CITY OF LAREDO, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For Fiscal Year Ended
September 30, 2020

CITY OF LAREDO, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

SEPTEMBER 30, 2020

PREPARED BY:

CITY OF LAREDO
FINANCIAL SERVICES DEPARTMENT
ACCOUNTING DIVISION

INTRODUCTION SECTION

CITY OF LAREDO, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For Fiscal Year Ended
September 30, 2020

TABLE OF CONTENTS

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

	Page
INTRODUCTION SECTION	
Letter of Transmittal …..…….....	I
Organizational Chart…….	XI
List of Elected and Appointed Officials……...	XII
FINANCIAL SECTION	
Independent Auditor's Report……...…….....	1
Management's Discussion and Analysis……..	4
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position ...……...….....	19
Statement of Activities……...….....	21
Fund Financial Statements:	
Balance Sheet – Governmental Funds ……..…….	22
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds…….....	24
Reconciliation of the Statement of Revenues, Expenditures and Changes In Fund Balances of Governmental Funds to the Statements of Activities	25
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund ……..	26
Statement of Net Position – Proprietary Funds…….	30
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds……	34
Statement of Cash Flows – Proprietary Funds …….....	38
Statement of Fiduciary Net Position – Fiduciary Funds……	42
Statement of Changes in Fiduciary Net Position – Fiduciary Funds…….	43
Notes to the Basic Financial Statements ..……...	44
Required Supplementary Information …….	115
Debt Service	
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Debt Service Funds …….....	125
Combining and Individual Fund Statements:	
Combining Balance Sheet – Nonmajor Governmental Funds. …….	132
Changes in Fund Balances – Nonmajor Governmental Funds ……	140

Combining and Individual Fund Statements (Cont.)

Schedules of Revenues, Expenditures, and Changes in Fund Balances-Budget & Actual

CDBG Special Revenue Fund…. 148
Housing Rehabilitation 149
Home Investment Fund ... 150
Emergency Shelter Fund 151
Home Investment Affordable Housing 152
Auto Theft Task Force 153
Financial Task Force 154
Special Police Program 155
911 Emergency Communications Fund 156
Health Fund 157
International Airport 159
Hotel Motel Occupancy Tax 161
Public Access Channel 162
Laredo Convention and Visitors Bureau 163
Recreation Fund 164
Parking Meters 165
Environmental Services 166
Keep Laredo Beautiful, Inc. Fund 168
Noise Abatement Lease Program 169
Sport and Community Venue 170
Sames Auto Arena 171
Laredo Public Facility Corporation 172
Max Mandel Golf Course 173
Parkland Acquisition/Park Improvements 174
Special Fire Grants ... 175
Downtown Tirz No. 1 ... 176
Covid 19 Economic Assistance 177
Police Trust Fund ... 178
Parks Capital Grants 179
Capital Grants 180
Contractual Obligations 181
Certificate of Obligation 2009 Issue 182
Certificate of Obligation 2012 Issue 183
Certificate of Obligation 2014 Issue 184
Certificate of Obligation 2015 Issue 185
Certificate of Obligation 2016 Issue 186
Certificate of Obligation 2017 Issue 187
Certificate of Obligation 2018 Issue 188
Certificate of Obligation 2019 Issue 189
Airport Construction Fund ... 190
Capital Improvements 191
Canseco Endowment Fund 193

Internal Service Funds

Combining Statement of Net Position 196
Combining Statement of Revenues, Expenses and
Changes in Fund Net Position 197
Combining Statement of Cash Flows 198
Risk Management..... 200
Health and Benefits..... 202
Fleet Management..... 204
Information Technology 206

Capital Assets

Comparative Schedules by Source. 209
Schedule of Changes by Function and Activity..... 210
Schedule by Function and Activity..... 213

Enterprise Funds

Combining Statement of Net Position 218
Combining Statement of Revenues, Expenses, and Changes in Net Position..... 220
Combining Statement of Cash Flows..... 221
Municipal Transit System..... 223
Bridge System..... 228
Municipal Housing Corporation..... 232
Waterworks System..... 236
Sewer System..... 240
Solid Waste Management..... 244

Fiduciary Funds

Statement of Net Position-Agency Funds 250
Combining Statement of Changes
in Assets and Liabilities-Agency Funds 251
Combining Statement in Fiduciary Net Position-
Pension Trust Funds 253

STATISTICAL SECTION

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

Financial Trends

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

1	Net Position by Component	256
2	Changes in Net Position.....	258
3	Changes in Fund Balance, Governmental Funds	260
4	Fund Balance, Governmental Funds	261
5	General Governmental Tax Revenues by Source	262

Revenue Capacity

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

6	Property Tax Levies and Collections	263
7	Assessed and Estimated Actual Value of Taxable Property.....	264
8	Property Tax Rates – Direct and Overlapping Governments.....	265
9	Special Assessments Billing and Collections.....	266
10	Principal Taxpayers	267

Debt Capacity

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

11	Computation of Legal Debt Margin and Authorized and Unissued Bonds.....	268
12	Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt per Capita.....	269
13	Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Government Expenditures	270
14	Computation of Direct and Overlapping Debt	271
15	Schedule of Revenue Bond Coverage – Bridge, Water, Sewer System, and Sports Venue	272
16	Ratios of Outstanding Debt by Type	274

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.

STATISTICAL SECTION (Cont.)

17 Demographics Statistics ……..…..…….……..... 275
18 Property Value, Construction and Bank Deposits ……..... 279
19 Principal Employers …….…….……..... 280
20 Principal Water Consumers ……...……..... 281

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

21 Miscellaneous Statistics ……...…..…….……..... 282
22 Insurance in Force …….……..... 294
23 Full-Time Equivalent City Government Employees by Function ……..... 295
24 Operating Indicators by Function ……..……..... 296
25 Capital Assets Statistics by Function…… 298

Continuing Disclosure Information ……..... 301

SINGLE AUDIT. ……. 345

This page intentionally left blank

March 15, 2021

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

We are pleased to submit the Comprehensive Annual Financial Report of the City of Laredo, Texas for the fiscal year ending September 30, 2020. 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, 2020, 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, 2020 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 is under the City Manager but 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 establish 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 bank 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, Mexico and one with Colombia, 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 262,491 in 2019, 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 statue 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
- Laredo Public Facilities Corporation - La Terraza, LLC
- Sames Auto Arena
- Max Mandel Municipal Golf Course
- Tax Increment Reinvestment Zone Number One

All these entities are explained in more detail on note #1 of the Notes to the Basic Financial Statements portion of the Comprehensive Annual 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 though 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 review 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 #4 port in the nation just behind Port of Los Angeles California, Chicago O'Hare International Airport and New York JFK International Airport. We have four (4) international bridges; two of which are commercial crossings and have over 2.23 million trucks crossing annually. The Laredo Customs District trades over $286.98 billion in imports and exports annually. Laredo remains the third largest U.S. Customs District in the country and the number one inland port. Only Los Angeles and New York, (both water ports) are above the Laredo Customs District.

We continue to host producers of goods from Mexico, Central and South America in order to bring additional commerce to our City and establish a stronger economic growth. Port Laredo is the nation's primary gateway for U.S. exports to and imports from México. During the workweek, more than 8,576 trucks cross daily into Laredo.

On rail, more than 917 rail cars pass though Laredo daily, making it one of the top railroad interchanges in the U.S. and the busiest on the Southern Border. Mexico, China, France, Japan and Malaysia are Laredo's top importers / exporters.

Top imports totaled $136.50 billion that crossed through Laredo were:

- Motor vehicle parts
- Passenger vehicles
- Tractors
- Commercial vehicles
- Computers
- Cell phones and related equipment
- Motor vehicle engines
- Insulated wire and cable
- Air conditioner machines and parts.
- Seats, excluding barber and dental

Top exports totaled $95.09 billion that crossed through Laredo were:

- Motor vehicle parts
- Diesel engines
- Gasoline, other fuels
- Engine parts
- Catalytic converters, air filters, oil filters
- Cell phones and related equipment
- Taps and valves for pipes and tanks
- Plastics
- Rubber tires
- Electrical supplies and apparatus

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

In addition to the FIS facility, the Laredo International Airport handled approximately 328.05 million pounds of cargo in landed weight.

Financial Policies

The City Charter of the City of Laredo requires the submission of an annual operating balance budget and a capital program. The operating budget requires an annual review and analysis of all revenues and expenditures. It outlines the proposed financial goals and objectives for the ensuing fiscal year. Policies requires that the General Fund must maintained a 15% of total appropriated operating expenses as fund balance. Texas statues requires that City's total tax supported debt shall not exceed 10% of the total assessed valuations and the City complies with this requirement. As of September 30 2020, to City's tax supported debt was $164.12 million. The City is complying with the requirement of the Public Funds Investment Act. The City's investment portfolio as of September 30, 2020 was $545.88 million. The main objectives of the City's investment policy are the preservation and safety of principal, liquidity and yield. The capital program is a five-year program that lists all capital improvements, which are propose to be undertaken during the next five fiscal years. It serves as a guide for future planning. The program is revised and updated, on a yearly basis, to reflect the needs and priorities of the City. Cost estimates, methods of financing and recommended time schedules are included as part of the five-year plan. Below is a summary of the Capital Improvement Program.

Capital Improvement Program 2021-2025						
	2021	2022	2023	2024	2025	Total
General Government	$ 13,677	$ 4,000	$ 4,000	$ -	$ -	$ 21,677
Health & Welfare	4,848	2,080	1,050	1,050	1,050	10,078
Public Safety	37,491	11,218	1,106	1,185	827	51,827
Public Works	61,075	37,048	536,831	16,287	-	651,241
Utilities	61,649	36,746	41,870	47,352	14,625	202,242
Cultural & Recreational	59,763	4,355	500	500	-	65,118
Transportation	130,989	59,190	11,815	8,425	3,332	213,751
	$369,492	$154,637	$ 597,172	$ 74,799	$ 19,834	$ 1,215,934

MAJOR INITIATIVES

For the Year 2019-2020

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

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

- Completion of improvements to streets, including curb and gutter and other improvements at a cost of $5.66 million during this fiscal year.

- Drainage improvements projects completed during the current year totaled $1.87 million

- Infrastructure projects at a cost of $18.64 million were completed during fiscal year 2020. Among the completed projects includes downtown parking lots, sidewalks, airport runway, taxiways and apron improvements. Other projects included are parks improvements, traffic signal improvements and street lighting improvements in the downtown area.

- Building improvement for $33.35 million were completed during the year. The projects include a housing project for the elderly in the downtown area at a cost of $1.34 million, a wastewater treatment plant in south Laredo at a cost of $22.76 million and other plant expansions $3.9 million.

- Improvements to the utilities system water and sewer lines and plant improvements at a cost of $18.41 million.

- Acquisition of machinery and equipment including vehicles and equipment for all City departments total $19.92 million.

- Land at a cost of $3.05 million was acquired during the fiscal year for City's noise abetment project as well as for other proprietary funds.

Future Major Initiatives

Projects that have been initiated or will be undertaken during the next fiscal year include:

- The Utilities Department has various water and sewer capital improvement projects planned for FY 2021 and consists of the following:

    - Projects funded with the sale of revenue bonds of $50 million include $30 million in water system improvements and $20 million for the Sewer System improvements.

    - Sewer System projects include Zacate Creek Gravity Sewer Line $ 7.5 million; $8.6 million in sewer plant improvement, interceptors, collectors, sewer line rehabilitation and lift stations.

- Projects for the Waterworks System include $10.3 million for replacement of obsolete equipment with energy efficient equipment as part of an Energy Savings Project. Water tank improvements of $8.5 million; water plant expansion of $1 million; Water lines and booster station improvement of $10.2 million.

- The Manadas Creek Sewer Plant at an estimated cost of $52,000,000 funded by Texas Water Development Board.

- Water rights acquisition of $1.1 million that will supplement our inventory of water rights.

- Other City Wide Projects include:

  - Major road extensions at an estimated cost of $10 million including Springfield Road extension, Los Presidentes / Misiones read extension, Loop 20 connectors.

  - Building improvements of $2.15 million for various projected including a downtown police substation, Police Department Annex and other building in the downtown area.

  - The construction / improvements of parks, streets, sidewalks, drainage, traffic signals, street signalization and street lighting at an estimated cost of $4.35 million.

  - Acquisition of a new landfill at an estimated cost of $ 24 million.

  - In order improve operational efficiencies of the World Trade Bridge, the City along with Texas Department of Transportation (TXDOT) and donation of land from the federal government are relocating the Free and Secure Trade lanes. This will provide direct access from the bridge spam to the inspection facilities and onto the various trucking routes. The project is estimated at $10.3 million funded by Coordinated Border Infrastructure Grant of $8 million by TXDOT and $2.3 from the City of Laredo Bridge Fund.

- The City of Laredo continues to work and coordinate projects with the Laredo Metropolitan Planning Organization to alleviate transportation issues for the benefit of the citizens of Laredo. Projects include the following:

  - An interchange at IH35 and U.S.59/I-69 West. The first phase of this project has been completed. Other phases of the project are expected to be let out next year. An INFRA Grant formerly Fastlane Grant application was resubmitted on behalf of the City, TXDOT, Webb County and the Regional Mobility Authority requesting $78 million in federal funds, $30

million from TXDOT and $22 million from local agencies including the City of Laredo.

- The construction of a $46 million road called Hachar-Reuthinger Road, which will connect FM 1472 and IH35 for the critical movement of trucks in West Laredo. Phase I is at a cost of $24.14 million and Phase II at an estimated cost of $22 million. TXDOT, Webb County and the City of Laredo will be providing funding for this project.

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-one years. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized comprehensive annual 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 government also received the GFOA's Distinguished Budget Presentation Award for its twenty-six 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,

Robert A. Eads
City Manager

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Laredo
Texas

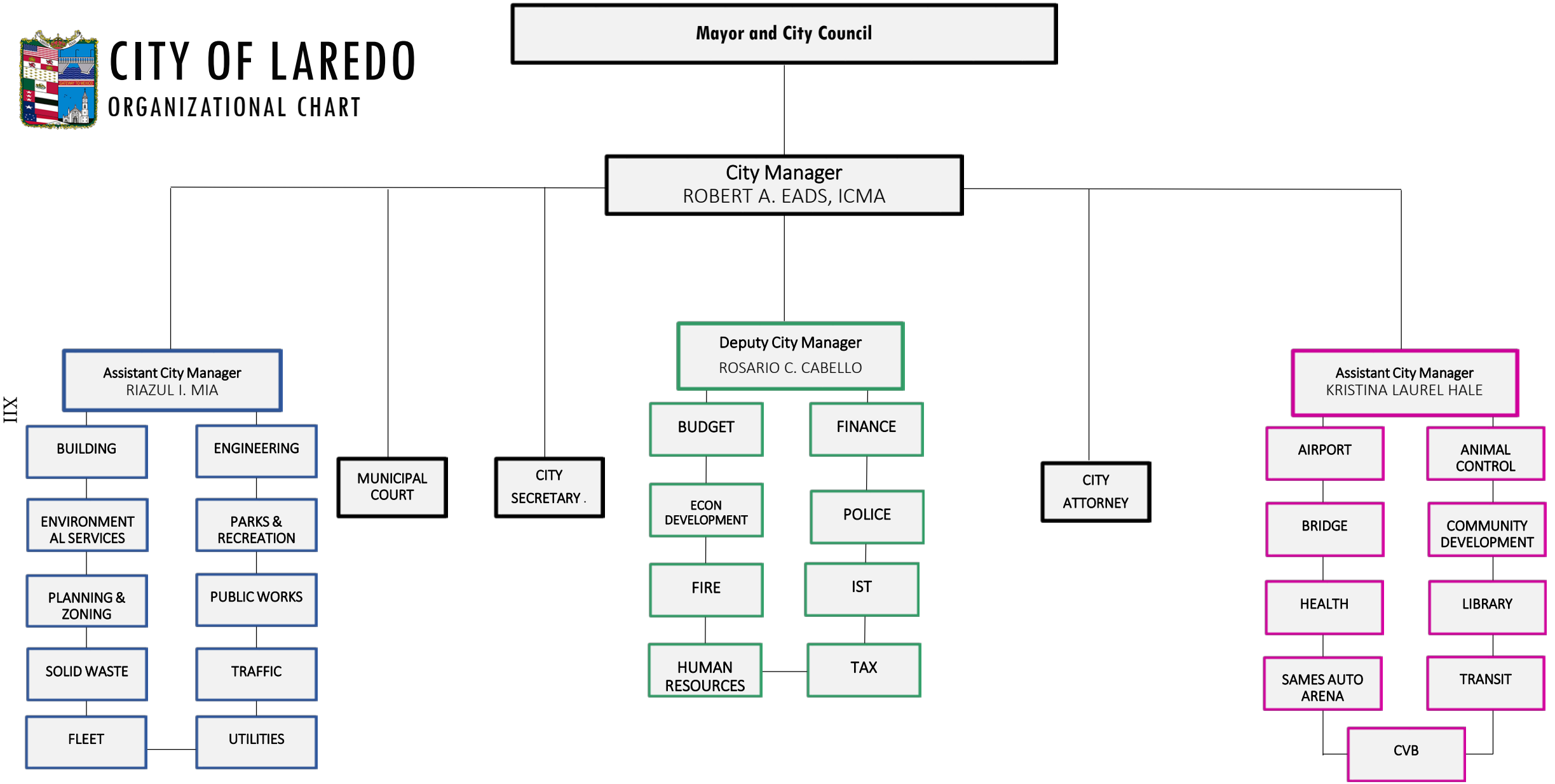
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

September 30, 2019

Christopher P. Morrill

Executive Director/CEO

CITY OF LAREDO
ORGANIZATIONAL CHART



CITY OF LAREDO, TEXAS
ADMINISTRATIVE OFFICIALS

CITY COUNCIL

Pedro I. Saenz, Jr., Mayor

COUNCIL MEMBER	DISTRICT	COUNCIL MEMBER	DISTRICT
Rodolfo Gonzalez, Jr. Mayor Pro Tempore	I	Ruben Gutierrez	V
Vidal Rodriguez	II	Dr. Marte A. Martinez	VI
Mercurio Martinez, III	III	Vanessa Perez	VII
Alberto Torres, Jr.	IV	Alyssa Cigarroa	VIII

CITY STAFF

Robert A. Eads, City Manager

Rosario C. Cabello, Deputy City Manager

Kristina Laurel Hale, Assistant City Manager

Riazul I. Mia, Assistant City Manager

Jose F. Castillo, Acting Finance Director

Rene C. Benavides, City Attorney

FINANCIAL SECTION

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

CG&B
Canales, Garza & Baum, PLLC
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

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

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, 2020, 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.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

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, 2020, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information, 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.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the City of Laredo, Texas' basic financial statements. The introductory section, the combining and individual nonmajor fund financial statements and schedules, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedules of expenditures of federal and state awards are presented for purposes of additional analysis 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 *State of Texas Single Audit Circular*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules and the schedule of expenditures of federal and state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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 provisions insofar as they relate to accounting matters.

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

The communication related to compliance with the aforementioned provision described in the Other Matters paragraph 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 Other Matters paragraph.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 15, 2021, 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 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 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, Garza & Baum, PLLC

Laredo, Texas
March 15, 2021

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 financial report presents our discussion and analysis of the City's financial performance during the fiscal year that ended September 30, 2020. 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 $700.32 million (net position) which represent a decrease of $23.13 million from the previous year. The decrease in the net position is mainly the result of the recognition of an increase of $51.11 million in Net Pension Obligation – OPEB and a decrease of $32.05 million in Net Pension Liability. The unrestricted net position would under normal circumstances, be used to meet the government's ongoing obligations to citizens and creditors.
- The City's governmental activities reported a combined ending net positon of $297.78 million. This represents a decrease of $43.03 million. The business type activities reported a combined ending net position of $402.54 million, representing an increase of $19.90 million. These are the results of the operating of the City for the fiscal year.
- The City's governmental funds reported a combined ending fund balances of $218.28 million, an increase of $16.79 million compared to the fiscal year 2019 ending fund balance. The total fund balances consist of $121.03 million restricted, $43.31 million is committed, $54.02 million is assigned, $125,288 is non-spendable and $201,975 is an unassigned deficit.
- At the end of the current fiscal year, total fund balance for the General Fund of $42.62 million represented 21.50% of General Fund expenditures net of capital outlay.
- During the fiscal year, the City issued $172.87 million in long-term debt. Principal payments paid d during the fiscal year were $66.62 million for a net increase in long-term liabilities of $106.25 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

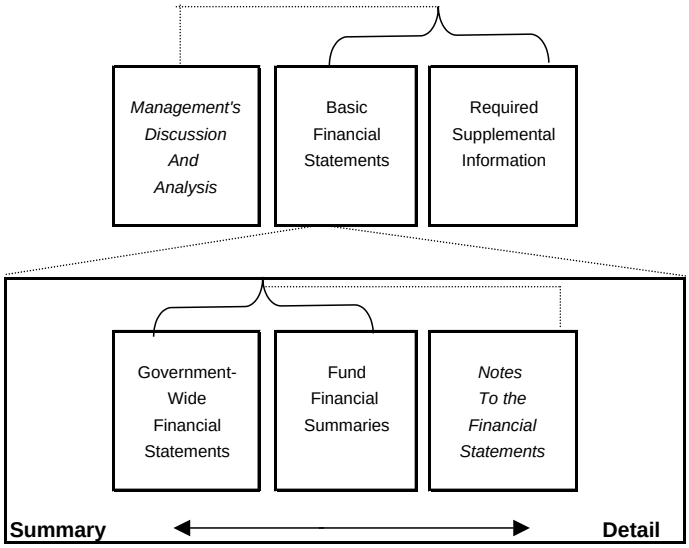
	Government – Wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	• Statement of net position • Statement of activities	• Balance sheet • Statement of Revenues and Expenditures, and changes in fund balances	• Statement of net position • Statement of Revenues expenses, and changes 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 are more detailed. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. Figure A-2 shows how the required parts of this annual report are arranged and related to one another. In addition, these required elements, we have included a section with combining statements that provide details about our non-major Governmental Funds and Internal Service Funds, each of which are added together and presented in single columns in the basic financial statements.

Figure A-2

Required Components of the City of Laredo's Basic Financial Report



Government-wide Statements

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

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

- Increases or decreases in the City's net position are indicators of whether its financial health is improving or deteriorating, respectively.

- To assess the overall health of the City consideration to non-financial factors such as changes in the City's property tax base and the condition of the City's roads.

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

- Government activities- Most of the City's basic services are included here, such as the police, fire, parks, public works, health, library departments, and general administration. Sales taxes and property taxes, charges for services, and the state and federal grants finance most of these activities.

- Business-type activities – The City charges fees to customers to help it cover its cost of certain services it provides. The City's Utilities System operations and Bridge toll revenues are included here.

- Blended Component units – The City includes six other entities in its report. These entities are Laredo Municipal Transit System, Laredo Convention and Visitors' Bureau, Laredo Firefighters' Retirement System, Laredo Public Facilities Corporation-La Terraza, LLC, Sames Auto Arena and the Max Mandel

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

Fund Financial Statements

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

- Some funds are required by State law and by bond covenants.

- The City Council has established other funds to account for particular purposes or projects and or to show that it is properly using certain revenue sources.

The City has three kinds of funds:

- *Governmental funds* – Most of the City's basic services are included in Governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the Governmental Fund Statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be use in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the Government-wide Statements, we provide additional information at the bottom of the Governmental Funds Statements, or on the subsequent page, that explains the relationship (or differences) between them.

- *Proprietary funds* – Services for which the City charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the Government-wide Statements, provide both long-term and short-term financial information. These funds are generally used to account for services for which the City charges customers either outside customers or internal cost centers of the City.

    - Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Municipal Transit System, Bridge System, Municipal Housing, Waterworks, Sewer, and Solid Waste Funds.

    - Internal service funds are an accounting devise used to accumulate and allocate costs internally among the City's various functions. The City uses its internal service funds to account for its Risk Management, Health & Benefits, Fleet and Information Technology Funds.

- *Fiduciary funds* – The City is the trustee, or fiduciary, for its employee's pension plans. It is also responsible for other assets that – because of a trust arrangement can be used only for the trust beneficiaries. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the City's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the City's Government-wide financial statements because the City cannot use these assets to finance operations.

Notes to the Financial Statements **-** The Notes provide additional information that is essential to a full understanding of the data provided in the Government-wide and Fund Financial Statements. The notes to the financial statements follow the basic financial statements.

***Required Supplemental Information* –** In addition to the basic financial statements and accompanying notes, the Comprehensive Annual 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 $700.32 million as of September 30, 2020. The net position of the City is further breakdown between the governmental net position of $297.78 million and the business-type net position is $402.54 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, 2020 and 2019

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current and other assets	$ 288,008,545	$ 269,433,328	$ 187,238,239	$ 167,820,397	$ 475,246,784	$ 437,253,725
Capital assets	722,286,765	720,290,352	827,115,541	727,533,308	1,549,402,306	1,447,823,660
Total Assets	1,010,295,310	989,723,680	1,014,353,780	895,353,705	2,024,649,090	1,885,077,385
Deferred Outflows of Resouces	125,044,881	121,875,043	20,466,256	25,923,020	145,511,137	147,798,063
Total assets and deferred outflows of resources	1,135,340,191	1,111,598,723	1,034,820,036	921,276,725	2,170,160,227	2,032,875,448
Current liabilities	54,212,957	51,060,531	45,162,593	42,827,190	99,375,550	93,887,721
Non-current liabilities	728,626,084	690,465,196	581,403,317	495,568,427	1,310,029,401	1,186,033,623
Total Liabilities	782,839,041	741,525,727	626,565,910	538,395,617	1,409,404,951	1,279,921,344
Deferred inflows of resources	54,716,176	29,260,569	5,716,072	238,881	60,432,248	29,499,450
Total liabilities and deferred inflows of resources	837,555,217	770,786,296	632,281,982	538,634,498	1,469,837,199	1,309,420,794
Net Position:						
Net investments in capital assets	540,492,170	539,561,284	284,339,056	285,312,722	824,831,226	824,874,006
Restricted	55,603,164	51,542,494	61,771,418	57,543,482	117,374,582	109,085,976
Unrestricted	(298,310,360)	(250,291,351)	56,427,580	39,786,023	(241,882,780)	(210,505,328)
Total net position	$ 297,784,974	$ 340,812,427	$ 402,538,054	$ 382,642,227	$ 700,323,028	$ 723,454,654

A portion of the City's net position or $117.37 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 $8.29 million or 16.76% over the prior year.

Generally, the net position generated by governmental actives are either externally restricted or invested in capital assets. Unrestricted governmental activities net position decreased by $48.02 million to a negative balance of $298.31 million for the year. The negative balance is due to the recognition of additional liability of $51.11 million for the net pension obligation for OPEB.

Unrestricted net position in the business-type activities reflect an increase of $16.64 million to a positive balance of $56.43 million as of September 30, 2020.

The table below provides a summary of the City's operations for the year ended September 30, 2020. Governmental activities decreased the City's net position by $43.03 million, while Business-Type activities increased by $19.90 million. The City's Net Position decreased by $23.13 million. Total revenues realized by the City total $526.39 million for the year. (See Table A-2). The largest revenue category was charges for services totaling $274.16 million, which are comprised for the most part of administrative fees from all departments, bridge tolls and utility charges.

Total operating cost of all programs increased by $72.82 million from the prior year to $549.52 million. The most significant governmental expense for the City was in providing public safety, public works repairs and improvements and cultural and recreational activities. These expenses were offset by revenues collected by a variety of sources such as property taxes, fines, and forfeitures. The most significant portion of the public safety expenditures is personnel expenditures. The cost of personnel for the Police Department is $82.58 million and Fire Department at a cost of $60.03 million. Police and Fire personnel cost includes salaries, wages, overtime and benefits.

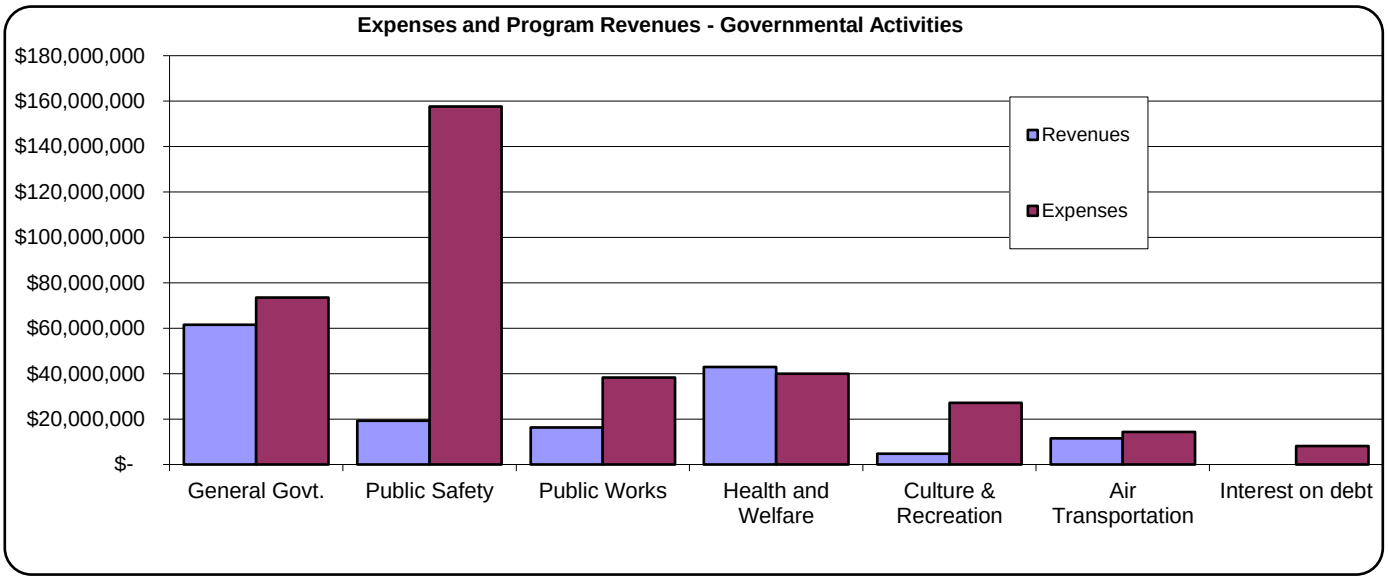
Table A-2

City of Laredo's Changes in Net Position
September 30, 2019 and 2018

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues:						
Program revenues:						
Charges for services	$ 86,434,319	$ 102,347,283	$ 187,724,211	$ 189,237,660	$ 274,158,530	$ 291,584,943
Operating grants and contributions	48,315,827	26,580,666	11,814,442	4,662,582	60,130,269	31,243,248
Capital grants and contributions	21,442,849	24,528,293	9,246,680	6,986,253	30,689,529	31,514,546
General revenues:						
Sales tax	33,876,247	44,029,435	8,200,121	8,325,191	42,076,368	52,354,626
Property taxes	102,772,794	90,664,882	-	-	102,772,794	90,664,882
Other taxes	11,465,772	12,989,647	-	-	11,465,772	12,989,647
Other	3,112,907	3,718,063	1,978,847	5,369,642	5,091,754	9,087,705
Total revenue	$ 307,420,715	$ 304,858,269	$ 218,964,301	$ 214,581,328	$ 526,385,016	$ 519,439,597

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Expenses:						
General Government	$ 73,496,272	$ 25,667,856	$ -	$ -	$ 73,496,272	$ 25,667,856
Public Safety	157,618,090	151,438,541	-	-	157,618,090	151,438,541
Public Works	38,283,612	36,761,439	-	-	38,283,612	36,761,439
Health & Welfare	39,997,943	30,536,437	-	-	39,997,943	30,536,437
Culture & Recreation	27,198,270	31,467,862	-	-	27,198,270	31,467,862
Air Transportation	14,303,446	13,047,872	-	-	14,303,446	13,047,872
Interest & Other long - term debt	8,185,072	8,172,026	-	-	8,185,072	8,172,026
Transit System	-	-	18,974,940	18,725,118	18,974,940	18,725,118
Bridge System	-	-	51,761,177	55,390,372	51,761,177	55,390,372
Solid Waste	-	-	25,155,954	22,619,900	25,155,954	22,619,900
Water System	-	-	55,225,607	48,166,777	55,225,607	48,166,777
Sewer System	-	-	37,664,072	33,202,551	37,664,072	33,202,551
Municipal Housing	-	-	1,652,187	1,500,028	1,652,187	1,500,028
Other Business -Types	-	-	-	-	-	-
Total expenses	359,082,705	297,092,033	190,433,937	179,604,746	549,516,642	476,696,779
Inc (dec) in net position before transfers	(51,661,990)	7,766,236	28,530,364	34,976,582	(23,131,626)	42,742,818
Transfers	8,634,537	10,273,260	(8,634,537)	(10,273,260)	-	-
Change in Net Position	(43,027,453)	18,039,496	19,895,827	24,703,322	(23,131,626)	42,742,818
Net position, beginning	340,812,427	322,772,931	382,642,227	357,938,905	723,454,654	680,711,836
Prior Period Adj.	-	-	-	-	-	-
Net position, ending	$ 297,784,974	$340,812,427	$402,538,054	$ 382,642,227	$ 700,323,028	$ 723,454,654

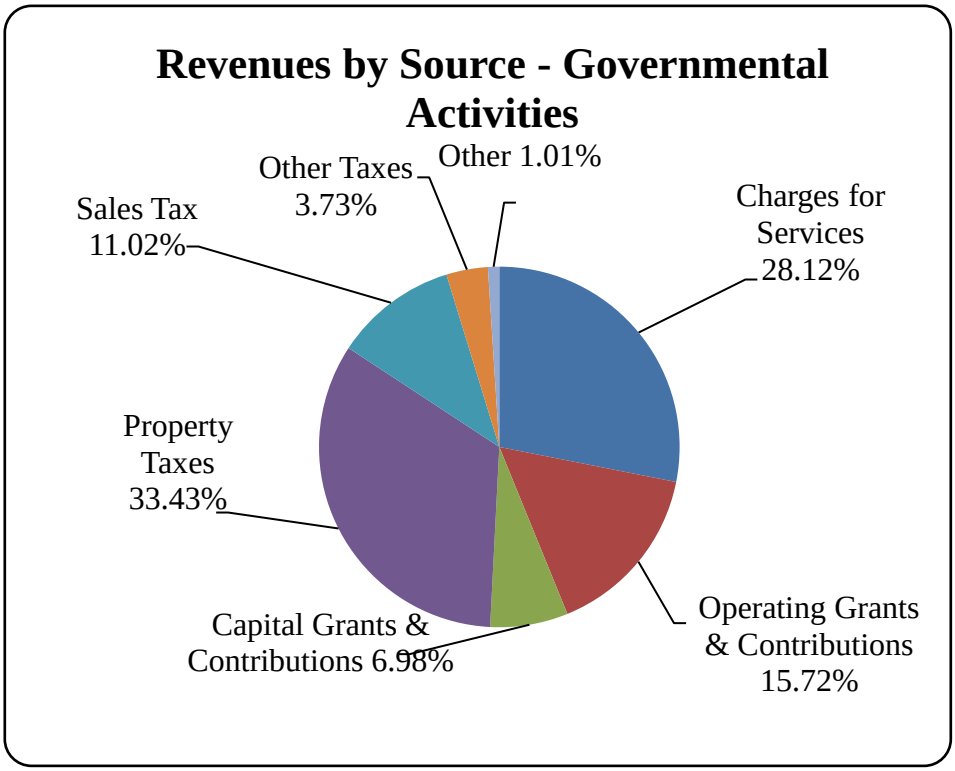
Graph 1



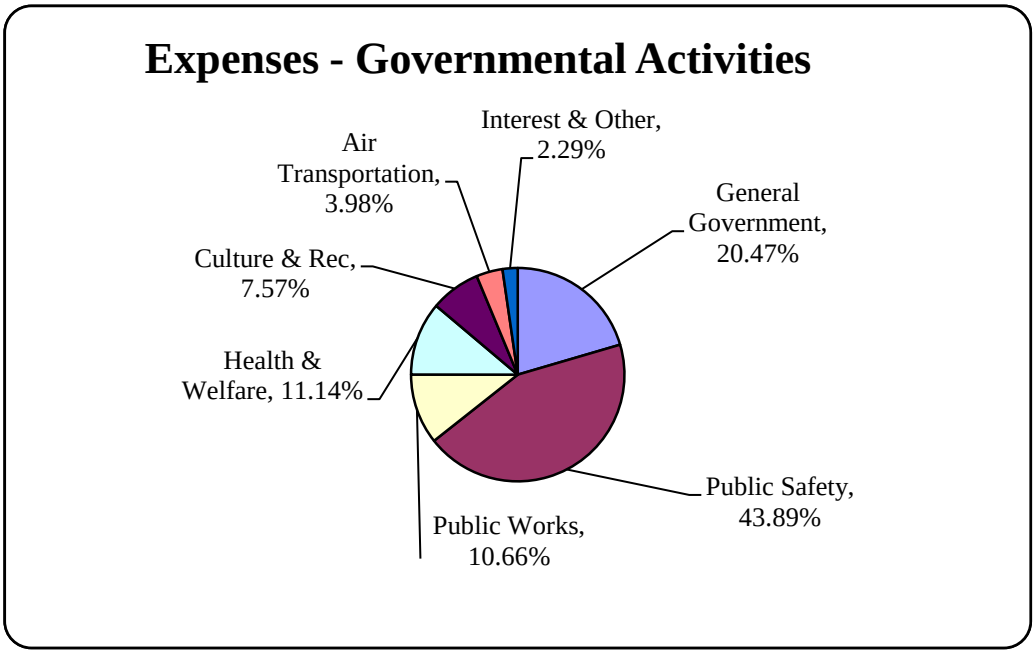
Graph 1 represents the cost of each of the City's seven largest programs as well as each of the programs revenue. The net cost is the financial burden that was placed on the City's taxpayers by each of these functions.

- The cost of all Governmental activities this year was $359.08 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 $307.42 million.
- General Government expenses (support services) comprised approximately 20.7% of the total expenses in Fiscal Year 2020; this represents an increase of 186.34% or $47.83 million from prior year.
- Expenses for Public Safety represent 43.89% of total expenditures with an increase of 4.08% or $6.18 million as compared to the prior year.
- Public Works expenses represent 10.66% of total expenditures and an increase of $1.52 million or an increase of 4.14% as compared to the prior year.
- Health and Welfare expenses represent 11.14% of total expenditures with an increase of $9.46 million or 30.98% as compared to the prior year.
- Cultural & Recreational expenses represent 7.57% of the total expenditures with a decrease of $4.27 million or a decrease of 13.57% as compared to prior year.
- Air Transportation and Other expenditures represent 3.98% of total expenditures with an increase of $1.26 million or 9.62% from prior year.
- Business-Type Activities transferred to Governmental Activities a total of $8.63 million; a decrease of $1.64 million from prior year.
- Overall, there was a decrease in the net position of $23.13 million. There was a decrease of $43.03 million in the governmental activities and an increase of $19.90 million in the business type activities.
- Governmental Activity revenues were generated by charges for services 28.12%, property taxes 33.43%, sales tax and other taxes 15.76% and Capital and Operating Grants generated 22.70% (see Graph 2).

Graph 2



Graph 3



Business-type Activities

Revenues of the City's business-type activities were $218.96 million for the fiscal year ending September 30, 2020, an increase of $4.38 million from prior year. Charges for Services decreased by $1.51 million; Operating Grants and Contributions increased by $7.15 million; Capital Grants and Contributions increased by $2.26 million; while all other revenues decreased by $3.52 million. Expenses for the City's business-type activities were $190.43 million for the year, representing an increase of $10.83 million from the prior fiscal year. (Refer to Table A-2). The areas where these increases and decreases occurred are as follows:

- Waterworks System expenses increased by $7.06 million. Operating expenses increased by $3.76 million and non-operating expenses increased $3.37 million.
- Sewer System expenses increased by $4.46 million. Operating expenses increased by $3.11 million and non-operating expenses increased by $1.40 million.
- Bridge System expenses decreased by $3.63 million; operating expenses decreased by $2.93 million and non-operating expenses decreased by $655 thousand.
- Other business-type activities increased by $2.94 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 $218.28 million. The fund balance is categorized as follows: $125 thousand for non-spendable funds which are used for inventory items and an endowment fund; $121.03 million which are restricted for debt and grants; $43.31 million are committed for specific purposes as it relates to reserves, public safety, etc.; $54.02 million are assigned for a specific use for Governmental Funds other than General Fund and $202 thousand 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 $42.62 million of which $36.9 million is committed, and $4.95 million is unassigned, $789 thousand is restricted and $21 thousand is non-spendable. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenses. The ratio of total fund balance to operating expenses (total expenses less capital outlay) is 21.50%. The unassigned fund balance in General Fund represents 11.63% of the total fund balance category.

During the current fiscal year, the City's General Fund balance decreased by $5.36 million as compared to prior year. As a result of the pandemic the City's revenues were not realized. Expenses were cutback or reduced to only essential and necessary to continue to operate and provide citizens with the same level of services. Some of the key factors are as follows:

- As compared to prior year, property tax revenues increased by $2.90 million. Assessed valuations increased by $801.43 million from prior year. The City's tax rate for 2020 was maintained at $0.634 per $100-dollar valuation.
- Other tax revenues reflect a decrease of $1.01 million. Sales tax decreased $769 thousand as compared to prior years.
- Charges for Services decreased by $3.59 million as compared to prior year due to administrative fee charges to various funds but mainly the Bridge System which decreased by $4.37 million.
- General Fund expenses increased by $5.99 million from prior year. While most of the departments remained stable, growth (increases) occurred in categories such as Public Safety by $3.4 million; General Government by $1.6 million; Health and Welfare by $7.96 million; and Cultural and Recreational decreased by $1.15 million due to the temporary closing of various recreation center. Capital Outlay decreased by $6.01 million. The major increase for public safety was in personnel expenses by $3.68. This was due to contractual obligations with public safety personnel such as Fire and Police. COVID 19 related expenditures increase Health and Welfare category by $7.16 million. These expenditures were funded by CARES Act funding.

The Debt Service Fund has a total fund balance of $6.96 million, all of which is reserved for the payment of debt. The fund balance increased by $696 thousand.

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 $402.54 million. The total net position increased by $19.90 million as compared to prior year. The largest area of change was in the Waterworks System, with an increase of $3.36 million, the Bridge System with an increase of $6.50 million, the Sewer System increased by $4.91 million and other enterprise funds increased by $5.13 million.

General Fund Budgetary Highlights

Overall, the City has exceeded the fund balance ratio required to be maintain. The City Charter requires a ratio of 15% of operating expenditures net of capital outlay. The ratio decreased to 21.5% from 25.16% for the prior

year. This was due to the decrease in fund balance of $5.36 million. Revenues for General Fund decreased by $1.21 million while expenditures increased by $5.99 million. General Fund revenues increase in the areas of Property Taxes by $2.9 million and $9.42 million in Intergovernmental Revenues while Charges for Services decreased by $3.58 million and $7.5 million in Contributions and Donations. All other revenues decreased by $2.41 million

Original Budget vs. Final Amended Budget:
Revenues and Other Financing Sources:

- The General Fund revenue and other financing sources increase by $19.64 million for additional revenues appropriated during the year for CARES Act $14.79 million funding and transfers in $4.85 million.

Expenditures and Other Financing Uses:

- General Fund expenditures and other financing uses budget was amended by a net increase of $19.64 million The operating budget for COVID 19 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 unfavorable variance of $8.38 million as compared to the amended budget. This variance had various attributes:
    - Revenues exceeded projections in the following areas: Property taxes by $1.02 million; and Contributions and Donations by $5.06 million. Revenues that experience a shortfall of estimated revenues include: Sales and Use Tax decreased $1.15 million; Charges for Services by $5.48 million; Fines $1.04 million: Interest, and other revenues by $125 thousand; and Intergovernmental Revenues of $5.66 million.
    - Transfers in or other financing sources of $11.06 million did not materialize during the year.

Expenditures and Other Financing Uses:

- Expenditures and Other Financing Uses reflect a positive variance of $12.65 million when comparing the amended budget to the actual expenditures. A large portion of this favorable variance was due to COVID 19 $6.08 million and other expenditure of $7.24 million.
    - General Government realized savings of $3.13 million from various areas including City Manager, City Attorney's Office, Finance, Planning Zoning and Engineering Department.
    - Public Safety exceeded the budget by 835 thousand. The Fire Department exceeded budget by $903 thousand; Police Department by $391 thousand. The Traffic Department realized savings of $459 thousand.
    - Cultural and Recreation realized savings of $2.25 million from various divisions from the Parks and Recreation divisions and the Public Library.
    - All other departments of General Fund played a proactive role in limiting and restricting expenses and ensuring that the City's fund balance remained strong and healthy.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City of Laredo's investment in capital assets for its Governmental and Business-Type activities as of September 30, 2020 was $1.39 billion (net of accumulated depreciation). The City's net investment in capital assets increased by $72.04 million for the current fiscal year. Additions, to capital assets such as land, infrastructure, buildings, equipment and construction in progress for the year totaled $48.17 million for governmental activities and $23.87 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	
	2020	2019	2020	2019	2020	2019
Land	$ 105,767,590	$ 103,013,432	$ 41,707,581	$ 41,403,338	$ 147,475,171	$ 144,416,770
Buildings	228,649,617	224,988,490	365,390,575	335,702,995	594,040,192	560,691,485
Machinery & Equipment	167,015,058	149,987,324	107,422,654	104,527,755	274,437,712	254,515,079
Water Rights	-	-	52,457,919	51,800,919	52,457,919	51,800,919
Improve'ts other than Bldg	825,333,455	799,164,860	525,782,589	507,373,857	1,351,116,044	1,306,538,717
Construction in Progress	4,994,214	6,436,468	9,750,071	37,833,041	14,744,285	44,269,509
Total	$ 1,331,759,934	$ 1,283,590,574	$ 1,102,511,389	$ 1,078,641,905	$ 2,434,271,323	$ 2,362,232,479

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

Governmental

- Various land acquisitions totaling $2.75 million. Land acquisition of $2.31 million for a land acquisition in the downtown area as well as for airport improvements and noise abatement program.
- Assets for the Building category increased by $3.66 million for Fire Station Building Improvements and the Elderly Housing Project in downtown Laredo.
- Infrastructure Improvements increased by $26.17 million for various projects including Airport improvements of $12.30 million; Parks improvements $4.62 million; Street Improvements of $5.07 million; and drainage improvements of $1.87 million;
- Machinery, equipment, vehicles and heavy equipment acquired during the fiscal year amounted to $17.03 million for all departments within the City.
- Construction in Progress decreased by $1.44 million for various projects completed during the year.

