	123,139	11,225	-	11,225	-
STEP - 2023 CMV	20.600	2023-LAREDO-PD-S-CMV-00010	111,350	-	85,000	66,533	18,467
STEP - 2022 Comprehensive	20.600	2022-LAREDO-PD-S-1YG-00024	129,690	6,093	-	6,093	-
STEP - 2023 Comprehensive	20.600	2023-LAREDO-PD-S-1YG-00023	116,589	-	88,801	67,932	20,869
Total ALN 20.600			480,768	17,318	173,801	151,783	39,336
Pass Through Texas Department of Transportation:							
National Highway Traffic Safety - State and Community Highway Safety							
STEP - Click It Or Ticket	20.616	2023-Laredo-PD-CIoT-00038	25,000	-	21,343	21,343	-
National Highway Traffic Safety -Alcohol Impaired Driving							
Countermeasures Incentive Grants I							
Step - Impaired Driving Mobilization 2022	20.616	2022-LAREDO-PD-IDM-00012	65,500	14,033	-	14,033	-
Step - Impaired Driving Mobilization 2023	20.616	2023-LAREDO-PD-IDM-00007	65,500	-	50,000	23,903	26,097
Total ALN 20.616			156,000	14,033	71,343	59,279	26,097
Total Highway Safety Cluster			636,768	31,351	245,144	211,062	65,433
Highway Planning & Const.-Federal Aid Hwy Pgm, Fed Lands Hwy Pgm	20.205	50-22XF0011	810,000	170,919	-	170,919	-
Highway Planning & Const.-Federal Aid Hwy Pgm, Fed Lands Hwy Pgm	20.205	50-23XF0011	810,000	-	503,379	181,513	321,866
Highway Planning and Construction-Rio Grande Vega Hike & Bike Trail	20.205	CSJ-0922-33-177	652,638	-	-	-	-
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-0922-33-076/144	2,845,747	252,655	289,215	1	541,869
Highway Planning and Construction- West Laredo Multimodal Trade Corridor-III	20.205	CSJ-0922-33-093/143	18,889,751	47,924	3,928	50,768	1,084
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	2,986,772	1,715,394	3,077,335	1,624,831
Total ALN 20.205			33,908,385	3,458,270	2,511,916	3,480,536	2,489,650
Total U. S. Department of Transportation			\$ 159,296,744	8,106,975	28,736,350	23,364,690	13,478,635