Proprietary

- Improvements other than building increased by $18.41 million, which include Water ($11.98 million), Sewer ($6.43 million) in plant improvements, collections and distribution systems.
- Construction in progress decreased by $28.08 million. The majority of the decreases were in the Waterworks System ($2.27 million) and Sewer System ($25.81 million).
- Machinery, equipment, vehicle and heavy equipment acquired during the fiscal year totaled $2.89 million.
- Building improvements increased $29.69 million. The majority of the increases were in the Sewer System with $28.3 and the Waterworks System with $1.39 million of building improvements.

The Governmental activities consist of improvements to and / or construction of the City's streets, parks and recreational facilities, police substations, fire protection facility, and airport improvements. Contractual

Obligation, Certificate of Obligation bonds and grant awards are the primary financing mechanism for these capital improvements.

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

Long-term Debt

At year-end, the City had $1.36 billion in outstanding bonds and other long-term debt representing a net increase of $88.3 million over last year. Net Pension Liability and net other net pension obligations increased by $19.06 million. (See Table A-4). The Governmental Activities recorded a net increase of $41.11 million while the Business Type Activities recorded an increase of $88.3 million. Detailed information about the City's long-term liabilities is presented in Note 11 and 12 of the financial statements.

Bond Ratings

The City's most recent general obligation bond ratings are the following:

Standard & Poor's	AA
Moody's	Aa2
Fitch	AA

New debt issues for Governmental activities were $29.33 million in general obligation refunding bonds, certificates of obligation bonds and contractual obligations. Business Type activities issued $143.54 million in revenue bonds, refunding revenue bonds and certificates of obligation bonds during fiscal year 2020. Bonds issued were as follows: General obligation bonds $3.655 million, certificates of Obligation of $41.505 million and revenue bond of $127.71 million. The issuance of the certificates of obligations is to finance the acquisition of equipment and vehicles for various city departments and various infrastructure projects. The issuance of revenue bond is for the infrastructure improvement of the utilities system.

Table A-4
City of Laredo's Outstanding Debt

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
General obligation bonds	$ 95,769,191	$104,039,404	$ 85,277,331	$ 90,672,905	$ 181,046,522	$ 194,712,309
Certificates of obligation	116,186,761	94,286,968	39,325,495	28,380,377	155,512,256	122,667,345
Revenue bonds	18,817,719	21,688,625	426,553,209	337,231,009	445,370,928	358,919,634
Capital lease obligations	5,608,829	5,033,709	44,951	-	5,653,780	5,033,709
Compensated Absences	41,675,785	38,463,649	2,603,480	2,332,529	44,279,265	40,796,178
Notes payable	-	-	1,480,535	1,480,535	1,480,535	1,480,535
Landfill Post Closure	-	-	12,824,117	12,203,578	12,824,117	12,203,578
Net Penion Ob. - OPEB	265,995,373	214,884,360	-	-	265,995,373	214,884,360
Net Penion Liability	208,703,088	233,245,893	41,626,348	49,137,705	250,329,436	282,383,598
Total	$ 752,756,746	$711,642,608	$609,735,466	$521,438,638	$1,362,492,212	$1,233,081,246

Economic Factors and Next Year's Budgets and Rates

The fiscal year 2021 budget was adopted at the time when the pandemic was at one of the most critical points. The City adopted a budget with reduction in revenues and expenditures in various areas without affecting the services provided to the general public. With declining revenues and the uncertainty of on how and when the economy is going to improve, the City had to make difficult but necessary decisions to reduce expenditures. A number of vacant positions were phase out. Parks personnel were transferred to other positions specially to perform contact tracing related to COVID pandemic. All out of town travel was ceased for fiscal year 2021. Fund balance for General Fund was reduced by about $6 million dollars. The Parks and Recreation Center including pools and libraries are going to remain closed for the fiscal year generating estimated savings of $1.25 million for General Fund. The budget was also adopted without a cost of living increase for civilian employees. General Fund revenues and expenditures for FY 2021 are estimated to be $209.39 million. The City's unemployment rate increased from 3.4% to 9.3% as of September 30, 2020. This average in one percent above the State of Texas average of 8.3%. Budget for fiscal year 2021 reflects reduction in certain revenues such as building permit revenues, sales tax revenues, and bridge toll revenues are areas, which we use to measure the local economy.

The FY 2021 consolidated budget for revenue reflects an appropriation of $749.22 million. This represents an increase of $24.76 million or 3.42% over the FY 2020 Original Budget. The property tax rate for FY 2021 is 0.6340 per $100 valuation. Assessed valuations for FY 2021 are $15.31 billion, which represents an increase of 4.22% over prior year with an estimated levy of $97.7 million. Of the 0.6340 tax rate, 76.99% or 0.488 cents are utilized for General Fund activities, the remaining 23.01% or 0.146 cents are designated for Debt Service. The General Fund's portion of property tax revenue for FY 2021 is projected to be $70.608 million. Sales tax revenues for the General Fund for FY 2021 are budgeted to be $31.46 million, a decrease of $3.57 million or 10.18% as compared to prior year's budgeted amounts.

No cost of living increases for all civilian personnel was budgeted for FY 2021 The merit increase program was suspended for fiscal year 2021. The budget includes a 1.025% salary increase for the police officers and a 1.3% increase for firefighters. The FY 2021 budget includes 3258 full time equivalent positions with an estimated cost of $262.96 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.

This page intentionally left blank

BASIC FINANCIAL STATEMENTS

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
September 30, 2020

	Primary Government		
	Governmental Activities	**Business-type Activities**	**Total**
ASSETS			
Current Assets:			
Cash and Cash Equivalents: (Note 4)			
Cash	$ 407,345	$ 42,260	$ 449,605
Equity in Investment Pool	791,349	678,207	1,469,556
Investments (Note 5)	229,942,968	157,072,898	387,015,866
Receivable, net of allowances: (Note 6)			
Accrued Interest	2,198,116	1,659,813	3,857,929
Property Taxes, Penalty and Interest	8,506,074	-	8,506,074
Hotel-Motel Tax, Penalty and Interest	328,594	-	328,594
Accounts	14,868,377	14,209,576	29,077,953
Notes	16,987,688	2,241	16,989,929
Paving Assessments	3,333	-	3,333
Internal Balances (Note 13)	(8,033,736)	8,033,736	-
Due From Other Governments	20,786,002	3,027,531	23,813,533
Inventory, at cost	921,675	2,511,977	3,433,652
Prepaid Items	300,760	-	300,760
Total Current Assets	288,008,545	187,238,239	475,246,784
Noncurrent Assets:			
Restricted Assets: (Note 7)			
Investments (Note 5)	-	157,397,331	157,397,331
Accrued Interest (Note 6)	-	1,014,554	1,014,554
Notes Receivable (Note 6)	-	32	32
Due From Other Governments	-	401,380	401,380
Capital Assets: (Note 8)			
Nondepreciable Assets:			
Land and Improvements	105,767,590	94,165,500	199,933,090
Construction in Progress	4,994,214	9,750,071	14,744,285
Depreciable Assets:			
Buildings	228,649,617	365,390,573	594,040,190
Machinery and Equipment	167,015,058	107,422,655	274,437,713
Infrastructure	825,333,455	525,782,590	1,351,116,045
Accumulated Depreciation	(609,473,169)	(434,308,702)	(1,043,781,871)
Unamortized Bond Issuance Cost	-	99,557	99,557
Total Non Current Assets	722,286,765	827,115,541	1,549,402,306
TOTAL ASSETS	1,010,295,310	1,014,353,780	2,024,649,090
Deferred Outflows of Resources (Note 1)	125,044,881	20,466,256	145,511,137
TOTAL ASSETS AND DEFERRRED OUTFLOWS OF RESOURCES	$ **1,135,340,191**	$ **1,034,820,036**	$ **2,170,160,227**

(Continued)

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
September 30, 2020

(Continued)

	Primary Government		
	Governmental Activities	**Business-type Activities**	**Total**
LIABILITIES			
Current Liabilities:			
Accounts Payable	$ 9,334,749	$ 3,851,995	$ 13,186,744
Claims and Judgments Payable (Note 18)	4,984,213	-	4,984,213
Retainage Payable	936,416	521,384	1,457,800
Accrued Wages and Employee Benefits	5,245,642	1,266,635	6,512,277
Accrued Interest Payable	1,126,947	1,600,107	2,727,054
Compensated Absences (Note 11 & 12)	3,292,387	939,421	4,231,808
Contracts Payable	1,111,371	451,603	1,562,974
Customer and Tenant Deposits	213,298	6,300,212	6,513,510
Due To Other Governments	24,287	-	24,287
Due to Developers	1,284,587	-	1,284,587
Unearned Revenue	5,820,785	2,838,508	8,659,293
General Obligation Bonds (Note 11 & 12)	10,946,043	4,808,957	15,755,000
Certificates of Obligation (Note 11 & 12)	5,298,713	5,231,287	10,530,000
Revenue Bond Payable (Note 11 & 12)	2,675,000	17,340,000	20,015,000
Capital Lease Obligation (Note 11)	1,918,519	12,484	1,931,003
Total Current Liabilities	54,212,957	45,162,593	99,375,550
Noncurrent Liabilities:			
Noncurrent portion of long term liabilities:			
General Obligation Bonds (Note 11 & 12)	84,823,148	80,468,374	165,291,522
Certificates of Obligation (Note 11 & 12)	110,888,048	34,094,208	144,982,256
Revenue Bonds Payable (Note 11 & 12)	16,142,719	409,213,209	425,355,928
Notes Payable (Note 12)	-	1,480,535	1,480,535
Capital Lease Obligations (Note 11)	3,690,310	32,467	3,722,777
Compensated Absences (Note 11 & 12)	38,383,398	1,664,059	40,047,457
Net Pension Obligations - OPEB (Note 11)	265,995,373	-	265,995,373
Net Pension Liability (Note 9)	208,703,088	41,626,348	250,329,436
Landfill Closure & Postclos.Costs (Note 12)	-	12,824,117	12,824,117
Total Noncurrent Liabilities	728,626,084	581,403,317	1,310,029,401
TOTAL LIABILITIES	782,839,041	626,565,910	1,409,404,951
Deferred Inflows of Resources (Note 1)	54,716,176	5,716,072	60,432,248
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**837,555,217**	**632,281,982**	**1,469,837,199**
NET POSITION			
Net Investments in Capital Assets	540,492,170	284,339,056	824,831,226
Restricted for:			
Debt Service	8,342,890	29,409,121	37,752,011
Capital Projects	47,134,986	-	47,134,986
Improvements	-	32,362,297	32,362,297
Nonexpendable	125,288	-	125,288
Unrestricted	(298,310,360)	56,427,580	(241,882,780)
TOTAL NET POSITION	**$ 297,784,974**	**$ 402,538,054**	**$ 700,323,028**

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, 2020

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Primary Government: Governmental Activities	Net (Expense) Revenue and Changes in Net Assets: Primary Government: Business-Type Activities	Net (Expense) Revenue and Changes in Net Assets: Primary Government: Total
Primary Government:							
Governmental Activities:							
General Government	$ 73,496,272	55,186,131	994,466	5,306,314	(12,009,361)	-	(12,009,361)
Public Safety	157,618,090	9,681,074	9,055,820	474,209	(138,406,987)	-	(138,406,987)
Public Works	38,283,612	1,611,421	992,397	13,664,860	(22,014,934)	-	(22,014,934)
Health and Welfare	39,997,943	9,606,295	31,930,374	1,414,260	2,952,986	-	2,952,986
Culture and Recreation	27,198,270	4,085,451	132,835	583,206	(22,396,778)	-	(22,396,778)
Air Transportation	14,303,446	6,263,947	5,209,935	-	(2,829,564)	-	(2,829,564)
Interest and Other on Long-Term Debt	8,185,072	-	-	-	(8,185,072)	-	(8,185,072)
Total Governmental Activities	**359,082,705**	**86,434,319**	**48,315,827**	**21,442,849**	**(202,889,710)**	**-**	**(202,889,710)**
Business-Type Activities:							
Transit System	18,974,940	2,715,503	11,782,823	699,788	-	(3,776,826)	(3,776,826)
Bridge System	51,761,177	62,503,974	-	-	-	10,742,797	10,742,797
Waterworks System	55,225,607	56,726,261	-	4,299,913	-	5,800,567	5,800,567
Sewer System	37,664,072	37,786,783	-	4,246,979	-	4,369,690	4,369,690
Solid Waste Management System	25,155,954	26,321,440	-	-	-	1,165,486	1,165,486
Municipal Housing	1,652,187	1,670,250	31,619	-	-	49,682	49,682
Total Business-Type Activities	**190,433,937**	**187,724,211**	**11,814,442**	**9,246,680**	**-**	**18,351,396**	**18,351,396**
Total Primary Government	**$ 549,516,642**	**274,158,530**	**60,130,269**	**30,689,529**	**(202,889,710)**	**18,351,396**	**(184,538,314)**
General Revenues:							
Property Taxes					102,772,794	-	102,772,794
Sales Tax					33,876,247	8,200,121	42,076,368
Franchise Fees					8,021,852	-	8,021,852
Hotel Motel Tax					3,036,519	-	3,036,519
Alcoholic Beverage Tax					407,401	-	407,401
Unrestricted investment earnings					2,714,552	1,978,775	4,693,327
Gain on sale of capital assets					398,355	72	398,427
Transfers (Note 14)					8,634,537	(8,634,537)	-
Total general revenues and transfers					159,862,257	1,544,431	161,406,688
Change in net position					(43,027,453)	19,895,827	(23,131,626)
Net position-beginning					340,812,427	382,642,227	723,454,654
Net position-ending					**$ 297,784,974**	**402,538,054**	**700,323,028**

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

CITY OF LAREDO, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2020

	GENERAL	DEBT SERVICE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS				
Cash and Cash Equivalents:				
Cash	$ 25,128	-	381,817	406,945
Equity in Investment Pool	194,319	31,377	490,245	715,941
Investments (Note 5)	42,574,173	6,847,066	164,042,040	213,463,279
Receivable, net of allowances:				
Accrued Interest (Note 6)	482,486	77,597	1,451,269	2,011,352
Taxes, Penalty and Interest (Note 6)	7,201,655	1,230,397	60,931	8,492,983
Accounts (Note 6)	4,176,896	-	1,410,002	5,586,898
Notes (Note 6)	-	-	16,987,688	16,987,688
Paving Assessments (Note 6)	-	3,333	-	3,333
Due from Other Funds	1,326,418	-	18,060	1,344,478
Due from Other Governments	6,990,243	-	13,795,759	20,786,002
Inventory, at cost	21,187	-	78,643	99,830
TOTAL ASSETS	**62,992,505**	**8,189,770**	**198,716,454**	**269,898,729**
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	4,412,860	126	3,518,687	7,931,673
Retainage Payable	-	-	936,416	936,416
Accrued Wages and Employee Benefits	4,273,866	-	805,818	5,079,684
Contracts Payable	-	-	1,111,371	1,111,371
Customer and Tenant Deposits	2,200	-	211,098	213,298
Due to Other Funds	-	-	796,601	796,601
Due to Other Governments	-	-	24,287	24,287
Due to Developers	-	-	1,284,587	1,284,587
Deferred Revenues	11,688,006	1,234,222	5,085,745	18,007,973
TOTAL LIABILITIES	20,376,932	1,234,348	13,774,610	35,385,890
Deferred Inflows of Resources	-	-	16,232,268	16,232,268
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**20,376,932**	**1,234,348**	**30,006,878**	**51,618,158**
FUND BALANCES (Note 23)				
Nonspendable	21,187	-	104,101	125,288
Restricted	788,916	6,955,422	113,283,787	121,028,125
Committed	36,851,145	-	6,460,607	43,311,752
Assigned	-	-	54,017,381	54,017,381
Unassigned (Deficit)	4,954,325	-	(5,156,300)	(201,975)
TOTAL FUND BALANCES	**42,615,573**	**6,955,422**	**168,709,576**	**218,280,571**
TOTAL LIABILITIES AND FUND BALANCES	**$ 62,992,505**	**8,189,770**	**198,716,454**	

(Continued)

CITY OF LAREDO, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2020

(Continued)

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.	718,582,989
Revenues not available to pay for current-period expenditures and, therefore, reported as deferred inflows of resources-unavailable revenue	38,028,649
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.	5,620,808
Deferred outflows of resources related to pension, OPEB, and loss/gain on bond bond refunding	125,044,881
Deferred inflows of resources related to pension, OPEB, and loss/gain on bond bond refunding	(54,716,176)
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)	(753,056,748)
Net position of governmental activities	**$ 297,784,974**

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

CITY OF LAREDO, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2020

	GENERAL	DEBT SERVICE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:				
Taxes:				
Property	$ 72,572,831	20,895,428	284,908	93,753,167
Sales	33,875,097	-	8,498,110	42,373,207
Bingo Tax	52,020	-	-	52,020
Alcoholic Beverage	498,480	-	-	498,480
Hotel Motel	-	-	3,114,134	3,114,134
Franchise Fees	8,038,122	-	-	8,038,122
Licenses and Permits	9,340,245	-	763,423	10,103,668
Intergovernmental Revenues	10,177,891	-	45,841,987	56,019,878
Charges for Services	50,494,409	-	10,777,784	61,272,193
Fines	3,968,564	-	580,716	4,549,280
Fees and Collections	927,516	-	2,699,568	3,627,084
Rents	-	-	7,693,734	7,693,734
Interest and Other	2,337,700	187,735	2,706,614	5,232,049
Miscellaneous	221,792	3,680	5,048,612	5,274,084
Contributions & Donations	5,313,331	-	-	5,313,331
Reimbursements	-	724	-	724
TOTAL REVENUES	**197,817,998**	**21,087,567**	**88,009,590**	**306,915,155**
EXPENDITURES:				
Current:				
General Government	28,385,613	-	590,431	28,976,044
Public Safety	133,736,326	-	13,271,320	147,007,646
Public Works	6,759,275	-	3,297,292	10,056,567
Health and Welfare	10,914,281	-	27,277,711	38,191,992
Cultural and Recreational	17,316,834	-	9,334,570	26,651,404
Air Transportation Services	-	-	7,968,333	7,968,333
Capital Outlay	7,398,030	-	36,817,191	44,215,221
Debt Service:				
Bond Costs	-	95,744	320,156	415,900
Principal Retirement	859,154	17,856,678	134,641	18,850,473
Interest and Fiscal Expenditures	256,801	9,281,569	12,596	9,550,966
TOTAL EXPENDITURES	**205,626,314**	**27,233,991**	**99,024,241**	**331,884,546**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,808,316)	(6,146,424)	(11,014,651)	(24,969,391)
OTHER FINANCING SOURCES (USES):				
Transfers In	13,988,483	6,774,947	29,551,092	50,314,522
Issuance of Debt (Note 11)	-	3,070,000	26,260,000	29,330,000
Bond Premium (Note 11)	-	-	4,847,371	4,847,371
Transfers Out	(12,596,866)	-	(29,083,118)	(41,679,984)
Capital Leases (Note 11)	1,006,500	-	882,582	1,889,082
Sale of Assets	54,259	-	1,822	56,081
Payment to Refunded Bond Escrow Agent	-	(3,002,333)	-	(3,002,333)
TOTAL OTHER FINANCING SOURCES (USES)	**2,452,376**	**6,842,614**	**32,459,749**	**41,754,739**
Net Change in Fund Balances	(5,355,940)	696,190	21,445,098	16,785,348
Fund Balances-Beginning	47,971,513	6,259,232	147,264,478	201,495,223
FUND BALANCES-ENDING	**$ 42,615,573**	**6,955,422**	**168,709,576**	**218,280,571**

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, 2020

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

Net change in fund balances-total governmental funds	**$**	**16,785,348**
Governmental funds report capital outlays as expenditures. However in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. (Note 2)		2,293,998
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(29,792)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. (Note 2)		(14,213,647)
Accrued interest expense recorded for entity-wide statements.		2,448,726
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(52,487,897)
Internal service funds are used by management to charge the costs of fleet management, risk management, and health and benefits to individual funds.		
The net revenue of certain activities of internal service funds is reported with governmental activities.		2,175,811
Change in net position of governmental activities	**$**	**(43,027,453)**

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, 2020

	Budgeted Amounts				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
REVENUES:						
Taxes						
Property Taxes	$ 69,845,161	69,845,161	70,862,640	-	70,862,640	1,017,479
Penalty and Interest	1,690,987	1,690,987	1,710,191	-	1,710,191	19,204
Alcoholic Beverage	566,081	566,081	498,480	-	498,480	(67,601)
Bingo Tax	65,000	65,000	52,020	-	52,020	(12,980)
Sales and Use	35,024,882	35,024,882	33,875,097	-	33,875,097	(1,149,785)
Franchise Fees	8,365,632	8,365,632	8,038,122	-	8,038,122	(327,510)
Licenses and Permits	9,361,779	9,361,779	9,340,245	-	9,340,245	(21,534)
Intergovernmental Revenues	1,045,500	15,838,635	10,177,891	-	10,177,891	(5,660,744)
Charges for Services	55,973,645	55,973,645	50,494,409	-	50,494,409	(5,479,236)
Fines	5,005,193	5,005,193	3,968,564	-	3,968,564	(1,036,629)
Fees and Collections	1,495,362	1,495,362	927,516	-	927,516	(567,846)
Interest and Other	2,463,159	2,463,159	2,337,700	-	2,337,700	(125,459)
Miscellaneous	248,980	248,980	221,792	-	221,792	(27,188)
Contributions and Donations	251,820	251,820	5,313,331	-	5,313,331	5,061,511
TOTAL REVENUES	**191,403,181**	**206,196,316**	**197,817,998**	**-**	**197,817,998**	**(8,378,318)**
EXPENDITURES:						
General Government						
Mayor and City Council	1,047,437	1,039,095	956,535	40,831	997,366	41,729
City Manager	1,359,307	1,318,821	1,018,374	7,982	1,026,356	292,465
Internal Audit	413,715	413,715	347,352	35	347,387	66,328
Council Support	649,176	649,176	667,965	46,367	714,332	(65,156)
Public Information Office	231,896	249,414	217,360	1	217,361	32,053
City Hall Maintenance	543,283	568,017	509,840	41,034	550,874	17,143
City Hall Annex II	128,251	128,251	116,836	12,380	129,216	(965)
Budget	484,902	484,902	443,026	1,356	444,382	40,520
Municipal Court	2,367,294	2,320,427	2,229,528	26,719	2,256,247	64,180
Building Inspections	1,888,714	1,966,673	1,901,608	17,652	1,919,260	47,413
Development Review Engineering	563,838	540,653	358,427	306	358,733	181,920
Code Enforcement	422,762	381,082	378,642	15,500	394,142	(13,060)
Public Right of Way	275,586	269,881	255,214	-	255,214	14,667
Geographic Information Systems	215,002	207,283	193,695	-	193,695	13,588
City Attorney	1,375,770	1,375,770	993,500	2,901	996,401	379,369
City Secretary	504,505	506,505	491,040	7,611	498,651	7,854
Elections	9,291	74,063	64,771	-	64,771	9,292
Tax Office	1,380,926	1,380,876	1,359,440	12,577	1,372,017	8,859
Accounting	1,259,436	1,258,601	1,092,282	2,977	1,095,259	163,342
Purchasing	508,267	515,527	495,168	35	495,203	20,324
Payroll	284,379	284,379	253,998	3,801	257,799	26,580
Accounts Payable	384,837	384,466	338,787	-	338,787	45,679
Personnel and Civil Service	675,257	675,257	615,307	473	615,780	59,477
Training	398,650	378,337	347,132	890	348,022	30,315
Municipal Civil Service	2,302	22,615	1,100	455	1,555	21,060
Planning	1,036,567	1,036,567	792,630	10,393	803,023	233,544
Section 112	975,000	975,000	409,332	13,933	423,265	551,735
Engineering	674,686	689,348	389,120	467	389,587	299,761
Drafting & Surveying	1,034,941	1,043,425	847,988	6,418	854,406	189,019
Construction & Inspections	$ 632,131	608,985	522,597	56	522,653	86,332

(Continued)

CITY OF LAREDO, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended September 30, 2020

	Budgeted Amounts				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
General Government (cont.)						
311 Program	$ 379,660	379,660	336,115	3,956	340,071	39,589
Public Acces Center	518,822	517,804	490,461	9,736	500,197	17,607
Center for Non-Profit	77,500	79,645	54,296	821	55,117	24,528
Real Estate	249,555	249,555	161,893	3,515	165,408	84,147
Economic Development	288,061	417,977	318,112	1,641	319,753	98,224
Public Safety						
Police	5,589,911	5,160,956	5,497,045	56,197	5,553,242	(392,286)
Records/Property	1,764,558	1,695,869	1,600,811	54,706	1,655,517	40,352
Autotheft Grant Match	882,409	909,338	910,140	-	910,140	(802)
Detective	7,599,044	7,633,740	7,944,972	123,553	8,068,525	(434,785)
Narcotics/Pipeline/K-9	3,100,465	3,103,634	3,215,923	14,389	3,230,312	(126,678)
911 Communications	2,941,155	2,940,833	2,781,719	3	2,781,722	159,111
Criminal Int. Acquisition	1,738,130	1,747,212	1,328,315	4,052	1,332,367	414,845
Patrols	51,216,257	51,123,076	50,582,816	591,385	51,174,201	(51,125)
Fire	40,897,633	40,578,026	41,561,634	55,040	41,616,674	(1,038,648)
Fire - EMS Division	7,887,636	7,840,021	7,644,081	123,482	7,767,563	72,458
Fire - EMS Trauma (Webb Co.)	4,000	1,904	-	-	-	1,904
Fire Civilians	1,067,254	1,067,254	970,566	1,655	972,221	95,033
Fire - Prevention & Arson	2,245,278	2,244,356	2,120,559	2,499	2,123,058	121,298
Fire Airport	1,293,111	1,293,111	1,430,972	10,475	1,441,447	(148,336)
Fire - Training (In House)	1,162,981	1,109,152	1,082,163	33,063	1,115,226	(6,074)
Fire Emergency Management	27,398	27,398	28,033	181	28,214	(816)
Traffic	3,189,311	3,207,835	2,642,968	78,572	2,721,540	486,295
Street Lighting	2,372,945	2,368,671	2,393,609	1,743	2,395,352	(26,681)
Public Works						
Administration	814,075	813,072	738,190	20,477	758,667	54,405
Street Maintenance	859,699	850,199	763,528	116	763,644	86,555
Street Construction	2,065,923	2,015,923	1,564,183	8,915	1,573,098	442,825
Street Cleaning	1,726,969	1,652,621	1,576,284	4,470	1,580,754	71,867
Building Rehabilitation	978,934	932,325	825,709	8,693	834,402	97,923
Warehouse	142,406	133,900	131,178	5,103	136,281	(2,381)
Special Construction Projects	1,018,622	1,018,622	944,422	-	944,422	74,200
City Wide Projects	902,404	825,436	215,781	-	215,781	609,655
Health and Welfare						
Third-Party Funding	442,064	442,064	801,393	36,321	837,714	(395,650)
Animal Care	3,333,086	3,323,433	2,703,343	149,152	2,852,495	470,938
Non CDBG Code Enforcement	277,284	277,284	251,947	1,838	253,785	23,499
COVID	-	15,343,135	7,157,598	2,104,260	9,261,858	6,081,277
Cultural and Recreational						
Parks	556,610	563,680	477,552	1,626	479,178	84,502
Maintenance	7,601,679	7,539,421	6,889,044	459,644	7,348,688	190,733
Horticulture/Forestry	394,815	376,815	253,012	50,750	303,762	73,053
Aquatics	2,117,413	2,117,413	1,396,570	131,955	1,528,525	588,888
Recreation Centers	5,101,449	5,048,240	3,858,246	230,868	4,089,114	959,126
Cemetery	609,132	577,624	504,239	52,079	556,318	21,306
Library	4,460,542	4,489,997	3,938,171	216,017	4,154,188	335,809
Other	$ 11,138,553	15,389,570	8,416,142	(267,446)	8,148,696	7,240,874
Capital Outlay	984,487	1,172,381	7,398,030	486,221	7,884,251	(6,711,870)

(Continued)

CITY OF LAREDO, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
Year Ended September 30, 2020

	Budgeted Amounts				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
Debt Service:						
Principal Retirement	$ 342,985	799,119	859,154	-	859,154	(60,035)
Interest and Fiscal Expenditures	68,850	274,127	256,801	-	256,801	17,326
TOTAL EXPENDITURES	**204,159,163**	**223,420,539**	**205,626,314**	**5,144,873**	**210,771,187**	**12,649,352**
Excess (Deficiency) of Revenues Over Expenditures	(12,755,982)	(17,224,223)	(7,808,316)	(5,144,873)	(12,953,189)	4,271,034
OTHER FINANCING SOURCES (USES):						
Transfers In:						
Hotel Motel Fund	160,818	160,818	122,723	-	122,723	(38,095)
Capital Improvements Fund	15,028,061	18,378,061	13,620,878	-	13,620,878	(4,757,183)
Risk Management	-	1,500,000	-	-	-	(1,500,000)
Transit System	-	-	244,882	-	244,882	244,882
Waterworks System	50,000	50,000	-	-	-	(50,000)
Transfers Out:						
Auto Theft Task Force	(470,658)	(498,025)	(498,025)	-	(498,025)	-
Health Fund	(3,049,462)	(3,049,462)	(3,049,462)	-	(3,049,462)	-
Special Police Program	(1,223,130)	(1,223,130)	(1,144,909)	-	(1,144,909)	78,221
Special Fire Grants	(1,074,994)	(1,107,068)	(1,140,273)	-	(1,140,273)	(33,205)
Max Mandel Golf Course	(572,815)	(764,197)	(764,197)	-	(764,197)	-
Capital Improvements Fund	-	-	(6,000,000)	-	(6,000,000)	(6,000,000)
Capital Lease Proceeeds	-	-	1,006,500	-	1,006,500	1,006,500
Sale of Assets	67,392	67,392	54,259	-	54,259	(13,133)
TOTAL OTHER FINANCING SOURCES (USES)	**8,915,212**	**13,514,389**	**2,452,376**	**-**	**2,452,376**	**(11,062,013)**
Net Change in Fund Balance	(3,840,770)	(3,709,834)	(5,355,940)	(5,144,873)	(10,500,813)	(6,790,979)
Fund Balances at Beginning of Year	47,594,318	47,971,513	47,971,513	(862,325)	47,109,188	(862,325)
FUND BALANCES AT END OF YEAR	$ **43,753,548**	**44,261,679**	**42,615,573**	**(6,007,198)**	**36,608,375**	**(7,653,304)**

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

This page intentionally left blank

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2020

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS		
	BRIDGE SYSTEM	**WATERWORKS SYSTEM**	**SEWER SYSTEM**
ASSETS			
Current Assets:			
Cash and Cash Equivalents: (Note 4)			
Cash	$ 20,150	2,200	300
Equity in Investment Pool	65,399	259,899	191,914
Investments (Note 5)	10,078,030	60,491,063	46,145,820
Receivable:			
Accrued Interest (Note 6)	161,831	644,870	476,406
Accounts (Note 6)	-	6,516,186	5,723,854
Notes (Note 6)	-	892	1,349
Prepaid Items	-	-	-
Due from Other Governments	-	-	-
Due from Other Funds	-	3,000,168	57,458
Inventory, at Cost	-	2,086,954	184,913
Total Current Assets	10,325,410	73,002,232	52,782,014
Noncurrent Assets:			
Restricted Assets:			
Investments (Note 5)	7,527,922	39,039,271	89,957,840
Accrued Interest Receivable (Note 6)	61,861	371,186	268,145
Notes Receivable (Note 6)	-	32	-
Due from Other Funds	-	-	16,606
Due from Other Governments	-	401,380	-
Total Restricted Assets (Note 7)	7,589,783	39,811,869	90,242,591
Capital Assets: (Note 8)			
Transportation Vehicles and Equipment	18,369,786	12,854,926	16,066,008
Buildings	33,435,915	187,341,995	125,033,913
Improvements	78,686,663	250,099,515	172,729,533
Land and Improvements	11,265,265	57,253,726	9,752,163
Land Easements	-	4,315,993	1,038,012
Construction in Progress	-	3,233,298	3,583,500
Less Accumulated Depreciation	(65,379,073)	(182,789,530)	(123,462,878)
Total Capital Assets (net of accumulated depreciation)	76,378,556	332,309,923	204,740,251
Other Assets:			
Unamortized Bond Issuance Costs	99,557	-	-
Total Noncurrent Assets	84,067,896	372,121,792	294,982,842
TOTAL ASSETS	94,393,306	445,124,024	347,764,856
Deferred Outflows of Resources	1,768,226	12,998,339	3,108,628
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	**$ 96,161,532**	**458,122,363**	**350,873,484**

(Continued)

BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS			
SOLID WASTE MANAGEMENT	OTHER ENTERPRISE FUNDS	TOTALS	INTERNAL SERVICE FUNDS
3,050	16,560	42,260	400
129,521	31,474	678,207	75,408
33,426,893	6,931,092	157,072,898	16,479,689
321,369	55,337	1,659,813	186,764
1,953,212	16,324	14,209,576	13,971
-	-	2,241	-
-	-	-	300,760
-	3,027,531	3,027,531	-
316,699	457,844	3,832,169	818,024
262	239,848	2,511,977	821,845
36,151,006	10,776,010	183,036,672	18,696,861
20,872,298	-	157,397,331	-
313,362	-	1,014,554	-
-	-	32	-
385,215	-	401,821	-
-	-	401,380	-
21,570,875	-	159,215,118	-
36,022,400	24,109,535	107,422,655	17,540,358
1,349,108	18,229,642	365,390,573	447,264
13,228,133	11,038,746	525,782,590	208,018
634,668	9,905,673	88,811,495	-
-	-	5,354,005	-
-	2,933,273	9,750,071	-
(26,392,080)	(36,285,141)	(434,308,702)	(14,491,864)
24,842,229	29,931,728	668,202,687	3,703,776
-	-	99,557	-
46,413,104	29,931,728	827,517,362	3,703,776
82,564,110	40,707,738	1,010,554,034	22,400,637
1,299,265	1,291,798	20,466,256	-
83,863,375	**41,999,536**	**1,031,020,290**	**22,400,637**

(Continued)

CITY OF LAREDO, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2020

(Continued)

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS		
	BRIDGE SYSTEM	**WATERWORKS SYSTEM**	**SEWER SYSTEM**
LIABILITIES			
Current Liabilities:			
Accounts Payable	$ 190,528	1,503,228	736,581
Retainage Payable	-	479,974	41,410
Contracts Payable	-	292,599	159,004
Due to Other Funds (Note 13)	-	3,000,168	74,064
Accrued Interest	-	919,685	486,773
Accrued Wages & Employee Benefits	220,788	340,835	164,186
Claims and Judgments Payable	-	-	-
Compensated Absences	227,665	222,179	111,147
Capital Lease Obligation	3,036	4,090	1,440
Customer Deposits	8,000	6,180,143	-
Unearned Revenue	1,347,130	1,454,832	18,307
General Obligation Bonds (Note 12)	-	1,460,944	2,140,193
Certificates of Obligation (Note 12)	-	1,103,926	301,074
Revenue Bonds Payable (Note 12)	4,830,000	5,693,787	6,816,213
Total Current Liabilities	6,827,147	22,656,390	11,050,392
Noncurrent Liabilities:			
General Obligation Bonds (Note 12)	-	59,704,608	15,526,485
Certificates of Obligation (Note 12)	-	5,581,422	1,502,094
Revenue Bonds Payable (Note 12)	27,932,188	183,657,783	197,623,238
Notes Payable (Note 12)	-	1,480,535	-
Due to Other Funds (Note 13)	-	-	-
Capital Lease Obligations	7,896	10,637	3,745
Closure and Postclosure Cost (Note 12)	-	-	-
Net Pension Liability	11,295,795	14,360,458	5,637,984
Compensated Absences	434,203	423,600	229,860
Total Noncurrent Liabilities	39,670,082	265,219,043	220,523,406
TOTAL LIABILITIES	46,497,229	287,875,433	231,573,798
Deferred Inflows of Resources	1,184,703	1,813,310	886,309
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**47,681,932**	**289,688,743**	**232,460,107**
NET POSITION			
Net Investment in Capital Assets	44,697,451	128,637,007	77,426,822
Restricted for Debt Service	3,047,961	12,938,092	13,423,068
Restricted for Improvements	-	18,444,932	13,917,365
Unrestricted (Deficit)	734,188	8,413,589	13,646,122
TOTAL NET POSITION	**$ 48,479,600**	**168,433,620**	**118,413,377**

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	ADJUSTED TOTALS	INTERNAL SERVICE FUNDS
922,566	499,092	3,851,995	3,851,995	1,403,076
-	-	521,384	521,384	-
-	-	451,603	451,603	-
701,914	-	3,776,146	11,809,882	-
172,173	21,476	1,600,107	1,600,107	-
206,944	333,882	1,266,635	1,266,635	165,958
-	-	-	-	4,984,213
178,417	200,013	939,421	939,421	144,375
1,440	2,478	12,484	12,484	820,502
-	112,069	6,300,212	6,300,212	-
1,305	16,934	2,838,508	2,838,508	-
784,449	423,371	4,808,957	4,808,957	-
3,231,287	595,000	5,231,287	5,231,287	-
-	-	17,340,000	17,340,000	-
6,200,495	2,204,315	48,938,739	56,972,475	7,518,124
3,883,721	1,353,560	80,468,374	80,468,374	-
24,759,179	2,251,513	34,094,208	34,094,208	-
-	-	409,213,209	409,213,209	-
-	-	1,480,535	1,480,535	-
-	457,844	457,844	457,844	1,365,901
3,745	6,444	32,467	32,467	6,443
12,824,117	-	12,824,117	12,824,117	-
8,736,012	1,596,099	41,626,348	41,626,348	-
422,765	153,631	1,664,059	1,664,059	310,743
50,629,539	5,819,091	581,861,161	581,861,161	1,683,087
56,830,034	8,023,406	630,799,900	638,833,636	9,201,211
1,232,174	599,576	5,716,072	5,716,072	-
58,062,208	**8,622,982**	**636,515,972**	**644,549,708**	**9,201,211**
7,064,186	26,513,590	284,339,056	284,339,056	2,883,744
-	-	29,409,121	29,409,121	-
-	-	32,362,297	32,362,297	-
18,736,981	6,862,964	48,393,844	56,427,580	10,315,682
25,801,167	**33,376,554**	**394,504,318**	**402,538,054**	**13,199,426**
		8,033,736		
		$ 402,538,054		

CITY OF LAREDO, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year ended September 30, 2020

	BUSINESS TYPE ACTIVITES-ENTERPRISE FUNDS		
	BRIDGE SYSTEM	**WATERWORKS SYSTEM**	**SEWER SYSTEM**
OPERATING REVENUES:			
Charges for Services	$ -	43,920,354	36,599,095
Rental of Facilities	180,138	-	-
Toll Receipts	61,064,440	-	-
Miscellaneous	636,282	5,945,772	41,043
TOTAL OPERATING REVENUES	**61,880,860**	**49,866,126**	**36,640,138**
OPERATING EXPENSES:			
Costs of Services	-	-	-
Personnel Services	9,659,515	13,482,626	6,769,157
Materials and Supplies	454,788	4,470,344	1,885,601
Contractual Services	36,325,594	10,711,040	13,006,426
Other	15,262	863,188	372,342
Total Operating Expenses Before Depreciation	46,455,159	29,527,198	22,033,526
Depreciation Expense (Note 8)	3,052,535	11,676,762	8,587,771
TOTAL OPERATING EXPENSES	**49,507,694**	**41,203,960**	**30,621,297**
Operating Income (Loss)	12,373,166	8,662,166	6,018,841
NON-OPERATING REVENUES (EXPENSES):			
Intergovernmental	-	-	-
Sales Tax	-	-	-
Interest Earnings	229,983	818,579	627,426
Interest Earnings - Restricted	89,000	760,609	662,442
Discount Earnings	3	28,830	12,425
Miscellaneous	-	2,666,407	506,794
Closure/Post Closure	-	-	-
Water Availability Fees	-	2,588,908	-
Gain (Loss) on Sale of Assets	72	(73,095)	(39,882)
Interest Expense	(1,507,486)	(9,562,419)	(5,374,228)
Gain (Loss) on Advance Refunding	(183,129)	(758,651)	(311,872)
Water Rights Acq./Water Conservation	-	(9,823)	-
Other Non-Operating Expenses	-	(3,807,324)	(542,062)
Fiscal Agent Fees	(3,650)	(6,600)	(6,375)
Bond Issuance Cost/Premiums Amortized	393,128	757,411	(892,142)
Amortized Bond Premiums	-	-	-
State Operating Grant	-	-	-
Construction	(672,045)	-	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	**(1,654,124)**	**(6,597,168)**	**(5,357,474)**

(Continued)

	BUSINESS TYPE ACTIVITES-ENTERPRISE FUNDS			
SOLID WASTE MANAGEMENT	**OTHER ENTERPRISE FUNDS**	**TOTALS**		**INTERNAL SERVICE FUNDS**
25,298,390	2,122,213	107,940,052		53,646,006
91	1,944,986	2,125,215		26
-	-	61,064,440		-
(60,967)	222,754	6,784,884		2,585,197
25,237,514	**4,289,953**	**177,914,591**		**56,231,229**
-	-	-		41,485,959
9,695,783	12,257,429	51,864,510		6,172,996
1,686,386	2,304,516	10,801,635		528,779
7,061,043	3,037,778	70,141,881		4,845,944
253,572	75,121	1,579,485		211
18,696,784	17,674,844	134,387,511		53,033,889
4,461,002	2,625,352	30,403,422		802,611
23,157,786	**20,300,196**	**164,790,933**		**53,836,500**
2,079,728	(16,010,243)	13,123,658		2,394,729
-	10,788,578	10,788,578		-
-	8,200,121	8,200,121		-
655,408	42,268	2,373,664		195,896
388,735	17,669	1,918,455		-
10,757	112	52,127		1,421
-	27,821	3,201,022		-
(620,538)	-	(620,538)		-
-	-	2,588,908		-
(262,481)	(6,754)	(382,140)		342,274
(1,316,934)	(138,176)	(17,899,243)		(32,483)
(99,033)	(47,289)	(1,399,974)		-
-	-	(9,823)		-
(720)	(157,583)	(4,507,689)		-
(4,067)	(292)	(20,984)		-
-	25,599	283,996		-
417,761	-	417,761		-
-	659,313	659,313		-
-	-	(672,045)		-
(831,112)	**19,411,387**	**4,971,509**		**507,108**

(Continued)

CITY OF LAREDO, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year ended September 30, 2020 **(Continued)**

	BUSINESS TYPE ACTIVITES-ENTERPRISE FUNDS		
	BRIDGE SYSTEM	**WATERWORKS SYSTEM**	**SEWER SYSTEM**
Income Before Contributions and Transfers	10,719,042	2,064,998	661,367
Capital Contributions-Intergovernmental	-	-	-
Capital Contributions-Other	-	-	-
Capital Contributions-Developers	-	4,299,913	4,246,979
Transfers Out	(4,221,648)	(3,000,000)	-
Change in Net Position	6,497,394	3,364,911	4,908,346
Total Net Position-Beginning	41,982,206	165,068,709	113,505,031
Total Net Position-Ending	**$ 48,479,600**	**168,433,620**	**118,413,377**

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 ACTIVITES-ENTERPRISE FUNDS			
SOLID WASTE MANAGEMENT	**OTHER ENTERPRISE FUNDS**	**TOTALS**	**INTERNAL SERVICE FUNDS**
1,248,616	3,401,144	18,095,167	2,901,837
-	699,788	699,788	-
-	366,551	366,551	-
-	-	8,546,892	-
(1,164,543)	(248,346)	(8,634,537)	-
84,073	4,219,137	19,073,861	2,901,837
25,717,094	29,157,417		10,297,589
25,801,167	**33,376,554**		**13,199,426**
		821,966	
		$ 19,895,827	

CITY OF LAREDO, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year ended September 30, 2020

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS		
	BRIDGE SYSTEM	**WATERWORKS SYSTEM**	**SEWER SYSTEM**
CASH FLOW FROM OPERATING ACTIVITIES:			
Receipts from customers and users	$ 61,891,919	49,405,994	35,449,185
Receipts from interfund services provided	-	907,384	774,596
Payments to suppliers	(2,486,108)	(10,999,437)	(13,227,643)
Payments to employees	(8,471,796)	(11,870,232)	(5,989,664)
Payments for interfund services used	(34,390,649)	(4,212,394)	(3,192,690)
Net cash provided (used) by operating activities	**16,543,366**	**23,231,315**	**13,813,784**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfer to other funds	(4,221,648)	(22,520,820)	(16,656,665)
Transfer from other funds	-	19,520,820	16,656,665
Advances from other funds	-	-	-
Subsidy from federal and state grants	-	995,363	-
Sales Tax	-	-	-
Net cash provided (used) by noncapital and related financing activities	**(4,221,648)**	**(2,004,637)**	**-**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from capital debt	12,643	48,801,067	82,852,335
Subsidy from federal and state grants	-	-	-
Purchase of capital assets	-	-	-
Acquisition and construction of capital assets	(721,959)	(7,541,345)	(6,325,102)
Principal paid on capital debt	(4,621,712)	(25,112,686)	(18,421,788)
Interest paid on capital debt	(1,511,136)	(9,513,818)	(5,344,786)
Proceeds from sales of capital assets	72	-	-
Net cash provided (used) by capital and related financing activities	**(6,842,092)**	**6,633,218**	**52,760,659**
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sales and maturities of investments	(5,779,889)	(29,528,436)	(67,983,366)
Interest and dividends received	277,877	1,372,592	1,200,693
Issuance of Notes Receivable	-	318	10,825
Net cash provided (used) by investing activities	**(5,502,012)**	**(28,155,526)**	**(66,771,848)**
Net increase (decrease) in cash and cash equivalents	**(22,386)**	**(295,630)**	**(197,405)**
Cash and cash equivalents, October 1	107,935	557,729	389,619
Cash and cash equivalents, September 30	**$ 85,549**	**262,099**	**192,214**

(Continued)

BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS			
SOLID WASTE MANAGEMENT	**OTHER ENTERPRISE FUNDS**	**TOTALS**	**INTERNAL SERVICE FUNDS**
24,600,727	3,938,935	175,286,760	3,499,733
420,495	372,822	2,475,297	52,782,687
(4,035,403)	(5,220,133)	(35,968,724)	(46,147,575)
(8,671,811)	(13,158,357)	(48,161,860)	(6,042,087)
(4,845,519)	(461,838)	(47,103,090)	(1,355,286)
7,468,489	**(14,528,571)**	**46,528,383**	**2,737,472**
(7,114,462)	(2,364,378)	(52,877,973)	-
5,949,919	2,116,032	44,243,436	-
-	-	-	547,877
-	8,420,360	9,415,723	-
-	8,200,121	8,200,121	-
(1,164,543)	**16,372,135**	**8,981,307**	**547,877**
15,712,569	2,367,242	149,745,856	4,323
-	699,788	699,788	-
-	(76,934)	(76,934)	(164,202)
(3,737,518)	(1,069,104)	(19,395,028)	-
(4,923,846)	(975,806)	(54,055,838)	(803,146)
(1,266,599)	(130,772)	(17,767,111)	(32,798)
35	-	107	7,446
5,784,641	**814,414**	**59,150,840**	**(988,377)**
(13,274,461)	(2,710,631)	(119,276,783)	(2,525,269)
1,012,615	48,236	3,912,013	154,458
-	-	11,143	-
(12,261,846)	**(2,662,395)**	**(115,353,627)**	**(2,370,811)**
(173,259)	**(4,417)**	**(693,097)**	**(73,839)**
305,830	52,451	1,413,564	**149,647**
132,571	**48,034**	**720,467**	**75,808**

(Continued)

CITY OF LAREDO, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year ended September 30, 2020

(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	$ 12,373,166	8,662,166	6,018,841
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	3,052,535	11,676,762	8,587,771
(Increase) decrease in accounts receivable	-	(298,932)	(776,507)
Increase (decrease) in allowance for uncollectible accounts	-	389,437	371,035
(Increase) decrease in inventories	-	149,401	178,033
(Increase) decrease in prepaid items	-	-	-
Increase (decrease) in customer deposits	-	170,540	-
Increase (decrease) in accounts payable	(81,113)	683,340	(1,333,997)
Increase (decrease) in unearned revenues	11,059	186,207	(10,885)
Increase (decrease) in compensated absences payable	95,279	44,932	49,674
Increase (decrease) in deferred outflows-pension	1,339,727	1,974,370	919,493
Increase (decrease) in deferred inflows-pension	1,184,703	1,813,310	886,309
Increase (decrease) in net pension liability	(1,482,233)	(2,268,710)	(1,108,901)
Increase (decrease) in accrued wages and employee benefits	50,243	48,492	32,918
Increase (decrease) in claims & judgements payables	-	-	-
Total adjustments	4,170,200	14,569,149	7,794,943
Net cash provided (used) by operating activities	**$ 16,543,366**	**23,231,315**	**13,813,784**
Noncash investing, capital, and financing activities:			
Bond issuance cost amortized	(393,128)	1,292,798	634,893
Contributions of capital assets from developers & others	-	4,299,913	4,246,979
Current landfill closure and postclosure cost	-	-	-
Sale of assets	-	(73,095)	(39,882)
Loss on advance refunding	183,129	(65,851)	157,702
Increase (Decrease) in accrued interest payable	-	109,827	(35,817)

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
2,079,728	(16,010,243)	13,123,658	2,394,729
4,461,002	2,625,352	30,403,422	802,611
(513,662)	4,457	(1,584,644)	51,189
297,350	8,849	1,066,671	-
3,190	5,040	335,664	(101,890)
-	-	-	13,250
-	3,164	173,704	-
116,889	(269,596)	(884,477)	(552,254)
20	5,334	191,735	-
40,039	41,027	270,951	95,940
1,271,158	(286,422)	5,218,326	-
1,232,174	360,695	5,477,191	-
(1,541,627)	(1,109,886)	(7,511,357)	-
22,228	93,658	247,539	34,970
-	-	-	(1,073)
5,388,761	1,481,672	33,404,725	342,743
7,468,489	**(14,528,571)**	**46,528,383**	**2,737,472**
578,630	51,390	2,164,583	-
-	366,551	8,913,443	-
(620,538)	-	(620,538)	-
(262,516)	(6,754)	(382,247)	340,825
99,869	(47,289)	327,560	-
(54,400)	7,696	27,306	-

CITY OF LAREDO, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2020

		LAREDO FIREFIGHTERS RETIREMENT SYSTEM PENSION TRUST FUND	AGENCY FUNDS
ASSETS			
Cash and Cash Equivalents (Note 4)	$	379,070	-
Equity in Investment Pool (Note 4)		-	12,574
Accrued Interest Receivable (Note 6)		25,881	31,167
Investments, at Fair Market Value (Note 5)		-	2,750,042
Investment with Fiscal Agent, at Fair Market Value (Note 5):			
Money Market Funds		1,836,615	-
Private Equity		2,759,355	-
Domestic Corporate Bonds		32,764,627	-
Domestic Stocks		66,755,979	-
Foreign Stocks		63,235,615	-
Accounts Receivable (Note 6)		-	2,813
TOTAL ASSETS		**167,757,142**	**2,796,596**
LIABILITIES			
Accounts Payable		84,177	2,796,596
Accrued Wages and Employee Benefits		2,381	-
TOTAL LIABILITIES		**86,558**	**2,796,596**
NET POSITION RESTRICTED FOR PENSIONS	$	**167,670,584**	**-**

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, 2020

		PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS
ADDITIONS:		
Contributions:		
Employer Contributions	$	10,060,098
Plan Members		6,034,166
Other Contributions		5,545
Total Contributions		16,099,809
Investment Earnings:		
Interest Earnings and Dividends		3,139,056
Net Increase (decrease) in the Fair Value of Investments		(8,012,794)
Gains (Loss) on Sale of Investment		12,513,935
Total Investment Earnings		7,640,197
Less: Investment Expense		(379,939)
Net Investment Earnings		7,260,258
TOTAL ADDITIONS		**23,360,067**
DEDUCTIONS:		
Benefits		14,289,808
Administrative Expenses		397,917
TOTAL DEDUCTIONS		**14,687,725**
Change in Net Position		8,672,342
Net Position - Beginning		158,998,242
NET POSITION - ENDING	$	**167,670,584**

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

1	Significant Accounting Policies	45
2	Reconciliation of Government-Wide and Fund Financial Statements	56
3	Fund Deficits	58
4	Cash and Cash Equivalents	58
5	Investments	58
6	Receivables	61
7	Restricted Assets for Enterprise Fund Types	62
8	Capital Assets	63
9	Retirement Plans	65
10	Post Employment Benefits Other Than Pension Benefits	81
11	General Long-Term Obligations	89
12	Proprietary Funds Long-Term Obligations	96
13	Interfund Receivables and Payables	104
14	Interfund Transfers	105
15	Debt Service Requirements	106
16	Construction and Improvement Commitments	107
17	Fund Expenditures Exceeding Appropriations	107
18	Risk Management	108
19	Tax Abatements	109
20	Contingencies	110
21	Donor Restricted Endowments	110
22	Budget Basis Reporting	111
23	Fund Equity	112
24	Prior Year Adjustment	113

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 Statues, 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 22 bus routes. The fixed route bus service has a total of 45 buses operating during a regular workday, 30 buses on a Saturday and 18 buses on Sunday. The Laredo Transit Management, Inc. bus fleet consists of 45 buses and 1 rubber-tire trolley. The El Lift program has a total fleet of 21 Paratransit vans that are equipped with ADA bus lifts. Laredo Transit Management, Inc. is reported as an enterprise fund.

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

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

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

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

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

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

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

B. Basis of Accounting

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

Government Wide and Fund Financial Statements

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

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

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

Fund Accounting

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

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

Governmental Funds

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

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

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

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

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

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

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

Proprietary Funds

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

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

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

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

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

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

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

The City reports the following as major governmental funds:

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

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

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 75,854 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 70,451 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 16 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 position 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 position 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 projected & actual earnings	$ 7,823,268	$ 389,621	$ 8,212,889
Contributions after measurement date	26,477,607	3,301,222	29,778,829
Change in assumptions	14,995,414	761,216	15,756,630
Change in assumptions - OPEB	73,185,200	-	73,185,200
Unamortized advance refunding loss from bonds	2,563,392	16,014,197	18,577,589
Total Deferred Outflows of Resources	$ 125,044,881	$ 20,466,256	$ 145,511,137
Deferred Inflows of Resources			
Deferred inflows from pension activities			
Difference in expected and actual experience	$ 5,175,840	$ 553,045	$ 5,728,885
Difference in projected earnings	28,670,706	5,163,027	33,833,733
Difference in projected & actual earnings - OPEB	8,444,066	-	8,444,066
Change in assumptions-OPEB	10,732,286	-	10,732,286
Unamortized deferred gain on refunding bonds	1,693,278	-	1,693,278
Total Deferred Inflows of Resources	$ 54,716,176	$ 5,716,072	$ 60,432,248

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 $753,056,748 difference are as follows:

Bonds, notes payable, and capital leases	$	235,555,555
Accrued interest		1,126,947
Compensated absences		41,675,785
Elimination of Interfund activity		0
Net Pension Liability		208,703,088
Net Pension Obligations-OPEB		265,995,373
Net adjustment to reduce *fund balance-total governmental funds* to arrive at *net position-governmental activities*	$	753,056,748

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 $(14,213,647) difference are as follows:

Debt issued:		
Bond & Capital lease proceeds	$	(28,216,749)
Premiums		(4,847,371)
Repayments:		
Bond & Notes payments		18,329,653
Capital lease		520,820
Net adjustment to decrease *net changes in fund balances-total* governmental funds to arrive at *changes in net position of governmental activities*	$	(14,213,647)

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 exceeding depreciation in this fiscal year were $2,293,998. The details of this are as follows:

Assets that were purchased and capitalized in the current year	$	44,215,221
Assets that were disposed during the current fiscal year		(49,642)
Current year depreciation		(41,871,581)
Amount by which capital outlays exceed depreciation	$	2,293,998

NOTE 3 - FUND DEFICITS

The following is a list of the unassigned deficit fund balances in the Non-Major Governmental Funds: Block Grants $859,831; Emergency Shelter $1,349,136; Financial Task Force $71,763; 911 Emergency Communications $833,793; Health Fund $1,746,359; and Capital Grants $242,520. Deficits are due to grant operations and will be recovered through grant reimbursements in the following year.

The following is a list of the unassigned deficit fund balances in the Non-Major Governmental Funds not operating as grants: Public Access $2,898. 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 $8,012,794 for the Laredo Firefighters Retirement System.

As of September 30, 2020, cash and cash equivalents consisted of the following:

Petty Cash and Change Fund	$	113,215
Cash with Fiscal Agent		725,079
Cash in Pooled Funds		1,472,511
	$	2,310,805

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, 2020, the book value of all the City's deposits was $2,310,805. Deposits were properly secured during the fiscal year. Deposits were fully collaterized 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, 2020 were as follows:

		Fair Value	Allocation (2)	Rating (3)	WAM
Short Term Money Market Accts (1) (4)	$	1,836,614	0.26%	N/A	N/A
Domestic Corporate Bonds (1)		32,764,627	4.59%	A	6.8-8.4 years
Private Equity (1)		2,759,356	0.39%	N/A	N/A
Foreign & Domestic Stocks (1)		129,991,594	18.19%	N/A	N/A
Managed Pools		547,163,240	76.58%	AAAm	.30 years
Total Investments	$	714,515,431	100%		

(1) Investments of the Laredo Firefighters Retirement System.
(2) Allocation is based on fair value.
(3) Standard & Poors rating.
(4) Laredo Firefighters do not invest in individual Government securities. The following numbers are equal to a percentage of the mutual fund held: Dodge & Cox Income Fund 10.96% & DoubleLine Core Fixed Income 28.15%.

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, 2020, 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, 21% were invested in mutual funds and 79% 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, 2020, 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:

		9/30/2020 Fair Value	Level 1	Level 2	Level 3
Investments by Fair Value Level					
Domestic Corporate Bonds	$	32,764,627	-	32,764,627	-
Domestic Stocks		66,755,979	66,755,979	-	-
Private Equity		2,759,356	2,759,356	-	-
Foreign Stocks		63,235,615	63,235,615	-	-
Money Market Accounts		1,836,614	1,836,614	-	-
Total Investments at Fair Value Level		167,352,191	134,587,564	32,764,627	-
Investments Measured at net Asset Value					
Managed Pool Accounts		71,595,251			
Money Market Accounts		122,797,532			
Certificate of Deposits		352,770,457			
Total Investments	$	714,515,431			

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, 2019, upon which the 2020 levy was based, was $15,001,296,374.

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, 2020 was $.634000 per $100 of assessed valuation ($.490186 for general government and $.143814 for debt service). Thus, the City has a tax margin of approximately $.866000 per $100, and could levy approximately $129,911,226 in additional taxes per year from the present assessed valuation of $15,001,296,374 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, 2020 are reflected in the following table:

		Accounts	Property Taxes	Hotel/Motel Taxes	Notes	Accured Interest	Paving Assessment	Total Net Receivables
Governmental Activities	$	14,868,377	8,506,074	328,594	16,987,688	2,198,116	3,333	42,892,182
Business-Type Funds								
Bridge	$	-	-	-	-	223,692	-	223,692
Waterworks System		6,516,186	-	-	924	1,016,056	-	7,533,166
Sewer System		5,723,854	-	-	1,349	744,551	-	6,469,754
Solid Waste		1,953,212	-	-	-	634,731	-	2,587,943
Other Enterprise Funds		16,324	-	-	-	55,337	-	71,661
Total Business Type Funds	$	14,209,576	-	-	2,273	2,674,367	-	16,886,216
Allowance for Uncollectible	$	69,623,053	53,262	11,970	1,364,071	-	137,707	71,190,063

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, 2020:

	Other Enterprise Fund	Bridge System	Waterworks System	Sewer System	Solid Waste	Total
Revenue Bond Retirement Reserve	$ -	2,547,961	12,938,092	13,423,068	-	28,909,121
Revenue Bond Contingency	-	500,000	-	-	-	500,000
Construction Account	-	4,541,822	23,032,609	76,819,523	21,570,875	125,964,829
Water Rights	-	-	3,841,168	-	-	3,841,168
Total Restricted Assets	$ -	7,589,783	39,811,869	90,242,591	21,570,875	159,215,118

NOTE 8 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2020 was as follows:

A – Governmental Activities:

	Balance as of September 30, 2019	Additions	Deletions and Transfers	Balance as of September 30, 2020
Capital Assets, Not Being Depreciated:				
Land	$ 103,013,432	2,813,163	(59,005)	105,767,590
Construction in Progress	6,436,468	2,092,973	(3,535,227)	4,994,214
Total Capital Assets, Not Being Depreciated	109,449,900	4,906,136	(3,594,232)	110,761,804
Capital Assets Being Depreciated:				
Buildings	224,988,491	1,172,847	2,488,279	228,649,617
Improvements Other Than Buildings	799,164,859	25,121,647	1,046,949	825,333,455
Machinery & Equipment	149,987,325	13,178,792	3,848,941	167,015,058
Total Assets Being Depreciated	1,174,140,675	39,473,286	7,384,169	1,220,998,130
Less Accumulated Depreciation For:				
Buildings	(72,936,280)	(5,470,854)	-	(78,407,134)
Improvements Other Than Buildings	(377,171,389)	(26,954,428)	-	(404,125,817)
Machinery & Equipment	(113,192,553)	(10,248,910)	(3,498,755)	(126,940,218)
Total Accumulated Depreciation	(563,300,222)	(42,674,192)	(3,498,755)	(609,473,169)
Total Capital Assets, Being Depreciated, Net	610,840,453	(3,200,906)	3,885,414	611,524,961
Governmental Activities Capital Assets, Net	$ 720,290,353	1,705,230	291,182	722,286,765

B- Business Type Activities:

	Balance as of September 30, 2019	Additions	Deletions and Transfers	Balance as of September 30, 2020
Capital Assets, Not Being Depreciated:				
Land	$ 41,403,338	304,243	-	41,707,581
Construction in Progress	37,833,041	11,796,985	(39,879,955)	9,750,071
Waterrights	51,800,919	657,000	-	52,457,919
Total Capital Assets, Not Being Depreciated	131,037,298	12,758,228	(39,879,955)	103,915,571
Capital Assets Being Depreciated:				
Buildings	335,702,993	-	29,687,580	365,390,573
Improvements Other Than Buildings	507,373,858	8,255,124	10,153,608	525,782,590
Machinery & Equipment	104,527,756	7,499,769	(4,604,870)	107,422,655
Total Assets Being Depreciated	947,604,607	15,754,893	35,236,318	998,595,818
Less Accumulated Depreciation For:				
Buildings	(67,863,041)	(7,664,793)	-	(75,527,834)
Improvements Other Than Buildings	(261,777,511)	(14,960,528)	38,767	(276,699,272)
Machinery & Equipment	(78,471,351)	(7,778,101)	4,167,856	(82,081,596)
Total Accumulated Depreciation	(408,111,903)	(30,403,422)	4,206,623	(434,308,702)
Total Capital Assets, Being Depreciated, Net	539,492,704	(14,648,529)	39,442,941	564,287,116
Business Type Activities Capital Assets, Net	$ 670,530,002	(1,890,301)	(437,014)	668,202,687

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

Government Activities:		
General Government	$	2,904,172
Public Health		1,818,840
Culture and Recreational		736,625
Public Works		28,323,146
Public Safety		1,707,212
Air Transportation		6,381,586
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets		802,611
Total depreciation expense-governmental activities	$	42,674,192
Business-Type Activities:		
Solid Waste Management	$	4,461,002
Municipal Transit System		2,588,825
Bridge System		3,052,535
Waterworks System		11,676,762
Sewer System		8,587,771
Municipal Housing		36,527
Total depreciation expense-business-type activities	$	30,403,422

NOTE 9 - RETIREMENT PLANS

Texas Municipal Retirement System (TMRS)

General Information

The City provides benefits for all of its full-time employees (except for firefighters) through a non-traditional, joint contributory, hybrid cash balance defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), one of 888 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 (over-funded) actuarial liability (asset) over the remainder of the plan's 25-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 12/31/19, membership data for the City's pension plan is as follows:

Number of:	
Inactive employees or beneficiaries currently receiving benefits	1,089
Inactive employees entitled to but not yet receiving benefits	622
Active employees	2,273
Total	3,984

Actuarial Assumptions

Actuarial Cost Method -	Entry Age Normal
Amortization Method-	Level Percent of Payroll-Closed Period
Remaining Amortization Period-	25 Years
Asset Valuation Method-	10-year smoothed market
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 888 municipalities having the benefit plan administered by TMRS. Each of the 888 municipalities has an annual, individual actuarial valuation performed. All assumptions of the December 31, 2019 valuations are contained in the 2018 TMRS Comprehensive Annual 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, 2019 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, 2019

Total Pension Liability	$697,043,221
Plan Fiduciary Net Position	$564,187,103
Net Pension Liability	$132,856,118

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 12/31/19 are presented below:

Total pension liability		
Service cost	$	20,007,128
Interest (on the Total Pension Liability)		44,301,441
Changes of benefit terms		-
Difference between expected and actual experience		(431,846)
Changes of assumptions		685,153
Benefit payments, including refunds of employee contributions		(27,665,477)
Net change in total pension liability		36,896,399
Total pension liability-beginning		660,146,822
Total pension liability-ending	$	697,043,221
Plan fiduciary net position		
Contributions-employer	$	24,513,447
Contributions-employee		8,257,659
Net investment income		74,997,278
Benefit payments, including refunds of employee contributions		(27,665,477)
Administrative Expense		(423,253)
Other		(12,714)
Net change in plan fiduciary net position		79,666,940
Plan fiduciary net position-beginning		484,520,163
Plan fiduciary net position-ending	$	564,187,103
Net Change		(42,770,541)
Net pension liability-beginning		175,626,659
Net pension liability-ending	$	132,856,118

Pension Expense

Total Service Cost	$	20,007,128
Interest on the Total Pension Liability		44,301,441
Current Period Benefit Changes		-
Employee Contributions (Reduction of Expenses)		(8,257,659)
Projected Earnings on Plan Investments (Reduction of Expense)		(32,705,111)
Adminstrative Expense		423,253
Other Changes in Fiduciary Net Position		12,714
Recognition of Current Year Outflow (Inflow) of Resources-Liabilities		47,171
Recognition of Current Year Outflow (Inflow) of Resources-Assets		(8,458,433)
Amortization of Prior Year Outflow (Inflow) of Resources-Liabilities		(2,592,422)
Amortization of Prior Year Outflow (Inflow) of Resources-Assets		8,602,510
Total Pension Expense	$	21,380,592

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:				
Difference in assumption change (actuarial (gains) or losses)	5.37	685,153	127,589	557,564
Contrib after measurement date	0.00	21,633,173	-	21,633,173
			$ 127,589	$ 22,190,737
Due to Assets:				
Difference in expected and actual experience (actuarial (gains) or losses)	5.37	$ (431,846)	$ (80,418)	$ (351,428)
Difference in projected and actual earnings on pension plan investments (actuarial (gains) or losses)	5.00	(42,292,167)	(8,458,433)	$ (33,833,734)
			$ (8,458,433)	$ (34,185,162)
Total:				$ (11,994,425)

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

		outflows (inflows) of resource
2021	$	15,147,529
2022		(5,324,840)
2023		1,005,745
2024		(8,371,453)
2025		17,452
Thereafter		-
Total	$	2,474,433

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 statue. 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	$	236,692,214	$	132,856,118	$	47,779,288

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, 2018, 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, 2018 is shown below.

	9/30/18
Retirees and beneficiaries currently receiving benefits	158
Inactive employees entitled to but not yet receiving benefits	0
Active employees	410
Total	568

The Laredo Firefighters Retirement System provides service retirement, death, disability, and withdrawal benefits. These benefits vest after 20 years of credited service. Employees may retire at age 50 with 20 years of service. As of the September 30, 2018 valuation date, the present plan provides a monthly normal service retirement benefit, payable in a Joint and Two-Thirds to Spouse form of annuity. The monthly benefit is equal to 3.03% of Final Average Monthly Salary for each year of service.

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

Contributions Required and Contributions Made

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

The costs of administering the plan are financed from the trust. The funding policy of the Laredo Firefighters Retirement System requires contributions equal to 15% of pay by the firefighters. Currently, the City contributes 20.35% of pay for each active firefighter. The actuarial valuation includes the assumption that the city contribution rate will be 20.35% over the UAAL amortization period.

Annual Pension Cost

For the fiscal year ending September 30, 2020, the City of Laredo's annual pension cost of $15,265,866 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, 2020 the city contribution rate was 20.35% of pay for all firefighters. The required contributions were reflected in the September 30, 2018 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 market value and the expected actuarial value. The actuarial value is not more than 110% or less than 90% of the actual market value of assets. The actuarial assumptions included an investment return assumption of 7.50% 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 43 years as of September 30, 2018 actuarial valuation.

Schedule of Employer Contributions

Plan Year Ended	Annual Contribution As a Percentage of Payroll	Annual Required Contribution	Percentage of Required Contribution
9/30/2011	17.90%	4,644,823	100%
9/30/2012	18.15%	5,311,893	100%
9/30/2013	18.40%	5,625,179	100%
9/30/2014	20.10%	6,044,620	100%
9/30/2015	20.10%	6,221,242	100%
9/30/2016	20.10%	6,801,034	100%
9/30/2017	20.10%	6,845,693	100%
9/30/2018	20.10%	7,264,588	100%
9/30/2019	20.35%	7,555,193	100%
9/30/2020	20.60%	8,145,656	100%

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, 2019, 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	$275,668,769
Plan Fiduciary Net Position	$158,998,242
Net Pension Liability	$116,670,527

Schedule of Changes in Net Pension Liability

Changes in the System's Net Pension Liability and Related Ratios as of fiscal year ended 9/30/20 are presented below:

Total pension liability		
Service cost	$	7,162,436
Interest (on the Total Pension Liability)		19,612,577
Changes of benefit terms		-
Difference between expected and actual experience		-
Changes of assumptions		-
Benefit payments, including refunds of employee contributions		(10,889,659)
Net change in total pension liability		15,885,354
Total pension liability-beginning		259,783,415
Total pension liability-ending	$	275,668,769
Plan fiduciary net position		
Contributions-employer	$	7,555,193
Contributions-employee		5,568,885
Net investment income		2,218,729
Benefit payments, including refunds of employee contributions		(10,889,659)
Administrative Expense		(268,743)
Other		-
Net change in plan fiduciary net position		4,184,405
Plan fiduciary net position-beginning		154,813,837
Plan fiduciary net position-ending	$	158,998,242
Net Change	$	11,700,949
Net pension liability-beginning		104,969,578
Net pension liability-ending	$	116,670,527

Pension Expense

Total Service Cost	$ 7,162,436
Interest on the Total Pension Liability	19,612,577
Employee Contributions (Reduction of Expenses)	(5,568,885)
Projected Earnings on Plan Investments (Reduction of Expense)	(11,684,751)
Amortization of differences between projected and actual earnings on plan investments	4,073,723
Amortization of changes of assumptions	1,697,934
Amortization of differences between expected and actual experience	(295,911)
Pension Plan administrative expenses	268,743
Changes of benefit provisions	-
Total Pension Expense	$ 15,265,866

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 projected and actual earnings on pension plan investments (actuarial (gains) or losses)	5.00	$ 10,162,374	$ 4,073,723	$ 6,088,651
Changes of assumptions	5.00	16,220,868	1,697,934	14,522,934
Difference between expected and actual experience	5.00	1,905,240	170,623	1,734,617
Contrib after measurement dat	-	8,145,656	-	8,145,656
			$ 5,942,280	$ 30,491,858
Due to Assets				
Difference between expected and actual experience	5.00	(5,344,574)	$ (466,534)	$ (4,878,040)
Total:				$ 25,613,818

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
2021	$ 10,629,627
2022	2,542,473
2023	3,375,072
2024	3,295,227
2025	1,402,023
Thereafter	4,369,396
Total	$ 25,613,818

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 7.5%, 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 (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	1% Decrease 6.50%	Discount Rate 7.50%	1% Increase 8.50%
City's net pension liability	$ 153,310,097	$ 116,670,527	$ 86,335,828

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 re 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 October 1, 2019.

	9/30/20
Active Participants	171
Retirees and Beneficiaries	45
Inactive, Non-Retired Participants	61
Total	277

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 lum-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, 2020 LTMI's annual pension cost of $1,840,000 was equal to the required and actual contributions during the year.

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

Schedule of Contributions

FY Ending 9/30	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as % of Covered Valuation Payroll
2016	643,000	600,000	43,000	6,772,317	8.86%
2017	790,120	877,000	(86,880)	6,873,995	12.76%
2018	927,081	950,000	(22,919)	7,045,845	13.48%
2019	1,042,376	825,000	217,376	7,149,335	11.54%
2020	1,093,625	1,840,000	(746,375)	7,484,337	24.58%

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, October 1, 2019.

The system's net pension liability was measured as of September 30, 2020 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	$13,774,574
Plan Fiduciary Net Position	$12,971,783
Net Pension Liability	$ 802,791

A. Schedule of Changes in Net Pension Liability

Total pension liability		
Service cost	$	377,148
Interest (on the Total Pension Liability)		753,532
Changes of benefit terms		-
Difference between expected and actual experience		(77,518)
Changes of assumptions		633,324
Benefit payments, including refunds of employee contributions		(255,653)
Net change in total pension liability		1,430,833
Total pension liability-beginning		12,343,741
Total pension liability-ending	$	13,774,574
Plan fiduciary net position		
Contributions-employer	$	1,840,000
Contributions-employee		49,872
Net investment income		1,001,152
Benefit payments, including refunds of employee contributions		(255,653)
Administrative Expense		(219,966)
Other		-
Net change in plan fiduciary net position	$	2,415,405
Plan fiduciary net position-beginning		10,556,378
Plan fiduciary net position-ending	$	12,971,783
Net Change	$	(984,572)
Net pension liability-beginning		1,787,363
Net pension liability-ending	$	802,791

B. Pension Expense

Total Service Cost	$	377,148
Interest on the Total Pension Liability		753,532
Employee Contributions (Reduction of Expenses)		(49,872)
Projected Earnings on Plan Investments (Reduction of Expense)		(664,547)
Administrative Expenses		219,966
Assumption Changes		118,184
Difference between expected and actual experience		18,123
Difference between projected and actual investment earnings on plan investments		(40,672)
Total Pension Expense	$	731,862

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	6.00	$ 255,549	$ 56,066	$ 199,483
Assumption Changes	6.00	794,316	118,184	676,132
Difference in projected and actual investment earnings	6.00	265,110	74,971	190,139
Total			$ 249,221	$ 1,065,754
Due To Assets				
Difference in expected and actual experience	6.00	$ (233,324)	$ (37,943)	$ (195,381)
Difference in projected and actual investment earnings	6.00	(419,679)	(115,643)	(304,036)
			$ (153,586)	(499,417)
Total				$ 566,337

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

	Net deferred outflows (inflows) of resource
2021	$ 109,205
2022	143,957
2023	108,751
2024	44,637
2025	80,056
2026	79,346
2027	385
Total	$ 566,337

D. Discount Rate

The discount rate used to measure the Total Pension Liability was 5.90%. 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 4.90%	Discount Rate 5.90%	1% Increase 6.90%
LTMI's net pension liability	$ 2,760,876	$ 802,791	$ (809,843)

Summary

Pension Expense for the fiscal year ended September 30, 2020 are as follows:

TMRS	$ 21,380,592
Laredo Firefighters	15,265,866
Laredo Transit	731,862
Total	$ 37,378,320

Deferred outflows of resources and deferred inflows of resources related to pensions for the fiscal year ended September 30, 2020 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	$ -	(351,428)	6,088,651	(4,878,040)	199,483	(195,381)
Difference in projected and actual earnings	-	(33,833,734)	1,734,617	-	190,139	(304,036)
Changes of assumptions	557,564	-	14,522,934	-	676,132	-
Contributions after measurement date	21,633,173	-	8,145,656	-	-	-
Total	$ 22,190,737	(34,185,162)	30,491,858	(4,878,040)	1,065,754	(499,417)

	Total	
	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Difference in expected and actual experience	$ 6,288,134	(5,424,849)
Difference in projected and actual earnings	1,924,756	(34,137,770)
Changes of assumption	15,756,630	-
Contributions after measurment date	29,778,829	-
Total	$ 53,748,349	(39,562,619)

	Net Deferred Outflows/(Inflows) of Resources			
	TMRS	Laredo Fire	Laredo Transit	Total
2021	$ 15,147,529	10,629,627	109,205	25,886,361
2022	(5,324,840)	2,542,473	143,957	(2,638,410)
2023	1,005,745	3,375,072	108,751	4,489,568
2024	(8,371,453)	3,295,227	44,637	(5,031,589)
2025	17,452	1,402,023	80,056	1,499,531
2026	-	-	79,346	79,346
Thereafter	-	4,369,396	385	4,369,781
Total	$ 2,474,433	25,613,818	566,337	28,654,588

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, 243 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 $750-$1,000 deductible per person with an additional maximum out of pocket cost of $7,150. 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	$ 15,785	$ 15,785
Fire	$ 6,737	$ 9,519	$ 9,519
City Employees	$ 3,879	$ 9,519	$ 9,519

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	$ 8,093	N/A
Fire	$ 3,070	$ 6,140	N/A
City Employees	$ 3,070	$ 6,140	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 09/30/2020, the City reported a liability of $265,995,373 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:

	September 30, 2019	September 30, 2020
Total OPEB Liability	$214,884,360	$265,995,373
Covered Payroll	137,663,439	137,663,439
Total OPEB Liability as a % of Covered Payroll	156.09%	193.22%

Discount Rate:

	September 30, 2019	September 30, 2020
Discount Rate	2.66%	2.21%
20 Year Tax-Exempt Municipal Bond Yield	2.66%	2.21%

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.

	September 30, 2019	September 30, 2020
Valuation Date	October 1, 2019	October 1, 2019
Measurement Date	September 30, 2019	September 30, 2020
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	Increase/ (Decrease) Total OPEB Liability
Balances as of September 30, 2019	$214,884,360
Changes for the Year:	
Service Cost	10,372,466
Interest on Total OPEB Liability	5,933,539
Effect of Plan Changes	-
Effect of economic/demographic gains or losses	-
Effect of Assumptions, Changes or Inputs	39,216,867
Benefit Payments	(4,411,859)
Balance as of September 30, 2020	$265,995,373

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 2.21%, 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 (1.21%) or 1 percentage point higher (3.21%) than the current rate.

	1% Decrease 1.21%	Discount Rate 2.21%	1% Increase 3.21%
Total OPEB Liability	$ 321,356,881	$ 265,995,373	$ 223,234,517

The following presents the total liability of the City, calculated using the current healthcare cost tread 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 1.21%	Current Trend Rate	1% Increase 3.21%
Total OPEB Liability	$ 213,684,382	$ 265,995,373	$ 337,202,211

Schedule of Changes in Total OPEB Liability and Related Ratios

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Total OPEB Liability										
Service Cost	10,372,466	7,892,469	9,148,227	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Interest on Total OPEB Liability	5,933,539	6,723,464	6,434,222	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of Plan Changes	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of Economic/Demographic	-	(10,789,640)	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of Assumption Changes or Inputs	39,216,867	49,441,385	(15,842,897)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit Payments	(4,411,859)	(4,214,723)	(3,021,511)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Change in Total OPEB Liability	51,111,013	49,052,955	(3,281,959)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total OPEB Liability, Beginning	214,884,360	165,831,405	169,113,364	N/A	N/A	N/A	N/A	N/A	N/A	N/A

OPEB Expense

	October 1, 2019 to September 30, 2020
Service Cost	$ 10,372,466
Interest on Total OPEB Liability	5,933,539
Effect of Plan Changes	-
Recognition of Deferred Inflows/Outflows of Resources	
Recognition of economic/demographic gains or losses	(1,172,787)
Recognition of Assumption Changes or Inputs	8,395,451
OPEB Expense	$ 23,528,669

As of September 30, 2020, the deferred inflows and outflows of resources are as follows:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between Expected and Actual Experiences	($ 8,444,066)	$ -
Changes of Assumptions	(10,732,286)	73,185,200
Total	($19,176,352)	$ 73,185,200

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:	
2021	$ 7,222,664
2022	7,222,664
2023	7,222,664
2024	7,222,664
2025	7,222,664
Thereafter	17,895,528
Total	$54,008,848

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, 2019 with measurements at September 30, 2019 and September 30, 2020, 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, 2020.

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, 2019 discount rate and the September 30, 2020 discount rate are 2.66% and 2.21%, respectively.

Inflation: The inflation rate is 2.30% per year.

Per Capita Medical Benefits Cost:

		Retiree		Spouse	
	Age	Male	Female	Male	Female
Medical/Rx	45	$ 8,874	$ 12,852	$ 8,864	$ 10,136
	50	9,712	11,960	9,902	11,031
	55	10,563	11,265	10,990	11,955
	60	12,102	12,041	12,571	12,949
	64	14,588	13,338	14,685	14,025
Fully Insured	65	4,793	4,626	4,793	4,626
	70	4,829	4,696	4,829	4,696
	75	4,993	4,776	4,993	4,776
	80	5,200	4,871	5,200	4,871
	85	$ 5,403	$ 5,028	$ 5,403	$ 5,028

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-2019. 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
2020	2.20%	4.90%
2021	5.10%	5.10%
2022	5.00%	5.00%
2023-2024	4.90%	4.90%
2025	4.80%	4.80%
2026	4.70%	4.70%
2027-2033	4.60%	4.60%
2034-2040	4.70%	4.70%
2041	4.80%	4.70%
2042	5.00%	4.70%
2043-2045	5.10%	4.80%
2046	5.30%	5.00%
2047	5.60%	5.10%
2048	5.70%	5.20%
2049	5.60%	5.10%
2050	5.50%	5.00%

Disability:

Demographic assumptions regarding retirement, disability, and termination are based on statistics taken from pension valuations, Texas Municipal Retirement System (TMRS) 2018 report.

Age	Rate
20	0.0004%
25	0.0025%
30	0.0099%
35	0.0259%
40	0.0494%
45	0.0804%
50	0.1188%
55	0.1647%
60	0.2180%
65	0.2787%

Retirement Rates:

Based on the 2018 TMRS Report

Age	Male	Female
40-44	6.0%	6.0%
45-49	6.0%	6.0%
50-54	8.0%	8.0%
55-59	14.0%	11.0%
60	20.0%	14.0%
61	25.0%	28.0%
62-65	32.0%	28.0%
66-69	22.0%	22.0%
70-74	20.0%	22.0%
75	100.0%	100.0%

Termination Rates:

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

Year from Retirement	Male	Female
1	1.72%	2.20%
2	2.29%	2.97%
3	2.71%	3.54%
4	3.06%	4.01%
5	3.35%	4.41%
6	3.61%	4.77%
7	3.85%	5.10%
8	4.07%	5.40%
9	4.28%	5.68%
10	4.47%	5.94%
11	4.65%	6.19%
12	4.82%	6.43%
13	4.98%	6.66%
14	5.14%	6.87%
15	5.29%	7.08%

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 2020, 2019, 2018, 2017, and 2016 were $ 254,530, $245,268, $219,946, $201,223, and $200,750, 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, 2020:

		General Obligation Serial Bonds	Certificates of Obligation	Revenue Bonds	Compensated Absences	Capital Lease Obligations	Notes Payable	Net Pension Oblig. (OPEB)
Long Term Obligations:								
Beginning Balances	$	104,039,404	94,286,968	21,688,625	38,463,649	5,033,709	-	214,884,360
Increases		3,070,000	31,107,371	-	3,212,136	1,889,082	-	51,111,013
Amort-Premiums		(1,202,985)	3,852,766	(310,906)	-	-	-	-
Decreases		(21,083,271)	(18,359,057)	(5,235,000)	(3,292,387)	(3,232,481)	-	-
Ending Long-Term Liabilities		84,823,148	110,888,048	16,142,719	38,383,398	3,690,310	-	265,995,373
Current Liabilities:								
Due Within One Year		10,946,043	5,298,713	2,675,000	3,292,387	1,918,519	-	-
Total Liabilities	$	95,769,191	116,186,761	18,817,719	41,675,785	5,608,829	-	265,995,373

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

General Long Term Obligations payable as of September 30, 2020 are comprised of the following issues:

A - General Obligation Serial Bonds

Series	Issue Amount	Purpose	Payable
2012 Gen. Oblig. Refunding Bonds	$7,635,000	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 2030 with interest at 3.00% per annum.	$936,561
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.	$6,217,904
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.	$42,436,112
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.	$16,940,000
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.	$7,233,400
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.	$10,164,497
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.	$3,055,000
		Subtotal	**$86,983,474**
		Deferred premiums/loss for various Gen. Oblig. Bonds	**$8,785,717**
		Total General Obligations Bonds	**$95,769,191**
		Due within one year	**$10,946,043**

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.	$1,215,000
2012 Comb. Tax & Revenue C.O.	$7,690,000	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 2032 with interest from 2.00% to 3.50% per annum.	$5,045,000
2012 Public Property Finance C.O.	$3,800,000	To acquire & purchase equipment for various City departments and the payment of issuance costs. Principal is due in varying amounts through 2022 with interest from 1.50% to 2.25% per annum.	$820,000
2013 Public Property Finance C.O.	$10,095,000	To acquire & purchase equipment for various City departments and the payment of issuance costs. Principal is due in varying amounts through 2021 with interest from 2.00% to 5.00% per annum.	$600,000
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.	$435,000
2014 Public Property Finance C.O.	$6,780,000	To acquire & purchase equipment for various City departments and the payment of issuance costs. Principal is due in varying amounts through 2022 with interest from 3.00% to 5.00% per annum.	$1,163,000
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.	$4,325,000
2015 Comb. Tax & Revenue C.O.	$19,765,000	To construct City streets & sidewalks, & drainage improvements, traffic signals, & lighting improvements, equipment & vehicles for various City departments, improvements to various City facilities, land acquisition, & the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2035 with interest from 2.00% to 5.00% per annum.	$12,995,000
2016A Comb. Tax & Revenue C.O.	$22,610,000	To construct City streets & sidewalks, & drainage improvements, traffic signals, & lighting improvements, constructing/renovating buildings, parking lots, & parks and the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2036 with interest from 3.00% to 5.00% per annum.	$20,550,000

Series	Issue Amount	Purpose	Payable
2016B Comb. Tax & Revenue C.O.	$3,075,000	To purchase land in the downtown area for parking & buildings, including a City owned convention center, and the payment of legal, fiscal, & engineering fees related to the various projects. Principal is due in varying amounts through 2026 with interest from 0.90% to 2.62% per annum.	$1,910,000
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.	$3,397,198
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.	$13,095,000
2018 Public Property Finance C.O.	$12,050,000	To acquire & purchase equipment for various City departments and the payment of issuance costs. Principal is due in varying amounts through 2026 with interest from 3.00% to 5.00% per annum.	$2,645,000
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.	$18,390,000
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.	$6,740,000
		Subtotal	**$103,775,198**
		Deferred Premiums for Various C.O.s	**$12,411,563**
		Total Certificates of Obligations	**$116,186,761**
		Due within one year	**$5,298,713**

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, 2020 consist of the following:

Series	Issue Amount	Purpose	Payable
2014 Sports Venue Sales Tax Ref. Bonds	$20,545,000	To refund a portion of the City's outstanding Sports Venue Sales Tax Revenue Bonds, Series 2005 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 2024 with interest from 2.00% to 5.00% per annum.	$9,855,000
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.	$8,030,000
		Subtotal	**$17,885,000**
		Deferred Premiums for Various Revenue Bonds	**$932,719**
		Total General Obligations Bonds	**$18,817,719**
		Due within one year	**$2,675,000**

D - Capital Lease Obligations

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

Lease Amount	Purpose	Payable
$4,588,000	Bank of America for the purchase and installation of energy savings facility upgrades. Payments are due in semiannual installments in varying amounts through 2027. Interest is at 2.44% per annum.	$2,650,199
$285,061	Deere Credit Inc. for the purchase of heavy equipment for lawn maintenance. Payments are due in monthly installments in varying amounts through 2021. Interest is at 3.25% per annum.	$50,643
$16,580	Deere Credit Inc. for the purchase of lawn equipment. Payments are due in monthly installments in varying amounts through 2021. Interest is at 4.25% per annum.	$3,003
$62,168	AT&T for the purchase of Police communications equipment. Payments are due in monthly installments in varying amounts through 2021. Interest is at 5.399% per annum.	$20,878
$3,971,914	Motorola Solutions for the purchase of an 800Mhz equipment. Payments are due in annual payments in varying amounts through 2021. Interest is at 1.99% per annum.	$818,024
$321,720	Motorola Solutions for the purchase of Airport Police radio equipment. Payments are due in annual payments in varying amounts through 2023. Interest is at 3.07% per annum.	$200,923
$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.	$218,684
$1,646,476	Tyler Technologies for the purchase of records management software. Payments are due in annual installments in varying amounts through 2029. Interest is at 0.00% per annum.	$1,646,476
	Total Present Value of Future Minimum Lease Payments	**5,608,831**
	Plus Amount Representing Interest	**$279,892**
	Total Minimum Lease Payments	**$5,888,723**

The assets acquired through capital leases are as follows:

	Governmental Activities
Asset:	
Machinery & Equipment	$11,130,982
Less: Accumulated Depreciation	($6,336,720)
Total	$4,794,262

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2020, are as follows:

Year Ending Sept. 30	Governmental Activities
2021	$1,918,519
2022	$1,039,302
2023	$1,053,027
2024	$406,561
2025	$387,490
2026	$397,062
2027	$406,870
Total Minimum Lease Payments	$5,608,831
Add: Amount representing interest	$279,892
Present value of minimum lease payments	$5,888,723

E - Notes Payable

No Notes Payables are outstanding as of September 30, 2020.

F – Refunding and Early Extinguishment

On December 3, 2019, the City of Laredo issued $3,070,000 in General Obligation Refunding Bonds, Series 2020 with an average interest rate of 2.47% to advance the following:

Bond Issue	Average Interest Rate	Principal Amount Refunded
Comb. Tax & Rev C.O. , Series 2010	5.00%	$2,805,000
General Oblig. Ref. Series 2010	3.63%	$705,000

The net proceeds of $2,877,883 (after payment of $67,667 in underwriting fees, insurance, and other issuance costs, no premium, and a contribution of $50,066) for the 2020 General Obligation Refunding Bonds sinking fund monies were used to purchase governmental securities. Those securities were deposited in an irrevocable trust within an escrow agent to provide for all of the future debt service payments on the 2010 Combination Tax & Revenue C.O. and the 2010 General Obligation Refunding Bonds. As a result, the 2010 Combination Tax & Revenue C.O. and the 2010 General Obligation Refunding Bonds are now considered defeased and the liability for those bonds have been removed from the government-wide Statement of Net Assets.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of $3,806,308. This difference, reported in the accompanying financial statements as a deduction from the General Obligation payable, is being charged to operations through the year 2030 using the effective interest method. The agency completed the advance refunding and its total debt service payments decrease over the next ten years by $309,349 and

resulted in an economic gain (difference between the present value of the old and the new debt service payments) of $239,253.

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, 2020, $98,160,551 in bonds outstanding are considered defeased.