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS				CITY OF LAREDO, TEXAS			
PERIOD ENDED SEPTEMBER 30, 2023							
GRANT NAME							
		Pass Through Grantor's		Accrued (Deferred) Revenue at			Accrued (Deferred) Revenue at
Federal Grantor / Pass Through Grantor / Program Title	ALN-Number	Number	Program or Award Amount	September 30, 2022	Revenue Recognized	Receipts	September 30, 2023
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 22-23	10.557	HHS000804900001	\$ 4,953,648	-	4,458,330	3,180,992	1,277,338
Women, Infants and Children 21-22	10.557	HHS000804900001	4,566,165	840,395	83,177	923,572	-
Women, Infants and Children Counties 22-23	10.557	HHS000804900001	1,221,785	-	1,064,906	773,384	291,522
Women, Infants and Children Counties 21-22	10.557	HHS000804900001	1,138,008	163,808	-	163,808	-
Total U. S. Department of Agriculture			11,879,606	1,004,203	5,606,413	5,041,756	1,568,860
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 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	-	8,100	8,100	-
Edward Byrne Memorial Justice Assistance Grant Program FY21 JAG Program	16.738	15BJPA-21-GG-01883-JAGX	66,830	1,079	12,753	7,466	6,366
Edward Byrne Memorial Justice Assistance Grant Program FY22 JAG Program	16.738	15BJPA-22-GG-02315-JAGX	67,974	-	40,448	40,448	-
Coronavirus Emergency Supplemental Funding Program	16.738	2020-VD-BX-0093	213,046	18,142	15,394	33,536	-
Edward Byrne Memorial Justice Assistance Grant Program - JAG Equipment	16.738	4254501	20,194	-	1,200	1,200	-
Total ALN 16.738			520,373	23,788	77,895	95,317	6,366
Public Safety Partnership and Community Policing Grants							
COPS Hiring Program - 2020	16.710	2017-UL-WX-0433	1,036,558	134,993	445,523	546,096	34,420
Passed Through Office of the Governor:							
Victims of Crime Act Formula Grant Program	16.575	3362904	52,886	7,577	-	7,577	-
Victims of Crime Act Formula Grant Program	21.027	3362905	67,810	-	67,809	55,878	11,931
Units Crimes Against Women Project FY21	16.588	3849503	25,911	13,182	-	13,182	-
Safe Neighborhood Program	16.609	3958802	26,882	7,883	-	7,883	-
Safe Neighborhood Program	16.609	3958803	32,000	-	32,000	20,823	11,177
Total ALN 16.609			58,882	7,883	32,000	28,706	11,177
Mental Health Unit	16.738	4485201	35,816	-	20,916	14,360	6,556
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
Patrick Leahy Bulletproof Vest Partnership Grant	16.607	2022BOBX22030418	20,034	-	20,034	-	20,034
Total ALN 16.607			44,987	24,042	20,034	5,076	39,000
The Department of Justice Asset Forfeiture Program - Laredo Police Department	16.922	N/A	-	-	109,521	109,521	-
Total U. S. Department of Justice			1,843,223	211,465	773,698	875,713	109,450
Executive Office of the President							
High Intensity Drug Trafficking Areas Program							
Financial Task Force 21	95.001	G21SS0001A	872,271	321,483	43,172	364,655	-
Financial Task Force 22	95.001	G22SS0001A	872,271	161,344	638,422	672,268	127,498
Financial Task Force 23	95.001	G23SS0001A	872,271	-	143,764	-	143,764
Total Executive of the President			2,616,813	482,827	825,358	1,036,923	271,262
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)
Texas Covid 19 Pandemic	97.036	FEMA-4485-DR-TX	219,669	394,128	-	394,128	-
Total ALN 97.036			219,669	294,994	-	394,128	(99,134)
Fiscal Year 2023 Shelter and Services Program	97.141	DHS-23-GPD-141-00-99	5,961,992	-	-	-	-
Emergency Food and Shelter Program							
American Rescue Plan of 2021- Humanitarian Relief	97.024	N/A	1,921,990	(1,070,054)	101,915	-	(968,139)
American Rescue Plan of 2023- Humanitarian Relief	97.024	N/A	2,974,658	-	538,156	2,974,658	(2,436,502)
Total ALN 97.024			4,896,648	(1,070,054)	640,071	2,974,658	(3,404,641)
Passed Through Office of the Governor:							
Hazard Mitigation Grant	97.039	4586-0089-TX	80,155	-	-	-	-
Assistance to Firefighters Grant	97.044	EMW-2022-FG-02688	308,210	-	-	-	-
LPD Bomb Response Units	97.067	4443401	106,268	-	106,263	106,263	-
ST/CP Bomb Suit for LPD Regional	97.067	4454301	38,078	-	38,078	38,078	-
Homeland Security Grant Program - WEBB 2021 OPSG	97.067	3075307	1,486,860	433,298	940,871	1,374,169	-
Homeland Security Grant Program - WEBB 2022 OPSG	97.067	3075308	1,505,726	-	546,284	164,677	381,607
Homeland Security Grant Program - 2021 Stone Garden Grant - Airport	97.067	3335705	26,400	14,256	-	14,256	-
Homeland Security Grant Program - 2023 Stone Garden Grant - Airport	97.067	3335706	42,833	-	66,337	66,337	-
Total ALN 97.067			3,206,165	447,554	1,697,833	1,763,780	381,607
Total U. S. Department of Homeland Security			\$ 14,592,684	(327,506)	2,337,904	5,132,566	(3,122,168)

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS				CITY OF LAREDO, TEXAS			
PERIOD ENDED SEPTEMBER 30, 2023							
GRANT NAME							
	ALN-	Pass Through Grantor's	Program or	Accrued (Deferred) Revenue at	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at
Federal Grantor / Pass Through Grantor / Program Title	Number	Number	Award Amount	September 30, 2022			September 30, 2023
Institute of Museum and Library Services							
Passed Through Texas State Library & Archives Commission							
InterLibrary Loan Reimbursement Funds	45.310	TSLAC LS-252486-OLS-22	\$ 4,540	-	6,700	6,700	-
InterLibrary Loan Reimbursement Funds	45.310	TSLAC FPG-22002	5,472	5,472	-	5,472	-
Total Institute of Museum and Library Services			10,012	5,472	6,700	12,172	-
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	(832,856)	-	36,237	(869,093)
Clean Water State Revolving Loan	66.458	L1000919	52,000,000	(49,582,973)	-	(46,619,811)	(2,963,162)
Drinking Water State Revolving Loan	66.468	L1000339	5,500,000	(365,298)	-	15,894	(381,192)
Total U. S. of Environmental Protection Agency			79,575,000	(50,781,127)	-	(46,567,680)	(4,213,447)
U. S. Department of Treasury							
The Department of Treasury Asset Forfeiture Program - Laredo Police Department	21.016	N/A	-	-	875,953	875,953	-
Emergency Rental Assistance- ERA 1	21.023	N/A	7,931,456	(112,633)	1,057	(110,776)	(800)
Emergency Rental Assistance- ERA 2	21.023	N/A	6,275,790	(1,598,565)	2,023,031	606,050	(181,584)
Emergency Rental Assistance- ERA 2 High Need	21.023	N/A	2,020,165	(147,247)	369,930	249,909	(27,226)
Total ALN 21.023			16,227,411	(1,858,445)	2,394,018	745,183	(209,610)
Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	42,779,444	(52,775,386)	13,232,091	-	(39,543,295)
Total U. S. of Department of Treasury			59,006,855	(54,633,831)	16,502,062	1,621,136	(39,752,905)
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			411,244,817	(93,915,974)	71,833,805	6,231,852	(28,314,021)
STATE AWARDS							
Texas Department of State Health Services:							
HIV Prevention 2022	N/A	HHS000077800022	320,546	19,757	-	19,757	-
HIV Prevention 2023	N/A	HHS000077800022	320,546	-	226,539	124,555	101,984
Tuberculosis Prevention and Control 21-22	N/A	HHS000491700001	267,404	22,421	-	22,421	-
Tuberculosis Prevention and Control 22-23	N/A	HHS001182200011	274,153	17,938	208,068	194,112	31,894
Tuberculosis Prevention and Control 23-24	N/A	HHS001182200011	274,153	-	17,386	-	17,386
Immunization Cooperative Agreements 22	N/A	HHS000103500001	133,200	23,436	-	23,436	-
Immunization Covid 22	N/A	HHS000103500001	88,176	22,133	-	22,133	-
Immunization Cooperative Agreements 23	N/A	HHS000103500001	133,200	-	78,319	54,065	24,254