H – OPEB

As per valuation report issued on September 30, 2020, the latest actuarial valuation reflected a net obligation for Other Post-Employment Benefits for $265,995,373. The unfunded actuarial liability as per the latest calculations stands at $265,995,373.

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, 2020:

		Revenue Bonds	Certificates of Obligation	General Oblig. Bond
Long Term Obligations:				
Beginning Balances	$	337,231,009	28,380,377	90,672,905
Increases		127,710,000	15,245,000	585,000
Amortization of Premiums		4,441,200	2,097,146	(792,801)
Decreases		(60,169,000)	(11,628,315)	(9,996,730)
Ending Long Term Liabilities		409,213,209	34,094,208	80,468,374
Current Liabilities:				
Due Within One Year		17,340,000	5,231,287	4,808,957
Total Liabilities	$	426,553,209	39,325,495	85,277,331

		Landfill Costs	Compensated Absences	Notes Payable	Capital Lease Obligations
Long Term Liabilities:					
Beginning Balances	$	12,203,578	1,516,666	1,480,535	-
Additions		620,539	294,582	-	51,991
Retirements		-	(147,189)	-	(19,524)
Ending Balances		12,824,117	1,664,059	1,480,535	32,467
Current Liabilities:					
Due Within One Year		-	939,421	-	12,484
Total Liabilities	$	12,824,117	2,603,480	1,480,535	44,951

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.	$214,000
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.	$206,000
2008 Waterworks and Sewer System Revenue Bond	$915,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2028, including interest at 4.21% to 5.26 % per annum.	$473,000
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.	$2,105,000
2011 Waterworks and Sewer System Revenue Bond	$30,875,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2041, including interest at 5.00% per annum.	$2,370,000
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.	$37,395,000
2012 International Toll Bridge System Revenue Refunding Bond	$7,640,000	To refund other Bridge revenue bond issues with principal due in varying amounts through year 2022, including interest at 2.0% to 3.0% per annum.	$1,785,000
2012 Waterworks and Sewer System Revenue Bond	$41,120,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2042, including interest at 2.0% to 5.0% per annum.	$29,200,000
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.	$9,810,000
2013 Waterworks and Sewer System Revenue Bond	$18,255,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2043, including interest at 2.0% to 5.0% per annum.	$15,615,000
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.	$10,405,000
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.	$8,355,000
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.	$1,835,000

Series	Issue Amount	Purpose	Payable
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.	$8,200,000
2015 Waterworks and Sewer System Revenue Bond	$15,045,000	To improve and extend the combined Water and Sewer system with principal due in varying amounts through year 2045, including interest at 2.0% to 5.0% per annum.	$13,710,000
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.	$4,710,000
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.	$6,480,000
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.	$3,910,000
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.	$18,715,000
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.	$75,395,000
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.	$7,500,000
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.	$1,195,000
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.	$17,075,000
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.	$46,440,000
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.	$52,000,000
		Subtotal	**$403,513,000**
		Deferred Charges/Premiums for Various Revenue Bonds	**$23,040,209**
		Total Revenue Bonds	**$426,553,209**

B – Certificates of Obligations

Series	Issue Amount	Purpose	Payable
2012 A Comb. Tax and Revenue C.O.	$10,345,000	To acquire equipment and vehicles for Solid Waste and acquire, design, construct, improve, and equip landfill cells and building and to pay legal, fiscal, and engineering fees in construction of such projects. Principal is due in varying amounts through 2022 with interest from 2.0% to 5.0% per annum.	$580,000
2012B Comb. Tax and Revenue C.O.	$4,605,000	To acquire equipment and vehicles for Solid Waste and acquire, design, construct, improve, and equip landfill cells and building and to pay legal, fiscal, and engineering fees in construction of such projects. Principal is due in varying amounts through 2032 with interest from .50% to 4.0% per annum.	$3,045,000
2013 Public Property Financial C.O.	$10,095,000	To purchase personal property for various City departments including Transit, Solid Waste, and other departments. Principal is due in varying amounts through 2021, with interest from 2.0% to 5.0% per annum.	$865,000
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.	$4,350,000
2014 Public Property Financial C.O.	$6,780,000	To purchase personal property for various City departments. Principal is due in varying amounts through 2022, with interest from 3.0% to 5.0% per annum.	$752,000
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.	$1,882,802
2017 Public Property Financial C.O.	$3,685,000	To purchase personal property for the Solid Waste Department and for paying legal, fiscal, and engineering fees in connection with such projects. Principal is due in varying amounts through 2028, with interest from 3.00% to 5.00% per annum.	$2,810,000
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.	$5,885,000
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.	$10,625,000
2019 Public Property Financial C.O.	$11,600,000	To purchase personal property for various City departments. Principal is due in varying amounts through 2028, with interest at 5.00% per annum.	$3,950,000
		Subtotal	**$34,744,802**
		Deferred Charges/Premiums for various Certificates of Obligations	**$4,580,693**
		Total Certificates of Obligations	**$39,325,495**
		Due within one year	**$5,231,287**

C - General Obligation Bonds

Series	Issue Amount	Purpose	Payable
2012 Gen. Oblig. Refunding Bond	$7,635,000	To refund outstanding obligations in order to achieve a debt service savings and pay costs related to the issuance of the bonds. Principal is due in varying amounts through 2024 with interest at 3.0% per annum.	$2,313,439
2013 Gen. Oblig. Refunding Bond	$16,845,000	To refund outstanding obligations in order to achieve a debt service savings and pay costs related to the issuance of the bonds. Principal is due in varying amounts through 2026 with interest at 3.0% per annum.	$247,097
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.	$3,403,887
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.	$31,040,000
2017 Gen. Oblig. Refunding Bond	$12,675,000	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 2030 with interest from 4.0% to 5.0% per annum.	$2,086,600
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.	$36,470,503
2019 Gen. Oblig. Refunding Bond	$3,655,000	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 2022 with interest from 1.90% to 2.00% per annum.	$570,000
		Subtotal	**$76,131,526**
		Deferred Charges for various General Obligation Bonds	**$9,145,806**
		Total General Obligation Bonds	**$85,277,332**
		Due within one year	**$4,808,957**

D - Capital Lease Obligations

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

Lease Amount	Purpose	Payable
$242,606	Toshiba Financial Services for the purchase of copiers. Payments are due in monthly installments in varying amounts through 2024. Interest is at 4.0% per annum.	$44,951
	Total Present Value of Future Minimum Lease Payments	**$44,951**
	Plus Amount Representing Interest	**$3,455**
	Total Minimum Lease Payments	**$48,406**

The assets acquired through capital leases are as follows:

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

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2020, are as follows:

Year Ending Sept. 30	Business Type Activities
2021	$12,484
2022	$13,030
2023	$13,600
2024	$5,837
Total Minimum Lease Payments	$44,951
Add: Amount representing interest	$3,455
Present value of minimum lease payments	$48,406

E – Refunding and Early Extinguishment

On December 3, 2019, the City of Laredo issued $585,000 in General Obligation Refunding Bonds, Series 2020 with an average interest rate of 2.47% to advance the following:

Bond Issue	Average Interest Rate	Principal Amount Refunded
General Oblig. Ref. Series 2010	3.63%	$705,000

The net proceeds of $551,556 (after payment of $12,894 in underwriting fees, insurance, and other issuance costs, no premium, and a contribution of $7,064) for the 2020 General Obligation Refunding Bonds sinking fund monies were used to purchase governmental securities. Those securities were deposited in an irrevocable trust within an escrow agent to provide for all of the future debt service payments on the 2010 General Obligation Refunding Bonds. As a result, the 2010 General Obligation Refunding Bonds are now considered defeased and the liability for those bonds have been removed from the government-wide Statement of Net Assets.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of $725,011. This difference, reported in the accompanying financial statements as a deduction from the General Obligation payable, is being charged to operations through the year 2030 using the effective interest method. The agency completed the advance refunding and its total debt service payments decrease over the next ten years by $58,924 and resulted in an economic gain (difference between the present value of the old and the new debt service payments) of $45,572.

On December 3, 2019, the City of Laredo issued $28,415,000 in Waterworks & Sewer System Revenue Refunding Bonds, Series 2019A with an average interest rate of 3.17% to advance the following:

Bond Issue	Average Interest Rate	Principal Amount Refunded
Water & Sewer Rev. Bonds, Series 2011	4.46%	$22,380,000
Water & Sewer Rev. Bonds, Series 2012	5.0%	$4,875,000

The net proceeds of $26,888,881 (after payment of $366,119 in underwriting fees, insurance, and other issuance costs, no premium, and a contribution of $739,334) for the 2020 Water & Sewer System Revenue Refunding Bonds sinking fund monies were used to purchase governmental securities. Those securities were deposited in an irrevocable trust within an escrow agent to provide for all of the future debt service payments on the Series 2011 and 2012 Water & Sewer System Revenue Bonds. As a result, the 2011 and 2012 Water & Sewer System Revenue Bonds are now considered defeased and the liability for those bonds have been removed from the government-wide Statement of Net Assets.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of $43,722,806. This difference, reported in the accompanying financial

statements as a deduction from the General Obligation payable, is being charged to operations through the year 2041 using the effective interest method. The agency completed the advance refunding and its total debt service payments decrease over the next 21 years by $3,464,519 and resulted in an economic gain (difference between the present value of the old and the new debt service payments) of $3,096,505.

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	$	136,385
Bridge System		434,203
Municipal Housing		17,245
Waterworks System		423,600
Sewer System		229,860
Solid Waste Fund		422,765
Total Long Term	$	1,664,058

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, 2020, $211,636,270 in bonds outstanding are considered defeased.

G - Landfill Closure and Post Closure Costs

During fiscal year 1994, the City adopted the provisions of GASB Statement No.18 "Accounting for Municipal Solid Waste Landfill Closure and Post Closure Care Costs." The landfill closure and post closure costs and the liability for landfill closure and post closure costs in Solid Waste Fund as of September 30, 2020 is $16,768,844 of which $12,824,117 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 $12,824,117 as of September 30, 2020 represents the cumulative amount for 10,804 acres of the landfill filled with solid waste for closure and 3,285 acres for post-closure care. The percentage of the landfill capacity for solid waste used as of September 30, 2020 is 76.68%. With Landfill receiving a permit for vertical expansion the estimated remaining life of the landfill is 8 years. Based on the remaining life, the landfill will

be filled to capacity by the year 2028. The estimated total current cost of the landfill closure and post closure care ($16,768,844) 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, 2020. 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.

The landfill is divided into four phases and is further divided into cells of 3 to 7 acres. The new regulations require that liner systems be installed in all cells opened after July 1, 1994. All cells regardless of their age will be required to receive final cover in conformity with the specifications of the current laws.

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

H. Notes Payable

Texas Comptroller of Public Accounts-State Energy Conservation Office loan for $1,480,535 for construction of VFDs and power factor correctors implementation at Jefferson Water Treatment Plant. Interest rate on the note is 2.00% simple interest per annum. The final maturity is contingent of final completion date of project.	$	1,480,535

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, 2020 are as follows:

		Receivables	Payables	Net
Due to Business Type Activities for for Internal Service				
Funds Allocation	$	-	8,033,736	(8,033,736)
Total Governmental Activity	$	-	8,033,736	(8,033,736)
Due from Governmental Activities for Internal Service				
Funds Allocation	$	8,033,736	-	8,033,736
Total Business Type Activity	$	8,033,736	-	8,033,736

NOTE 14 - INTERFUND TRANSFERS

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

	In	Out	Transfers
GOVERNMENTAL FUND:			
GENERAL FUND			
Transit System	$ 244,882	-	244,882
DEBT SERVICE			
Bridge	756,122	-	756,122
HOME INVESTMENT PARTNERSHIP			
Municipal Housing	3,464	-	3,464
COVID 19 ECONOMIC ASSISTANCE			
Solid Waste Fund	1,164,543	-	1,164,543
Waterworks system	3,000,000	-	3,000,000
CAPITAL IMPROVEMENTS			
Bridge	3,465,526	-	3,465,526
TOTAL - GOVERNMENT TYPE	8,634,537	-	8,634,537
BUSINESS TYPE:			
TRANSIT SYSTEM			
General Fund	-	244,882	244,882
BRIDGE			
Debt Service	-	756,122	756,122
Capital Improvements	-	3,465,526	3,465,526
MUNICIPAL HOUSING			
Home Investment Partnership	-	3,464	3,464
SOLID WASTE FUND			
Covid 19 Economic Assistance	-	1,164,543	1,164,543
WATERWORKS			
Covid 19 Economic Assistance	-	3,000,000	3,000,000
TOTAL - BUSINESS TYPE	$ -	8,634,537	8,634,537

CITY OF LAREDO, TEXAS
NOTES TO FINANCIAL STATEMENTS
NOTE 15 - Debt Service Requirements
The following is a summary of the City's debt service requirements for all funds as of September 30, 2020.

Business-Type and Governmental Activities

	Revenue Bonds			Notes / Lease Payables			Certificates of Obligation			General Obligation Bonds			Debt Service to Maturity		
Year	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2021	20,015,001	13,330,969	33,345,970	1,931,000	94,297	2,025,297	10,530,000	6,137,544	16,667,544	15,755,001	7,126,672	22,881,673	48,231,002	26,689,482	74,920,484
2022	20,704,000	12,641,462	33,345,462	1,052,331	62,549	1,114,880	9,580,000	5,684,547	15,264,547	15,549,999	6,438,435	21,988,434	46,886,330	24,826,993	71,713,323
2023	20,772,000	11,889,737	32,661,737	1,066,627	48,254	1,114,881	9,335,000	5,256,098	14,591,098	15,369,999	5,748,422	21,118,421	46,543,626	22,942,511	69,486,137
2024	20,021,000	11,142,474	31,163,474	412,402	34,052	446,454	9,180,000	4,830,554	14,010,554	15,694,998	5,045,566	20,740,564	45,308,400	21,052,646	66,361,046
2025	18,645,000	10,455,040	29,100,040	387,490	24,343	411,833	9,665,000	4,389,327	14,054,327	15,935,001	4,318,677	20,253,678	44,632,491	19,187,387	63,819,878
2026	17,982,999	9,874,326	27,857,325	397,062	14,772	411,834	8,495,000	3,961,052	12,456,052	15,890,000	3,577,052	19,467,052	42,765,061	17,427,202	60,192,263
2027	17,307,000	9,284,009	26,591,009	406,870	4,964	411,834	7,925,000	3,579,083	11,504,083	15,614,999	2,834,848	18,449,847	41,253,869	15,702,904	56,956,773
2028	14,791,000	8,762,465	23,553,465	-	-	-	8,320,000	3,204,331	11,524,331	9,685,000	2,250,536	11,935,536	32,796,000	14,217,332	47,013,332
2029	15,025,000	8,278,041	23,303,041	-	-	-	6,620,000	2,850,992	9,470,992	7,480,000	1,865,504	9,345,504	29,125,000	12,994,537	42,119,537
2030	14,615,000	7,773,168	22,388,168	-	-	-	6,770,000	2,536,024	9,306,024	5,305,001	1,589,759	6,894,760	26,690,001	11,898,951	38,588,952
2031	15,120,000	7,285,199	22,405,199	-	-	-	7,105,000	2,217,785	9,322,785	4,815,000	1,377,999	6,192,999	27,040,000	10,880,983	37,920,983
2032	15,600,000	6,790,757	22,390,757	-	-	-	7,425,000	1,888,313	9,313,313	5,030,001	1,160,599	6,190,600	28,055,001	9,839,669	37,894,670
2033	16,099,999	6,291,174	22,391,173	-	-	-	6,935,000	1,572,788	8,507,788	5,269,999	917,750	6,187,749	28,304,998	8,781,712	37,086,710
2034	16,620,000	5,774,546	22,394,546	-	-	-	7,245,000	1,257,638	8,502,638	2,315,000	728,125	3,043,125	26,180,000	7,760,309	33,940,309
2035	17,165,001	5,237,130	22,402,131	-	-	-	7,165,000	926,675	8,091,675	2,430,000	609,500	3,039,500	26,760,001	6,773,305	33,533,306
2036	17,725,000	4,670,739	22,395,739	-	-	-	6,155,000	621,775	6,776,775	2,545,000	485,125	3,030,125	26,425,000	5,777,639	32,202,639
2037	17,650,000	4,095,197	21,745,197	-	-	-	4,495,000	375,100	4,870,100	2,675,000	354,625	3,029,625	24,820,000	4,824,922	29,644,922
2038	18,220,000	3,510,346	21,730,346	-	-	-	3,270,000	191,600	3,461,600	2,810,000	217,500	3,027,500	24,300,000	3,919,446	28,219,446
2039	18,830,000	2,900,027	21,730,027	-	-	-	2,305,000	57,625	2,362,625	2,945,002	73,627	3,018,629	24,080,002	3,031,279	27,111,281
2040	18,770,000	2,278,461	21,048,461	-	-	-	-	-	-	-	-	-	18,770,000	2,278,461	21,048,461
2041	13,935,000	1,756,172	15,691,172	-	-	-	-	-	-	-	-	-	13,935,000	1,756,172	15,691,172
2042	12,500,000	1,357,664	13,857,664	-	-	-	-	-	-	-	-	-	12,500,000	1,357,664	13,857,664
2043	8,540,000	1,040,416	9,580,416	-	-	-	-	-	-	-	-	-	8,540,000	1,040,416	9,580,416
2044	7,620,000	801,161	8,421,161	-	-	-	-	-	-	-	-	-	7,620,000	801,161	8,421,161
2045	7,315,000	589,961	7,904,961	-	-	-	-	-	-	-	-	-	7,315,000	589,961	7,904,961
2046	5,305,000	410,226	5,715,226	-	-	-	-	-	-	-	-	-	5,305,000	410,226	5,715,226
2047	4,900,000	261,955	5,161,955	-	-	-	-	-	-	-	-	-	4,900,000	261,955	5,161,955
2048	3,860,000	145,555	4,005,555	-	-	-	-	-	-	-	-	-	3,860,000	145,555	4,005,555
2049	3,960,000	53,675	4,013,675	-	-	-	-	-	-	-	-	-	3,960,000	53,675	4,013,675
2050	1,785,000	3,392	1,788,392	-	-	-	-	-	-	-	-	-	1,785,000	3,392	1,788,392
Total	421,398,000	158,685,444	580,083,444	5,653,782	283,231	5,937,013	138,520,000	51,538,851	190,058,851	163,115,000	46,720,321	209,835,321	728,686,782	257,227,847	985,914,629

NOTE 16 - CONSTRUCTION AND IMPROVEMENT COMMITMENTS

As of September 30, 2020, the City had encumbrances for construction contractual commitments of $11,768,278 for various construction and improvement projects. The encumbrances are summarized as follows:

Project Description		Encumbrance	Financing Sources
Major Funds:			
Waterworks System	$	2,147,064	Bond Proceeds
Sewer System		5,138,028	Bond Proceeds
Total Major Funds:	$	7,285,092	
Non-Major Funds:			
Community Development	$	114,732	Grant Proceeds
Airport Construction		3,137,854	Grant Proceeds
2013 PPFCO		9,840	Bond Proceeds
2014 PPFCO		7,980	Bond Proceeds
2019 PPFCO		19,700	Bond Proceeds
2015 C.O. Issue		79,097	Bond Proceeds
2016 C.O. Issue		34,570	Bond Proceeds
2017 C.O. Issue		20,267	Bond Proceeds
2018 C.O. Issue		210,037	Bond Proceeds
2019 C.O. Issue		849,109	Bond Proceeds
Total Non-Major Funds:	$	4,483,186	
Total Significant Construction Encumbrances	$	11,768,278	

NOTE 17 – FUND EXPENDITURES EXCEEDING APPROPRIATIONS

During the fiscal year ended September 30, 2020, expenses in Police Trust Fund exceeded appropriations in the amount of $475,620.

NOTE 18 - 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 $275,000.00 per employee, with no maximum lifetime benefit. There is a maximum medical aggregate liability of $28,795,093.00 and projected net claims of $25,595,503.00. Claims exceeding $275,000.00 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 $3,643,634 reported in the Fund as of September 30, 2020 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 2018, 2019, and 2020 were:

Year	Balance at Beginning of Fiscal Year	Claims and Changes in Estimates	Current year Claims & Payments	Balance at Fiscal Year end [1]
2017-2018	$ 3,492,576	$ 21,439,058	$ 21,679,682	$ 3,251,952
2018-2019	$ 3,251,952	$ 25,210,686	$ 24,750,120	$ 3,712,518
2019-2020	$ 3,712,518	$ 24,222,010	$ 24,290,894	$ 3,643,634

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.

[1]Claim 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 $2,000,000.00 aggregated for FY17-18 and $2,200,000.00 aggregated for FY18-19 and $2,200,000.00 aggregated for FY19-20. 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, 2020, a liability was recorded based on fiscal year 2020 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 2018, 2019 and 2020 were:

Year	Balance at Beginning of Fiscal Year	Claims and Changes in Estimates	Current Claims & Payments	Balance at Fiscal Year end [2]
2017-2018	$ 1,541,346	$ 1,659,818	$ 1,910,419	$ 1,290,745
2018-2019	$ 1,290,745	$ 1,867,009	$ 1,884,986	$ 1,272,768
2019-2020	$ 1,272,768	$ 2,159,268	$ 2,091,457	$ 1,340,579

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.

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

NOTE 19 – 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, 2020, the City had six active agreements under Chapter 312 that resulted in no tax abatements. Under Chapter 378, the City had twenty-eight active agreements that resulted in $60,619 in tax abatements. The City had three active agreements under Chapter 380 that resulted in sales tax refunds of $541,465 and one that resulted in property tax refunds of $91,359.

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, 2020, the City has one Tax Increment agreement but no infrastructure plans have been finalized to utilize taxes collected.

NOTE 20 – 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, 2020, 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 21 – 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 though 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, 2020, the amount of unspent interest to date was $28,817. 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 22- 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)-	$ (5,355,940)
Adjustments:	
Timing Differences-Encumbrances	(6,007,198)
Basic Differences:	
Non Budgeted-Allowance for Doubtful Accounts	862,325
Excess of revenues and other financing sources over expenditures and other uses (GAAP Basis)-budgetary classifications	(10,500,813)
Other adjustments-Excess of revenues and other financing Sources over expenditures and other uses for non-budgeted Funds-(Entity Differences)	47,109,188
Excess (Deficiency) of revenues and other financing sources over expenditures and other uses – Budget Basis	$ 36,608,375

NOTE 23 – 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	21,187	-	54,101
Permanent Fund Principal	-	-	50,000
Restricted for:			
Debt Service	-	6,955,422	1,387,468
Police	244,629	-	5,047,134
Fire	-	-	2,768
Municipal Court	451,109	-	-
911 Regional Fund	-	-	883,793
Urban Redevelopment and Housing	-	-	488,077
Health Services	-	-	2,551,847
Welfare	78,146	-	-
Environmental Services	-	-	8,858,301
Noise Abatement	-	-	539,343
Convention and Tourism	-	-	5,954,422
Parks and Recreation	12,398	-	31,495,263
Education	2,634	-	1,572,483
Downtown TIRZ 1	-	-	861,407
COVID19 Economic Assistance	-	-	4,060,083
Parking Meters	-	-	3,975
Permanent Fund Revenues	-	-	-
Capital Projects (Parks, Infrast., Mun. Improv)	-	-	49,469,128
Transportation	-	-	108,295
Commited to:			
General Government	31,068,069	-	-
Police	844,285	-	71,763
Fire	226,395	-	-
Municipal Court	26,719	-	-
Traffic Safety	80,315	-	-
911 Emergency	-	-	-
Convention and Tourism	-	-	-
Parking Meters	-	-	42,778
Public Works	47,774	-	-
Urban Redevelopment and Housing	-	-	2,208,967
Health Services	-	-	745,220
Welfare	2,333,549	-	-
Environmental Services	-	-	766,344
Noise Abatement	-	-	-
Parks and Recreation	1,142,939	-	11,483
Education	-	-	2,898
Other	1,081,100	-	-
Transportation	-	-	1,367,120
Capital Purchases (Equipment)	-	-	28,747
Capital Projects	-	-	1,215,287
Assigned to:			
Parking Meters	-	-	1,162,341
Environmental Services	-	-	4,074,886
Parks and Recreation	-	-	652,569
Transportation	-	-	8,439,726
Capital Projects	-	-	39,687,859
Unassigned	4,954,325	-	(5,156,300)
Total Fund Balances	42,615,573	6,955,422	168,709,576

NOTE 24 – PRIOR YEAR ADJUSTMENT

There were no prior year adjustments in the year ended September 30, 2020.

This page intentionally left blank

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)

		12/31/2019	12/31/2018	12/31/2017	12/31/2016	12/31/2015	12/31/2014
Total pension liability							
Service Cost	$	20,007,128	18,935,093	18,055,726	17,550,829	16,137,452	14,954,531
Interest (on the Total Pension Liability)		44,301,441	41,776,661	39,304,497	36,935,879	36,278,827	34,062,490
Changes of benefit terms		-	-	-	-	-	-
Difference between expected and actual experience		(431,846)	408,431	(1,450,209)	(2,007,074)	(6,889,003)	(3,571,761)
Change of assumptions		685,153	-	-	-	(1,671,663)	-
Benefit payments, including refunds of employee contributions		(27,665,477)	(20,838,620)	(18,611,473)	(16,671,410)	(14,594,700)	(14,154,831)
Net Change in Total Pension Liability		36,896,399	40,281,565	37,298,541	35,808,224	29,260,913	31,290,429
Total Pension Liability-Beginning		660,146,822	619,865,257	582,566,716	546,758,492	517,497,579	486,207,150
Total Pension Liability-Ending	$	697,043,221	660,146,822	619,865,257	582,566,716	546,758,492	517,497,579
Plan Fiduciary Net Position							
Contributions-Employer	$	24,513,447	23,259,291	22,434,463	21,915,367	20,857,055	19,414,300
Contributions-Employee		8,257,659	7,801,392	7,422,994	7,206,069	6,894,937	6,639,377
Net Investment Income		74,997,278	(14,669,500)	58,259,387	25,837,605	544,191	19,324,455
Benefit payments, including refunds of employee contributions		(27,665,477)	(20,838,620)	(18,611,473)	(16,671,410)	(14,594,700)	(14,154,831)
Administrative Expense		(423,253)	(283,249)	(301,727)	(291,637)	(331,414)	(201,717)
Other		(12,714)	(14,799)	(15,292)	(15,713)	(16,368)	(16,584)
Net Change in Plan Fiduciary Net Position		79,666,940	(4,745,485)	69,188,352	37,980,281	13,353,701	31,005,000
Plan Fiduciary Net Position-Beginning		484,520,163	489,265,648	420,077,296	382,097,015	368,743,314	337,738,314
Plan Fiduciary Net Position-Ending	$	564,187,103	484,520,163	489,265,648	420,077,296	382,097,015	368,743,314
Net Pension Liability-Ending	$	132,856,118	175,626,659	130,599,609	162,489,420	164,661,477	148,754,265
Plan Fiduciary Net Position as a Percentage of Total Pension Liability		80.94%	73.40%	78.93%	72.11%	69.88%	71.26%
Covered Payroll	$	117,966,558	111,448,461	106,023,054	102,937,415	98,459,134	94,769,773
Net Pension Liability as a Percentage of Covered Payroll		112.62%	157.59%	123.18%	157.85%	167.24%	156.96%

(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 increases ranges	In 2019, changed from 3.5% to 10.5% to 3.5% to 11.5%
Other information:	
Notes	There were no benefit changes during the year.

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

Laredo Firefighters Retirement System

		9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Total pension liability							
Service Cost	$	7,162,436	6,711,542	6,500,283	5,959,061	5,757,547	5,562,847
Interest (on the Total Pension Liability)		19,612,577	18,757,868	17,648,587	16,635,239	15,644,420	14,710,813
Changes of benefit terms		-	-	-	(4,481,331)	-	-
Difference between expected and actual experience		-	(5,966,888)	-	2,728,669	-	-
Change of assumptions		-	14,786,931	-	3,829,393	-	-
Benefit payments, including ref of employee contributions		(10,889,659)	(10,471,721)	(10,165,487)	(9,340,307)	(9,096,190)	(8,500,340)
Net Change in Total Pension Liability		15,885,354	23,817,732	13,983,383	15,330,724	12,305,777	11,773,320
Total Pension Liability-Beginning		259,783,415	235,965,683	221,982,300	206,651,576	194,345,799	182,572,479
Total Pension Liability-Ending	$	275,668,769	259,783,415	235,965,683	221,982,300	206,651,576	194,345,799
Plan Fiduciary Net Position							
Contributions-Employer	$	7,555,193	7,264,588	6,845,693	6,801,034	6,222,249	6,044,620
Contributions-Employee		5,568,885	5,416,147	5,109,297	5,075,400	4,642,722	4,521,220
Net Investment Income		2,218,729	10,891,487	14,198,072	9,529,045	(5,430,523)	9,030,933
Benefit payments, including ref of employee contributions		(10,889,659)	(10,471,721)	(10,165,487)	(9,340,307)	(9,096,190)	(8,500,340)
Administrative Expense		(268,743)	(272,399)	(310,945)	(209,946)	(239,505)	(221,416)
Other		-	2,461	1,440	11,587	-	-
Net Change in Plan Fiduciary Net Position		4,184,405	12,830,563	15,678,070	11,866,813	(3,901,247)	10,875,017
Plan Fiduciary Net Position-Beginning		154,813,837	141,983,274	126,305,204	114,438,391	118,339,638	107,464,621
Plan Fiduciary Net Position-Ending	$	158,998,242	154,813,837	141,983,274	126,305,204	114,438,391	118,339,638
Net Pension Liability-Ending	$	116,670,527	104,969,578	93,982,409	95,677,096	92,213,185	76,006,161
Plan Fiduciary Net Position as a Percentage of Total Pension Liability		57.68%	59.59%	60.17%	56.90%	55.38%	60.89%
Covered Payroll	$	37,125,900	36,107,647	34,061,980	33,836,000	30,951,480	30,141,467
Net Pension Liability as a Percentage of Covered Payroll		314.26%	290.71%	275.92%	282.77%	297.93%	252.16%

(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.
Investment Rate of Return	In 2019, rate decreased from 7.90% to 7.50%
Salary increases ranges	In 2019, changed from 3.25% to 2.75%
Other information:	
Notes	There were no benefit changes during the year.

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

		9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016
Total pension liability						
Service Cost	$	377,148	309,361	164,279	169,500	160,902
Interest (on the Total Pension Liability)		753,532	729,536	722,028	660,804	608,457
Changes of benefit terms		-	-	-	-	-
Difference between expected and actual experience		(77,518)	(182,684)	247,987	139,715	-
Change of assumptions		633,324	188,764	-	-	-
Benefit payments, including refunds of employee contributions		(255,653)	(188,309)	(191,901)	(150,612)	(116,526)
Net Change in Total Pension Liability		1,430,833	856,668	942,393	819,407	652,833
Total Pension Liability-Beginning		12,343,741	11,487,074	10,544,681	9,725,274	9,072,441
Total Pension Liability-Ending	$	13,774,574	12,343,742	11,487,074	10,544,681	9,725,274
Plan Fiduciary Net Position						
Contributions-Employer	$	1,840,000	825,000	950,000	877,000	600,000
Contributions-Employee		49,872	53,040	53,604	54,373	54,264
Net Investment Income		1,001,152	431,289	420,578	671,821	483,385
Benefit payments, including refunds of employee contributions		(255,653)	(188,309)	(191,901)	(150,612)	(116,526)
Administrative Expense		(219,966)	(197,859)	-	-	-
Other		-	-	-	-	-
Net Change in Plan Fiduciary Net Position		2,415,405	923,161	1,232,281	1,452,582	1,021,123
Plan Fiduciary Net Position-Beginning		10,556,378	9,633,217	8,400,936	6,948,354	5,927,231
Plan Fiduciary Net Position-Ending	$	12,971,783	10,556,378	9,633,217	8,400,936	6,948,354
Net Pension Liability-Ending	$	802,791	1,787,364	1,853,857	2,143,745	2,776,920
Plan Fiduciary Net Position as a Percentage of Total Pension Liability		94.17%	85.52%	83.86%	79.67%	71.45%
Covered Payroll	$	7,484,337	7,149,335	7,045,845	6,873,995	6,772,317
Net Pension Liability as a Percentage of Covered Payroll		10.73%	25.00%	26.31%	31.19%	41.00%

(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.

Changes of Assumptions:

Discount rate	In 2019, rate changed from 6.75% to 6.40%
	In 2020, rate changed to 5.90%
Rate of return	In 2019, rate of return was updated from 6.75% to 6.40%
	In 2020, rate of return was updated to 5.90%
Other information:	
Notes	There were no benefit changes during the year.

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

City of Laredo (TMRS)

Fiscal Year	Annual Required Contributions (ARC)	Contributions Made	Contribution (Deficiency) Excess	Covered Payroll	Contributions as a Percentage of Covered Payroll	Employee Contributions
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

Notes to Schedule of Contributions

Valuation Date:	
Notes	Actuarialy 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 Valution Method	10 Year smoothed market; 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) mortaiity 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 witih 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 FISCAL YEARS (1)

Laredo Firefighters Retirement System

Fiscal Year	Annual Required Contributions (ARC)	Contributions Made	Contribution (Deficiency) Excess	Covered Payroll	Contributions as a Percentage of Covered Payroll	Employee Contributions
9/30/2015	$ 6,044,620	$ 6,044,620	$ -	$30,141,467	20.05%	$ 4,521,220
9/30/2016	$ 6,221,242	$ 6,221,242	$ -	$30,951,480	20.10%	$ 4,642,722
9/30/2017	$ 6,801,034	$ 6,801,034	$ -	$33,836,000	20.10%	$ 5,075,400
9/30/2018	$ 6,845,693	$ 6,845,693	$ -	$34,061,980	20.10%	$ 5,109,297
9/30/2019	$ 7,264,588	$ 7,264,588	$ -	$36,107,647	20.12%	$ 5,416,147
9/30/2020	$ 7,555,193	$ 7,555,193	$ -	$37,125,900	20.35%	$ 5,568,885

Notes to Schedule of Contributions

Valuation Date:	
Notes	Actuarialy determined contribution rates are calculated biennialy, every September 30
Methods and Assumptions Used to Determine Contribution Rates:	
Actuarial Cost Method	Entry Age Normal
Asset Valution Method	Reported at fair market value
Inflation	2.75%
Salary Increase	2.75%, plus merit, step and longevity increases that vary by svc.
Investment Rate of Return	7.5%, net of pension plan investment expense
Retirement Age	At age 50 with 20 years of service
Mortality	Based on the PubS (safety employees) total dataset mortaility 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 FISCAL YEARS (1)

LTMI Defined Benefit Plan

Fiscal Year	Annual Required Contributions (ARC)	Contributions Made	Contribution (Deficiency) Excess	Covered Payroll	Contributions as a Percentage of Covered Payroll	Employee Contributions
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

Notes to Schedule of Contributions

Methods and Assumptions Used to Determine Contribution Rates:	
Actuarial Cost Method	Entry Age Normal
Asset Valution Method	Market value with contribution receivables
Inflation	2.50%
Salary Increase	Actuary assumed no salary increase because benefits are not pay related
Investment Rate of Return	5.90%
Retirement Age	Participants become eligbile for normal retirment upon attainment of age 65
Mortality	Pre & post retirement PRI2012 projected generationally with MP2019. PRI 2012 version-total employee, amount weighted No projection or adjustment applied prior to 2012 for entry age calculation. The mortality table was updated from RP2014 in the prior year valuation. The mortality improvement table was updated from MP-208 in the prior year valuation.

(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.

This page intentionally left blank

CITY OF LAREDO, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TEN YEARS (1)

	Fiscal Year Ending September 30,		
	2020	2019	2018
TOTAL OPEB LIABILITY			
Service Cost	$ 10,372,466	7,892,469	$ 9,148,227
Interest on Total OPEB Liability	5,933,539	6,723,464	6,434,222
Effect of plan changes	-	-	-
Effect of economic/demographic gains or (losses)	-	(10,789,640)	-
Effect of assumption changes or inputs	39,216,867	49,441,385	(15,842,897)
Benefit payments	(4,411,859)	(4,214,723)	(3,021,511)
Net change in Total OPEB liability	51,111,013	49,052,955	(3,281,959)
Total OPEB liability,beginning	214,884,360	165,831,405	169,113,364
Total OPEB liability,ending	265,995,373	214,884,360	165,831,405
Covered payroll	$ 137,663,439	137,663,439	$ 133,152,871
Total OPEB liability as a % of covered payroll	193.22%	156.09%	124.54%

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

Notes:
Changes of assumptions-In 2020 the discount rate was changed from 2.66% 5o 2.21%. Also, excise tax was removed from medical trend and claims, trend & retiree contributions were updated to reflect current plan provisions, actual plan experience, updated premiums, and updated census data.

This page intentionally left blank

DEBT SERVICE

CITY OF LAREDO, TEXAS
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
Year Ended September 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Taxes:				
Current	$ 20,355,616	20,355,616	20,652,143	296,527
Delinquent - Prior	307,914	307,914	243,285	(64,629)
Total Taxes	20,663,530	20,663,530	20,895,428	231,898
Investment Income:				
Interest Earnings	192,000	192,000	187,735	(4,265)
Total Investment Income	192,000	192,000	187,735	(4,265)
Special Assessments:				
Paving Assessments	8,480	8,480	3,680	(4,800)
Total Special Assessments	8,480	8,480	3,680	(4,800)
Miscellaneous:				
Reimbursements	-	-	724	724
Total Miscellaneous	-	-	724	724
TOTAL REVENUES	**20,864,010**	**20,864,010**	**21,087,567**	**223,557**
EXPENDITURES:				
Principal Retirement:				
General Obligations Debt	9,981,678	9,996,678	9,996,678	-
Revenue Bonds Debt	2,560,000	2,560,000	2,560,000	-
Contractual Obligations Debt	3,805,000	5,300,000	5,300,000	-
Total Principal Retirement	16,346,678	17,856,678	17,856,678	-
Interest:				
General Obligations Debt	4,147,178	4,220,697	4,220,697	-
Revenue Bonds Debt	818,012	818,012	818,012	-
Contractual Obligations Debt	3,496,106	4,334,804	4,242,860	91,944
Total Interest	8,461,296	9,373,513	9,281,569	91,944
Other:				
Contractual Services	18,728	19,728	18,966	762
Other	2,700,000	2,301,384	-	2,301,384
Fiscal Agent Fees	14,000	14,000	13,316	684
Bond Costs	-	67,667	63,462	4,205
Total Other	2,732,728	2,402,779	95,744	2,307,035
TOTAL EXPENDITURES	**27,540,702**	**29,632,970**	**27,233,991**	**2,398,979**
Excess (Deficiencies) of Revenues Over (Under) Expenditures	$ (6,676,692)	(8,768,960)	(6,146,424)	2,622,536

(Continued)

CITY OF LAREDO, TEXAS
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL
Year Ended September 30, 2020

(Continued)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
OTHER FINANCING SOURCES (USES):				
Transfers In:				
Environmental Services	$ 2,450,259	2,450,259	2,450,259	-
Parking Meters	190,554	190,554	190,554	-
Sports and Community Venue	3,378,012	3,378,012	3,378,012	-
Bridge System	756,122	756,122	756,122	-
Refunding Bonds Issued	-	3,070,000	3,070,000	-
Payment to Refunded Bond Escrow Agent	-	(3,002,333)	(3,002,333)	-
TOTAL OTHER FINANCING SOURCES (USES):	**6,774,947**	**6,842,614**	**6,842,614**	**-**
Net Change in Fund Balances	98,255	(1,926,346)	696,190	2,622,536
Fund Balances-Beginning	5,471,160	6,259,232	6,259,232	-
Fund Balances-Ending	$ **5,569,415**	**4,332,886**	**6,955,422**	**2,622,536**

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 administrating grants and contracts awarded by federal and state agencies and contributions by private foundations.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

COVID-19 ECONOMIC ASSISTANCE FUND – to account for economic aid for the community through several programs that adhere to federal mandates.

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.

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.