Maternal and Child Health Services Block Grant- 22-23	N/A	HHS001130300003	75,000	5,607	44,394	50,001	-
Maternal and Child Health Services Block Grant- 23-24	N/A	HHS001130300003	75,000	-	5,519	-	5,519
Infectious Disease Control Unit/ Surveillance & Epidemiology Ebola Activities 21-22	N/A	HHS000436300018	82,500	38,640	-	38,640	-
Infectious Disease Control Unit/ Surveillance & Epidemiology Ebola Activities 22-23	N/A	HHS000436300018	82,500	5,656	75,659	72,791	8,524
Infectious Disease Control Unit/ Surveillance & Epidemiology Ebola Activities 23-24	N/A	HHS001315700011	82,500	-	5,984	-	5,984
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	3,353	5,387	3,353	5,387
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	18,273	-	18,273	-
Diabetes Prevention and Control Program	N/A	HHS000865200001	125,000	9,085	115,713	108,855	15,943
Diabetes Prevention and Control Program	N/A	HHS000865200001	125,000	-	9,714	-	9,714
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)
Passed Through South Texas Development Council:							
H. I. V. Social Services 21-22	N/A	19-2-21 (22)	130,512	18,955	-	18,955	-
H. I. V. Social Services 22-23	N/A	19-2-22 (23)	13,549	8,882	119,626	121,237	7,271
H. I. V. Social Services 23-24	N/A	19-2-22 (24)	13,549	-	12,636	-	12,636
STDC FY 23 Regional Solid Waste Grants	N/A	23-19-01	50,000	-	48,378	-	48,378
Seven Flags Regional Advisory Council	N/A	N/A	4,000	-	8,892	8,892	-
Coastal Bend Regional Advisory Council	N/A	N/A	-	-	122,036	122,036	-
Total - Texas Department of State Health Services			2,895,223	186,441	1,104,250	1,023,512	267,179
Commission on Law Enforcement Officers Standards and Education							
Law Enforcement Officer Standards and Education	N/A	N/A	29,193	-	22,866	22,866	-
Law Enforcement Officer Standards and Education - 2020	N/A	N/A	1,741	(1,484)	-	-	(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)
Law Enforcement Officer Standards and Education - 2023	N/A	N/A	1,281	-	-	1,281	(1,281)
Total - Commission on Law Enforcement Officers Standards and Education			34,989	(4,258)	22,866	24,147	(5,539)
State Department of Motor Vehicles:							
Auto Theft Task Force	N/A	608-22-2400100	756,565	249,843	-	249,843	-
Auto Theft Task Force	N/A	608-23-2400100	756,565	50,698	696,010	515,720	230,988
Auto Theft Task Force	N/A	608-24-2400100	756,565	-	73,101	-	73,101
Total - State Department of Motor Vehicles			2,269,695	300,541	769,111	765,563	304,089
State Department of Transportation:							
TX Dept. of Transportation-Routine Airport Maintenance Program '23	N/A	CSJ-42M2322LRED	50,000	-	47,823	45,881	1,942
Formula Grants for Other Than Urbanized Areas	N/A	STATE-U-2022-LAREDO-00119	637,564	-	637,564	637,564	-
Total - State Department of Transportation			\$ 687,564	-	685,387	683,445	1,942

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS				CITY OF LAREDO, TEXAS			
PERIOD ENDED SEPTEMBER 30, 2023							
GRANT NAME							
		Pass Through		Accrued (Deferred)			Accrued (Deferred)
	ALN-	Grantor's	Program or	Revenue at	Revenue	Receipts	Revenue at
Federal Grantor / Pass Through Grantor / Program Title	Number	Number	Award Amount	September 30, 2022	Recognized		September 30, 2023
Passed Through Office of the Governor:							
Local Border Security Program FY -2022	N/A	2995407	\$ 147,000	23,274	-	23,274	-
Local Border Security Program FY -2023	N/A	2995408	167,000	-	167,000	151,802	15,198
LPD Bullet-Resistant Shield Project	N/A	46527001	277,117	-	276,817	-	276,817
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	727,539	340,795	919,625	148,709
TG-Texas Anti-Gang (TAG) Program	N/A	4251902	1,086,950	38,663	1,092,419	1,084,483	46,599
2022 Operation Lone Star	N/A	4378801	500,045	50,249	146,744	186,418	10,575
First Responder Mental Health - Peer Support	N/A	3947302	41,250	17,543	-	17,543	-
First Responder Mental Health - Peer Support	N/A	3947303	24,975	-	24,131	21,013	3,118
Truancy Prevention Grant Program	N/A	2022-TP-ST002	22,010	17,266	4,744	22,010	-
Total - State Department of Public Safety			3,898,391	933,664	2,052,650	2,485,298	501,016
Texas Veterans Commission:							
TVC-Veteran Home Modification Program	N/A	GT-HTX21-009	250,000	599	-	599	-
TVC-Veteran Home Modification Program	N/A	GT-HTX22-004	300,000	-	294,561	294,561	-
TVC-Veteran Financial Assistance Program	N/A	GT-FVA22-017	75,000	-	24,987	24,987	-
Total - Texas Veterans Commission			625,000	599	319,548	320,147	-
Texas Water Development Board:							
TWDB- Flood Infrastructure Fund	N/A	G1001281	585,000	(535,763)	195,278	-	(340,485)
Total - Texas Water Development Board			585,000	(535,763)	195,278	-	(340,485)
Texas Health and Human Services Commission:							
Passed Through Texas Department Family and Protective Services:							
Passed Through Webb County:							
Regional Healthcare Partnership (1115 Waiver)	N/A	N/A	-	(2,964,517)	344,101	-	(2,620,416)
Passed Through Family Planning Grant:							
Family Planning Open Enrollment	N/A	HHS000734600020	88,376	20,681	67,525	88,206	-
Family Planning Open Enrollment	N/A	HHS000734600020	88,376	-	12,966	-	12,966
Healthy Texas Women	N/A	HHS000734600020	226,806	37,607	-	37,607	-
Healthy Texas Women	N/A	HHS000734600020	240,208	14,215	174,159	159,218	29,156
Healthy Texas Women	N/A	HHS000734600020	240,208	-	18,003	-	18,003
Primary Health Care Program 21-22	N/A	HHS000697900025	138,377	13,749	-	13,749	-
Primary Health Care Program 22-23	N/A	HHS000697900025	138,377	6,968	104,107	69,515	41,560
Primary Health Care Program 23-24	N/A	HHS000697900025	138,377	-	8,001	-	8,001
Maternal and Child Health Sys. Block Grant to the States: Prenatal - 22	N/A	HHS000558100021	37,000	1,064	-	1,064	-
Maternal and Child Health Sys. Block Grant to the States: Prenatal - 23	N/A	HHS000558100021	29,950	40	6,463	5,710	793
Maternal and Child Health Sys. Block Grant to the States: Prenatal - 24	N/A	HHS000558100021	29,950	-	428	-	428
Community Mental Health Program 21-22	N/A	HHS000477100023	1,465,800	55,952	-	55,952	-
Community Mental Health Program 22-23	N/A	HHS000477100023	-	23,452	343,521	144,128	222,845
Community Mental Health Program 23-24	N/A	HHS000477100023	-	-	31,987	-	31,987
Texas Ambulance Supplemental Payment Program	N/A	N/A	-	1,894,000	2,100,825	1,894,000	2,100,825
Texas Targeted Opioid Response	N/A	HHS000114600001	400,000	(422,356)	265,653	-	(156,703)
Total - Texas Health and Human Services Commission			3,261,805	(1,319,145)	3,477,739	2,469,149	(310,555)
Total State Assistance			14,257,667	(437,921)	8,626,829	7,771,261	417,647
OTHER ASSISTANCE							
ICE- Custom-Narcotics 2022	N/A	120SA1600	91,000	31,005	-	-	31,005
ICE- Custom-Narcotics 2023	N/A	120SA1601	-	-	46,569	25,960	20,609
OCEDETF-DEA1180	N/A	SW-TXS-1180	5,000	9,577	4,981	14,558	-
OCEDETF-DEA1199	N/A	SW-TXS-1199	12,000	11,665	-	8,646	3,019
OCEDETF-DEA1244	N/A	SW-TXS-1244	25,000	9,281	6,944	16,225	-
OCEDETF-DEA1263	N/A	SW-TXS-1263	25,000	-	11,880	1,105	10,775
OCEDETF-DEA1269	N/A	SW-TXS-1269	25,000	-	18,978	11,065	7,913