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2020 **(Continued)**

	SPECIAL REVENUE				
	BLOCK GRANTS	**HOUSING REHAB**	**HOME INVESTMENT**	**EMERGENCY SHELTER**	**HOME INV. AFFORDABLE HOUSING**
ASSETS					
Cash and Cash Equivalents:					
Cash	$ 100	-	-	-	-
Equity in Investment Pool	-	220	1,494	-	-
Cash with Fiscal Agent	-	-	-	-	-
Investments	-	14,503	352,586	-	-
Receivables, net of allowances:					
Accrued Interest	-	164	3,996	-	9,742
Hotel-Motel Tax, Penalty and Interest	-	-	-	-	-
Accounts	-	-	-	-	-
Notes	-	2,181,756	13,884,700	-	920,773
Due from Other Funds	-	-	-	-	-
Due from Other Governments	423,393	-	75,431	1,026	-
Inventory	-	-	-	-	-
TOTAL ASSETS	**423,493**	**2,196,643**	**14,318,207**	**1,026**	**930,515**
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	125,480	11,337	1,475	108	-
Retainage Payable	94,616	-	20,534	-	-
Accrued Wages and Employee Benefits	34,996	196	2,127	398	-
Contracts Payable	73,957	-	-	-	-
Customer Deposits	-	-	-	-	-
Due to Other Funds	94,444	-	-	520	-
Due to Other Governments	-	-	-	-	-
Due to Developers	-	-	-	-	-
Unearned Revenue	-	116,521	1,543,362	-	-
TOTAL LIABILITIES	423,493	128,054	1,567,498	1,026	-
Deferred Inflows of Resources	-	2,065,235	12,341,338	-	930,515
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES					
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	-	3,354	409,371	-	-
Committed	859,831	-	-	1,349,136	-
Assigned	-	-	-	-	-
Unassigned	(859,831)	-	-	(1,349,136)	-
TOTAL FUND BALANCES	**-**	**3,354**	**409,371**	**-**	**-**
TOTAL LIABILITIES AND FUND BALANCES	$ **423,493**	**2,196,643**	**14,318,207**	**1,026**	**930,515**

(Continued)

(Continued)

SPECIAL REVENUE					
AUTO THEFT TASK FORCE	FINANCIAL TASK FORCE	SPECIAL POLICE PROGRAM	911 EMERGENCY COMM. FUND	HEALTH FUND	INT'L. AIRPORT
-	5,000	-	200	4,550	1,100
960	-	-	-	10,750	29,016
-	-	-	-	-	-
232,049	-	-	-	2,336,285	6,364,274
2,630	-	-	-	26,477	72,126
-	-	-	-	-	-
-	-	-	-	1,885	70,576
-	-	-	-	-	-
-	-	-	-	-	-
239,018	117,834	479,676	795,214	2,519,171	3,932,672
-	-	-	-	2,999	-
474,657	**122,834**	**479,676**	**795,414**	**4,902,117**	**10,469,764**
7,196	10,611	4,108	559,130	240,553	169,175
-	-	-	-	-	2,683
28,003	13,974	98,213	7,197	327,576	85,782
-	-	-	-	-	-
-	-	-	-	-	62,656
-	98,249	35,848	229,087	-	-
-	-	-	-	-	18,982
-	-	-	-	-	-
-	-	-	-	2,551,846	108,295
35,199	122,834	138,169	795,414	3,119,975	447,573
-	-	-	-	228,435	107,050
-	-	-	-	2,999	-
439,458	-	341,507	883,793	2,551,847	108,295
-	71,763	-	-	745,220	1,367,120
-	-	-	-	-	8,439,726
-	(71,763)	-	(883,793)	(1,746,359)	-
439,458	**-**	**341,507**	**-**	**1,553,707**	**9,915,141**
474,657	**122,834**	**479,676**	**795,414**	**4,902,117**	**10,469,764**

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2020 **(Continued)**

	SPECIAL REVENUE				
	SPECIAL FIRE GRANTS	**HOTEL/MOTEL OCCUPANCY TAX**	**PUBLIC ACCESS CHANNEL**	**LAREDO CONVENT. & VISITORS**	**RECREATION FUND**
ASSETS					
Cash and Cash Equivalents:					
Cash	$ -	-	-	850	-
Equity in Investment Pool	-	24,554	6,835	3,120	2,809
Cash with Fiscal Agent	-	-	-	-	-
Investments	-	5,374,197	1,492,528	653,283	600,105
Receivables, net of allowances:					
Accrued Interest	-	60,905	16,915	7,404	6,801
Hotel-Motel Tax, Penalty and Interest	-	53,767	-	-	-
Accounts	-	-	82,589	399	-
Notes	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Due from Other Governments	150,088	-	-	-	-
Inventory	-	-	-	-	-
TOTAL ASSETS	**150,088**	**5,513,423**	**1,598,867**	**665,056**	**609,715**
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	-	41,806	26,384	67,147	3,911
Retainage Payable	-	41,182	-	-	-
Accrued Wages and Employee Benefits	43,143	-	-	17,182	875
Contracts Payable	-	-	-	-	-
Customer Deposits	-	-	-	-	-
Due to Other Funds	104,177	-	-	-	-
Due to Other Governments	-	-	-	55	-
Due to Developers	-	-	-	-	-
Deferred Revenue	-	-	-	-	-
TOTAL LIABILITIES	147,320	82,988	26,384	84,384	4,786
Deferred Inflows of Resources	-	56,685	-	-	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES					
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	2,768	5,373,750	1,572,483	580,672	-
Committed	-	-	2,898	-	11,483
Assigned	-	-	-	-	593,446
Unassigned	-	-	(2,898)	-	-
TOTAL FUND BALANCES	**2,768**	**5,373,750**	**1,572,483**	**580,672**	**604,929**
TOTAL LIABILITIES AND FUND BALANCES	**$ 150,088**	**5,513,423**	**1,598,867**	**665,056**	**609,715**

(Continued)

(Continued)

SPECIAL REVENUE					
PARKING METERS	ENVIRONMENTAL SERVICES	KEEP LAREDO BEAUTIFUL	NOISE ABATE. LEASE PROGRAM	SPORTS & COMMUNITY VENUE	SAMES AUTO ARENA
1,075	350	-	-	-	32,202
5,799	18,789	234	3,327	138,138	-
-	-	-	-	-	284,550
1,243,720	12,961,889	44,154	726,443	31,733,959	685,701
14,095	81,528	500	8,233	371,402	-
-	-	-	-	-	-
495,386	454,604	-	54,322	-	79,530
-	459	-	-	-	-
-	-	-	-	15,085	-
-	327,397	-	-	-	-
-	-	-	-	-	24,542
1,760,075	**13,845,016**	**44,888**	**792,325**	**32,258,584**	**1,106,525**
32,073	90,082	15,265	71,686	18,406	514,139
-	6,566	-	-	4,426	-
19,546	76,207	1,677	9,013	6,076	-
-	-	-	-	84,094	-
-	-	-	145,895	-	-
-	-	-	-	-	15,085
-	-	-	-	-	-
-	-	-	-	-	-
3,975	117	-	26,388	-	577,301
55,594	172,972	16,942	252,982	113,002	1,106,525
495,387	459	-	-	-	-
-	-	-	-	-	-
3,975	8,858,301	-	539,343	32,145,582	-
42,778	738,398	27,946	-	-	-
1,162,341	4,074,886	-	-	-	-
-	-	-	-	-	-
1,209,094	**13,671,585**	**27,946**	**539,343**	**32,145,582**	**-**
1,760,075	**13,845,016**	**44,888**	**792,325**	**32,258,584**	**1,106,525**

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2020 **(Continued)**

	SPECIAL REVENUE					
	LDO PUBLIC FACILITY CORP.	**MAX MANDEL GOLF COURSE**	**PARKLAND ACQUISITON PARK IMPROVEMENTS**	**DOWNTOWN TIRZ NO.1**	**COVID-19 ECON. ASSIST. FUND**	**POLICE TRUST FUND**
ASSETS						
Cash and Cash Equivalents:						
Cash	$ -	-	-	-	-	-
Equity in Investment Pool	386	838	3,489	3,860	18,388	19,154
Cash with Fiscal Agent	-	51,840	-	-	-	-
Investments	74,127	167,591	731,922	860,516	3,996,404	4,224,909
Receivables, net of allowances:						
Accrued Interest	840	1,899	8,295	9,752	45,291	47,881
Hotel-Motel Tax, Penalty and Interest	-	-	-	7,164	-	-
Accounts	-	49,699	-	-	-	-
Notes	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-
Due from Other Governments	-	-	-	-	-	-
Inventory	-	51,102	-	-	-	-
TOTAL ASSETS	**75,353**	**322,969**	**743,706**	**881,292**	**4,060,083**	**4,291,944**
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts Payable	1	105,317	6,557	12,721	-	25,712
Retainage Payable	-	-	-	-	-	-
Accrued Wages and Employee Benefits	-	-	-	-	-	63
Contracts Payable	-	-	-	-	-	-
Customer Deposits	-	2,547	-	-	-	-
Due to Other Funds	-	-	-	-	-	-
Due to Other Governments	-	5,250	-	-	-	-
Due to Developers	-	-	-	-	-	-
Deferred Revenue	-	99,630	-	-	-	-
TOTAL LIABILITIES	1	212,744	6,557	12,721	-	25,775
Deferred Inflows of Resources	-	-	-	7,164	-	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES						
Fund Balances:						
Nonspendable	-	51,102	-	-	-	-
Restricted	75,352	-	737,149	861,407	4,060,083	4,266,169
Committed	-	-	-	-	-	-
Assigned	-	59,123	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	**75,352**	**110,225**	**737,149**	**861,407**	**4,060,083**	**4,266,169**
TOTAL LIABILITIES AND FUND BALANCES	**$ 75,353**	**322,969**	**743,706**	**881,292**	**4,060,083**	**4,291,944**

(Continued)

(Continued)

	CAPITAL PROJECTS			
SUBDIVISION TRUST FUND	PARKS CAPITAL GRANTS	CAPITAL GRANTS	CONTRACTUAL OBLIGATIONS	CERTIFICATE OF OBLIGATION 09 ISSUE
-	-	-	-	-
5,715	-	-	-	-
-	-	-	-	-
1,284,006	235	-	4,722,514	150,691
14,552	4	-	21,797	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	2,975	-	-
-	-	206,859	-	-
-	-	-	-	-
1,304,273	**239**	**209,834**	**4,744,311**	**150,691**
19,686	-	3,292	591,647	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	206,542	-	-
-	-	-	-	-
1,284,587	-	-	-	-
-	-	-	-	-
1,304,273	-	209,834	591,647	-
-	-	-	-	-
-	-	-	-	-
-	239	-	4,152,664	150,691
-	-	242,520	-	-
-	-	-	-	-
-	-	(242,520)	-	-
-	**239**	**-**	**4,152,664**	**150,691**
1,304,273	**239**	**209,834**	**4,744,311**	**150,691**

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2020 **(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
ASSETS					
Cash and Cash Equivalents:					
Cash	$ -	-	-	-	-
Equity in Investment Pool	-	-	-	18	-
Cash with Fiscal Agent	-	-	-	-	-
Investments	47,811	158,149	4,362,750	8,199,282	2,628,264
Receivables, net of allowances:					
Accrued Interest	-	-	-	307	78
Hotel-Motel Tax, Penalty and Interest	-	-	-	-	-
Accounts	-	-	-	-	-
Notes	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Due from Other Governments	-	-	-	-	-
Inventory	-	-	-	-	-
TOTAL ASSETS	**47,811**	**158,149**	**4,362,750**	**8,199,607**	**2,628,342**
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	-	-	13	44,906	56,341
Retainage Payable	-	7,228	73,579	34,083	47,896
Accrued Wages and Employee Benefits	-	-	-	-	-
Contracts Payable	-	-	58,949	-	18,964
Customer Deposits	-	-	-	-	-
Due to Other Funds	-	-	9,362	-	-
Due to Other Governments	-	-	-	-	-
Due to Developers	-	-	-	-	-
Deferred Revenue	-	-	-	-	-
TOTAL LIABILITIES	-	7,228	141,903	78,989	123,201
Deferred Inflows of Resources	-	-	-	-	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES					
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	47,811	150,921	4,220,847	8,120,618	2,505,141
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	**47,811**	**150,921**	**4,220,847**	**8,120,618**	**2,505,141**
TOTAL LIABILITIES AND FUND BALANCES	$ **47,811**	**158,149**	**4,362,750**	**8,199,607**	**2,628,342**

(Continued)

(Continued)

CERTIFICATE OF OBLIGATION 18 ISSUE	CERTIFICATE OF OBLIGATION 19 ISSUE	AIRPORT CONSTRUCTION FUND	CAPITAL IMPROVEMENT	PERMANENT FUND CANSECO ENDOWMENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
-	-	-	-	-	45,427
1	-	21,246	170,839	266	490,245
-	-	-	-	-	336,390
9,537,745	15,961,857	4,619,392	37,420,527	77,672	164,042,040
67,001	73,339	52,351	424,084	880	1,451,269
-	-	-	-	-	60,931
-	-	-	121,012	-	1,410,002
-	-	-	-	-	16,987,688
-	-	-	-	-	18,060
-	-	1,584,411	2,943,569	-	13,795,759
-	-	-	-	-	78,643
9,604,747	**16,035,196**	**6,277,400**	**41,080,031**	**78,818**	**198,716,454**
42,714	237,642	307,816	54,249	1	3,518,687
32,626	15,101	555,613	283	-	936,416
1,261	13,697	3,844	14,772	-	805,818
-	49,054	793,137	33,216	-	1,111,371
-	-	-	-	-	211,098
2,975	312	-	-	-	796,601
-	-	-	-	-	24,287
-	-	-	-	-	1,284,587
-	-	-	58,310	-	5,085,745
79,576	315,806	1,660,410	160,830	1	13,774,610
-	-	-	-	-	16,232,268
-	-	-	-	50,000	104,101
9,525,171	15,719,390	4,616,990	229,828	28,817	113,283,787
-	-	-	1,001,514	-	6,460,607
-	-	-	39,687,859	-	54,017,381
-	-	-	-	-	(5,156,300)
9,525,171	**15,719,390**	**4,616,990**	**40,919,201**	**78,817**	**168,709,576**
9,604,747	**16,035,196**	**6,277,400**	**41,080,031**	**78,818**	**198,716,454**

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year ended September 30, 2020

(Continued)

	SPECIAL REVENUE				
	BLOCK GRANTS	**HOUSING REHAB**	**HOME INVESTMENT**	**EMERGENCY SHELTER**	**HOME INV. AFFORDABLE HOUSING**
REVENUES:					
Taxes	$ -	-	-	-	-
Licenses and Permits	-	-	-	-	-
Intergovernmental:					
Federal	3,808,627	-	1,178,545	308,629	-
State	-	-	-	-	-
Other	-	-	-	-	-
Charges for Services	-	-	-	-	-
Fines	-	-	-	-	-
Fees and Collections	-	-	-	-	-
Investment Income:					
Interest Earnings	-	194	6,377	-	-
Rents and Royalties	-	-	-	-	-
Discount Earnings	-	-	-	-	-
Miscellaneous:					
Local Contributions	-	-	-	-	-
Reimbursements	619,226	41,884	104,539	-	50,775
Other	-	-	-	-	-
TOTAL REVENUES	4,427,853	42,078	1,289,461	308,629	50,775
EXPENDITURES:					
Public Safety	474,168	-	-	-	-
Public Works	-	-	-	-	-
Health and Welfare	773,092	40,394	1,476,033	308,629	-
Cultural and Recreational	112,303	-	-	-	-
General Government	583,814	6,617	-	-	-
Air Transportation Services	-	-	-	-	-
Total Operating Expenditures	1,943,377	47,011	1,476,033	308,629	-
Debt Service:					
Principal	1,127	-	-	-	-
Interest	196	-	-	-	-
Bond Costs	-	-	-	-	-
Capital Outlay	2,483,153	-	-	-	-
TOTAL EXPENDITURES	4,427,853	47,011	1,476,033	308,629	-
Excess (Deficiency) of Revenues Over Expenditures	-	(4,933)	(186,572)	-	50,775
OTHER FINANCING SOURCES (USES):					
Transfers In	-	-	54,239	-	-
Proceeds - Long Term Debt	-	-	-	-	-
Bond Premiums	-	-	-	-	-
Transfers Out	-	-	-	-	(50,775)
Capital Leases	-	-	-	-	-
Sale of Assets	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	54,239	-	(50,775)
Net Change in Fund Balance	-	(4,933)	(132,333)	-	-
Fund Balances at Beginning of Year	-	8,287	541,704	-	-
FUND BALANCE AT END OF YEAR	$ -	3,354	409,371	-	-

(Continued)

(Continued)

SPECIAL REVENUE					
AUTO THEFT TASK FORCE	FINANCIAL TASK FORCE	SPECIAL POLICE PROGRAM	911 REGIONAL COMM. FUND	HEALTH FUND	INT'L. AIRPORT
-	-	-	-	-	-
-	-	-	-	448,868	-
-	819,790	3,004,830	-	2,138,691	5,208,660
672,341	-	380,898	2,392,580	9,897,528	1,275
-	-	-	-	306,348	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	563,682	286,921
362	-	5	112	36,881	119,023
-	-	-	-	297	5,641,447
-	-	-	-	395	89
-	-	-	-	350	-
11,320	-	-	6	459,854	368,631
-	-	-	-	1,238,575	-
684,023	819,790	3,385,733	2,392,698	15,091,469	11,626,046
1,087,703	787,585	4,508,969	2,203,631	-	-
-	-	-	-	-	-
-	-	-	-	17,718,810	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	7,968,333
1,087,703	787,585	4,508,969	2,203,631	17,718,810	7,968,333
-	-	-	314	6,825	63,025
-	-	-	55	1,189	8,103
-	-	-	-	-	-
-	32,205	122,783	191,691	439,570	224,578
1,087,703	819,790	4,631,752	2,395,691	18,166,394	8,264,039
(403,680)	-	(1,246,019)	(2,993)	(3,074,925)	3,362,007
498,025	-	1,144,909	-	3,049,462	600,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(49,341)
-	-	-	2,323	50,411	-
-	-	-	-	-	-
498,025	-	1,144,909	2,323	3,099,873	550,659
94,345	-	(101,110)	(670)	24,948	3,912,666
345,113	-	442,617	670	1,528,759	6,002,475
439,458	-	341,507	-	1,553,707	9,915,141

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year ended September 30, 2020

(Continued)

	SPECIAL REVENUE				
	HOTEL/MOTEL OCCUPANCY TAX	PUBLIC ACCESS CHANNEL	LAREDO CONVENT. & VISITORS	RECREATION FUND	PARKING METERS
REVENUES:					
Taxes	$ 3,143,470	-	-	-	-
Licenses and Permits	-	-	-	-	11,455
Intergovernmental:					
Federal	-	-	-	-	-
State	-	-	-	-	-
Other	-	-	-	-	300
Charges for Services	-	-	-	-	-
Fines	-	-	-	-	580,716
Fees and Collections	-	338,153	1,056	136,310	1,005,894
Investment Income:					
Interest Earnings	114,312	23,411	1,729	11,329	26,260
Rents and Royalties	-	-	-	-	49
Discount Earnings	-	-	-	-	416
Miscellaneous:					
Local Contributions	-	-	23,400	-	-
Reimbursements	100	-	546	-	15,750
Other	-	-	-	-	-
TOTAL REVENUES	3,257,882	361,564	26,731	147,639	1,640,840
EXPENDITURES:					
Public Safety	-	-	-	-	1,550,076
Public Works	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Cultural and Recreational	1,014,800	20,278	2,550,617	207,049	-
General Government	-	-	-	-	-
Air Transportation Services	-	-	-	-	-
Total Operating Expenditures	1,014,800	20,278	2,550,617	207,049	1,550,076
Debt Service:					
Principal	-	-	353	-	271
Interest	-	-	62	-	47
Bond Costs	-	-	-	-	-
Capital Outlay	-	58,293	49,975	-	-
TOTAL EXPENDITURES	1,014,800	78,571	2,601,007	207,049	1,550,394
Excess (Deficiency) of Revenues Over Expenditures	2,243,082	282,993	(2,574,276)	(59,410)	90,446
OTHER FINANCING SOURCES (USES):					
Transfers In	-	-	2,618,629	47,499	-
Proceeds - Long Term Debt	-	-	-	-	-
Bond Premiums	-	-	-	-	-
Transfers Out	(2,788,849)	-	-	-	(190,554)
Capital Leases	-	-	2,611	-	1,999
Sale of Assets	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(2,788,849)	-	2,621,240	47,499	(188,555)
Net Change in Fund Balance	(545,767)	282,993	46,964	(11,911)	(98,109)
Fund Balances at Beginning of Year	5,919,517	1,289,490	533,708	616,840	1,307,203
FUND BALANCE AT END OF YEAR	$ 5,373,750	1,572,483	580,672	604,929	1,209,094

(Continued)

(Continued)

SPECIAL REVENUE					
ENVIRONMENTAL SERVICES	KEEP LAREDO BEAUTIFUL, INC. FUND	NOISE ABATE. LEASE PROGRAM	SPORTS & COMMUNITY VENUE	SAMES AUTO ARENA	LDO PUBLIC FACILITY CORP.
-	-	-	8,468,774	-	-
303,100	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
17,000	-	-	-	-	-
7,825,039	-	-	-	2,111,389	-
-	-	-	-	-	-
-	-	20,965	-	-	-
172,054	244	12,934	549,122	-	1,322
-	-	2,049,540	2,401	-	-
6,079	-	406	-	-	-
-	11,100	-	30,000	-	-
279,077	-	4,995	-	-	-
-	-	-	-	-	-
8,602,349	11,344	2,088,840	9,050,297	2,111,389	1,322
-	-	-	-	-	-
-	-	-	-	-	-
4,894,396	239,363	1,387,065	-	-	12
-	-	-	669,556	3,178,144	-
-	-	-	-	-	-
-	-	-	-	-	-
4,894,396	239,363	1,387,065	669,556	3,178,144	12
-	-	-	271	-	-
-	-	-	47	-	-
59,467	-	-	-	-	-
1,716,776	-	-	941,060	-	-
6,670,639	239,363	1,387,065	1,610,934	3,178,144	12
1,931,710	(228,019)	701,775	7,439,363	(1,066,755)	1,310
-	224,400	-	3,351,521	1,066,755	-
5,050,000	-	-	-	-	-
1,013,408	-	-	-	-	-
(3,010,116)	-	(600,000)	(7,796,288)	-	-
-	-	-	1,999	-	-
1,822	-	-	-	-	-
3,055,114	224,400	(600,000)	(4,442,768)	1,066,755	-
4,986,824	(3,619)	101,775	2,996,595	-	1,310
8,684,761	31,565	437,568	29,148,987	-	74,042
13,671,585	27,946	539,343	32,145,582	-	75,352

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year ended September 30, 2020

(Continued)

	SPECIAL REVENUE					
	MAX MANDEL GOLF COURSE	PARKLAND ACQUISITION/ PARK IMPROVEMENTS	SPECIAL FIRE GRANTS	DOWNTOWN TIRZ NO. 1	COVID-19 ECON.ASSIT. FUND	POLICE TRUST FUND
REVENUES:						
Taxes	$ -	-	-	284,908	-	-
Licenses and Permits	-	-	-	-	-	-
Intergovernmental:						
Federal	-	-	1,048,688	-	-	-
State	-	-	-	-	-	-
Other	-	-	-	-	-	-
Charges for Services	841,356	-	-	-	-	-
Fines	-	-	-	-	-	-
Fees and Collections	-	346,587	-	-	-	-
Investment Income:						
Interest Earnings	-	10,685	-	13,439	-	66,840
Rents and Royalties	-	-	-	-	-	-
Discount Earnings	-	-	-	-	-	-
Miscellaneous:						
Local Contributions	12,274	35,699	-	-	-	-
Reimbursements	-	-	-	-	-	-
Other	-	-	-	-	-	1,638,011
TOTAL REVENUES	853,630	392,971	1,048,688	298,347	-	1,704,851
EXPENDITURES:						
Public Safety	-	-	2,101,194	-	-	557,994
Public Works	-	-	-	-	-	-
Health and Welfare	-	-	-	-	439,917	-
Cultural and Recreational	1,554,857	-	-	26,966	-	-
General Government	-	-	-	-	-	-
Air Transportation Services	-	-	-	-	-	-
Total Operating Expenditures	1,554,857	-	2,101,194	26,966	439,917	557,994
Debt Service:						
Principal	62,455	-	-	-	-	-
Interest	2,897	-	-	-	-	-
Bond Costs	-	-	-	-	-	-
Capital Outlay	-	79,314	84,999	-	-	967,980
TOTAL EXPENDITURES	1,620,209	79,314	2,186,193	26,966	439,917	1,525,974
Excess (Deficiency) of Revenues Over Expenditures	(766,579)	313,657	(1,137,505)	271,381	(439,917)	178,877
OTHER FINANCING SOURCES (USES):						
Transfers In	764,197	-	1,140,273	-	4,500,000	-
Proceeds - Long Term Debt	-	-	-	-	-	-
Bond Premiums	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Capital Leases	-					823,239
Sale of Assets	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	764,197	-	1,140,273	-	4,500,000	823,239
Net Change in Fund Balance	(2,382)	313,657	2,768	271,381	4,060,083	1,002,116
Fund Balances at Beginning of Year	112,607	423,492	-	590,026	-	3,264,053
FUND BALANCE AT END OF YEAR	$ 110,225	737,149	2,768	861,407	4,060,083	4,266,169

(Continued)

(Continued)

CAPITAL PROJECTS				
PARKS CAPITAL GRANTS	CAPITAL GRANTS	CONTRACTUAL OBLIGATIONS	CERTIFICATE OF OBLIGATION 09 ISSUE	CERTIFICATE OF OBLIGATION 12 ISSUE
-	-	-	-	-
-	-	-	-	-
-	123,266	-	-	-
-	36,954	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
4	-	84,746	1,467	1,268
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	65,000	-	-
4	160,220	149,746	1,467	1,268
-	-	-	-	-
-	-	121,495	13	732
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	121,495	13	732
-	-	-	-	-
-	-	-	-	-
-	-	97,039	-	-
-	1,129,731	6,630,048	-	169,662
-	1,129,731	6,848,582	13	170,394
4	(969,511)	(6,698,836)	1,454	(169,126)
-	969,511	-	-	-
-	-	7,310,000	-	-
-	-	1,059,469	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	969,511	8,369,469	-	-
4	-	1,670,633	1,454	(169,126)
235	-	2,482,031	149,237	216,937
239	-	4,152,664	150,691	47,811

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year ended September 30, 2020

(Continued)

	CAPITAL PROJECTS					
	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	CERTIFICATE OF OBLIGATION 19 ISSUE
REVENUES:	$					
Taxes	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-
Intergovernmental:						
Federal	-	-	-	-	-	-
State	-	-	-	-	-	-
Other	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines	-	-	-	-	-	-
Fees and Collections	-	-	-	-	-	-
Investment Income:						
Interest Earnings	2,392	46,145	97,477	42,032	180,301	159,722
Rents and Royalties	-	-	-	-	-	-
Discount Earnings	-	-	-	-	-	-
Miscellaneous:						
Local Contributions	-	-	-	-	-	-
Reimbursements	-	-	-	-	-	-
Other	-	-	-	-	-	-
TOTAL REVENUES	2,392	46,145	97,477	42,032	180,301	159,722
EXPENDITURES:						
Public Safety	-	-	-	-	-	-
Public Works	1,596	1,131	148,371	11,912	2,847	106,831
Health and Welfare	-	-	-	-	-	-
Cultural and Recreational	-	-	-	-	-	-
General Government	-	-	-	-	-	-
Air Transportation Services	-	-	-	-	-	-
Total Operating Expenditures	1,596	1,131	148,371	11,912	2,847	106,831
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Bond Costs	-	-	-	-	-	163,650
Capital Outlay	147,462	657,039	3,243,862	1,960,187	1,302,221	844,345
TOTAL EXPENDITURES	149,058	658,170	3,392,233	1,972,099	1,305,068	1,114,826
Excess (Deficiency) of Revenues Over Expenditures	(146,666)	(612,025)	(3,294,756)	(1,930,067)	(1,124,767)	(955,104)
OTHER FINANCING SOURCES (USES):						
Transfers In	-	-	-	-	-	-
Proceeds - Long Term Debt	-	-	-	-	-	13,900,000
Bond Premiums	-	-	-	-	-	2,774,494
Transfers Out	-	(15,669)	(30,817)	-	(929,831)	-
Capital Leases	-	-	-	-	-	-
Sale of Assets	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	(15,669)	(30,817)	-	(929,831)	16,674,494
Net Change in Fund Balance	(146,666)	(627,694)	(3,325,573)	(1,930,067)	(2,054,598)	15,719,390
Fund Balances at Beginning of Year	297,587	4,848,541	11,446,191	4,435,208	11,579,769	-
FUND BALANCE AT END OF YEAR	$ 150,921	4,220,847	8,120,618	2,505,141	9,525,171	15,719,390

(Continued)

(Continued)

AIRPORT CONSTRUCTION FUND	CAPITAL IMPROVEMENT	PERMANENT FUND CANSECO ENDOWMENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
-	-	-	11,897,152
-	-	-	763,423
11,744,326	2,676,148	-	32,060,200
49,341	27,222	-	13,458,139
-	-	-	323,648
-	-	-	10,777,784
-	-	-	580,716
-	-	-	2,699,568
98,702	816,967	1,371	2,699,229
-	-	-	7,693,734
-	-	-	7,385
-	37,500	-	150,323
-	-	-	1,956,703
-	-	-	2,941,586
11,892,369	3,557,837	1,371	88,009,590
-	-	-	13,271,320
992,398	1,909,966	-	3,297,292
-	-	-	27,277,711
-	-	-	9,334,570
-	-	-	590,431
-	-	-	7,968,333
992,398	1,909,966	-	61,739,657
-	-	-	134,641
-	-	-	12,596
-	-	-	320,156
12,709,156	631,101	-	36,817,191
13,701,554	2,541,067	-	99,024,241
(1,809,185)	1,016,770	1,371	(11,014,651)
49,341	9,472,331	-	29,551,092
-	-	-	26,260,000
-	-	-	4,847,371
-	(13,620,878)	-	(29,083,118)
-	-	-	882,582
-	-	-	1,822
49,341	(4,148,547)	-	32,459,749
(1,759,844)	(3,131,777)	1,371	21,445,098
6,376,834	44,050,978	77,446	147,264,478
4,616,990	40,919,201	78,817	168,709,576

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Intergovernmental:				
CDBG Grants	$ 30,019,204	3,808,627	33,827,831	39,087,814
Miscellaneous:				
Reimbursements	1,883,296	619,226	2,502,522	2,459,470
TOTAL REVENUES	**31,902,500**	**4,427,853**	**36,330,353**	**41,547,284**
EXPENDITURES:				
Public Safety	4,007,759	474,168	4,481,927	4,540,949
Health and Welfare	7,756,746	773,092	8,529,838	11,562,327
Cultural and Recreational	586,129	112,303	698,432	738,350
General Government	6,011,721	583,814	6,595,535	9,029,771
Lease Purchase Payments	-	1,127	1,127	1,146
Lease Interest Payments	-	196	196	212
Capital Outlay	13,540,145	2,483,153	16,023,298	15,674,529
TOTAL EXPENDITURES	**31,902,500**	**4,427,853**	**36,330,353**	**41,547,284**
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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Investment Income:						
Interest Earnings	$ 600	600	194	-	194	(406)
Miscellaneous:						
Reimbursements	72,000	72,000	41,884	-	41,884	(30,116)
TOTAL REVENUES	**72,600**	**72,600**	**42,078**	**-**	**42,078**	**(30,522)**
EXPENDITURES:						
Administration:						
Personnel Services	6,704	6,664	6,617	-	6,617	47
Contractual Services	2,803	2,843	2,944	-	2,944	(101)
Total Administration	9,507	9,507	9,561	-	9,561	(54)
Housing Rehabilitation Loans:						
Contractual Services	64,973	64,973	37,450	-	37,450	27,523
Total Housing Rehabilitation Loans	64,973	64,973	37,450	-	37,450	27,523
TOTAL EXPENDITURES	**74,480**	**74,480**	**47,011**	**-**	**47,011**	**27,469**
Excess (Deficiency) of Revenues Over Expenditures	(1,880)	(1,880)	(4,933)	-	(4,933)	(3,053)
Fund Balances at Beginning of Year	15,137	8,287	8,287	-	8,287	-
FUND BALANCE AT END OF YEAR	$ **13,257**	**6,407**	**3,354**	**-**	**3,354**	**(3,053)**

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Intergovernmental:				
HOME Grants	$ 2,771,940	1,178,545	3,950,485	5,562,425
Investment Income:				
Interest Earnings	14,977	6,377	21,354	8,250
Miscellaneous:				
Reimbursements	1,637,978	104,539	1,742,517	1,772,982
TOTAL REVENUES	**4,424,895**	**1,289,461**	**5,714,356**	**7,343,657**
EXPENDITURES:				
Personnel Services	335,031	72,242	407,273	407,287
Materials and Supplies	12,384	2,164	14,548	17,430
Contractual Services	4,403,741	1,401,627	5,805,368	7,614,776
Other	-	-	-	204,976
TOTAL EXPENDITURES	**4,751,156**	**1,476,033**	**6,227,189**	**8,244,469**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(326,261)**	**(186,572)**	**(512,833)**	**(900,812)**
OTHER FINANCING SOURCES (USES):				
Transfer In:				
Home Inv. Afford. Housing	834,918	50,775	885,693	887,805
Municipal Housing	37,520	3,464	40,984	17,480
Transfer Out:				
Home Inv. Afford. Housing	(4,473)	-	(4,473)	(4,473)
TOTAL OTHER FINANCING SOURCES:	**867,965**	**54,239**	**922,204**	**900,812**
Net Change in Fund Balances	**$ 541,704**	**(132,333)**	**409,371**	**-**
Fund Balances-Beginning		541,704		
Fund Balances-Ending		**$ 409,371**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Intergovernmental:				
Emergency Shelter Grants	$ 319,561	308,629	628,190	4,615,046
TOTAL REVENUES	**319,561**	**308,629**	**628,190**	**4,615,046**
EXPENDITURES:				
Personnel Services	14,963	11,267	26,230	179,178
Materials and Supplies	2,023	951	2,974	31,600
Contractual Services	302,575	296,411	598,986	4,404,268
TOTAL EXPENDITURES	**319,561**	**308,629**	**628,190**	**4,615,046**
Net Change in Fund Balances	**$ -**	**-**	**-**	**-**
Fund Balances-Beginning		-		
Fund Balances-Ending		**$ -**		

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Miscellaneous:						
Reimbursements	$ 52,038	52,038	50,775	-	50,775	(1,263)
TOTAL REVENUES	**52,038**	**52,038**	**50,775**	**-**	**50,775**	**(1,263)**
OTHER FINANCING SOURCES (USES):						
Transfer Out:						
Home Investment	(52,038)	(52,038)	(50,775)	-	(50,775)	1,263
TOTAL OTHER FINANCING SOURCES (USES)	**(52,038)**	**(52,038)**	**(50,775)**	**-**	**(50,775)**	**1,263**
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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
State	$ 1,245,034	1,284,281	672,341	-	672,341	(611,940)
Investment Income:						
Interest Earnings	200	200	362	-	362	162
Miscellaneous:						
Reimbursements	16,000	626,022	11,320	-	11,320	(614,702)
TOTAL REVENUES	**1,261,234**	**1,910,503**	**684,023**	**-**	**684,023**	**(1,226,480)**
EXPENDITURES:						
Personnel Services	997,988	1,923,789	994,291	-	994,291	929,498
Contractual Services	146,400	191,200	93,412	-	93,412	97,788
Other	587,504	626,222	-	-	-	626,222
TOTAL EXPENDITURES	**1,731,892**	**2,741,211**	**1,087,703**	**-**	**1,087,703**	**1,653,508**
Excess (Deficiency) of Revenues Over Expenditures	(470,658)	(830,708)	(403,680)	-	(403,680)	427,028
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	470,658	446,700	498,025	-	498,025	51,325
TOTAL OTHER FINANCING SOURCES (USES)	**470,658**	**446,700**	**498,025**	**-**	**498,025**	**51,325**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	(384,008)	94,345	-	94,345	478,353
Fund Balances at Beginning of Year	-	345,113	345,113	-	345,113	-
FUND BALANCES AT END OF YEAR	$ **-**	**(38,895)**	**439,458**	**-**	**439,458**	**478,353**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
Federal	$ 1,630,142	1,693,923	819,790	-	819,790	(874,133)
Miscellaneous:						
Forfeitures	-	757,871	-	-	-	(757,871)
TOTAL REVENUES	**1,630,142**	**2,451,794**	**819,790**	**-**	**819,790**	**(1,632,004)**
EXPENDITURES:						
Personnel Services	477,559	1,335,294	737,197	-	737,197	598,097
Material and Supplies	30,894	80,094	22,730	3,704	26,434	53,660
Contractual Services	52,551	152,363	27,658	4,410	32,068	120,295
Other	364,360	50,528	-	-	-	50,528
Total Operating Expenditures	925,364	1,618,279	787,585	8,114	795,699	822,580
Capital Outlay	-	125,572	32,205	63,649	95,854	29,718
TOTAL EXPENDITURES	**925,364**	**1,743,851**	**819,790**	**71,763**	**891,553**	**852,298**
Excess (Deficiency) of Revenues Over Expenditures	704,778	707,943	-	(71,763)	(71,763)	(779,706)
Fund Balances at Beginning of Year	608,545	-	-	-	-	-
FUND BALANCES AT END OF YEAR	$ **1,313,323**	**707,943**	**-**	**(71,763)**	**(71,763)**	**(779,706)**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
Federal	$ 3,351,252	4,810,051	3,004,830	-	3,004,830	(1,805,221)
State	2,642,522	2,365,104	380,898	-	380,898	(1,984,206)
Other	35,000	35,000	-	-	-	(35,000)
Investment Income:						
Interest Earnings	-	-	5	-	5	5
TOTAL REVENUES	**6,028,774**	**7,210,155**	**3,385,733**	**-**	**3,385,733**	**(3,824,422)**
EXPENDITURES:						
Police Grants:						
Click It or Ticket	25,000	25,000	-	-	-	25,000
Impaired Driving Mobilization	69,500	75,125	58,024	-	58,024	17,101
Alcohol Tobacco Firearms	99,391	114,797	114,797	-	114,797	-
Comprehensive Comm. Vehicle STEP	124,951	119,326	98,161	-	98,161	21,165
Comprehensive STEP	162,000	162,000	160,509	-	160,509	1,491
Equipped Bomb Unit Vehicle	-	43,121	-	-	-	43,121
US Marshals - Sex Offenders	10,000	10,000	-	-	-	10,000
Customs Narcotics	117,423	117,423	79,868	-	79,868	37,555
Bulletproof Vest Partnership	90,000	24,000	-	-	-	24,000
Justice Assistance Grant	175,948	244,466	160,748	-	160,748	83,718
Body-Worn Camera Project	292,500	106,875	-	-	-	106,875
COPS Community Policing Development	100,000	100,000	-	-	-	100,000
Project Safe Neighborhood	80,000	80,000	-	-	-	80,000
LETPA-SWAT Safety Gear	53,450	53,450	-	-	-	53,450
Fugitive Apprehension	19,879	23,829	23,829	-	23,829	-
Ldo. Joint Terrorism TF	22,796	22,796	19,231	-	19,231	3,565
Coronavirus Emergency- Federal	-	213,047	34,532	15,770	50,302	162,745
Violence of Crime Act	-	69,063	65,227	-	65,227	3,836
Violence Against Women Act	147,358	147,358	111,648	-	111,648	35,710
Cops Progam 2015-2018	1,449,780	1,449,780	1,106,191	-	1,106,191	343,589
Cops Progam 2019	675,453	1,036,558	-	-	-	1,036,558
OCDETF	56,881	56,881	40,206	-	40,206	16,675
FBI-Safe Streets	45,592	45,592	41,369	-	41,369	4,223
Stonegarden Grant	1,271,960	2,101,780	1,798,442	-	1,798,442	303,338
CBP Task Force	198,000	450,502	450,502	-	450,502	-
GDEM Border Security	500,000	500,000	145,685	-	145,685	354,315
Texas Anti-Gang Center Program	1,500,000	1,118,662	-	-	-	1,118,662
Public Safety Foundation- Firehouse	35,000	35,000	-	-	-	35,000
Total Operating Expenditures	7,322,862	8,546,431	4,508,969	15,770	4,524,739	4,021,692
Capital Outlay	271,161	243,020	122,783	120,237	243,020	-
TOTAL EXPENDITURES	**7,594,023**	**8,789,451**	**4,631,752**	**136,007**	**4,767,759**	**4,021,692**
Excess (Deficiency) of Revenues Over Expenditures	(1,565,249)	(1,579,296)	(1,246,019)	(136,007)	(1,382,026)	197,270
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	1,223,130	1,223,130	1,144,909	-	1,144,909	(78,221)
TOTAL OTHER FINANCING SOURCES (USES)	**1,223,130**	**1,223,130**	**1,144,909**	**-**	**1,144,909**	**(78,221)**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(342,119)	(356,166)	(101,110)	(136,007)	(237,117)	119,049
Fund Balances at Beginning of Year	342,119	442,617	442,617	-	442,617	-
FUND BALANCES AT END OF YEAR	$ **-**	**86,451**	**341,507**	**(136,007)**	**205,500**	**119,049**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
State Emergency Commission	$ 2,554,105	6,308,036	2,392,580	-	2,392,580	(3,915,456)
Investment Income:						
Interest Earnings	2,400	4,571	112	-	112	(4,459)
Miscellaneous:						
Reimbursements	-	-	6	-	6	6
TOTAL REVENUES	**2,556,505**	**6,312,607**	**2,392,698**	**-**	**2,392,698**	**(3,919,909)**
EXPENDITURES:						
Personnel Services	454,007	766,794	328,345	-	328,345	438,449
Materials and Supplies	142,950	716,903	384,921	111,550	496,471	220,432
Contractual Services	1,651,362	4,293,593	1,490,365	683,974	2,174,339	2,119,254
Other	2,400	16,562	-	-	-	16,562
Total Operating Expenditures	2,250,719	5,793,852	2,203,631	795,524	2,999,155	2,794,697
Debt Service- Principal	-	867	314	-	314	553
Debt Service- Interest	-	140	55	-	55	85
Capital Outlay	305,786	517,748	191,691	88,269	279,960	237,788
TOTAL EXPENDITURES	**2,556,505**	**6,312,607**	**2,395,691**	**883,793**	**3,279,484**	**3,033,123**
Excess (Deficiency) of Revenues Over Expenditures	-	-	(2,993)	(883,793)	(886,786)	(886,786)
OTHER FINANCING SOURCES (USES):						
Lease Proceeds	-	-	2,323	-	2,323	2,323
TOTAL OTHER FINANCING SOURCES (USES)	**-**	**-**	**2,323**	**-**	**2,323**	**2,323**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	-	(670)	(883,793)	(884,463)	(884,463)
Fund Balances at Beginning of Year	-	670	670	-	670	-
FUND BALANCES AT END OF YEAR	$ **-**	**670**	**-**	**(883,793)**	**(883,793)**	**(884,463)**

CITY OF LAREDO, TEXAS
HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
Federal Grants	$ 2,374,820	5,776,167	2,138,691	-	2,138,691	(3,637,476)
State Grants	10,263,888	18,709,322	9,897,528	-	9,897,528	(8,811,794)
Other	676,450	1,390,607	306,348	-	306,348	(1,084,259)
Licenses and Permits	433,020	433,020	448,868	-	448,868	15,848
Fees and Collections	865,287	877,522	563,682	-	563,682	(313,840)
Investment Income:						
Interest Earnings	46,345	46,345	36,881	-	36,881	(9,464)
Rents and Royalties	594	594	297	-	297	(297)
Discount Earnings	275	275	395	-	395	120
Miscellaneous:						
Contributions	350,000	540,346	350	-	350	(539,996)
Reimbursements	511,744	610,461	459,854	-	459,854	(150,607)
Other	555,223	4,060,223	1,238,575	-	1,238,575	(2,821,648)
TOTAL REVENUES	**16,077,646**	**32,444,882**	**15,091,469**	**-**	**15,091,469**	**(17,353,413)**
EXPENDITURES:						
Administrative Divisions:						
Administration	1,526,084	1,505,012	1,435,831	12,147	1,447,978	57,034
Health Education	107,086	83,385	51,939	14,428	66,367	17,018
Vital Statistics	277,217	339,675	279,239	46,854	326,093	13,582
E.M.S. Billing	348,036	350,653	288,972	21,933	310,905	39,748
STD Clinic	97,220	99,219	85,821	3,176	88,997	10,222
Maternity	100,747	95,611	45,072	745	45,817	49,794
Immunization	295,025	297,349	240,115	22,890	263,005	34,344
Tuberculosis	137,697	140,021	123,982	17,942	141,924	(1,903)
Adult Health	51,085	51,085	50,441	-	50,441	644
Laboratory	1,091,412	1,061,528	798,903	68,828	867,731	193,797
Personal Health Services	128,074	178,413	135,045	9,826	144,871	33,542
Budget and Grant Management	446,579	448,578	422,437	-	422,437	26,141
Environmental	1,066,213	1,067,357	985,674	41,597	1,027,271	40,086
Total Administrative Divisions	5,672,475	5,717,886	4,943,471	260,366	5,203,837	514,049
State Grants:						
H.I.V. - Prevention	325,000	332,252	255,871	-	255,871	76,381
T.B. Federal - Tuberculosis	184,013	262,776	195,704	293	195,997	66,779
Primary Care	178,734	321,273	165,012	-	165,012	156,261
Tuberculosis Elimination	217,661	491,361	228,489	-	228,489	262,872
Immunization Action Plan	441,911	660,089	348,298	-	348,298	311,791
Bureau of Regional/Local Health Operations	923,728	1,175,583	647,794	-	647,794	527,789
Women Infant and Children (W.I.C.)	4,351,336	5,252,350	4,272,222	89,476	4,361,698	890,652
W.I.C. Counties Expansion	1,183,714	1,281,808	1,116,031	13,840	1,129,871	151,937
Bio-Terrorism Preparedness	331,135	669,761	370,159	568	370,727	299,034
Office of Border Health - Surveillance	-	28,468	917	1,598	2,515	25,953
Associateship for Community Health and Resource Development - Dental	115,750	231,520	60,187	-	60,187	171,333
Associateship for Community Health and Resource Development - Prenatal	$ 40,446	72,434	27,712	-	27,712	44,722

(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, 2020

(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.)	$ 137,800	221,439	78,325	50,050	128,375	93,064
H.I.V. - Consortia (Ryan White)	598,278	1,132,880	572,973	124,811	697,784	435,096
HIV Social Services	130,381	252,827	131,647	-	131,647	121,180
Healthy Texas Babies	67,500	229,640	100,570	20,336	120,906	108,734
Texas Healthy Communities	-	3,023	2,450	-	2,450	573
Ebola Surveillance	-	157,735	81,746	-	81,746	75,989
Zika PHPR	226,765	1,018,695	68,243	-	68,243	950,452
Obesity Prevention Program	250,000	269,000	150,704	-	150,704	118,296
Zika Health Care Services Program	467,610	1,080,315	410,197	2,013	412,210	668,105
Hurricane Crisis Response	120,590	218,702	81,564	2	81,566	137,136
Family Support Community Response	-	255,122	134,998	88	135,086	120,036
Covid-19 Crisis Response	-	824,218	249,781	42,967	292,748	531,470
IDCU/ Covid-19	-	1,096,065	-	11,098	11,098	1,084,967
Community Mental Health	-	572,006	31,625	-	31,625	540,381
Diabetes Prevention	-	125,000	-	-	-	125,000
Nurse-Family Partnership	590,159	1,235,066	623,093	-	623,093	611,973
1115 Wavier Program	937,000	2,177,814	703,990	75,364	779,354	1,398,460
HIV and Mental Health Project	-	311,376	-	-	-	311,376
Healthy Disparities Initiative	30,000	56,462	26,464	-	26,464	29,998
Healthy Texas Women	324,008	682,907	314,770	-	314,770	368,137
Family Planning Open Enrollment	85,500	889,697	274,201	-	274,201	615,496
Ryan White Part C	300,000	479,456	262,033	13,051	275,084	204,372
Ryan White Part C - Covid-19	-	53,750	11,817	12,906	24,723	29,027
HHSC CARES Stimulus Funds	-	128,854	6,823	-	6,823	122,031
Women's Health and Family Planning	108,153	491,447	189,931	4,707	194,638	296,809
Zika Data Collection	-	4,845	-	-	-	4,845
TAMIU Si Texas	296,191	296,191	-	-	-	296,191
CHIP Perinate	24,317	24,317	-	-	-	24,317
Ventanilla de Salud Program	88,358	73,626	46,334	-	46,334	27,292
Ryan White Part D	50,499	90,270	48,975	-	48,975	41,295
Coastal Bend Wellness	10,000	20,000	-	-	-	20,000
Pillar-High Risk HIV	234,087	429,218	163,178	-	163,178	266,040
Veterans Mental Health Program	-	150,000	1,368	-	1,368	148,632
Hepatitis B Program	15,750	26,935	10,776	-	10,776	16,159
Women and Children Health Program	435,000	435,175	308,367	-	308,367	126,808
Special Projects	350,000	4,220,895	-	-	-	4,220,895
Total State Grant Expenses	14,171,374	30,514,643	12,775,339	463,168	13,238,507	17,276,136
Total Operating Expenses	19,843,849	36,232,529	17,718,810	723,534	18,442,344	17,790,185
Lease Purchase Payments	-	3,782	6,825	-	6,825	(3,043)
Lease Interest Payments	-	1,108	1,189	-	1,189	(81)
Capital Outlay	53,501	544,105	439,570	19,700	459,270	84,835
TOTAL EXPENDITURES	**19,897,350**	**36,781,524**	**18,166,394**	**743,234**	**18,909,628**	**17,871,896**
Excess (Deficiency) of Revenues Over Expenditures	(3,819,704)	(4,336,642)	(3,074,925)	(743,234)	(3,818,159)	518,483
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	3,049,462	3,049,462	3,049,462	-	3,049,462	-
Capital Lease Proceeds	-	50,411	50,411	-	50,411	-
TOTAL OTHER FINANCING SOURCES (USES)	**3,049,462**	**3,099,873**	**3,099,873**	**-**	**3,099,873**	**-**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(770,242)	(1,236,769)	24,948	(743,234)	(718,286)	518,483
Fund Balances at Beginning of Year	450,000	1,528,759	1,528,759	(1,986)	1,526,773	(1,986)
FUND BALANCE AT END OF YEAR	$ **(320,242)**	**291,990**	**1,553,707**	**(745,220)**	**808,487**	**516,497**