OCEDETF-DEA1298	N/A	SW-TXS-1298	25,000	-	430	-	430
OCEDETF-FBI1004	N/A	SW-TXS-1004	-	-	8,165	708	7,457
OCEDETF-FBI1227	N/A	SW-TXS-1227	5,000	4,427	26,413	30,840	-
OCEDETF-HSI1246	N/A	SW-TXS-1246	25,000	14,700	-	14,700	-
Laredo Joint Terrorism TF 2022	N/A	N/A	17,202	4,443	-	4,443	-
Laredo Joint Terrorism TF 2023	N/A	N/A	-	-	17,593	13,825	3,768
Safe Streets Task Force 2022	N/A	N/A	26,233	9,040	-	9,040	-
Safe Streets Task Force 2023	N/A	N/A	-	-	35,843	26,985	8,858
Fugitive Apprehension Task Force 2022	N/A	M-22-D79-O-000220	26,400	2,019	-	2,019	-
Fugitive Apprehension Task Force 2023	N/A	M-23-D79-O-000231	-	-	18,782	16,068	2,714
Bureau of Alcohol and Tobacco 2022	N/A	N/A	75,000	12,651	-	12,651	-
Bureau of Alcohol and Tobacco 2023	N/A	N/A	-	-	125,363	102,217	23,146
TEOAF- CBP Task Force 2022	N/A	421LR0029	396,000	3,654	-	3,654	-
TEOAF- CBP Task Force 2023	N/A	421LR0029	-	-	356,751	22,376	334,375
US SECRET SVC TASK FORCE 2023	N/A	N/A	-	-	2,573	1,242	1,331
State Energy Conservation Office	N/A	CL300	1,033,558	-	-	-	-
911 Regional Communications Grant - FY2021	N/A	N/A	3,137,889	335,157	291,708	640,480	(13,615)
911 Regional Communications Grant - FY2022	N/A	N/A	2,237,722	(84,837)	146,192	61,355	-
911 Regional Communications Grant - FY2023	N/A	N/A	3,238,785	58,702	1,926,238	1,702,664	282,276
911 Regional Communications Grant - FY2024	N/A	N/A	3,038,328	-	45,353	-	45,353
Meadows Foundation	N/A	2020090105	150,000	(1,107)	-	-	(1,107)
Methodist Health Care FY 22	N/A	N/A	220,621	(173,073)	169,891	-	(3,182)
Methodist Health Care FY 23	N/A	N/A	220,000	-	98,228	65,354	32,874
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	123,702	107,015	20,474
University Health HEP-C Program	N/A	220242-LS	631,468	-	47,887	-	47,887
Paso del Norte Foundation	N/A	N/A	2,500	(12)	-	-	(12)
Valley Aids - Ryan White Part D 22-23	N/A	N/A	50,927	-	44,841	43,477	1,364
Valley Aids - Ryan White Part D 23-24	N/A	N/A	50,927	-	8,076	2,528	5,548
National Association of County and City Health Officials	N/A	2022-120907	75,000	-	42,337	42,337	-
Methodist Healthcare Ministries- Prosperemos Juntos	N/A	N/A	5,000	-	4,977	5,000	(23)
Petco Love	N/A	N/A	75,000	-	-	75,000	(75,000)
National Endowment for the Arts	N/A	1888054-62-22	20,000	-	20,000	20,000	-
AEP Weatherization	N/A	N/A	75,000	-	50,355	50,355	-
AEP Weatherization	N/A	N/A	55,000	-	-	-	-
Total - Other Assistance			15,768,028	249,571	3,701,050	3,153,892	796,729
Total Federal, State and Other Assistance			\$ 441,270,512	(94,104,324)	84,161,684	17,157,005	(27,099,645)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS				CITY OF LAREDO, TEXAS			
PERIOD ENDED SEPTEMBER 30, 2023							
GRANT NAME							
		Pass		Accrued			Accrued
		Through		(Deferred)			(Deferred)
		Grantor's		Revenue at			Revenue at
	ALN-		Program or		Revenue		
Federal Grantor / Pass Through Grantor / Program Title	Number	Number	Award Amount	September 30, 2022	Recognized	Receipts	September 30, 2023
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							
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.							

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Guadalupe García-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, 2023, 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 27, 2024.

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, Garza & Baum, PLLC

Laredo, Texas
March 27, 2024

City of Laredo, Texas
Federal Schedule of Findings and Questioned Costs
Year Ended September 30, 2023

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>
10.557	Women, Infants, and Children (WIC)
21.027	Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between Type A and Type B programs: \$2,155,014

Auditee qualified as low-risk auditee? X yes _____ no

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, 2023

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:

Number(s)	Name of State Program or Cluster
None	Texas Ambulance Supplemental Payment 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, 2023

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, 2023

Summary of Prior Audit Findings

State Award Findings and Questioned Costs

None.