CITY OF LAREDO, TEXAS
INTERNATIONAL AIRPORT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
Federal	$ 55,959	18,562,651	5,208,660	-	5,208,660	(13,353,991)
State	2,258	2,258	1,275	-	1,275	(983)
Fees and Collections	536,991	536,991	286,921	-	286,921	(250,070)
Investment Income:						
Interest Earnings	120,000	120,000	119,023	-	119,023	(977)
Discount Earnings	-	-	89	-	89	89
Rents and Royalties	8,015,629	8,015,629	5,641,447	-	5,641,447	(2,374,182)
Miscellaneous:						
Reimbursements	397,365	502,029	368,631	-	368,631	(133,398)
TOTAL REVENUES	**9,128,202**	**27,739,558**	**11,626,046**	**-**	**11,626,046**	**(16,113,512)**
EXPENDITURES:						
Administration:						
Personnel Services	884,657	884,657	787,878	-	787,878	96,779
Materials and Supplies	53,991	70,130	57,369	2,697	60,066	10,064
Contractual Services	3,240,539	3,243,247	3,044,187	208,426	3,252,613	(9,366)
Other	130,000	30,100	-	-	-	30,100
Total Administration	4,309,187	4,228,134	3,889,434	211,123	4,100,557	127,577
Building Maintenance:						
Personnel Services	678,493	678,993	627,554	-	627,554	51,439
Materials and Supplies	246,173	288,644	157,410	32,556	189,966	98,678
Contractual Services	1,951,922	1,593,662	564,730	167,030	731,760	861,902
Total Building Maintenance	2,876,588	2,561,299	1,349,694	199,586	1,549,280	1,012,019
Ground Maintenance:						
Personnel Services	525,023	525,023	421,571	-	421,571	103,452
Materials and Supplies	78,350	94,507	63,126	10,659	73,785	20,722
Contractual Services	359,260	397,806	297,096	38,380	335,476	62,330
Total Ground Maintenance	962,633	1,017,336	781,793	49,039	830,832	186,504
Airport Security:						
Personnel Services	1,394,721	1,395,426	1,332,309	-	1,332,309	63,117
Materials and Supplies	125,419	182,332	100,138	11,040	111,178	71,154
Contractual Services	264,510	265,424	167,429	3,157	170,586	94,838
Total Airport Security	1,784,650	1,843,182	1,599,876	14,197	1,614,073	229,109
Foreign Trade Zone:						
Personnel Services	41,878	41,891	20,699	-	20,699	21,192
Materials and Supplies	500	500	-	-	-	500
Contractual Services	8,750	8,750	650	-	650	8,100
Total Foreign Trade Zone	51,128	51,141	21,349	-	21,349	29,792
Federal Inspection Services:						
Personnel Services	260,521	261,112	250,439	-	250,439	10,673
Materials and Supplies	18,262	18,756	5,655	-	5,655	13,101
Contractual Services	84,525	83,889	63,860	4,364	68,224	15,665
Total Federal Inspection Services	$ 363,308	363,757	319,954	4,364	324,318	39,439

(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, 2020

(Continued)

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
EXPENDITURES (Continued)						
Operation Stonegarden:						
Personnel Services	$ 12,960	12,960	6,233	-	6,233	6,727
Total Operation Stonegarden	12,960	12,960	6,233	-	6,233	6,727
Total Operating Expenditures	10,360,454	10,077,809	7,968,333	478,309	8,446,642	1,631,167
Debt Service:						
Principal	-	63,025	63,025	-	63,025	-
Interest	-	8,104	8,103	-	8,103	1
Capital Outlay	106,760	422,940	224,578	888,811	1,113,389	(690,449)
TOTAL EXPENDITURES	**10,467,214**	**10,571,878**	**8,264,039**	**1,367,120**	**9,631,159**	**940,719**
Excess (Deficiency) of Revenues Over Expenditures	(1,339,012)	17,167,680	3,362,007	(1,367,120)	1,994,887	(15,172,793)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Noise Abatement Fund	600,000	600,000	600,000	-	600,000	-
Transfers Out:						
Airport Construction Fund	(50,000)	(50,000)	(49,341)	-	(49,341)	659
TOTAL OTHER FINANCING SOURCES (USES)	**550,000**	**550,000**	**550,659**	**-**	**550,659**	**659**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(789,012)	17,717,680	3,912,666	(1,367,120)	2,545,546	(15,172,134)
Fund Balances at Beginning of Year	7,365,712	6,002,475	6,002,475	-	6,002,475	-
FUND BALANCE AT END OF YEAR	$ **6,576,700**	**23,720,155**	**9,915,141**	**(1,367,120)**	**8,548,021**	**(15,172,134)**

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, 2020

	Original Budget	Final Budget	Actual	Adjustment	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Taxes:						
Hotel-Motel Occupancy Tax	$ 3,790,733	3,790,733	3,114,134	-	3,114,134	(676,599)
Penalty and Interest	-	-	29,336	-	29,336	29,336
Investment Income:						
Interest Earnings	129,500	129,500	114,312	-	114,312	(15,188)
Miscellaneous:						
Reimbursements	-	-	100	-	100	100
TOTAL REVENUES	**3,920,233**	**3,920,233**	**3,257,882**	**-**	**3,257,882**	**(662,351)**
EXPENDITURES:						
Materials & Supplies	170,000	170,000	169,988	-	169,988	12
Contractual Services:						
Administration	190,979	190,979	261,222	-	261,222	(70,243)
Tourism and Promotion	324,750	324,750	291,507	29,743	321,250	3,500
Historical and Arts	560,096	623,669	292,083	104,584	396,667	227,002
TOTAL EXPENDITURES	**1,245,825**	**1,309,398**	**1,014,800**	**134,327**	**1,149,127**	**160,271**
Excess (Deficiency) of Revenues Over Expenditures	2,674,408	2,610,835	2,243,082	(134,327)	2,108,755	(502,080)
OTHER FINANCING SOURCES (USES):						
Transfers Out:						
General Fund	(160,818)	(160,818)	(122,723)	-	(122,723)	38,095
Convention and Visitors Bureau	(3,436,288)	(3,436,288)	(2,618,628)	-	(2,618,628)	817,660
Recreation Fund	(150,000)	(150,000)	(47,498)	-	(47,498)	102,502
TOTAL OTHER FINANCING SOURCES (USES)	**(3,747,106)**	**(3,747,106)**	**(2,788,849)**	**-**	**(2,788,849)**	**958,257**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(1,072,698)	(1,136,271)	(545,767)	(134,327)	(680,094)	456,177
Fund Balances at Beginning of Year	4,272,453	5,919,517	5,919,517	-	5,919,517	-
FUND BALANCES AT END OF YEAR	$ **3,199,755**	**4,783,246**	**5,373,750**	**(134,327)**	**5,239,423**	**456,177**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Fees and Collections	$ 328,000	328,000	338,153	-	338,153	10,153
Investment Income:						
Interest Earnings	18,000	18,000	23,411	-	23,411	5,411
TOTAL REVENUES	**346,000**	**346,000**	**361,564**	**-**	**361,564**	**15,564**
EXPENDITURES:						
Materials and Supplies	60,019	60,019	20,278	-	20,278	39,741
Contractual Services	8,250	8,250	-	250	250	8,000
Other	603,500	562,830	-	-	-	562,830
Total Operating Expenditures	671,769	631,099	20,278	250	20,528	610,571
Capital Outlay	252,906	293,576	58,293	2,648	60,941	232,635
TOTAL EXPENDITURES	**924,675**	**924,675**	**78,571**	**2,898**	**81,469**	**843,206**
Excess (Deficiency) of Revenues Over Expenditures	(578,675)	(578,675)	282,993	(2,898)	280,095	858,770
Fund Balances at Beginning of Year	1,026,720	1,289,490	1,289,490	-	1,289,490	-
FUND BALANCE AT END OF YEAR	$ **448,045**	**710,815**	**1,572,483**	**(2,898)**	**1,569,585**	**858,770**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Fees and Collections	$ 52,150	52,150	1,056	-	1,056	(51,094)
Investment Income:						
Interest Earnings	500	500	1,729	-	1,729	1,229
Miscellaneous:						
Contributions	-	50,000	23,400	-	23,400	(26,600)
Reimbursements	50,310	310	546	-	546	236
TOTAL REVENUES	**102,960**	**102,960**	**26,731**	**-**	**26,731**	**(76,229)**
EXPENDITURES:						
Personnel Services	678,770	678,770	688,213	-	688,213	(9,443)
Materials and Supplies	325,748	270,300	213,634	14,915	228,549	41,751
Contractual Services	2,976,109	2,430,180	1,648,726	565,757	2,214,483	215,697
Other	42,356	643,333	44	-	44	643,289
Total Operating Expenditures	4,022,983	4,022,583	2,550,617	580,672	3,131,289	891,294
Capital Outlay	49,975	49,975	49,975	-	49,975	-
Debt Service- Principal	-	400	353	-	353	47
Debt Service- Interest	-	-	62	-	62	(62)
TOTAL EXPENDITURES	**4,072,958**	**4,072,958**	**2,601,007**	**580,672**	**3,181,679**	**891,279**
Excess (Deficiency) of Revenues Over Expenditures	(3,969,998)	(3,969,998)	(2,574,276)	(580,672)	(3,154,948)	815,050
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Hotel-Motel Occupancy Tax	3,436,288	3,436,288	2,618,629	-	2,618,629	(817,659)
Proceeds- Capital Leases	-	-	2,611	-	2,611	2,611
TOTAL OTHER FINANCING SOURCES (USES)	**3,436,288**	**3,436,288**	**2,621,240**	**-**	**2,621,240**	**(815,048)**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(533,710)	(533,710)	46,964	(580,672)	(533,708)	2
Fund Balances at Beginning of Year	-	533,708	533,708	-	533,708	-
FUND BALANCE AT END OF YEAR	$ **(533,710)**	**(2)**	**580,672**	**(580,672)**	**-**	**2**

CITY OF LAREDO, TEXAS
RECREATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Investment Income:						
Interest Earnings	$ 8,400	8,400	11,329	-	11,329	2,929
Fees and Collections	366,000	366,000	136,310	-	136,310	(229,690)
TOTAL REVENUES	**374,400**	**374,400**	**147,639**	**-**	**147,639**	**(226,761)**
EXPENDITURES:						
Personnel Services	76,135	76,135	52,101	-	52,101	24,034
Materials and Supplies	188,495	188,495	37,236	7,933	45,169	143,326
Contractual Services	205,780	245,780	117,712	3,550	121,262	124,518
Other	99,774	59,774	-	-	-	59,774
TOTAL EXPENDITURES	**570,184**	**570,184**	**207,049**	**11,483**	**218,532**	**351,652**
Excess (Deficiency) of Revenues Over Expenditures	(195,784)	(195,784)	(59,410)	(11,483)	(70,893)	124,891
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Hotel-Motel Occupancy Tax	150,000	150,000	47,499	-	47,499	(102,501)
TOTAL OTHER FINANCING SOURCES (USES)	**150,000**	**150,000**	**47,499**	**-**	**47,499**	**(102,501)**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(45,784)	(45,784)	(11,911)	(11,483)	(23,394)	22,390
Fund Balances at Beginning of Year	526,476	616,840	616,840	-	616,840	-
FUND BALANCES AT END OF YEAR	$ **480,692**	**571,056**	**604,929**	**(11,483)**	**593,446**	**22,390**

CITY OF LAREDO, TEXAS
PARKING METERS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
Webb County	$ 300	300	300	-	300	-
License and Permits	6,135	6,135	11,455	-	11,455	5,320
Fines	520,918	520,918	580,716	-	580,716	59,798
Fees and Collections	1,210,239	1,210,239	1,005,894	-	1,005,894	(204,345)
Investment Income:						
Interest Earnings	31,200	31,200	26,260	-	26,260	(4,940)
Rents	-	-	49	-	49	49
Discount Earnings	-	-	416	-	416	416
Miscellaneous:						
Reimbursements	-	-	15,750	-	15,750	15,750
TOTAL REVENUES	**1,768,792**	**1,768,792**	**1,640,840**	**-**	**1,640,840**	**(127,952)**
EXPENDITURES:						
Personnel Services	1,241,214	1,241,214	986,711	-	986,711	254,503
Materials and Supplies	196,257	122,288	95,284	13,751	109,035	13,253
Contractual Services	433,618	519,268	468,169	29,027	497,196	22,072
Other	100,000	88,000	(88)	-	(88)	88,088
Total Operating Expenditures	1,971,089	1,970,770	1,550,076	42,778	1,592,854	377,916
Lease Purchase Payment	-	271	271	-	271	-
Lease Interest Payment	-	48	47	-	47	1
TOTAL EXPENDITURES	**1,971,089**	**1,971,089**	**1,550,394**	**42,778**	**1,593,172**	**377,917**
Excess (Deficiency) of Revenues Over Expenditures	(202,297)	(202,297)	90,446	(42,778)	47,668	249,965
OTHER FINANCING SOURCES (USES):						
Lease Proceeds	-	-	1,999	-	1,999	1,999
Transfers Out:						
Debt Service Fund	(190,554)	(190,554)	(190,554)	-	(190,554)	-
TOTAL OTHER FINANCING SOURCES (USES)	**(190,554)**	**(190,554)**	**(188,555)**	**-**	**(188,555)**	**1,999**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(392,851)	(392,851)	(98,109)	(42,778)	(140,887)	251,964
Fund Balances at Beginning of Year	1,187,457	1,307,203	1,307,203	-	1,307,203	-
FUND BALANCE AT END OF YEAR	$ **794,606**	**914,352**	**1,209,094**	**(42,778)**	**1,166,316**	**251,964**

CITY OF LAREDO, TEXAS
ENVIRONMENTAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Storm Water Fees	$ 7,251,000	7,251,000	7,825,039	-	7,825,039	574,039
Hazardous Materials Fees	320,000	320,000	303,100	-	303,100	(16,900)
Intergovernmental:						
STDC - Regional Solid Waste Mgmt	50,000	50,000	-	-	-	(50,000)
TXDOT - River Vega Hike/Bike	718,903	652,638	-	-	-	(652,638)
Universities and Colleges	17,000	17,000	17,000	-	17,000	-
Investment Income:						
Interest Earnings	103,200	103,200	78,579	-	78,579	(24,621)
Discount Earnings	-	-	6,079	-	6,079	6,079
Miscellaneous:						
Contributions	-	718,903	-	-	-	(718,903)
Reimbursements	-	-	279,077	-	279,077	279,077
TOTAL REVENUES	**8,460,103**	**9,112,741**	**8,508,874**	**-**	**8,508,874**	**(603,867)**
EXPENDITURES:						
Administration:						
Personnel Services	317,037	317,692	303,531	-	303,531	14,161
Materials and Supplies	500	500	-	-	-	500
Contractual Services	87,203	76,537	20,720	48,381	69,101	7,436
Other	30,929	30,929	80,961	(80,961)	-	30,929
Total Administration	435,669	425,658	405,212	(32,580)	372,632	53,026
Creek Cleaning:						
Personnel Services	1,472,946	1,218,234	1,184,717	-	1,184,717	33,517
Materials and Supplies	94,327	71,043	69,520	6,716	76,236	(5,193)
Contractual Services	304,894	242,395	219,638	17,969	237,607	4,788
Total Creek Cleaning	1,872,167	1,531,672	1,473,875	24,685	1,498,560	33,112
Stormwater:						
Personnel	933,596	917,522	922,219	-	922,219	(4,697)
Materials and Supplies	175,853	155,948	109,330	7,155	116,485	39,463
Contractual Services	1,867,949	1,996,417	1,683,256	185,412	1,868,668	127,749
Total Stormwater	2,977,398	3,069,887	2,714,805	192,567	2,907,372	162,515
CD Code Enforcement:						
Personnel Services	60,802	60,802	61,471	-	61,471	(669)
Materials and Supplies	461	461	461	-	461	-
Contractual Services	2,636	2,636	225	-	225	2,411
Total CD Code Enforcement	63,899	63,899	62,157	-	62,157	1,742
Hazardous Materials:						
Personnel Services	226,080	226,080	180,527	-	180,527	45,553
Materials and Supplies	6,926	6,926	4,052	-	4,052	2,874
Contractual Services	19,497	19,497	5,712	420	6,132	13,365
Total Hazardous Materials	252,503	252,503	190,291	420	190,711	61,792

(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, 2020

(Continued)

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
EXPENDITURES (Continued)						
Storm Water Improvements:						
Contractual Services	$ 89,771	106,145	46,953	-	46,953	59,192
Total Storm Water Improvements	89,771	106,145	46,953	-	46,953	59,192
2016 C.O. Issue:						
Contractual Services	-	614	579	-	579	35
Reserve Appropriation	107,792	180,707	-	-	-	180,707
Total 2016 C.O. Issue	107,792	181,321	579	-	579	180,742
2019 C.O. Issue:						
Contractual Services	-	524	524	-	524	-
Total 2019 C.O. Issue	-	524	524	-	524	-
Total Operating Expenditures	5,799,199	5,631,609	4,894,396	185,092	5,079,488	552,121
Bond Costs	-	62,884	59,467	-	59,467	3,417
Capital Outlay	1,598,350	11,815,806	1,716,776	2,366,225	4,083,001	7,732,805
TOTAL EXPENDITURES	**7,397,549**	**17,510,299**	**6,670,639**	**2,551,317**	**9,221,956**	**8,288,343**
Excess (Deficiency) of Revenues Over Expenditures	1,062,554	(8,397,558)	1,838,235	(2,551,317)	(713,082)	7,684,476
OTHER FINANCING SOURCES (USES):						
Sale of Assets	-	-	1,822	-	1,822	1,822
Miscellaneous	134	134	-	-	-	(134)
Bond Proceeds	-	5,050,000	5,050,000	-	5,050,000	-
Bond Premium	-	1,013,408	1,013,408	-	1,013,408	-
Interest Earnings	107,658	107,658	93,475	-	93,475	(14,183)
Transfers Out:						
Debt Service	(2,450,259)	(2,450,259)	(2,450,259)	-	(2,450,259)	-
Covid-19 Economic Assistance	-	(135,000)	(99,400)	-	(99,400)	35,600
Keep Laredo Beautiful	(335,000)	(535,457)	(460,457)	-	(460,457)	75,000
TOTAL OTHER FINANCING SOURCES (USES)	**(2,677,467)**	**3,050,484**	**3,148,589**	**-**	**3,148,589**	**98,105**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(1,614,913)	(5,347,074)	4,986,824	(2,551,317)	2,435,507	7,782,581
Fund Balances at Beginning of Year	2,848,287	8,684,761	8,684,761	(80,961)	8,603,800	(80,961)
FUND BALANCE AT END OF YEAR	$ **1,233,374**	**3,337,687**	**13,671,585**	**(2,632,278)**	**11,039,307**	**7,701,620**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Investment Income:						
Interest Earnings	$ -	-	244	-	244	244
Miscellaneous:						
Contributions	25,000	25,000	11,100	-	11,100	(13,900)
TOTAL REVENUES	**25,000**	**25,000**	**11,344**	**-**	**11,344**	**(13,656)**
EXPENDITURES:						
Personnel Services	68,577	68,577	55,623	-	55,623	12,954
Materials and Supplies	52,775	62,339	50,206	7,555	57,761	4,578
Contractual Services	15,808	142,244	133,534	390	133,924	8,320
Other	234,406	98,406	-	-	-	98,406
Total Operating Expenditures	371,566	371,566	239,363	7,945	247,308	124,258
Capital Outlay	20,000	20,000	-	20,000	20,000	-
TOTAL EXPENDITURES	**391,566**	**391,566**	**239,363**	**27,945**	**267,308**	**124,258**
Excess (Deficiency) of Revenues Over Expenditures	(366,566)	(366,566)	(228,019)	(27,945)	(255,964)	110,602
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Environmental Services	335,000	335,000	224,400	-	224,400	(110,600)
TOTAL OTHER FINANCING SOURCES (USES)	**335,000**	**335,000**	**224,400**	**-**	**224,400**	**(110,600)**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(31,566)	(31,566)	(3,619)	(27,945)	(31,564)	2
Fund Balances at Beginning of Year	-	31,565	31,565	-	31,565	-
FUND BALANCE AT END OF YEAR	$ **(31,566)**	**(1)**	**27,946**	**(27,945)**	**1**	**2**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Investment Income:						
Interest Earnings	$ 10,400	10,400	12,934	-	12,934	2,534
Fees and Collections	37,000	37,000	20,965	-	20,965	(16,035)
Rents and Royalties	1,786,000	1,786,000	2,049,540	-	2,049,540	263,540
Discount Earnings	600	600	406	-	406	(194)
Miscellaneous:						
Reimbursements	6,900	6,900	4,995	-	4,995	(1,905)
TOTAL REVENUES	**1,840,900**	**1,840,900**	**2,088,840**	**-**	**2,088,840**	**247,940**
EXPENDITURES:						
Personnel Services	422,207	422,207	420,714	-	420,714	1,493
Materials and Supplies	194,924	215,424	195,576	11,963	207,539	7,885
Contractual Services	921,026	917,526	757,580	65,058	822,638	94,888
Other	50,000	400	13,195	(13,195)	-	400
Total Operating Expenditures	1,588,157	1,555,557	1,387,065	63,826	1,450,891	104,666
Capital Outlay	-	32,600	-	30,816	30,816	1,784
TOTAL EXPENDITURES	**1,588,157**	**1,588,157**	**1,387,065**	**94,642**	**1,481,707**	**106,450**
Excess (Deficiency) of Revenues Over Expenditures	252,743	252,743	701,775	(94,642)	607,133	354,390
OTHER FINANCING SOURCES (USES):						
Transfer Out:						
Airport Fund	(600,000)	(600,000)	(600,000)	-	(600,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	**(600,000)**	**(600,000)**	**(600,000)**	**-**	**(600,000)**	**-**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(347,257)	(347,257)	101,775	(94,642)	7,133	354,390
Fund Balances at Beginning of Year	214,645	437,568	437,568	(13,195)	424,373	(13,195)
FUND BALANCES AT END OF YEAR	$ **(132,612)**	**90,311**	**539,343**	**(107,837)**	**431,506**	**341,195**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Taxes:						
General Sales & Use Tax	$ 8,764,824	8,764,824	8,468,774	-	8,468,774	(296,050)
Investment Income:						
Interest Earnings	606,000	606,000	549,122	-	549,122	(56,878)
Rents and Royalties	-	-	2,401	-	2,401	2,401
Miscellaneous:						
Contributions	-	-	30,000	-	30,000	30,000
TOTAL REVENUES	**9,370,824**	**9,370,824**	**9,050,297**	**-**	**9,050,297**	**(320,527)**
EXPENDITURES:						
Personnel	311,202	311,202	298,017	-	298,017	13,185
Materials and Supplies	100,010	101,340	39,594	8,918	48,512	52,828
Contractual Services	374,800	422,951	306,945	41,519	348,464	74,487
Other	1,775,000	645,249	25,000	75,000	100,000	545,249
Total Operating Expenditures	2,561,012	1,480,742	669,556	125,437	794,993	685,749
Principal Paid	-	-	271	-	271	(271)
Interest Expense	-	-	47	-	47	(47)
Capital Outlay	6,875,587	8,715,857	941,060	7,567,422	8,508,482	207,375
TOTAL EXPENDITURES	**9,436,599**	**10,196,599**	**1,610,934**	**7,692,859**	**9,303,793**	**892,806**
Excess (Deficiency) of Revenues Over Expenditures	(65,775)	(825,775)	7,439,363	(7,692,859)	(253,496)	572,279
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Sports & Community Operations	3,220,433	3,220,433	3,351,521	-	3,351,521	131,088
Proceeds - Capital Leases	-	-	1,999	-	1,999	1,999
Transfers Out:						
Sports & Community Debt Service	(3,220,433)	(3,220,433)	(3,351,521)	-	(3,351,521)	(131,088)
Sames Auto Arena Operations	(1,641,466)	(1,641,466)	(1,066,755)	-	(1,066,755)	574,711
Debt Service	(3,378,012)	(3,378,012)	(3,378,012)	-	(3,378,012)	-
TOTAL OTHER FINANCING SOURCES (USES)	**(5,019,478)**	**(5,019,478)**	**(4,442,768)**	**-**	**(4,442,768)**	**576,710**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(5,085,253)	(5,845,253)	2,996,595	(7,692,859)	(4,696,264)	1,148,989
Fund Balances at Beginning of Year	28,288,967	29,148,987	29,148,987	-	29,148,987	-
FUND BALANCES AT END OF YEAR	$ **23,203,714**	**23,303,734**	**32,145,582**	**(7,692,859)**	**24,452,723**	**1,148,989**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Charges for Services	$ 4,224,615	4,224,615	2,111,389	-	2,111,389	(2,113,226)
TOTAL REVENUES	**4,224,615**	**4,224,615**	**2,111,389**	**-**	**2,111,389**	**(2,113,226)**
EXPENDITURES:						
Contractual Services	5,869,255	5,869,255	3,178,144	-	3,178,144	2,691,111
TOTAL EXPENDITURES	**5,869,255**	**5,869,255**	**3,178,144**	**-**	**3,178,144**	**2,691,111**
Excess (Deficiency) of Revenues Over Expenditures	(1,644,640)	(1,644,640)	(1,066,755)	-	(1,066,755)	577,885
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Sports & Community Venue Fund	1,641,466	1,641,466	1,066,755	-	1,066,755	(574,711)
TOTAL OTHER FINANCING SOURCES (USES)	**1,641,466**	**1,641,466**	**1,066,755**	**-**	**1,066,755**	**(574,711)**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(3,174)	(3,174)	-	-	-	3,174
FUND BALANCES AT END OF YEAR	$ **(3,174)**	**(3,174)**	**-**	**-**	**-**	**3,174**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Investment Income:						
Interest Earnings	$ 1,000	1,000	1,322	-	1,322	322
Miscellaneous:						
Reimbursements	15,000	15,000	-	-	-	(15,000)
TOTAL REVENUES	**16,000**	**16,000**	**1,322**	**-**	**1,322**	**(14,678)**
EXPENDITURES:						
Contractual Services	-	-	12	-	12	(12)
Other	40,139	40,139	-	-	-	40,139
TOTAL EXPENDITURES	**40,139**	**40,139**	**12**	**-**	**12**	**40,127**
Excess (Deficiency) of Revenues Over Expenditures	(24,139)	(24,139)	1,310	-	1,310	25,449
Fund Balances at Beginning of Year	94,431	74,042	74,042	-	74,042	-
FUND BALANCES AT END OF YEAR	$ **70,292**	**49,903**	**75,352**	**-**	**75,352**	**25,449**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Charges for Services	$ 1,033,639	1,033,639	841,356	-	841,356	(192,283)
Miscellaneous:						
Contributions	-	75,000	12,274	-	12,274	(62,726)
TOTAL REVENUES	**1,033,639**	**1,108,639**	**853,630**	**-**	**853,630**	**(255,009)**
EXPENDITURES:						
Materials and Supplies	-	9,333	1,909	-	1,909	7,424
Contractual Services	1,653,063	1,671,053	1,552,948	3,382	1,556,330	114,723
Total Operating Expenditures	1,653,063	1,680,386	1,554,857	3,382	1,558,239	122,147
Debt Service:						
Principal	-	-	62,455	-	62,455	(62,455)
Interest	-	-	2,897	-	2,897	(2,897)
Capital Outlay	-	47,677	-	-	-	47,677
TOTAL EXPENDITURES	**1,653,063**	**1,728,063**	**1,620,209**	**3,382**	**1,623,591**	**104,472**
Excess (Deficiency) of Revenues Over Expenditures	(619,424)	(619,424)	(766,579)	(3,382)	(769,961)	(150,537)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	572,815	572,815	764,197	-	764,197	191,382
TOTAL OTHER FINANCING SOURCES (USES)	**572,815**	**572,815**	**764,197**	**-**	**764,197**	**191,382**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(46,609)	(46,609)	(2,382)	(3,382)	(5,764)	40,845
Fund Balances at Beginning of Year	46,609	112,607	112,607	-	112,607	-
FUND BALANCE AT END OF YEAR	$ **-**	**65,998**	**110,225**	**(3,382)**	**106,843**	**40,845**

CITY OF LAREDO, TEXAS
PARKLAND ACQUISITION/PARK IMPROVEMENTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Fees and Collections	$ -	936,342	346,587	-	346,587	(589,755)
Investment Income:						
Interest Earnings	7,200	18,446	10,685	-	10,685	(7,761)
Miscellaneous:						
Contributions	-	59,162	35,699	-	35,699	(23,463)
TOTAL REVENUES	**7,200**	**1,013,950**	**392,971**	**-**	**392,971**	**(620,979)**
EXPENDITURES:						
Capital Outlay	299,748	1,020,491	79,314	26,013	105,327	915,164
TOTAL EXPENDITURES	**299,748**	**1,020,491**	**79,314**	**26,013**	**105,327**	**915,164**
Excess (Deficiency) of Revenues Over Expenditures	(292,548)	(6,541)	313,657	(26,013)	287,644	294,185
Fund Balances at Beginning of Year	289,806	423,492	423,492	-	423,492	-
FUND BALANCE AT END OF YEAR	$ **(2,742)**	**416,951**	**737,149**	**(26,013)**	**711,136**	**294,185**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Intergovernmental:						
Federal	$ 802,358	1,213,925	1,048,688	-	1,048,688	(165,237)
TOTAL REVENUES	**802,358**	**1,213,925**	**1,048,688**	**-**	**1,048,688**	**(165,237)**
EXPENDITURES:						
SAFER Grant	1,877,352	2,203,919	2,101,194	-	2,101,194	102,725
Total Operating Expenditures	1,877,352	2,203,919	2,101,194	-	2,101,194	102,725
Capital Outlay	-	85,000	84,999	-	84,999	1
TOTAL EXPENDITURES	**1,877,352**	**2,288,919**	**2,186,193**	**-**	**2,186,193**	**102,726**
Excess (Deficiency) of Revenues Over Expenditures	(1,074,994)	(1,074,994)	(1,137,505)	-	(1,137,505)	(62,511)
OTHER FINANCING SOURCES (USES):						
Transfer In:						
General Fund	1,074,994	1,074,994	1,140,273	-	1,140,273	65,279
TOTAL OTHER FINANCING SOURCES (USES)	**1,074,994**	**1,074,994**	**1,140,273**	**-**	**1,140,273**	**65,279**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	-	2,768	-	2,768	2,768
FUND BALANCES AT END OF YEAR	$ **-**	**-**	**2,768**	**-**	**2,768**	**2,768**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Taxes:						
Property Taxes	$ 403,229	403,229	284,908	-	284,908	(118,321)
Investment Income:						
Interest Earnings	17,800	17,800	13,439	-	13,439	(4,361)
TOTAL REVENUES	**421,029**	**421,029**	**298,347**	**-**	**298,347**	**(122,682)**
EXPENDITURES:						
Contractual Services	-	-	26,966	-	26,966	(26,966)
Other	1,036,634	1,036,634	-	-	-	1,036,634
TOTAL EXPENDITURES	**1,036,634**	**1,036,634**	**26,966**	**-**	**26,966**	**1,009,668**
Excess (Deficiency) of Revenues Over Expenditures	(615,605)	(615,605)	271,381	-	271,381	886,986
Fund Balances at Beginning of Year	615,605	590,026	590,026	-	590,026	-
FUND BALANCES AT END OF YEAR	$ **-**	**(25,579)**	**861,407**	**-**	**861,407**	**886,986**

CITY OF LAREDO, TEXAS
COVID-19 ECONOMIC ASSISTANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - (BUDGET BASIS)
Year ended September 30, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
EXPENDITURES:						
Other	$ -	4,500,000	439,917	-	439,917	4,060,083
TOTAL EXPENDITURES	**-**	**4,500,000**	**439,917**	**-**	**439,917**	**4,060,083**
Excess (Deficiency) of Revenues Over Expenditures	-	(4,500,000)	(439,917)	-	(439,917)	4,060,083
OTHER FINANCING SOURCES (USES):						
Transfer In:						
Environmental Services	-	335,457	335,457	-	335,457	-
Solid Waste Fund	-	1,164,543	1,164,543	-	1,164,543	-
Waterworks System	-	3,000,000	3,000,000	-	3,000,000	-
TOTAL OTHER FINANCING SOURCES (USES)	**-**	**4,500,000**	**4,500,000**	**-**	**4,500,000**	**-**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	-	-	4,060,083	-	4,060,083	4,060,083
Fund Balances at Beginning of Year	-	-	-	-	-	-
FUND BALANCES AT END OF YEAR	$ **-**	**-**	**4,060,083**	**-**	**4,060,083**	**4,060,083**

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
REVENUES:						
Police Trust Fund						
Investment Income:						
Interest Earnings	$ 36,000	36,000	40,262	-	40,262	4,262
Miscellaneous:						
Forfeitures	300,000	300,000	1,470,666	-	1,470,666	1,170,666
Total Police Trust Fund	336,000	336,000	1,510,928	-	1,510,928	1,174,928
Financial Task Force						
Investment Income:						
Interest Earnings	28,800	28,800	26,578	-	26,578	(2,222)
Miscellaneous:						
Forfeitures	320,000	320,000	167,345	-	167,345	(152,655)
Total Financial Task Force	348,800	348,800	193,923	-	193,923	(154,877)
TOTAL REVENUES	**684,800**	**684,800**	**1,704,851**	**-**	**1,704,851**	**1,020,051**
EXPENDITURES:						
Police Trust Fund						
Materials and Supplies	576,013	408,875	258,242	86,628	344,870	64,005
Contractual Services	380,763	339,643	260,131	63,318	323,449	16,194
Total Police Trust Fund	956,776	748,518	518,373	149,946	668,319	80,199
Financial Task Force						
Personnel Services	-	48,500	39,370	-	39,370	9,130
Materials and Supplies	-	250	251	-	251	(1)
Contractual Services	70,000	70,000	-	70,000	70,000	-
Other	250,000	166,250	-	-	-	166,250
Total Financial Task Force	320,000	285,000	39,621	70,000	109,621	175,379
Total Operating Expenditures	1,276,776	1,033,518	557,994	219,946	777,940	255,578
Capital Outlay	-	281,873	967,980	45,091	1,013,071	(731,198)
TOTAL EXPENDITURES	**1,276,776**	**1,315,391**	**1,525,974**	**265,037**	**1,791,011**	**(475,620)**
Excess (Deficiency) of Revenues Over Expenditures	(591,976)	(630,591)	178,877	(265,037)	(86,160)	544,431
OTHER FINANCING SOURCES (USES):						
Capital Lease Proceeds	-	-	823,239	-	823,239	823,239
TOTAL OTHER FINANCING SOURCES (USES)	**-**	**-**	**823,239**	**-**	**823,239**	**823,239**
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(591,976)	(630,591)	1,002,116	(265,037)	737,079	1,367,670
Fund Balances at Beginning of Year	1,371,530	3,264,053	3,264,053	-	3,264,053	-
FUND BALANCES AT END OF YEAR	$ **779,554**	**2,633,462**	**4,266,169**	**(265,037)**	**4,001,132**	**1,367,670**

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Intergovernmental:				
State	$ 156,585	-	156,585	1,243,767
Investment Income:				
Interest Earnings	235	4	239	-
Miscellaneous:				
Contributions and Donations	-	-	-	1,890,743
TOTAL REVENUES	**156,820**	**4**	**156,824**	**3,134,510**
EXPENDITURES:				
Other	-	-	-	1,890,743
Capital Outlay	167,751	-	167,751	1,347,467
TOTAL EXPENDITURES	**167,751**	**-**	**167,751**	**3,238,210**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(10,931)**	**4**	**(10,927)**	**(103,700)**
OTHER FINANCING SOURCES (USES):				
Transfers In:				
2008 C.O. Bond	4,680	-	4,680	4,680
Capital Improvements	6,486	-	6,486	99,020
TOTAL OTHER FINANCING SOURCES:	**11,166**	**-**	**11,166**	**103,700**
Net Change in Fund Balances	**$ 235**	**4**	**239**	**-**
Fund Balances-Beginning		235		
Fund Balances-Ending		**$ 239**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Intergovernmental:				
Federal	$ 356,733	123,266	479,999	480,000
State	2,188,215	36,954	2,225,169	19,283,624
Investment Income:				
Interest Earnings	67	-	67	67
TOTAL REVENUES	**2,545,015**	**160,220**	**2,705,235**	**19,763,691**
EXPENDITURES:				
Other	18,837	-	18,837	244,962
Capital Outlay	2,746,848	1,129,731	3,876,579	29,143,787
TOTAL EXPENDITURES	**2,765,685**	**1,129,731**	**3,895,416**	**29,388,749**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(220,670)**	**(969,511)**	**(1,190,181)**	**(9,625,058)**
OTHER FINANCING SOURCES (USES):				
Transfers In:				
Capital Improvements Fund	397	-	397	5,239,349
2012 C.O. Bond	57,439	-	57,439	57,449
2015 C.O. Bond	58,651	8,863	67,514	1,193,260
2016 C.O. Bond	104,183	30,817	135,000	135,000
2018 C.O. Bond	-	929,831	929,831	3,000,000
TOTAL OTHER FINANCING SOURCES:	**220,670**	**969,511**	**1,190,181**	**9,625,058**
Net Change in Fund Balances	**$ -**	**-**	**-**	**-**
Fund Balances-Beginning		-		
Fund Balances-Ending		**$ -**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Investment Income:				
Interest Earnings	$ 161,281	84,746	246,027	134,845
Miscellaneous:				
Other	35,580	65,000	100,580	35,580
TOTAL REVENUES	**196,861**	**149,746**	**346,607**	**170,425**
EXPENDITURES:				
Materials and Supplies	1,051,031	18,839	1,069,870	1,007,083
Contractual Services	7,710	102,656	110,366	147,663
Other	-	-	-	25,700
Bond Costs	190,582	97,039	287,621	300,421
Capital Outlay	9,383,292	6,630,048	16,013,340	19,976,812
TOTAL EXPENDITURES	**10,632,615**	**6,848,582**	**17,481,197**	**21,457,679**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(10,435,754)**	**(6,698,836)**	**(17,134,590)**	**(21,287,254)**
OTHER FINANCING SOURCES (USES):				
Bond Issues	11,633,000	7,310,000	18,943,000	18,943,000
Bond Premium	1,273,785	1,059,469	2,333,254	2,333,254
Sale of Assets	11,000	-	11,000	11,000
TOTAL OTHER FINANCING SOURCES:	**12,917,785**	**8,369,469**	**21,287,254**	**21,287,254**
Net Change in Fund Balances	**$ 2,482,031**	**1,670,633**	**4,152,664**	**-**
Fund Balances-Beginning		2,482,031		
Fund Balances-Ending		**$ 4,152,664**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Investment Income:				
Interest Earnings	$ 255,384	1,467	256,851	256,581
Other	71,944	-	71,944	71,943
TOTAL REVENUES	**327,328**	**1,467**	**328,795**	**328,524**
EXPENDITURES:				
Materials and Supplies	49,149	-	49,149	2,045
Contractual Services	188,537	13	188,550	26,928
Other	-	-	-	6,366
Debt Service	480,247	-	480,247	480,248
Capital Outlay	26,952,905	-	26,952,905	27,305,684
TOTAL EXPENDITURES	**27,670,838**	**13**	**27,670,851**	**27,821,271**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(27,343,510)**	**1,454**	**(27,342,056)**	**(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	**$ 149,237**	**1,454**	**150,691**	**-**
Fund Balances-Beginning		149,237		
Fund Balances-Ending		**$ 150,691**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Investment Income:				
Interest Earnings	$ 63,711	1,268	64,979	66,354
Miscellaneous:				
Reimbursements	30,779	-	30,779	30,779
TOTAL REVENUES	**94,490**	**1,268**	**95,758**	**97,133**
EXPENDITURES:				
Materials and Supplies	86,423	-	86,423	86,423
Contractual Services	148,958	732	149,690	149,700
Other	-	-	-	47,333
Bond Cost	166,174	-	166,174	166,175
Capital Outlay	3,402,964	169,662	3,572,626	3,574,468
TOTAL EXPENDITURES	**3,804,519**	**170,394**	**3,974,913**	**4,024,099**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(3,710,029)**	**(169,126)**	**(3,879,155)**	**(3,926,966)**
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	7,690,000	-	7,690,000	7,690,000
Bond Discount	(4,383)	-	(4,383)	(4,383)
Transfers Out:				
Evironmental Services	(1,500,000)	-	(1,500,000)	(1,500,000)
Capital Improvements Fund	(1,500,000)	-	(1,500,000)	(1,500,000)
Capital Grants	(758,651)	-	(758,651)	(758,651)
TOTAL OTHER FINANCING SOURCES:	**3,926,966**	**-**	**3,926,966**	**3,926,966**
Net Change in Fund Balances	**$ 216,937**	**(169,126)**	**47,811**	**-**
Fund Balances-Beginning		216,937		
Fund Balances-Ending		**$ 47,811**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Investment Income:				
Interest Earnings	$ 41,432	2,392	43,824	44,387
Miscellaneous:				
Reimbursements	5,200	-	5,200	5,200
TOTAL REVENUES	**46,632**	**2,392**	**49,024**	**49,587**
EXPENDITURES:				
Materials and Supplies	213	-	213	213
Contractual Services	23,251	1,596	24,847	9,442
Other	-	-	-	12,361
Bond Cost	128,366	-	128,366	128,366
Capital Outlay	5,733,944	147,462	5,881,406	6,035,934
TOTAL EXPENDITURES	**5,885,774**	**149,058**	**6,034,832**	**6,186,316**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(5,839,142)**	**(146,666)**	**(5,985,808)**	**(6,136,729)**
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
TOTAL OTHER FINANCING SOURCES:	**6,136,729**	**-**	**6,136,729**	**6,136,729**
Net Change in Fund Balances	**$ 297,587**	**(146,666)**	**150,921**	**-**
Fund Balances-Beginning		297,587		
Fund Balances-Ending		**$ 150,921**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Investment Income:				
Interest Earnings	$ 327,583	46,145	373,728	366,078
Miscellaneous:				
Reimbursements	180,629	-	180,629	180,630
TOTAL REVENUES	**508,212**	**46,145**	**554,357**	**546,708**
EXPENDITURES:				
Materials and Supplies	89,583	-	89,583	89,583
Contractual Services	889,138	1,131	890,269	7,734
Other	-	-	-	42,973
Bond Cost	219,742	-	219,742	219,742
Capital Outlay	9,307,992	657,039	9,965,031	13,588,953
TOTAL EXPENDITURES	**10,506,455**	**658,170**	**11,164,625**	**13,948,985**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(9,998,243)**	**(612,025)**	**(10,610,268)**	**(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	(853,597)	(6,806)	(860,403)	(1,163,494)
Capital Grants	(58,650)	(8,863)	(67,513)	(1,193,260)
TOTAL OTHER FINANCING SOURCES:	**14,846,784**	**(15,669)**	**14,831,115**	**13,402,277**
Net Change in Fund Balances	**$ 4,848,541**	**(627,694)**	**4,220,847**	**-**
Fund Balances-Beginning		4,848,541		
Fund Balances-Ending		**$ 4,220,847**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Investment Income:				
Interest Earnings	$ 704,331	97,477	801,808	704,571
Discount Earnings	337	-	337	337
Miscellaneous				
Reimbursements	39,334	-	39,334	39,334
TOTAL REVENUES	**744,002**	**97,477**	**841,479**	**744,242**
EXPENDITURES:				
Contractual Services	127,611	148,371	275,982	218,534
Other	-	-	-	201,853
Bond Cost	339,481	-	339,481	339,481
Capital Outlay	13,311,017	3,243,862	16,554,879	24,433,855
TOTAL EXPENDITURES	**13,778,109**	**3,392,233**	**17,170,342**	**25,193,723**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(13,034,107)**	**(3,294,756)**	**(16,328,863)**	**(24,449,481)**
OTHER FINANCING SOURCES (USES):				
Proceeds - Long Term Debt	21,378,000	-	21,378,000	21,378,000
Bond Premium	3,206,481	-	3,206,481	3,206,481
Transfers Out:				
Capital Grants	(104,183)	(30,817)	(135,000)	(135,000)
TOTAL OTHER FINANCING SOURCES:	**24,480,298**	**(30,817)**	**24,449,481**	**24,449,481**
Net Change in Fund Balances	**$ 11,446,191**	**(3,325,573)**	**8,120,618**	**-**
Fund Balances-Beginning		11,446,191		
Fund Balances-Ending		**$ 8,120,618**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Investment Income:				
Interest Earnings	365,327	42,032	407,359	492,637
Discount Earnings	1,469	-	1,469	1,469
TOTAL REVENUES	**366,796**	**42,032**	**408,828**	**494,106**
EXPENDITURES:				
Contractual Services	309,202	11,912	321,114	36,351
Other	-	-	-	177,525
Bond Cost	236,232	-	236,232	236,233
Capital Outlay	12,489,630	1,960,187	14,449,817	17,147,473
TOTAL EXPENDITURES	**13,035,064**	**1,972,099**	**15,007,163**	**17,597,582**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(12,668,268)**	**(1,930,067)**	**(14,598,335)**	**(17,103,476)**
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
TOTAL OTHER FINANCING SOURCES:	**17,103,476**	**-**	**17,103,476**	**17,103,476**
Net Change in Fund Balances	**4,435,208**	**(1,930,067)**	**2,505,141**	**-**
Fund Balances-Beginning		4,435,208		
Fund Balances-Ending		**2,505,141**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Investment Income:				
Interest Earnings	$ 229,902	180,301	410,203	215,900
TOTAL REVENUES	**229,902**	**180,301**	**410,203**	**215,900**
EXPENDITURES:				
Contractual Services	199,875	2,847	202,722	1,132,553
Other	-	-	-	239,663
Bond Cost	188,349	-	188,349	188,349
Capital Outlay	778,384	1,302,221	2,080,605	8,171,810
TOTAL EXPENDITURES	**1,166,608**	**1,305,068**	**2,471,676**	**9,732,375**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(936,706)**	**(1,124,767)**	**(2,061,473)**	**(9,516,475)**
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	-	(929,831)	(929,831)	(3,000,000)
TOTAL OTHER FINANCING SOURCES:	**12,516,475**	**(929,831)**	**11,586,644**	**9,516,475**
Net Change in Fund Balances	**$ 11,579,769**	**(2,054,598)**	**9,525,171**	**-**
Fund Balances-Beginning		11,579,769		
Fund Balances-Ending		**$ 9,525,171**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Investment Income:				
Interest Earnings	$ -	159,722	159,722	-
TOTAL REVENUES	**-**	**159,722**	**159,722**	**-**
EXPENDITURES:				
Contractual Services	-	106,831	106,831	600,000
Bond Cost	-	163,650	163,650	174,494
Capital Outlay	-	844,345	844,345	15,900,000
TOTAL EXPENDITURES	**-**	**1,114,826**	**1,114,826**	**16,674,494**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**-**	**(955,104)**	**(955,104)**	**(16,674,494)**
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
TOTAL OTHER FINANCING SOURCES:	**-**	**16,674,494**	**16,674,494**	**16,674,494**
Net Change in Fund Balances	**$ -**	**15,719,390**	**15,719,390**	**-**
Fund Balances-Beginning		-		
Fund Balances-Ending		**$ 15,719,390**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Intergovernmental:				
FAA Grants	$ 36,803,635	11,744,326	48,547,961	64,795,645
Texas Department of Transportation	49,372	49,341	98,713	100,000
Investment Income:				
Interest Earnings	303,140	98,702	401,842	348,697
Miscellaneous:				
Other	2,600	-	2,600	95,100
TOTAL REVENUES	**37,158,747**	**11,892,369**	**49,051,116**	**65,339,442**
EXPENDITURES:				
Personnel	551,162	208,957	760,119	955,149
Materials and Supplies	405,141	107,138	512,279	521,858
Contractual Services	6,009,198	676,303	6,685,501	10,293,225
Other	116	-	116	7,578,046
Capital Outlay	38,067,760	12,709,156	50,776,916	57,267,727
TOTAL EXPENDITURES	**45,033,377**	**13,701,554**	**58,734,931**	**76,616,005**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(7,874,630)**	**(1,809,185)**	**(9,683,815)**	**(11,276,563)**
OTHER FINANCING SOURCES (USES):				
Transfers In:				
General Fund	728,184	-	728,184	728,184
International Airport	13,523,280	49,341	13,572,621	9,548,379
Capital Improvements Fund	-	-	-	1,000,000
TOTAL OTHER FINANCING SOURCES:	**14,251,464**	**49,341**	**14,300,805**	**11,276,563**
Net Change in Fund Balances	**$ 6,376,834**	**(1,759,844)**	**4,616,990**	**-**
Fund Balances-Beginning		6,376,834		
Fund Balances-Ending		**$ 4,616,990**		

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, 2020

	Prior Years	Current Year	Total To Date	Project Authorization
REVENUES:				
Intergovernmental:				
Federal	6,143,306	2,676,148	8,819,454	7,166,579
State	2,019,217	27,222	2,046,439	2,845,747
Other	125,000	-	125,000	125,000
Investment Income:				
Interest Earnings	6,310,755	816,967	7,127,722	7,080,876
Discount Earnings	11	-	11	11
Miscellaneous:				
Contribution	4,556,735	37,500	4,594,235	12,309,372
Other	13,389,502	-	13,389,502	13,478,161
TOTAL REVENUES	**32,544,526**	**3,557,837**	**36,102,363**	**43,005,746**
EXPENDITURES:				
Materials and Supplies	132,509	27,105	159,614	887,713
Contractual Services	4,111,862	1,632,811	5,744,673	8,607,416
Other	26,669	250,050	276,719	18,767,601
Capital Outlay	8,481,711	631,101	9,112,812	13,101,508
TOTAL EXPENDITURES	**12,752,751**	**2,541,067**	**15,293,818**	**41,364,238**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**19,791,775**	**1,016,770**	**20,808,545**	**1,641,508**
OTHER FINANCING SOURCES (USES):				
Transfers In:				
General Fund	-	6,000,000	6,000,000	856,633
Civic Center	3,000,000	-	3,000,000	3,000,000
Hotel-Motel Occupancy Tax	368,000	-	368,000	368,000
1998 C.O. Issue	324,498	-	324,498	324,498
2006 C.O. Issue	326,572	-	326,572	326,572
2007 C.O. Issue	62,088	-	62,088	62,088
2008 C.O. Issue	-	-	-	299,620
2010 C.O. Issue	750,000	-	750,000	750,000
2012 C.O. Issue	1,500,000	-	1,500,000	1,500,000
2015 C.O. Issue	853,597	6,805	860,402	1,163,494
Bridge System	28,928,968	3,465,526	32,394,494	26,691,963

(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, 2020

(Continued)

	Prior Years	Current Year	Total To Date	Project Authorization
Transfers Out:				
General Fund	(11,177,261)	(13,620,878)	(24,798,139)	(41,410,298)
Civic Center	(54,101)	-	(54,101)	(54,101)
Parks Capital Grants	(65,535)	-	(65,535)	(65,536)
Capital Grants Fund	(557,623)	-	(557,623)	(557,623)
Airport Construction Fund	-	-	-	(2,800,000)
TOTAL OTHER FINANCING SOURCES:	**24,259,203**	**(4,148,547)**	**20,110,656**	**(9,544,690)**
Net Change in Fund Balances	**44,050,978**	**(3,131,777)**	**40,919,201**	**(7,903,182)**
Fund Balances-Beginning		44,050,978		
Fund Balances-Ending		**40,919,201**		

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, 2020

	Original Budget	Final Budget	Actual	Adjustments	Actual Budget Basis	Variance Positive (Negative)
Investment Income:						
Interest Earnings	$ 1,800	1,800	1,371	-	1,371	(429)
TOTAL REVENUES	**1,800**	**1,800**	**1,371**	**-**	**1,371**	**(429)**
EXPENDITURES:						
Materials and Supplies	9,191	9,191	-	-	-	9,191
Contractual Services	5,000	5,000	-	-	-	5,000
TOTAL EXPENDITURES	**14,191**	**14,191**	**-**	**-**	**-**	**14,191**
Excess (Deficiency) of Revenues Over Expenditures	(12,391)	(12,391)	1,371	-	1,371	13,762
Fund Balances at Beginning of Year	12,391	77,446	77,446	-	77,446	-
FUND BALANCES AT END OF YEAR	$ **-**	**65,055**	**78,817**	**-**	**78,817**	**13,762**

This page intentionally left blank

INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

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

Internal Service Funds include:

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

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

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

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

CITY OF LAREDO, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
September 30, 2020

	RISK MANAGEMENT	HEALTH & BENEFITS	FLEET MANAGEMENT	INFORMATION TECH.	TOTAL
ASSETS					
Current Assets:					
Cash and Cash Equivalents:					
Cash	$ -	-	400	-	400
Equity in Investment Pool	20,393	50,607	-	4,408	75,408
Investments	4,464,048	11,041,679	-	973,962	16,479,689
Accounts Receivable	-	-	3,971	10,000	13,971
Due from Other Funds	-	-	-	818,024	818,024
Accrued Interest Receivable	50,591	125,135	-	11,038	186,764
Inventory	-	-	821,845	-	821,845
Prepaid items	291,000	9,760	-	-	300,760
Total Current Assets	4,826,032	11,227,181	826,216	1,817,432	18,696,861
Noncurrent Assets:					
Capital Assets:					
Buildings	1,188	-	446,076	-	447,264
Improvements	-	-	11,391	196,627	208,018
Machinery and Equipment	46,719	17,217	688,909	5,387,770	6,140,615
Transportation Vehicles and Equipment	105,911	-	11,121,421	172,411	11,399,743
Less Accumulated Depreciation	(91,836)	(17,217)	(11,706,542)	(2,676,269)	(14,491,864)
Total Capital Assets (Net of Accumulated Depreciation)	61,982	-	561,255	3,080,539	3,703,776
TOTAL ASSETS	**4,888,014**	**11,227,181**	**1,387,471**	**4,897,971**	**22,400,637**
LIABILITIES					
Current Liabilities:					
Accounts Payable	425,592	562,531	290,978	123,975	1,403,076
Claims and Judgments Payable	1,340,579	3,643,634	-	-	4,984,213
Accrued Wages and Employee Benefits	30,913	11,132	66,829	57,084	165,958
Compensated Absences	23,087	8,096	48,107	65,085	144,375
Capital Lease Obligation	1,440	-	480	818,582	820,502
Total Current Liabilities	1,821,611	4,225,393	406,394	1,064,726	7,518,124
Noncurrent Liabilities:					
Due to Other Funds	-	-	547,877	818,024	1,365,901
Capital Lease Obigations	3,744	-	1,248	1,451	6,443
Compensated Absences	44,397	25,443	65,002	175,901	310,743
Total Noncurrent Liabilities	48,141	25,443	614,127	995,376	1,683,087
TOTAL LIABILITIES	**1,869,752**	**4,250,836**	**1,020,521**	**2,060,102**	**9,201,211**
NET POSITION					
Net Investment in Capital Assets	61,982	-	561,255	2,260,506	2,883,743
Unrestricted	2,956,280	6,976,345	(194,305)	577,363	10,315,683
TOTAL NET POSITION	**$ 3,018,262**	**6,976,345**	**366,950**	**2,837,869**	**13,199,426**

CITY OF LAREDO, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
Year ended September 30, 2020

	RISK MANAGEMENT	HEALTH & BENEFITS	FLEET MANAGEMENT	INFORMATION TECHNOLOGY	TOTAL
OPERATING REVENUES:					
Charges for Services	$ 7,349,638	31,590,180	9,888,483	4,817,705	53,646,006
Rents	-	-	26	-	26
Reimbursements	150,088	2,299,886	93,965	41,258	2,585,197
TOTAL OPERATING REVENUES	**7,499,726**	**33,890,066**	**9,982,474**	**4,858,963**	**56,231,229**
OPERATING EXPENSES:					
Cost of Services	5,080,912	28,210,806	6,828,010	1,366,231	41,485,959
Personnel Services	1,197,928	363,201	2,452,706	2,159,161	6,172,996
Materials and Supplies	188,660	3,732	109,994	226,393	528,779
Contractual Services	838,441	2,299,538	1,126,912	581,053	4,845,944
Other	-	-	-	211	211
Depreciation	18,484	-	311,690	472,437	802,611
TOTAL OPERATING EXPENSES	**7,324,425**	**30,877,277**	**10,829,312**	**4,805,486**	**53,836,500**
Operating Income (Loss)	175,301	3,012,789	(846,838)	53,477	2,394,729
NON-OPERATING REVENUES (EXPENSES):					
Investment Income:					
Interest Earnings	50,292	127,400	-	18,204	195,896
Discount Earnings	2	-	1,419	-	1,421
Interest Expense	(141)	-	(47)	(32,295)	(32,483)
Gain/(Loss) on Sale of Assets	-	-	342,274	-	342,274
TOTAL NON-OPERATING REVENUES (EXPENSES)	**50,153**	**127,400**	**343,646**	**(14,091)**	**507,108**
Change in Net Position	225,454	3,140,189	(503,192)	39,386	2,901,837
Total Net Position - Beginning	2,792,808	3,836,156	870,142	2,798,483	10,297,589
TOTAL NET POSITION- ENDING	**$ 3,018,262**	**6,976,345**	**366,950**	**2,837,869**	**13,199,426**

CITY OF LAREDO, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year ended September 30, 2020

	RISK MANAGEMENT	HEALTH & BENEFITS	FLEET MANAGEMENT	INFORMATION TECHNOLOGY	TOTAL
CASH FLOW FROM OPERATING ACTIVITIES:					
Receipts from customers and users	$ 150,088	3,113,583	91,733	144,329	3,499,733
Receipts from interfund services provided	7,349,639	30,789,318	9,888,484	4,755,246	52,782,687
Payment to suppliers	(5,430,327)	(31,022,380)	(7,763,303)	(1,931,565)	(46,147,575)
Payment to employees	(1,180,253)	(337,508)	(2,416,398)	(2,107,928)	(6,042,087)
Payment for interfund services used	(416,415)	(4,513)	(672,170)	(262,188)	(1,355,286)
Net cash provided (used) by operating activities	**472,732**	**2,538,500**	**(871,654)**	**597,894**	**2,737,472**
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES:					
Advance from Other Funds	-	-	547,877	-	547,877
Net cash provided (used) by noncapital and related financing activities	**-**	**-**	**547,877**	**-**	**547,877**
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Purchase of capital assets	(21,529)	-	(19,600)	(123,073)	(164,202)
Proceeds from sales of capital debt	-	-	1,999	2,324	4,323
Principle Paid on capital debt	(812)	-	(271)	(802,063)	(803,146)
Interest Paid on captial debt	(141)	-	(47)	(32,610)	(32,798)
Proceeds from sales of capital assets	5,997	-	1,449	-	7,446
Net cash provided (used) by capital and related financing activities	**(16,485)**	**-**	**(16,470)**	**(955,422)**	**(988,377)**
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from sales and maturity of investments	(518,458)	(2,665,997)	331,762	327,424	(2,525,269)
Interest and dividends received	40,391	88,639	4,840	20,588	154,458
Net cash provided (used) by investing activities	**(478,067)**	**(2,577,358)**	**336,602**	**348,012**	**(2,370,811)**
Net increase (decrease) in cash and cash equivalents	**(21,820)**	**(38,858)**	**(3,645)**	**(9,516)**	**(73,839)**
Cash and cash equivalents - October 1	**42,213**	**89,465**	**4,045**	**13,924**	**149,647**
Cash and cash equivalents - September 30	**$ 20,393**	**50,607**	**400**	**4,408**	**75,808**
Reconciliation of Operating income to net cash provided (used) by operating activities:					
Operating income	$ 175,301	3,012,789	(846,838)	53,477	2,394,729
Adjustments to reconcile operating income to net cash provided (used)					
Depreciation expense	18,484	-	311,690	472,437	802,611
(Increase) decrease in accounts receivable	-	12,835	(2,258)	40,612	51,189
(Increase) decrease in inventories	-	-	(101,890)	-	(101,890)
(Increase) decrease in prepaid items	13,250	-	-	-	13,250
Increase (decrease) in accounts payable	180,211	(443,933)	(268,667)	(19,865)	(552,254)
Increase (decrease) in compensated absences payable	12,054	23,697	18,013	42,176	95,940
Increase (decrease) in accrued wages and employee benefits	5,621	1,996	18,296	9,057	34,970
Increase (decrease) in claims and judgements payable	67,811	(68,884)	-	-	(1,073)
Total adjustments	**297,431**	**(474,289)**	**(24,816)**	**544,417**	**342,743**
Net cash provided by operating activities	**$ 472,732**	**2,538,500**	**(871,654)**	**597,894**	**2,737,472**
Noncash investing, capital, and financing activities:					
Disposition of Assets	-	-	340,825	-	340,825

This page intentionally left blank

CITY OF LAREDO, TEXAS
RISK MANAGEMENT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2020

	Budgeted Amount				Actual Budget	Variance Positive
	Original	Budget	Actual	Adjustment	Basis	(Negative)
OPERATING REVENUES:						
Charges for Services	$ 6,886,273	6,886,273	7,349,638	-	7,349,638	463,365
Reimbursements	50,000	150,000	150,088	-	150,088	88
TOTAL OPERATING REVENUES	**6,936,273**	**7,036,273**	**7,499,726**	**-**	**7,499,726**	**463,453**
OPERATING EXPENSES:						
Cost of Services	4,773,850	4,773,850	5,080,912	-	5,080,912	(307,062)
Personnel Services	1,100,267	1,095,267	1,197,928	(12,053)	1,185,875	(90,608)
Materials and Supplies	177,781	223,399	188,660	-	188,660	34,739
Contractual Services	910,613	1,023,595	838,441	-	838,441	185,154
Other	609,368	555,768	-	-	-	555,768
Capital Outlay	21,529	21,529	-	21,529	21,529	-
Depreciation	-	-	18,484	(18,484)	-	-
TOTAL OPERATING EXPENSES	**7,593,408**	**7,693,408**	**7,324,425**	**(9,008)**	**7,315,417**	**377,991**
Operating Income (Loss)	(657,135)	(657,135)	175,301	9,008	184,309	841,444
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	38,400	38,400	50,292	-	50,292	11,892
Discount Earnings	-	-	2	-	2	2
Proceeds Long Term Debt	-	-	-	5,997	5,997	5,997
Debt Service - Principal	-	-	-	(812)	(812)	(812)
Debt Service - Interest	-	-	(141)	-	(141)	(141)
TOTAL NON-OPERATING REVENUES (EXPENSES)	**38,400**	**38,400**	**50,153**	**5,185**	**55,338**	**16,938**
Income (Loss) Before Contributions and Transfers	(618,735)	(618,735)	225,454	14,193	239,647	858,382
OPERATING TRANSFERS IN/(OUT):						
Transfers In:						
Health and Benefits Fund	413,206	413,206	-	-	-	(413,206)
Transfers Out:						
General Fund	-	(1,500,000)	-	-	-	1,500,000
TOTAL OPERATING TRANSFERS IN/(OUT)	**413,206**	**(1,086,794)**	**-**	**-**	**-**	**1,086,794**
Change in Net Position	(205,529)	(1,705,529)	225,454	14,193	239,647	1,945,176
Total Net Position - Beginning	2,792,808	2,792,808	2,792,808	-	2,792,808	-
TOTAL NET POSITION - ENDING	**$ 2,587,279**	**1,087,279**	**3,018,262**	**14,193**	**3,032,455**	**1,945,176**

CITY OF LAREDO, TEXAS
RISK MANAGEMENT
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

CASH FLOW FROM OPERATING ACTIVITIES:		
Receipts from customers and users	$	150,088
Receipts from interfund services provided		7,349,639
Payment to suppliers		(5,430,327)
Payment to employees		(1,180,253)
Payment for interfund services used		(416,415)
Net cash provided (used) by operating activities		**472,732**
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Purchase of capital assets		(21,529)
Proceeds from sales of capital assets		5,997
Principle Paid on capital debt		(812)
Interest Paid on captial debt		(141)
Net cash provided (used) by capital and related financing activities		**(16,485)**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturity of investments		(518,458)
Interest and dividends received		40,391
Net cash provided (used) by investing activities		**(478,067)**
Net increase (decrease) in cash and cash equivalents		**(21,820)**
Cash and cash equivalents - October 1		**42,213**
Cash and cash equivalents - September 30	$	**20,393**
Reconciliation of Operating income to net cash provided (used) by operating activities:		
Operating income	$	175,301
Adjustments to reconcile operating income to net cash provided (used)		
Depreciation expense		18,484
(Increase) decrease in prepaid items		13,250
Increase (decrease) in accounts payable		180,211
Increase (decrease) in compensated absences payable		12,054
Increase (decrease) in accrued wages and employee benefits		5,621
Increase (decrease) in claims and judgments payable		67,811
Total adjustments		297,431
Net cash provided by operating activities	$	**472,732**

CITY OF LAREDO, TEXAS
HEALTH AND BENEFITS
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2020

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustment		
OPERATING REVENUES:						
Charges for Services	$ 29,124,517	29,124,517	31,590,180	-	31,590,180	2,465,663
Reimbursements	1,096,348	1,096,348	2,299,886	-	2,299,886	1,203,538
TOTAL OPERATING REVENUES	**30,220,865**	**30,220,865**	**33,890,066**	**-**	**33,890,066**	**3,669,201**
OPERATING EXPENSES:						
Cost of Services	27,168,236	28,848,612	28,210,806	-	28,210,806	637,806
Personnel Services	342,742	370,381	363,201	(23,697)	339,504	30,877
Materials and Supplies	6,117	7,617	3,732	-	3,732	3,885
Contractual Services	2,111,874	2,351,114	2,299,538	-	2,299,538	51,576
Other	4,199,383	2,250,628	-	-	-	2,250,628
TOTAL OPERATING EXPENSES	**33,828,352**	**33,828,352**	**30,877,277**	**(23,697)**	**30,853,580**	**2,974,772**
Operating Income (Loss)	(3,607,487)	(3,607,487)	3,012,789	23,697	3,036,486	6,643,973
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	138,000	138,000	127,400	-	127,400	(10,600)
TOTAL NON-OPERATING REVENUES (EXPENSES)	**138,000**	**138,000**	**127,400**	**-**	**127,400**	**(10,600)**
Income Before Contributions and Transfers	(3,469,487)	(3,469,487)	3,140,189	23,697	3,163,886	6,633,373
OPERATING TRANSFERS IN/(OUT):						
Transfers Out:						
Risk Management Fund	(413,206)	(413,206)	-	-	-	413,206
TOTAL OPERATING TRANSFERS IN/(OUT)	**(413,206)**	**(413,206)**	**-**	**-**	**-**	**413,206**
Change in Net Position	(3,882,693)	(3,882,693)	3,140,189	23,697	3,163,886	7,046,579
Total Net Position - Beginning	3,836,156	3,836,156	3,836,156	-	3,836,156	-
TOTAL NET POSITION-ENDING	**$ (46,537)**	**(46,537)**	**6,976,345**	**23,697**	**7,000,042**	**7,046,579**

CITY OF LAREDO, TEXAS
HEALTH AND BENEFITS
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

CASH FLOW FROM OPERATING ACTIVITIES:		
Receipts from customers and users	$	3,113,583
Receipts from interfund services provided		30,789,318
Payment to suppliers		(31,022,380)
Payment to employees		(337,508)
Payment for interfund services used		(4,513)
Net cash provided (used) by operating activities		**2,538,500**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturity of investments		(2,665,997)
Interest and dividends received		88,639
Net cash provided (used) by investing activities		**(2,577,358)**
Net increase (decrease) in cash and cash equivalents		**(38,858)**
Cash and cash equivalents - October 1		**89,465**
Cash and cash equivalents - September 30	$	**50,607**
Reconciliation of Operating income to net cash provided (used) by operating activities:		
Operating income	$	3,012,789
Adjustments to reconcile operating income to net cash provided (used)		
(Increase) decrease in accounts receivable		12,835
Increase (decrease) in accounts payable		(443,933)
Increase (decrease) in compensated absences payable		23,697
Increase (decrease) in accrued wages and employee benefits		1,996
Increase (decrease) in claims and judgements payable		(68,884)
Total adjustments		(474,289)
Net cash provided by operating activities	$	**2,538,500**

CITY OF LAREDO, TEXAS
FLEET MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2020

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustment		
OPERATING REVENUES:						
Charges for Services	$ 11,196,366	11,196,366	9,888,483	-	9,888,483	(1,307,883)
Rents	-	-	26	-	26	26
Reimbursements	225,000	225,000	93,965	-	93,965	(131,035)
TOTAL OPERATING REVENUES	**11,421,366**	**11,421,366**	**9,982,474**	**-**	**9,982,474**	**(1,438,892)**
OPERATING EXPENSES:						
Cost of Services	7,868,201	8,247,976	6,828,010	-	6,828,010	1,419,966
Personnel Services	2,632,954	2,515,584	2,452,706	(18,013)	2,434,693	80,891
Materials and Supplies	132,321	128,821	109,994	-	109,994	18,827
Contractual Services	1,438,075	1,259,070	1,126,912	-	1,126,912	132,158
Other	100,000	-	-	-	-	-
Capital Outlay	-	19,600	-	19,600	19,600	-
Depreciation	-	-	311,690	(311,690)	-	-
TOTAL OPERATING EXPENSES	**12,171,551**	**12,171,051**	**10,829,312**	**(310,103)**	**10,519,209**	**1,651,842**
Operating Income (Loss)	(750,185)	(749,685)	(846,838)	310,103	(536,735)	212,950
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	7,200	7,200	-	-	-	(7,200)
Discount Earnings	5,000	5,000	1,419	-	1,419	(3,581)
Lease Proceeds	-	-	-	1,999	1,999	1,999
Lease Purchase	-	(400)	-	(271)	(271)	129
Lease Interest	-	(100)	(47)	-	(47)	53
Gain/(Loss) on Sale of Assets	-	-	342,274	(340,825)	1,449	1,449
TOTAL NON-OPERATING REVENUES (EXPENSES)	**12,200**	**11,700**	**343,646**	**(339,097)**	**4,549**	**(7,151)**
Change in Net Position	(737,985)	(737,985)	(503,192)	(28,994)	(532,186)	205,799
Total Net Position - Beginning	870,142	870,142	870,142	-	870,142	-
TOTAL NET POSITION- ENDING	**$ 132,157**	**132,157**	**366,950**	**(28,994)**	**337,956**	**205,799**

CITY OF LAREDO, TEXAS
FLEET MANAGEMENT FUND
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

CASH FLOW FROM OPERATING ACTIVITIES:		
Receipts from customers and users	$	91,733
Receipts from interfund services provided		9,888,484
Payment to suppliers		(7,763,303)
Payment to employees		(2,416,398)
Payment for interfund services used		(672,170)
Net cash provided (used) by operating activities		**(871,654)**
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES:		
Advance from other funds		547,877
Net cash provided (used) by noncapital and related financing activities		**547,877**
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Purchase of capital assets		(19,600)
Proceeds from sales of capital Debt		1,999
Principle Paid on capital debt		(271)
Interest Paid on captial debt		(47)
Proceeds from sales of capital assets		1,449
Net cash provided (used) by capital and related financing activities		**(16,470)**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturity of investments		331,762
Interest and dividends received		4,840
Net cash provided (used) by investing activities		**336,602**
Net increase (decrease) in cash and cash equivalents		**(3,645)**
Cash and cash equivalents - October 1		**4,045**
Cash and cash equivalents - September 30	$	**400**
Reconciliation of Operating income to net cash provided (used) by operating activities:		
Operating income	$	(846,838)
Adjustments to reconcile operating income to net cash provided (used)		
Depreciation expense		311,690
(Increase) decrease in accounts receivable		(2,258)
(Increase) decrease in inventories		(101,890)
Increase (decrease) in accounts payable		(268,667)
Increase (decrease) in compensated absences payable		18,013
Increase (decrease) in accrued wages and employee benefits		18,296
Total adjustments		**(24,816)**
Net cash provided by operating activities	$	**(871,654)**
Noncash investing, capital, and financing activities:		
Dispositions of assets		340,825

CITY OF LAREDO, TEXAS
INFORMATION TECHNOLOGY
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year ended September 30, 2020

	Budgeted Amount				Actual Budget	Variance Positive
	Original	Budget	Actual	Adjustment	Basis	(Negative)
OPERATING REVENUES:						
Charges for Services	$ 5,588,786	5,588,786	4,817,705	-	4,817,705	(771,081)
Reimbursements	56,716	56,716	41,258	-	41,258	(15,458)
TOTAL OPERATING REVENUES	**5,645,502**	**5,645,502**	**4,858,963**	**-**	**4,858,963**	**(786,539)**
OPERATING EXPENSES:						
Cost of Services	1,012,362	1,520,583	1,366,231	-	1,366,231	154,352
Personnel Services	2,447,512	2,447,512	2,159,161	(42,177)	2,116,984	330,528
Materials and Supplies	349,547	292,472	226,393	-	226,393	66,079
Contractual Services	1,343,565	810,175	581,053	-	581,053	229,122
Other	84,420	-	211	-	211	(211)
Capital Outlay	373,180	544,565	-	123,073	123,073	421,492
Depreciation	-	-	472,437	(472,437)	-	-
TOTAL OPERATING EXPENSES	**5,610,586**	**5,615,307**	**4,805,486**	**(391,541)**	**4,413,945**	**1,201,362**
Operating Income (Loss)	34,916	30,195	53,477	391,541	445,018	414,823
NON-OPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	14,400	14,400	18,204	-	18,204	3,804
Capital Leases Proceeds	-	-	-	2,324	2,324	2,324
Capital Leases Payments	(802,064)	(802,064)	-	(802,063)	(802,063)	1
Interest Expense	(32,240)	(32,240)	(32,295)	(315)	(32,610)	(370)
TOTAL NON-OPERATING REVENUES (EXPENSES)	**(819,904)**	**(819,904)**	**(14,091)**	**(800,054)**	**(814,145)**	**5,759**
Change in Net Position	(784,988)	(789,709)	39,386	(408,513)	(369,127)	420,582
Total Net Position - Beginning	2,798,483	2,798,483	2,798,483	-	2,798,483	-
TOTAL NET POSITION - ENDING	**$ 2,013,495**	**2,008,774**	**2,837,869**	**(408,513)**	**2,429,356**	**420,582**

CITY OF LAREDO, TEXAS
INFORMATION TECHNOLOGY FUND
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

CASH FLOW FROM OPERATING ACTIVITIES:		
Receipts from customers and users	$	144,329
Receipts from interfund services provided		4,755,246
Payment to suppliers		(1,931,565)
Payment to employees		(2,107,928)
Payment for interfund services used		(262,188)
Net cash provided (used) by operating activities		**597,894**
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Purchase of capital assets		(123,073)
Proceeds from sales of capital debt		2,324
Principle Paid on capital debt		(802,063)
Interest Paid on captial debt		(32,610)
Net cash provided (used) by capital and related financing activities		**(955,422)**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturity of investments		327,424
Interest and dividends received		20,588
Net cash provided (used) by investing activities		**348,012**
Net increase (decrease) in cash and cash equivalents		**(9,516)**
Cash and cash equivalents - October 1		**13,924**
Cash and cash equivalents - September 30	$	**4,408**
Reconciliation of Operating income to net cash provided (used) by operating activities:		
Operating income	$	53,477
Adjustments to reconcile operating income to net cash provided (used)		
Depreciation expense		472,437
(Increase) decrease in accounts receivable		40,612
Increase (decrease) in accounts payable		(19,865)
Increase (decrease) in compensated absences payable		42,176
Increase (decrease) in accrued wages and employee benefits		9,057
Total adjustments		**544,417**
Net cash provided by operating activities	$	**597,894**

This page intentionally left blank

CAPITAL ASSETS

CITY OF LAREDO, TEXAS
Capital Assets Used in the Operation of Governmental Funds
Comparative Schedules by Source (1)
September 30, 2020 and 2019

		2020	2019
Governmental Funds Capital Assets:			
Land	$	105,767,590	103,013,432
Buildings		228,202,353	224,567,810
Improvements Other Than Buildings		825,125,438	798,968,955
Vehicles		90,984,868	84,672,759
Machinery & Equipment		58,489,830	53,428,823
Construction in Progress		4,994,214	6,436,468
Total Governmental Funds Capital Assets		**1,313,564,293**	**1,271,088,247**
Investments in Governmental Funds Capital Assets by Source:			
General Fund		453,556,221	445,604,510
Special Revenue Funds		237,862,519	231,410,957
Capital Projects Funds		622,145,553	594,072,780
Total Investments in Governmental Funds	$	**1,313,564,293**	**1,271,088,247**

(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 ab amounts. Generally, the capital assets of internal service funds are included as governme 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, 2020

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	26,459	10,880	-	37,339
Municipal Court	440,922	292,958	21,749	755,629
Human Resources	26,292	-	-	26,292
Building Inspections	3,033,832	-	11,447	3,045,279
City Secretary	37,573	-	(13,484)	24,089
Tax Office	94,937	-	-	94,937
City Planning	42,625	125,000	(13,403)	154,222
Finance	33,931	-	-	33,931
Real Estate	7,620,233	1,100	(59,006)	7,562,327
City Hall Maintenance	7,434,441	270,444	55,706	7,760,591
City Hall Annex	24,537	14,682	-	39,219
Engineering	32,611	-	-	32,611
Information Technology	597,043	9,356	-	606,399
Communications and Support	48,432	-	-	48,432
Community Development	35,184,658	435,997	3,419,315	39,039,970
Telecommunications	284,575	-	-	284,575
General Government	54,978,770	1,160,417	3,422,324	59,561,511
Public Safety:				
Police	8,126,922	103,370	(23,765)	8,206,527
Police Trust Fund	12,198,320	967,980	(641,861)	12,524,439
Auto Theft Task Force	208,292	-	-	208,292
Financial Task Force	1,360,811	32,205	(3,573)	1,389,443
Special Police	3,635,981	122,783	-	3,758,764
Laredo Border Violence	24,072	-	-	24,072
Homeland Security Grant	2,330,836	-	-	2,330,836
Fire	6,516,999	1,065,304	(62,020)	7,520,283
Hazardous Materials	9,085	-	-	9,085
Parking Meters	4,133,353	-	-	4,133,353
911 Administration	730,358	191,692	-	922,050
911 - General Fund	52,056	-	-	52,056
Communication System	6,879,563	-	-	6,879,563
Special Fire Grants	1,179,355	84,999	-	1,264,354
Traffic Safety	8,011,177	-	6,687	8,017,864
Public Safety	55,397,180	2,568,333	(724,532)	57,240,981

(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, 2020

Continued

FUNCTION AND ACTIVITY	BALANCE AT BEG. OF YEAR	ADDITIONS	DISPOSALS/ TRANSFERS	BALANCE AT END OF YEAR
Public Works:				
Capital Improvements Projec$	82,820,468	631,101	11,127	83,462,696
1998 CO Issue	1,789,903	-	-	1,789,903
Infrastructure Maint.	131,017	-	(21,439)	109,578
DPW Infrastructure	7,956,450	-	-	7,956,450
Keep Laredo Beautiful	20,500	-	-	20,500
New Fire Stations	2,453,241	-	-	2,453,241
Fire Training Facility	1,807,503	-	-	1,807,503
2000 CO Issue	7,980,197	-	-	7,980,197
LEC Construction Project	33,348,400	-	-	33,348,400
2002 CO Issue	5,361,405	-	-	5,361,405
2003 CO Issue	3,725,268	-	-	3,725,268
2005 CO Issue	13,899,256	-	(199,329)	13,699,927
2006 CO Issue	18,552,783	-	-	18,552,783
2007 CO Issue	50,780,143	-	(174,115)	50,606,028
2008 CO Issue	30,478,252	-	(24,565)	30,453,687
2009 CO Issue	26,558,129	-	(322,678)	26,235,451
2010 CO Issue	4,990,905	-	-	4,990,905
2012 CO Issue	3,402,964	169,662	-	3,572,626
2014 CO Issue	5,733,944	147,462	-	5,881,406
2015 CO Issue	9,191,934	657,039	-	9,848,973
2016 CO Issue	13,311,016	3,243,863	-	16,554,879
2017 CO Issue	12,489,629	1,960,187	-	14,449,816
2018 CO Issue	778,384	1,302,222	-	2,080,606
2019 CO Issue	-	844,345	-	844,345
FAA-Noise Abatement	18,944,149	-	-	18,944,149
Airport Construction Fund	161,031,640	12,709,156	-	173,740,796
Ryan Street Railroad Bridge	668,019	-	-	668,019
Streets of Laredo Urban Mall	1,158,524	-	-	1,158,524
Contractual Obligation	28,550,132	6,630,048	(642,482)	34,537,698
Parks Capital Grants	3,836,162	-	-	3,836,162
Capital Grants	30,048,612	1,083,914	115,917	31,248,443
Public Works	374,570,824	5,359,702	345,609	380,276,135
Public Works	$ 956,369,753	34,738,701	(911,955)	990,196,499

(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, 2020

Continued

FUNCTION AND ACTIVITY	BALANCE AT BEG. OF YEAR	ADDITIONS	DISPOSALS/ TRANSFERS	BALANCE AT END OF YEAR
Health & Welfare:				
Animal Shelter	$ 41,721	8,999	-	50,720
Health	8,207,876	439,570	(61,014)	8,586,432
Noise Abatement Lease	171,936	-	-	171,936
Home Investment Partnership	463,407	-	-	463,407
A.R.R.A.- C.D.	975,026	-	-	975,026
Environmental Services	39,703,510	1,716,776	(81,792)	41,338,494
Health & Welfare	49,563,476	2,165,345	(142,806)	51,586,015
Cultural & Recreational:				
Parks & Recreation	17,992,687	83,413	142,891	18,218,991
Library	7,986,584	30,544	(37,641)	7,979,487
New Public Library	22,347	-	-	22,347
Cemetery	180,591	22,275	178,915	381,781
Friends of the Library	1,014,749	-	(70,586)	944,163
Public Access Channel	4,225,312	58,293	-	4,283,605
Mercado	1,162,235	-	-	1,162,235
Convention & Visitors Bureau	199,897	49,975	(35,533)	214,339
Sports & Community Venue	13,016,945	941,060	-	13,958,005
Recreation Fund	228,360	-	-	228,360
Baseball Stadium	19,447,094	-	-	19,447,094
Max Mandel Golf Course	319,049	-	-	319,049
Parkland - Park Improvement	4,097	79,314	-	83,411
Cultural & Recreational	65,799,947	1,264,874	178,046	67,242,867
Air Transportation Services:				
Airport	82,542,652	224,578	(25,024)	82,742,206
Air Transportation Services	82,542,652	224,578	(25,024)	82,742,206
Total Assets In Service	1,264,651,778	42,122,248	1,796,053	1,308,570,079
Construction in Progress	6,436,468	2,092,973	(3,535,227)	4,994,214
Total Governmental Funds Capital Assets	**$ 1,271,088,246**	**44,215,221**	**(1,739,174)**	**1,313,564,293**

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capi in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service f 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, 2020

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	755,629	39,981	63,911	-	21,749	629,988
Human Resources	26,292	-	-	-	26,292	-
Building	3,045,279	2,000,250	237,782	477,785	77,366	252,096
City Secretary	24,089	-	-	-	1,159	22,930
Tax Office	94,937	-	-	-	-	94,937
City Planning	154,222	-	-	125,000	1,722	27,500
Finance	33,931	-	-	-	14,919	19,012
Real Estate	7,562,327	6,023,327	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	53,121	-	-	-	18,528	34,593
Information Technology	606,399	-	-	-	-	606,399
Communications and Support	48,432	-	-	-	13,968	34,464
Community Development	39,039,970	6,432,494	7,348,984	23,337,648	1,782,052	138,792
Telecommunications	284,575	-	18,683	27,808	-	238,084
General Government	59,582,021	17,562,126	13,390,026	23,968,241	2,337,039	2,324,589
Public Safety:						
Police	8,206,527	-	6,310,720	11,425	852,427	1,031,955
Police Trust Fund	12,524,439	-	920,960	-	6,798,627	4,804,852
Auto Theft Task Force	208,292	-	-	-	187,267	21,025
Financial Task Force	1,389,443	-	-	-	317,407	1,072,036
Special Police	3,758,764	-	-	-	1,739,779	2,018,985
Laredo Border Violence	24,072	-	-	-	-	24,072
Homeland Security Grant	2,330,836	-	-	-	427,219	1,903,617
Fire	7,520,283	767,503	1,423,422	-	4,071,215	1,258,143
Hazardous Materials	9,085	-	9,085	-	-	-
Parking Meters	4,133,353	1,247,536	60,342	2,309,717	146,344	369,414
911 Administration	922,050	-	-	-	46,141	875,909
911 - General Fund	52,056	-	-	-	33,590	18,466
Communications	6,879,563	-	-	-	-	6,879,563
Special Fire Grants	1,264,354	-	47,015	-	850,000	367,339
Traffic Safety	8,017,864	-	13,524	7,461,924	130,387	412,029
Public Safety	$ 57,240,981	2,015,039	8,785,068	9,783,066	15,600,403	21,057,405

(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, 2020

(Continued)

FUNCTION AND ACTIVITY	TOTAL	LAND	BUILDINGS	IMPROVEMENTS O/T BLDGS	TRANSPORTATION	MACHINERY & EQUIPMENT
Public Works:						
Capital Improvements Projects	$ 83,462,696	1,729,840	9,098,136	66,786,217	2,943,916	2,904,587
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	20,500	-	-	-	20,500	-
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	33,348,400	258,500	30,505,966	-	180,622	2,403,312
2002 CO Issue	5,361,405	4,548,595	812,810	-	-	-
2003 CO Issue	3,725,268	31,022	1,584,737	2,109,509	-	-
2005 CO Issue	13,699,927	1,493,129	1,097,865	10,278,613	683,688	146,632
2006 CO Issue	18,552,783	-	8,053,796	10,054,327	444,660	-
2007 CO Issue	50,606,028	638,763	10,741,662	28,675,342	9,619,815	930,446
2008 CO Issue	30,453,686	521,679	15,098,007	11,493,484	2,991,437	349,079
2009 CO Issue	26,235,451	222,365	11,732,191	13,034,630	1,062,105	184,160
2010 CO Issue	4,990,905	92,264	218,104	4,619,343	13,167	48,027
2012 CO Issue	3,572,626	56,330	886,402	1,913,921	612,697	103,276
2014 CO Issue	5,878,674	-	4,000	5,695,395	131,422	47,857
2015 CO Issue	9,851,705	1,170,661	533,070	5,112,598	2,967,821	67,555
2016 CO Issue	16,554,879	3,289,420	3,795,541	5,039,808	4,380,335	49,775
2017 CO Issue	14,449,816	-	977,525	3,958,059	8,938,411	575,821
2018 CO Issue	2,080,606	-	61,765	1,966,353	-	52,488
2019 CO Issue	844,345	-	-	795,143	-	49,202
FAA-Noise Abatement	18,944,149	17,605,254	1,338,895	-	-	-
Airport Const. Fund.	173,740,796	21,123,846	8,992,048	139,658,851	1,605,247	2,360,804
Ryan Street Railroad Bridge	668,019	-	-	668,019	-	-
Streets of Laredo Urban Mall	1,158,524	-	-	1,158,524	-	-
Contractual Obligations	34,537,698	-	82,591	181,247	22,470,221	11,803,639
Parks Capital Grants	3,836,162	498,762	-	3,219,706	111,223	6,471
Capital Grants	31,248,443	4,600	398,390	30,845,453	-	-
Public Works	380,276,136	3,930,258	3,877,909	367,911,325	4,423,470	133,174
Public Works	990,196,499	58,712,292	125,323,879	719,676,579	64,099,894	22,383,855
Health & Welfare:						
Health	8,586,432	421,278	5,190,525	249,073	368,197	2,357,359
Noise Abtm. Lease	171,936	-	-	-	159,653	12,283
Home Investment Partnership	463,407	-	463,407	-	-	-
Animal Shelter	50,720	-	-	-	-	50,720
A.R.R.A.-CD	975,026	-	-	975,026	-	-
Environmental Services	41,338,494	4,582,752	1,623,806	31,586,707	3,057,808	487,421
Health & Welfare	$ 51,586,015	5,004,030	7,277,738	32,810,806	3,585,658	2,907,783

(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, 2020

(Continued)

FUNCTION AND ACTIVITY	TOTAL	LAND	BUILDINGS	IMPROVEMENTS O/T BLDGS	TRANSPORTATION	MACHINERY & EQUIPMENT
Cultural & Recreational:						
Parks & Recreation	$ 18,198,481	11,017,735	3,406,584	261,861	2,371,412	1,140,889
Library	7,979,487	-	7,124,408	33,000	108,736	713,343
New Public Library	22,347	-	22,347	-	-	-
Cemetery	381,781	-	7,900	-	313,838	60,043
Friends of the Library	944,163	-	261,792	-	-	682,371
Public Access Channel	4,283,605	-	1,406,518	190,349	133,079	2,553,659
Mercado	1,162,235	-	1,162,235	-	-	-
Convention & Visitor's Bureau	214,339	-	17,300	-	191,791	5,248
Sports & Community Venue	13,958,005	6,663,649	968,751	3,105,446	244,350	2,975,809
Recreation Fund	228,360	-	-	9,199	176,878	42,283
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	83,411	-	-	83,411	-	-
Cultural & Recreational	67,222,357	17,681,384	32,353,009	4,225,026	3,793,980	9,168,958
Air Transportation Services:						
Airport	82,742,206	4,792,719	41,072,633	34,661,720	1,567,894	647,240
Air Transportation Services	82,742,206	4,792,719	41,072,633	34,661,720	1,567,894	647,240
Total Assets in service	1,308,570,079	**105,767,590**	**228,202,353**	**825,125,438**	**90,984,868**	**58,489,830**
Construction in Progress	4,994,214					
Total Governmental Funds Capital Assets	$ **1,313,564,293**					

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

This page intentionally left blank

ENTERPRISE FUNDS

ENTERPRISE FUNDS

Enterprise funds account for the acquisition, operation and maintenance of the City's facilities and services which are entirely or predominantly supported by user charges or those for which the City has decided that periodic determination of the revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability and or other purposes. All activities necessary to provide services are accounted for in these funds, including, but not limited to, administration, operations, and maintenance.

Enterprise Funds include:

MUNICIPAL TRANSIT SYSTEM - to account for the proceeds from the City's Transit System and a grant from the U.S. Department of Transportation, Urban Mass Transportation, used for operating and maintaining the Transit System.

BRIDGE SYSTEM - to account for toll proceeds from four international bridges and the related operations, maintenance and debt service.

MUNICIPAL HOUSING FUND- to account for proceeds from low income housing units partially funded from HUD Section 8 and the related operational and maintenance disbursements.

WATERWORKS SYSTEM - to account for the operations, maintenance and debt service from two water treatment plants and twenty four booster stations and the related revenue received from customers.

SEWER SYSTEM - to account for the operations, maintenance and debt service of the City's six sewage treatment plants and its related revenue received from customers.

SOLID WASTE FUND - to account for the landfill and recycling center operations and revenues collected from landfill fees and Federal and State mandates fees, and for the construction of the municipal landfill.

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
STATEMENT OF NET POSITION
September 30, 2020

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING CORPORATION	TOTALS
ASSETS			
Current Assets:			
Cash and Cash Equivalents:			
Cash	$ 25,979	200	26,179
Equity in Investment Pool	18,186	3,669	21,855
Investments	6,113,763	817,329	6,931,092
Receivables, net of allowances:			
Accrued Interest	46,074	9,263	55,337
Accounts	109	16,215	16,324
Due from Other Funds	457,844	-	457,844
Due from Other Governments	2,995,985	31,546	3,027,531
Inventory, at cost	239,848	-	239,848
Total Current Assets	9,897,788	878,222	10,776,010
Capital Assets:			
Transportation Vehicles and Equipment	23,740,093	369,442	24,109,535
Buildings	14,574,018	3,655,624	18,229,642
Improvements	10,907,384	131,362	11,038,746
Land and Improvements	9,521,557	384,116	9,905,673
Construction in Progress	2,933,273	-	2,933,273
Less Accumulated Depreciation	(32,391,136)	(3,894,005)	(36,285,141)
Total Capital Assets (net of accumulated depreciation)	29,285,189	646,539	29,931,728
Total Noncurrent Assets	29,285,189	646,539	29,931,728
TOTAL ASSETS	39,182,977	1,524,761	40,707,738
Deferred Outflows of Resources	1,226,782	65,016	1,291,798
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	**$ 40,409,759**	**1,589,777**	**41,999,536**

(Continued)

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
STATEMENT OF NET POSITION
September 30, 2020

Continued

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING CORPORATION	TOTALS
LIABILITIES			
Current Liabilities:			
Accounts Payable	$ 417,352	81,740	499,092
Accrued Interest Payable	21,476	-	21,476
Accrued Wages and Employee Benefits	314,529	19,353	333,882
Compensated Absences	183,883	16,130	200,013
Customer Deposits	15,700	96,369	112,069
Capital Lease Obligations	1,998	480	2,478
Unearned Revenue	-	16,934	16,934
General Obligation Bonds	423,371	-	423,371
Certificates of Obligation	595,000	-	595,000
Total Current Liabilities	1,973,309	231,006	2,204,315
Noncurrent Liabilities:			
General Obligation Bonds	1,353,560	-	1,353,560
Certificates of Obligation	2,251,513	-	2,251,513
Due to Other Funds	457,844	-	457,844
Net Pension Liability	802,791	793,308	1,596,099
Capital Lease Obligations	5,196	1,248	6,444
Compensated Absences	136,386	17,245	153,631
Total Noncurrent Liabilities	5,007,290	811,801	5,819,091
TOTAL LIABILITIES	6,980,599	1,042,807	8,023,406
Deferred Inflows of Resources	499,417	100,159	599,576
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**7,480,016**	**1,142,966**	**8,622,982**
NET POSITION			
Net Investment in Capital Assets	25,867,051	646,539	26,513,590
Unrestricted	7,062,692	(199,728)	6,862,964
TOTAL NET POSITION	**$ 32,929,743**	**446,811**	**33,376,554**

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
Year ended September 30, 2020

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING CORPORATION	TOTALS
OPERATING REVENUES:			
Charges for Services	$ 1,918,971	203,242	2,122,213
Rental of Facilities	508,180	1,436,806	1,944,986
Fees and Collections	-	11,790	11,790
Miscellaneous	206,929	4,035	210,964
TOTAL OPERATING REVENUES	**2,634,080**	**1,655,873**	**4,289,953**
OPERATING EXPENSES:			
Personnel Services	11,466,413	791,016	12,257,429
Materials and Supplies	2,113,183	191,333	2,304,516
Contractual Services	2,401,408	636,370	3,037,778
Other	66,272	8,849	75,121
Total Operating Expenses Before Depreciation	16,047,276	1,627,568	17,674,844
Depreciation Expense	2,588,825	36,527	2,625,352
TOTAL OPERATING EXPENSES	**18,636,101**	**1,664,095**	**20,300,196**
Operating Income (Loss)	(16,002,021)	(8,222)	(16,010,243)
NONOPERATING REVENUES (EXPENSES):			
Investment Income:			
Interest Earnings	27,891	14,377	42,268
Interest Earnings - Restricted	17,669	-	17,669
Discount Earnings	112	-	112
Miscellaneous	27,821	-	27,821
Sales Tax	8,200,121	-	8,200,121
Gain (Loss) on Sale of Assets	(6,754)	-	(6,754)
Interest Expense	(138,129)	(47)	(138,176)
Gain (Loss) on Advance Refunding	(47,289)	-	(47,289)
Federal Operating Grant	3,528,686	-	3,528,686
CARES Act Operating Grant	7,228,273	-	7,228,273
FEMA	-	3,749	3,749
TVC- Homes for Texas Heroes	-	27,870	27,870
Fiscal Agent Fees	(292)	-	(292)
Bond Issuance Cost/Premiums Amortized	25,599	-	25,599
Other Non-Operating Expenses	(157,583)	-	(157,583)
State Operating Grant	659,313	-	659,313
TOTAL NONOPERATING REVENUES (EXPENSES)	**19,365,438**	**45,949**	**19,411,387**
Income (Loss) Before Contributions and Transfers	3,363,417	37,727	3,401,144
Capital Contributions-Grants	699,788	-	699,788
Operating Contributions	366,551	-	366,551
Transfers Out:			
General Fund	(244,882)	-	(244,882)
Home Investment	-	(3,464)	(3,464)
Change in Net Position	4,184,874	34,263	4,219,137
Total Net Position-Beginning	28,744,869	412,548	29,157,417
Total Net Position-Ending	$ **32,929,743**	**446,811**	**33,376,554**

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year ended September 30, 2020

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING CORPORATION	TOTALS
CASH FLOW FROM OPERATING ACTIVITIES:			
Receipts from customers and users	$ 2,264,510	1,674,425	3,938,935
Receipts from interfund services provided	372,822	-	372,822
Payments to suppliers	(4,666,136)	(553,997)	(5,220,133)
Payments to employees	(12,451,721)	(706,636)	(13,158,357)
Payments for interfund services used	(236,327)	(225,511)	(461,838)
Net cash provided (used) by operating activities	**(14,716,852)**	**188,281**	**(14,528,571)**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfer to other funds	(2,360,914)	(3,464)	(2,364,378)
Subsidy from federal and state grants	8,420,287	73	8,420,360
Sales Tax	8,200,121	-	8,200,121
Transfer from other funds	2,116,032	-	2,116,032
Net cash provided (used) by noncapital and related financing activities	**16,375,526**	**(3,391)**	**16,372,135**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from capital debt	2,365,243	1,999	2,367,242
Purchases of capital assets	-	(76,934)	(76,934)
Subsidy from federal and state grants	699,788	-	699,788
Principal paid on capital debt	(975,535)	(271)	(975,806)
Interest paid on capital debt	(130,725)	(47)	(130,772)
Acquisition and construction of capital assets	(1,069,104)	-	(1,069,104)
Net cash provided (used) by capital and related financing activities	**889,667**	**(75,253)**	**814,414**
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sales and maturities of investments	(2,584,963)	(125,668)	(2,710,631)
Interest and dividends received	35,989	12,247	48,236
Net cash provided (used) by investing activities	**(2,548,974)**	**(113,421)**	**(2,662,395)**
Net increase (decrease) in cash and cash equivalents	**(633)**	**(3,784)**	**(4,417)**
Cash and cash equivalents, October 1	**44,798**	**7,653**	**52,451**
Cash and cash equivalents, September 30	**$ 44,165**	**3,869**	**48,034**

CITY OF LAREDO, TEXAS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year ended September 30, 2020

	MUNICIPAL TRANSIT SYSTEM	MUNICIPAL HOUSING CORPORATION	TOTALS
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income	$ (16,002,021)	(8,222)	(16,010,243)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	2,588,825	36,527	2,625,352
(Increase) decrease in accounts receivable	3,002	1,455	4,457
Increase in allowance for uncollectible accounts	-	8,849	8,849
(Increase) decrease in inventories	5,040	-	5,040
Increase in customer deposits	250	2,914	3,164
Increase (decrease) in accounts payable	(326,640)	57,044	(269,596)
Increase (decrease) in deferred revenues	-	5,334	5,334
Increase (decrease) in compensated absences payable	35,565	5,462	41,027
Increase (decrease) in deferred outflows-pension	(384,102)	97,680	(286,422)
Increase (decrease) in deferred inflows-pension	260,536	100,159	360,695
Increase (decrease) in net pension liability	(984,572)	(125,314)	(1,109,886)
Increase (decrease) in accrued wages and employee benefits	87,265	6,393	93,658
Total adjustments	1,285,169	196,503	1,481,672
Net cash provided (used) by operating activities	**$ (14,716,852)**	**188,281**	**(14,528,571)**
Noncash investing, capital, and financing activities:			
Loss on sale of equipment	(6,754)	-	(6,754)
Contribution	366,551	-	366,551
Bond issuance cost amortized	51,390	-	51,390
Loss on advance refunding	(47,289)	-	(47,289)
Accrued interest payable	7,696	-	7,696

CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Charges for Services	$ 3,835,014	3,835,014	1,918,971	-	1,918,971	(1,916,043)
Miscellaneous	133,956	157,768	206,929	-	206,929	49,161
Rental of Facilities	624,588	624,588	508,180	-	508,180	(116,408)
TOTAL OPERATING REVENUES	**4,593,558**	**4,617,370**	**2,634,080**	**-**	**2,634,080**	**(1,983,290)**
OPERATING EXPENSES:						
Opt-Fixed Route:						
Personnel Services	6,673,013	7,412,601	6,370,876	(21,384)	6,349,492	1,063,109
Materials and Supplies	979,652	706,645	634,221	-	634,221	72,424
Contractual Services	589,231	645,815	628,260	-	628,260	17,555
Other	215,935	60,090	51,012	-	51,012	9,078
Total Opt-Fixed Route	8,457,831	8,825,151	7,684,369	(21,384)	7,662,985	1,162,166
Opt-Para Transit:						
Personnel Services	1,354,771	1,526,934	1,500,005	(2,781)	1,497,224	29,710
Materials and Supplies	134,297	133,677	109,534	-	109,534	24,143
Contractual Services	175,266	194,652	187,467	-	187,467	7,185
Other	23,037	19,037	12,019	-	12,019	7,018
Total Opt-Para Transit	1,687,371	1,874,300	1,809,025	(2,781)	1,806,244	68,056
Maint-Fixed Route:						
Personnel Services	1,830,026	1,913,602	1,888,566	(5,346)	1,883,220	30,382
Materials and Supplies	874,105	994,576	992,758	-	992,758	1,818
Contractual Services	385,840	338,942	315,140	-	315,140	23,802
Total Maint-Fixed Route	3,089,971	3,247,120	3,196,464	(5,346)	3,191,118	56,002
Maint-Para Transit:						
Personnel Services	240,280	269,500	264,395	567	264,962	4,538
Materials and Supplies	106,692	90,635	83,802	-	83,802	6,833
Contractual Services	35,233	54,703	44,994	-	44,994	9,709
Total Maint-Para Transit	382,205	414,838	393,191	567	393,758	21,080
Training and Safety:						
Personnel Services	79,503	84,335	85,120	(1,208)	83,912	423
Materials and Supplies	14,399	39,485	39,315	-	39,315	170
Contractual Services	16,572	8,616	8,432	-	8,432	184
Total Training and Safety	110,474	132,436	132,867	(1,208)	131,659	777
Building/Grounds:						
Personnel Services	246,508	357,512	357,297	150	357,447	65
Materials and Supplies	48,171	75,456	67,427	-	67,427	8,029
Contractual Services	395,671	290,029	236,357	-	236,357	53,672
Total Building/Grounds	$ 690,350	722,997	661,081	150	661,231	61,766

(Continued)

CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

(Continued)

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
Bus Stop/Shelters:						
Personnel Services	$ 85,577	79,168	79,287	-	79,287	(119)
Materials and Supplies	96,761	115,762	82,024	-	82,024	33,738
Contractual Services	40,125	16,625	11,340	-	11,340	5,285
Total Bus Stop/Shelters	222,463	211,555	172,651	-	172,651	38,904
General Administration:						
Personnel Services	478,641	590,347	595,177	(4,841)	590,336	11
Materials and Supplies	32,716	28,188	24,289	-	24,289	3,899
Contractual Services	697,398	700,567	676,856	-	676,856	23,711
Other	-	8,545,047	3,111	-	3,111	8,541,936
Total General Administration	1,208,755	9,864,149	1,299,433	(4,841)	1,294,592	8,569,557
Transit Center Building:						
Personnel Services	201,922	222,060	232,771	585	233,356	(11,296)
Materials and Supplies	61,030	95,691	78,951	-	78,951	16,740
Contractual Services	355,054	287,776	285,397	-	285,397	2,379
Other	26,713	26,713	-	-	-	26,713
Capital Outlay	-	31,824	-	16,824	16,824	15,000
Total Transit Center Building	644,719	664,064	597,119	17,409	614,528	49,536
Transit Center Facility:						
Personnel Services	70,706	81,198	92,919	(1,306)	91,613	(10,415)
Materials and Supplies	1,500	3,000	862	-	862	2,138
Contractual Services	20,860	8,192	7,165	-	7,165	1,027
Other	200	200	130	-	130	70
Debt Service	-	364	-	-	-	364
Total Transit Center Facility	93,266	92,954	101,076	(1,306)	99,770	(6,816)
Total Operating Expenses Before Depreciation	16,587,405	26,049,564	16,047,276	(18,740)	16,028,536	10,021,028
Depreciation	-	-	2,588,825	(2,588,825)	-	-
TOTAL OPERATING EXPENSES	**16,587,405**	**26,049,564**	**18,636,101**	**(2,607,565)**	**16,028,536**	**10,021,028**
Operating Income (Loss)	$ (11,993,847)	(21,432,194)	(16,002,021)	2,607,565	(13,394,456)	8,037,738

(Continued)

CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

(Continued)

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	$ 18,000	18,000	27,891	-	27,891	9,891
Interest Earnings-Restricted	-	-	17,669	-	17,669	17,669
Discount Earnings	100	100	112	-	112	12
Premiums	-	342,713	-	342,713	342,713	-
Miscellaneous	-	69,651	27,821	-	27,821	(41,830)
Sales Tax	8,395,857	8,212,088	8,200,121	-	8,200,121	(11,967)
Loss on Sale of Asstes	-	-	(6,754)	6,754	-	-
Bond Proceeds	-	2,040,000	-	2,040,000	2,040,000	-
Interest Expense	(93,149)	(57,317)	(138,129)	7,696	(130,433)	(73,116)
Principal Paid Revenue Bonds	(849,408)	(849,408)	-	(975,535)	(975,535)	(126,127)
Loss on Advanced Refunding	-	-	(47,289)	47,289	-	-
Bond Issuance Costs/Premiums Amortized	-	-	51,390	(51,390)	-	-
Bond Costs	-	-	(25,791)	-	(25,791)	(25,791)
Capital Lease Proceeds	-	8,320	-	8,320	8,320	-
FTA Operating Grant	3,466,384	3,466,384	3,528,686	-	3,528,686	62,302
CARES Act Operating Grant	-	9,438,345	7,228,273	-	7,228,273	(2,210,072)
Fiscal Agent Fees	-	-	(292)	-	(292)	(292)
State Operating Grant	581,555	581,555	659,313	-	659,313	77,758
Construction	(918,359)	(14,230,165)	-	(922,518)	(922,518)	13,307,647
Other Non-Operating Expenses	-	(2,394,623)	(157,583)	-	(157,583)	2,237,040
TOTAL NONOPERATING REVENUES AND (EXPENSES)	**10,600,980**	**6,645,643**	**19,365,438**	**503,329**	**19,868,767**	**13,223,124**
Income (Loss) Before Contributions and Transfers	(1,392,867)	(14,786,551)	3,363,417	3,110,894	6,474,311	21,260,862
Capital Contributions:						
Federal Capital Grant	605,581	14,349,683	699,788	-	699,788	(13,649,895)
Operating Contributions	-	-	366,551	(366,551)	-	-
Transfers In:						
Transit Sales Tax	8,016,983	7,819,349	-	2,116,032	2,116,032	(5,703,317)
Transfers Out:						
General Fund	-	(244,882)	(244,882)	-	(244,882)	-
El Metro Operations	(7,704,205)	(7,704,205)	-	(2,006,035)	(2,006,035)	5,698,170
Transit System	-	(1,000,000)	-	-	-	1,000,000
Capital and Planning	(312,778)	(115,144)	-	(109,997)	(109,997)	5,147
Change in Net Position	(787,286)	(1,681,750)	4,184,874	2,744,343	6,929,217	8,610,967
Total Net Position-Beginning	28,744,869	28,744,869	28,744,869	-	28,744,869	-
Total Net Position-Ending	$ **27,957,583**	**27,063,119**	**32,929,743**	**2,744,343**	**35,674,086**	**8,610,967**

CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

CASH FLOW FROM OPERATING ACTIVITIES:		
Receipts from customers and users	$	2,264,510
Receipts from interfund services provided		372,822
Payments to suppliers		(4,666,136)
Payments to employees		(12,451,721)
Payments for interfund services used		(236,327)
Net cash provided (used) by operating activities		**(14,716,852)**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfer to other funds		(2,360,914)
Transfer from other funds		2,116,032
Subsidy from federal and state grants		8,420,287
Sales Tax		8,200,121
Net cash provided (used) by noncapital and related financing activities		**16,375,526**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Proceeds from capital debt		2,365,243
Subsidy from federal and state grants		699,788
Acquisition and construction of capital assets		(1,069,104)
Principal paid on capital debt		(975,535)
Interest paid on capital debt		(130,725)
Net cash provided (used) by capital and related financing activities		**889,667**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments		(2,584,963)
Interest and dividends received		35,989
Net cash provided (used) by investing activities		**(2,548,974)**
Net increase (decrease) in cash and cash equivalents		**(633)**
Cash and cash equivalents, October 1		44,798
Cash and cash equivalents, September 30	**$**	**44,165**

(Continued)

CITY OF LAREDO, TEXAS
MUNICIPAL TRANSIT SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

(Continued)

Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income	$	(16,002,021)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		2,588,825
(Increase) decrease in accounts receivable		3,002
(Increase) decrease in inventories		5,040
Increase in customer deposits		250
Increase (decrease) in accounts payable		(326,640)
Increase (decrease) in compensated absences payable		35,565
Increase (decrease) in net pension liability		(984,572)
Increase (decrease) in deferred outflows-pension		(384,102)
Increase (decrease) in deferred inflows-pension		260,536
Increase (decrease) in accrued wages and employee benefits		87,265
Total adjustments		**1,285,169**
Net cash provided (used) by operating activities	**$**	**(14,716,852)**
Noncash investing, capital and financing activities:		
Contribution		366,551
Disposition of assets		(6,754)
Bond issuance cost amortized		51,390
Accrued interest payable		7,696
Loss on Advance Refunding		(47,289)

CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Rental of Facilities	$ 181,117	181,117	180,138	-	180,138	(979)
Toll Receipts	70,665,309	70,665,309	61,064,440	-	61,064,440	(9,600,869)
Miscellaneous	693,005	693,005	636,282	-	636,282	(56,723)
TOTAL OPERATING REVENUES	**71,539,431**	**71,539,431**	**61,880,860**	**-**	**61,880,860**	**(9,658,571)**
OPERATING EXPENSES:						
Laredo Bridge Operations:						
Personnel Services	2,498,225	2,520,225	3,379,262	(15,425)	3,363,837	(843,612)
Materials and Supplies	229,661	257,661	113,382	-	113,382	144,279
Contractual Services	40,156,833	40,139,121	34,893,676	-	34,893,676	5,245,445
Other	540,000	408,196	15,262	-	15,262	392,934
Total Laredo Bridge Operations	43,424,719	43,325,203	38,401,582	(15,425)	38,386,157	4,939,046
Bridge II Operations:						
Personnel Services	2,513,370	2,525,370	2,479,670	(37,491)	2,442,179	83,191
Materials and Supplies	193,833	211,333	147,240	-	147,240	64,093
Contractual Services	578,857	577,857	334,929	-	334,929	242,928
Capital Outlay	43,000	49,914	-	49,914	49,914	-
Total Bridge II Operations	3,329,060	3,364,474	2,961,839	12,423	2,974,262	390,212
Colombia Bridge Operations:						
Personnel Services	1,317,700	1,327,590	1,113,000	(3,657)	1,109,343	218,247
Materials and Supplies	38,756	60,756	30,646	-	30,646	30,110
Contractual Services	372,103	362,103	208,177	-	208,177	153,926
Total Colombia Bridge Operations	1,728,559	1,750,449	1,351,823	(3,657)	1,348,166	402,283
Refrigerated Facility:						
Contractual Services	237,376	237,376	7,886	-	7,886	229,490
Total Refrigerated Facility	237,376	237,376	7,886	-	7,886	229,490
Port Police:						
Personnel Services	383,942	383,942	322,270	-	322,270	61,672
Materials and Supplies	3,500	3,500	-	-	-	3,500
Contractual Services	1,500	1,500	1,489	-	1,489	11
Total Port Police	388,942	388,942	323,759	-	323,759	65,183
Fourth Bridge Operations:						
Personnel Services	2,656,954	2,668,954	2,365,313	(38,707)	2,326,606	342,348
Materials and Supplies	227,927	255,427	163,520	-	163,520	91,907
Contractual Services	1,169,506	1,160,506	879,437	-	879,437	281,069
Total Fourth Bridge Operations	4,054,387	4,084,887	3,408,270	(38,707)	3,369,563	715,324
Total Operating Expenses Before Depreciation	53,163,043	53,151,331	46,455,159	(45,366)	46,409,793	6,741,538
Depreciation	-	-	3,052,535	(3,052,535)	-	-
TOTAL OPERATING EXPENSES	**53,163,043**	**53,151,331**	**49,507,694**	**(3,097,901)**	**46,409,793**	**6,741,538**
Operating Income (Loss)	$ 18,376,388	18,388,100	12,373,166	3,097,901	15,471,067	(2,917,033)

(Continued)

CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

(Continued)

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	$ 179,599	179,599	229,983	-	229,983	50,384
Interest Earnings - Restricted	138,630	138,630	89,000	-	89,000	(49,630)
Discount Earnings	-	-	3	-	3	3
Gain/(Loss) On Sale of Assets	200	200	72	-	72	(128)
State Operating Grant	-	8,000,000	-	-	-	(8,000,000)
Bond Issues	-	-	-	12,643	12,643	12,643
Interest Expense	(1,506,413)	(1,506,413)	(1,507,486)	-	(1,507,486)	(1,073)
Principal Paid	(4,620,000)	(4,620,000)	-	(4,621,712)	(4,621,712)	(1,712)
Fiscal Agent Fees	(4,800)	(4,800)	(3,650)	-	(3,650)	1,150
Bond Issuance Cost/Premiums Amortized	-	-	393,128	(393,128)	-	-
Loss on Advance Refunding	-	-	(183,129)	183,129	-	-
Other Non-Operating Expenses	(800,000)	(800,000)	-	-	-	800,000
Construction	(9,866,370)	(17,866,368)	(672,045)	-	(672,045)	17,194,323
TOTAL NONOPERATING REVENUES (EXPENSES)	**(16,479,154)**	**(16,479,152)**	**(1,654,124)**	**(4,819,068)**	**(6,473,192)**	**10,005,960**
Income (Loss) Before Contributions and Transfers	1,897,234	1,908,948	10,719,042	(1,721,167)	8,997,875	7,088,927
Transfers In:						
Bridge Operating Fund	11,199,652	11,199,652	-	10,397,767	10,397,767	(801,885)
Transfers Out:						
Capital Improvements Fund	(6,990,089)	(6,990,089)	(3,465,526)	-	(3,465,526)	3,524,563
Debt Service	(756,122)	(756,122)	(756,122)	-	(756,122)	-
Bridge Construction	(4,500,000)	(4,500,000)	-	(4,500,000)	(4,500,000)	-
Bridge Refrigerated Facility	(15,000)	(15,000)	-	(15,000)	(15,000)	-
Bridge Debt Service	(6,684,652)	(6,684,652)	-	(5,882,767)	(5,882,767)	801,885
Change in Net Position	(5,848,977)	(5,837,263)	6,497,394	(1,721,167)	4,776,227	10,613,490
Total Net Position-Beginning	41,982,206	41,982,206	41,982,206	-	41,982,206	-
Total Net Position-Ending	**$ 36,133,229**	**36,144,943**	**48,479,600**	**(1,721,167)**	**46,758,433**	**10,613,490**

CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

CASH FLOW FROM OPERATING ACTIVITIES:		
Receipts from customers and users	$	61,891,919
Payments to suppliers		(2,486,108)
Payments to employees		(8,471,796)
Payments for interfund services used		(34,390,649)
Net cash provided by operating activities		**16,543,366**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfer to other funds		(4,221,648)
Net cash provided (used) by noncapital and related financing activities		**(4,221,648)**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Proceeds from capital debt		12,643
Acquisition and construction of capital assets		(721,959)
Principal paid on capital debt		(4,621,712)
Interest paid on capital debt		(1,511,136)
Proceeds from sales of capital assets		72
Net cash provided (used) by capital and related financing activities		**(6,842,092)**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments		(5,779,889)
Interest and dividends received		277,877
Net cash provided (used) by investing activities		**(5,502,012)**
Net increase (decrease) in cash and cash equivalents		**(22,386)**
Cash and cash equivalents, October 1		107,935
Cash and cash equivalents, September 30	**$**	**85,549**

(Continued)

CITY OF LAREDO, TEXAS
BRIDGE SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

(Continued)

Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income	$	12,373,166
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		3,052,535
Increase (decrease) in accounts payable		(81,113)
Increase (decrease) in deferred revenues		11,059
Increase (decrease) in compensated absences payable		95,279
Increase (decrease) in net pension liability		(1,482,233)
Increase (decrease) in deferred outflows-pension		1,339,727
Increase (decrease) in deferred inflows-pension		1,184,703
Increase (decrease) in accrued wages and employee benefits		50,243
Total adjustments		**4,170,200**
Net cash provided by operating activities	**$**	**16,543,366**
Noncash investing, capital, and financing activities:		
Bond issuance cost amortized		(393,128)
Loss on advance refunding		183,129

CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING CORPORATION
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Rental of Facilities	$ 1,491,828	1,491,828	1,436,806	-	1,436,806	(55,022)
Charges for Services	178,000	178,000	203,242	-	203,242	25,242
Fees and Collections	25,500	25,500	11,790	-	11,790	(13,710)
Miscellaneous	3,040	3,040	4,035	-	4,035	995
TOTAL OPERATING REVENUES	**1,698,368**	**1,698,368**	**1,655,873**	**-**	**1,655,873**	**(42,495)**
OPERATING EXPENSES:						
Airport Housing:						
Personnel Services	590,257	628,200	718,156	(4,299)	713,857	(85,657)
Materials and Supplies	184,801	197,358	159,958	-	159,958	37,400
Contractual Services	1,056,418	462,966	400,056	-	400,056	62,910
Other	101,144	544	8,849	(8,849)	-	544
Capital Outlay	25,343	664,447	-	76,934	76,934	587,513
Total Airport Housing	1,957,963	1,953,515	1,287,019	63,786	1,350,805	602,710
West Laredo Housing:						
Personnel Services	91,602	92,802	66,105	(1,163)	64,942	27,860
Materials and Supplies	43,062	40,212	28,916	-	28,916	11,296
Contractual Services	217,436	223,034	184,727	-	184,727	38,307
Total West Laredo Housing	352,100	356,048	279,748	(1,163)	278,585	77,463
Downtown Elderly Duplex:						
Personnel Services	-	5,609	1,413	-	1,413	4,196
Materials and Supplies	3,936	3,936	2,459	-	2,459	1,477
Contractual Services	14,764	14,764	14,051	-	14,051	713
Total Downtown Elderly Duplex Project	18,700	24,309	17,923	-	17,923	6,386
Elderly Housing-Convent St:						
Personnel Services	-	16,079	4,021	-	4,021	12,058
Contractual Services	32,300	10,612	4,479	-	4,479	6,133
Total Elderly Housing-Convent St.	32,300	26,691	8,500	-	8,500	18,191
F. Salinas Elderly Duplex:						
Personnel Services	-	5,359	1,321	-	1,321	4,038
Contractual Services	15,100	9,741	5,187	-	5,187	4,554
Total F Salinas Elderly Duplex	15,100	15,100	6,508	-	6,508	8,592
TVC-Homes for Tx Heroes:						
Personnel Services	-	16,056	-	-	-	16,056
Materials and Supplies	-	542	-	-	-	542
Contractual Services	-	233,402	27,870	-	27,870	205,532
Total TVC-Homes for Tx Heroes	-	250,000	27,870	-	27,870	222,130
TVC-Financial Assistance Program:						
Materials and Supplies	-	300	-	-	-	300
Contractual Services	-	49,700	-	-	-	49,700
Total TVC-Financial Assistance Program	-	50,000	-	-	-	50,000
Total Operating Expenses Before Depreciation	2,376,163	2,675,663	1,627,568	62,623	1,690,191	985,472
Depreciation Expense	-	-	36,527	(36,527)	-	-
TOTAL OPERATING EXPENSES	**2,376,163**	**2,675,663**	**1,664,095**	**26,096**	**1,690,191**	**985,472**
Operating Income (Loss)	$ (677,795)	(977,295)	(8,222)	(26,096)	(34,318)	942,977

(Continued)

CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING CORPORATION
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

(Continued)

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	$ 12,000	12,000	14,377	-	14,377	2,377
Intergovernmental Revenues						
FEMA	-	-	3,749	-	3,749	3,749
TVC-Homes for Texas Heroes	-	250,000	27,870		27,870	(222,130)
TVC-Financial Assistance Program	-	50,000	-	-	-	(50,000)
Lease Purchase Proceeds	-	-	-	1,999	1,999	1,999
Principal paid	-	(300)	-	(270)	(270)	30
Interest Expense	-	(200)	(47)	-	(47)	153
TOTAL NONOPERATING REVENUES (EXPENSES)	**12,000**	**311,500**	**45,949**	**1,729**	**47,678**	**(263,822)**
Income (Loss) Before Contributions and Transfers	(665,795)	(665,795)	37,727	(24,367)	13,360	679,155
Transfer Out:						
Home Investment	-	-	(3,464)	-	(3,464)	(3,464)
Change in Net Position	(665,795)	(665,795)	34,263	(24,367)	9,896	675,691
Total Net Position-Beginning	412,548	412,548	412,548	-	412,548	-
Total Net Position-Ending	**$ (253,247)**	**(253,247)**	**446,811**	**(24,367)**	**422,444**	**675,691**

CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING CORPORATION
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

CASH FLOW FROM OPERATING ACTIVITIES:		
Receipts from customers and users	$	1,674,425
Payments to suppliers		(553,997)
Payments to employees		(706,636)
Payments for interfund services used		(225,511)
Net cash provided by operating activities		**188,281**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfer to other funds		(3,464)
Subsidiary from federal and state grant		73
Net cash provided (used) by noncapital and related financing activities		**(3,391)**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Purchases of capital assets		(76,934)
Proceeds from capital debt		1,999
Principal paid on capital debt		(271)
Interest paid on capital debt		(47)
Net cash provided (used) by capital and related financing activities		**(75,253)**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments		(125,668)
Interest and dividends received		12,247
Net cash provided (used) by investing activities		**(113,421)**
Net increase (decrease) in cash and cash equivalents		**(3,784)**
Cash and cash equivalents, October 1		7,653
Cash and cash equivalents, September 30	**$**	**3,869**

(Continued)

CITY OF LAREDO, TEXAS
MUNICIPAL HOUSING CORPORATION
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

(Continued)

Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income	$	(8,222)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		36,527
(Increase) decrease in accounts receivable		1,455
Increase in allowance for uncollectible accounts		8,849
Increase (decrease) in customer deposits		2,914
Increase (decrease) in accounts payable		57,044
Increase (decrease) in deferred revenues		5,334
Increase (decrease) in compensated absences payable		5,462
Increase (decrease) in deferred outflows-pension		97,680
Increase (decrease) in deferred inflows-pension		100,159
Increase (decrease) in net pension liability		(125,314)
Increase (decrease) in accrued wages and employee benefits		6,393
Total adjustments		**196,503**
Net cash provided by operating activities	**$**	**188,281**

CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Charges for Services	$ 47,951,639	47,951,639	43,920,354	-	43,920,354	(4,031,285)
Miscellaneous	6,060,258	6,060,258	5,945,772	-	5,945,772	(114,486)
TOTAL OPERATING REVENUES	**54,011,897**	**54,011,897**	**49,866,126**	**-**	**49,866,126**	**(4,145,771)**
OPERATING EXPENSES:						
General and Administrative:						
Personnel Services	1,083,190	1,083,313	941,041	28,047	969,088	114,225
Materials and Supplies	277,157	281,779	68,602	-	68,602	213,177
Contractual Services	4,220,171	5,160,711	4,014,052	-	4,014,052	1,146,659
Other	1,644,204	698,523	818,188	(388,474)	429,714	268,809
Total General and Administrative	7,224,722	7,224,326	5,841,883	(360,427)	5,481,456	1,742,870
GIS:						
Personnel Services	397,750	397,775	327,483	(2,001)	325,482	72,293
Materials and Supplies	9,078	9,078	493	-	493	8,585
Contractual Services	52,625	52,600	31,802	-	31,802	20,798
Total GIS	459,453	459,453	359,778	(2,001)	357,777	101,676
Utility Engineering:						
Personnel Services	1,428,531	1,403,531	1,325,766	(7,890)	1,317,876	85,655
Materials and Supplies	25,809	48,243	21,440	-	21,440	26,803
Contractual Services	94,328	96,517	68,473	-	68,473	28,044
Total Utility Engineering	1,548,668	1,548,291	1,415,679	(7,890)	1,407,789	140,502
Utility Billing:						
Personnel Services	2,744,228	2,648,583	2,857,308	2,485	2,859,793	(211,210)
Materials and Supplies	1,052,589	1,021,782	989,309	-	989,309	32,473
Contractual Services	1,455,367	1,580,069	1,227,187	-	1,227,187	352,882
Other	-	1,000	905	-	905	95
Total Utility Billing	5,252,184	5,251,434	5,074,709	2,485	5,077,194	174,240
Asset Management:						
Personnel Services	308,896	318,411	289,619	(2,243)	287,376	31,035
Materials and Supplies	20,510	25,520	18,415	-	18,415	7,105
Contractual Services	61,013	46,488	32,807	-	32,807	13,681
Total Asset Management	390,419	390,419	340,841	(2,243)	338,598	51,821
Water Treatment:						
Personnel Services	3,133,948	3,490,360	3,976,073	(21,212)	3,954,861	(464,501)
Materials and Supplies	1,723,774	2,565,461	2,339,667	-	2,339,667	225,794
Contractual Services	4,552,116	4,070,573	4,217,946	-	4,217,946	(147,373)
Other	717,276	-	-	-	-	-
Total Water Treatment	10,127,114	10,126,394	10,533,686	(21,212)	10,512,474	(386,080)
Transmission and Distribution:						
Personnel Services	3,170,256	2,942,713	3,117,244	(36,545)	3,080,699	(137,986)
Materials and Supplies	814,520	1,028,332	1,005,959	-	1,005,959	22,373
Contractual Services	1,250,984	1,226,540	1,059,433	-	1,059,433	167,107
Other	-	37,845	35,395	-	35,395	2,450
Total Transmission and Distribution	$ 5,235,760	5,235,430	5,218,031	(36,545)	5,181,486	53,944

(Continued)

CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

(Continued)

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
Water Pollution Control:						
Personnel Services	$ 707,211	708,596	648,092	(5,572)	642,520	66,076
Materials and Supplies	44,513	45,013	26,459	-	26,459	18,554
Contractual Services	119,443	119,558	59,340	-	59,340	60,218
Other	12,400	10,400	8,700	-	8,700	1,700
Total Water Pollution Control	883,567	883,567	742,591	(5,572)	737,019	146,548
Total Operating Expenses Before Depreciation	31,121,887	31,119,314	29,527,198	(433,405)	29,093,793	2,025,521
Depreciation Expense	-	-	11,676,762	(11,676,762)	-	-
TOTAL OPERATING EXPENSES	**31,121,887**	**31,119,314**	**41,203,960**	**(12,110,167)**	**29,093,793**	**2,025,521**
Operating Income (Loss)	22,890,010	22,892,583	8,662,166	12,110,167	20,772,333	(2,120,250)
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	756,222	756,222	818,579	-	818,579	62,357
Interest Earnings Restricted	494,177	720,556	760,609	-	760,609	40,053
Discount Earnings	22,806	22,934	28,830	-	28,830	5,896
Premiums	-	3,741,407	-	3,541,420	3,541,420	(199,987)
Miscellaneous	868,973	3,868,252	2,666,407	-	2,666,407	(1,201,845)
Water Availability Fees	2,816,786	2,816,786	2,588,908	-	2,588,908	(227,878)
Gain on Sale of Assets	4,844	-	(73,095)	73,095	-	-
Bond Issues	-	48,182,820	-	45,778,000	45,778,000	(2,404,820)
Lease Purchase Proceeds	-	-	-	17,034	17,034	17,034
Interest Expense	(8,833,014)	(10,054,311)	(9,562,419)	48,601	(9,513,818)	540,493
Principal Paid	(7,850,996)	(25,112,485)	-	(25,112,686)	(25,112,686)	(201)
Fiscal Agent Fees	-	-	(6,600)	-	(6,600)	(6,600)
Bond Issuance Cost/Premiums Amortized	-	(552,319)	757,411	(1,292,798)	(535,387)	16,932
Loss on Advance Funding	-	(479,283)	(758,651)	65,851	(692,800)	(213,517)
Water Rights Acq./Water Conservation	(1,168,407)	(1,168,407)	(9,823)	(657,000)	(666,823)	501,584
Other Non-Operating Expenses	(5,198,301)	(14,081,662)	(3,807,324)	(1,009,267)	(4,816,591)	9,265,071
Construction	(897,657)	(38,182,167)	-	(7,313,245)	(7,313,245)	30,868,922
TOTAL NONOPERATING REVENUES (EXPENSES)	**(18,984,567)**	**(29,521,657)**	**(6,597,168)**	**14,139,005**	**7,541,837**	**37,063,494**
Income (Loss) Before Contributions and Transfers	3,905,443	(6,629,074)	2,064,998	26,249,172	28,314,170	34,943,244
Capital Contributions:						
Contributions - Developers	-	-	4,299,913	(4,299,913)	-	-
Transfer In:						
Waterworks Operations to Construction	2,317,705	2,317,705	-	781,081	781,081	(1,536,624)
Water Availability to Debt Service	380,000	380,000	-	380,000	380,000	-
Waterworks Bond Funds	-	1,597,698	-	1,597,698	1,597,698	-
Waterworks Operations to Debt Service	16,643,025	16,643,025	-	16,762,041	16,762,041	119,016
Transfers Out:						
Water Construction Fund	(2,317,705)	(2,317,705)	-	(781,081)	(781,081)	1,536,624
Water Debt Service-Water Availability	(380,000)	(380,000)	-	(380,000)	(380,000)	-
Water Debt Service-Operations	(16,643,025)	(16,643,025)	-	(16,762,041)	(16,762,041)	(119,016)
Waterworks Bond Funds	-	(1,597,698)	-	(1,597,698)	(1,597,698)	-
COVID-19 Economic Assistance Fund	-	(3,000,000)	(3,000,000)	-	(3,000,000)	-
General Fund	(50,000)	(50,000)	-	-	-	50,000
Change in Net Position	3,855,443	(9,679,074)	3,364,911	21,949,259	25,314,170	34,993,244
Total Net Position-Beginning	165,068,709	165,068,709	165,068,709	-	165,068,709	-
Total Net Position-Ending	$ **168,924,152**	**155,389,635**	**168,433,620**	**21,949,259**	**190,382,879**	**34,993,244**

CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

CASH FLOW FROM OPERATING ACTIVITIES:		
Receipts from customers and users	$	49,405,994
Receipts from interfund services provided		907,384
Payments to suppliers		(10,999,437)
Payments to employees		(11,870,232)
Payments for interfund services used		(4,212,394)
Net cash provided by operating activities		**23,231,315**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfer to other funds		(22,520,820)
Transfer from other funds		19,520,820
Subsidiary from federal and state grants		995,363
Net cash provided (used) by noncapital and related financing activities		**(2,004,637)**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Proceeds from capital debt		48,801,067
Purchases of capital assets		(7,541,345)
Principal paid on capital debt		(25,112,686)
Interest paid on capital debt		(9,513,818)
Net cash provided (used) by capital and related financing activities		**6,633,218**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments		(29,528,436)
Interest and dividends received		1,372,592
Issuance of notes receivable		318
Net cash provided (used) by investing activities		**(28,155,526)**
Net increase (decrease) in cash and cash equivalents		**(295,630)**
Cash and cash equivalents, October 1		557,729
Cash and cash equivalents, September 30	**$**	**262,099**

(Continued)

CITY OF LAREDO, TEXAS
WATERWORKS SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

(Continued)

Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income	$	8,662,166
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		11,676,762
(Increase) decrease in accounts receivable		(298,932)
Increase (decrease) in allowance for uncollectible accounts		389,437
(Increase) decrease in inventories		149,401
Increase (decrease) in customer deposits		170,540
Increase (decrease) in accounts payable		683,340
Increase (decrease) in deferred revenues		186,207
Increase (decrease) in compensated absences payable		44,932
Increase (decrease) in net pension liability		(2,268,710)
Increase (decrease) in deferred inflows-pension		1,813,310
Increase (decrease) in deferred outflows-pension		1,974,370
Increase (decrease) in accrued wages and employee benefits		48,492
Total adjustments		**14,569,149**
Net cash provided by operating activities	**$**	**23,231,315**
Noncash investing, capital, and financing activities:		
Bond issuance cost amortized		1,292,798
Contributions of capital assets from developers		4,299,913
Accrued interest payable		109,827
Loss on advance refunding		(65,851)
Disposition of Assets		(73,095)

CITY OF LAREDO, TEXAS
SEWER SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Charges for Services	$ 40,065,158	40,065,158	36,599,095	-	36,599,095	(3,466,063)
Miscellaneous	-	-	41,043	-	41,043	41,043
TOTAL OPERATING REVENUES	**40,065,158**	**40,065,158**	**36,640,138**	**-**	**36,640,138**	**(3,425,020)**
OPERATING EXPENSES:						
Administrative:						
Materials and Supplies	125,962	125,962	91,074	-	91,074	34,888
Contractual Services	7,914,636	8,650,807	7,810,878	-	7,810,878	839,929
Other	875,194	134,389	371,340	(371,035)	305	134,084
Total Administrative	8,915,792	8,911,158	8,273,292	(371,035)	7,902,257	1,008,901
Wastewater Treatment:						
Personnel Services	3,274,210	3,292,446	3,660,572	(34,796)	3,625,776	(333,330)
Materials and Supplies	853,767	986,954	813,301	-	813,301	173,653
Contractual Services	4,309,608	4,162,319	3,933,125	-	3,933,125	229,194
Total Wastewater Treatment	8,437,585	8,441,719	8,406,998	(34,796)	8,372,202	69,517
Wastewater Collection:						
Personnel Services	2,932,762	2,932,762	3,108,585	(14,877)	3,093,708	(160,946)
Materials and Supplies	966,049	918,383	981,226	-	981,226	(62,843)
Contractual Services	1,577,448	1,617,214	1,262,423	-	1,262,423	354,791
Other	-	2,000	1,002	-	1,002	998
Capital Outlay	51,554	57,054	-	55,375	55,375	1,679
Total Wastewater Collection	5,527,813	5,527,413	5,353,236	40,498	5,393,734	133,679
Total Operating Expenses Before Depreciation	22,881,190	22,880,290	22,033,526	(365,333)	21,668,193	1,212,097
Depreciation Expense	-	-	8,587,771	(8,587,771)	-	-
TOTAL OPERATING EXPENSES	**22,881,190**	**22,880,290**	**30,621,297**	**(8,953,104)**	**21,668,193**	**1,212,097**
Operating Income (Loss)	$ 17,183,968	17,184,868	6,018,841	8,953,104	14,971,945	(2,212,923)

(Continued)

CITY OF LAREDO, TEXAS
SEWER SYSTEM
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

(Continued)

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	$ 694,384	694,384	627,426	-	627,426	(66,958)
Interest Earnings Restricted	976,410	1,301,672	662,442	-	662,442	(639,230)
Discount Earnings	12,805	12,805	12,425	-	12,425	(380)
Premium	-	2,360,947	-	2,360,947	2,360,947	-
Gain/Loss On Sale of Assets	-	22,040	(39,882)	39,882	-	(22,040)
Bond Issues	-	82,482,000	-	82,482,000	82,482,000	-
Lease Purchase Proceeds	-	-	-	5,997	5,997	5,997
Miscellaneous	350,253	394,156	506,794	-	506,794	112,638
Interest Expense	(4,863,440)	(16,759,184)	(5,374,228)	35,817	(5,338,411)	11,420,773
Principal Paid	(7,030,975)	(7,331,475)	-	(18,421,788)	(18,421,788)	(11,090,313)
Fiscal Agent Fees	-	-	(6,375)	-	(6,375)	(6,375)
Bond Issuance Cost/Premiums Amortized	-	(1,543,766)	(892,142)	(634,893)	(1,527,035)	16,731
Loss on Advance Refunding	-	(323,090)	(311,872)	(157,702)	(469,574)	(146,484)
Other Non-Operating Expenses	(4,363,849)	(6,826,621)	(542,062)	(1,304,939)	(1,847,001)	4,979,620
Construction	(1,617,868)	(90,646,228)	-	(4,929,520)	(4,929,520)	85,716,708
TOTAL NONOPERATING REVENUES (EXPENSES)	**(15,842,280)**	**(36,162,360)**	**(5,357,474)**	**59,475,801**	**54,118,327**	**90,280,687**
Income (Loss) Before Contributions and Transfers	1,341,688	(18,977,492)	661,367	68,428,905	69,090,272	88,067,764
Capital Contributions:						
Contributions - Developers	-	-	4,246,979	(4,246,979)	-	-
Transfers In:						
Sewer Operations to Debt Service	13,710,290	13,710,290	-	13,381,483	13,381,483	(328,807)
Sewer Bond Funds	-	2,856,139	-	2,856,139	2,856,139	-
Sewer Operations to Construction	988,585	988,585	-	419,043	419,043	(569,542)
Transfers Out:						
Sewer Debt Service-Bonds	(13,710,290)	(13,710,290)	-	(13,381,483)	(13,381,483)	328,807
Sewer Debt Service	-	(2,856,139)	-	(2,856,139)	(2,856,139)	-
Sewer Construction Fund	(988,585)	(988,585)	-	(419,043)	(419,043)	569,542
Change in Net Position	1,341,688	(18,977,492)	4,908,346	64,181,926	69,090,272	88,067,764
Total Net Position-Beginning	113,505,031	113,505,031	113,505,031	-	113,505,031	-
Total Net Position-Ending	**$ 114,846,719**	**94,527,539**	**118,413,377**	**64,181,926**	**182,595,303**	**88,067,764**

CITY OF LAREDO, TEXAS
SEWER SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

CASH FLOW FROM OPERATING ACTIVITIES:		
Receipts from customers and users	$	35,449,185
Receipts from interfund services provided		774,596
Payments to suppliers		(13,227,643)
Payments to employees		(5,989,664)
Payments for interfund services used		(3,192,690)
Net cash provided by operating activities		**13,813,784**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfer from other funds		16,656,665
Transfer to other funds		(16,656,665)
Net cash provided (used) by noncapital and related financing activities		**-**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Proceeds from capital debt		82,852,335
Acquisition and construction of capital assets		(6,325,102)
Principal paid on capital debt		(18,421,788)
Interest paid on capital debt		(5,344,786)
Net cash provided (used) by capital and related financing activities		**52,760,659**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments		(67,983,366)
Interest and dividends received		1,200,693
Issuance of notes receivable		10,825
Net cash provided (used) by investing activities		**(66,771,848)**
Net increase (decrease) in cash and cash equivalents		**(197,405)**
Cash and cash equivalents, October 1		389,619
Cash and cash equivalents, September 30	**$**	**192,214**

(Continued)

CITY OF LAREDO, TEXAS
SEWER SYSTEM
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

(Continued)

Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income	$	6,018,841
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		8,587,771
(Increase) decrease in accounts receivable		(776,507)
Increase (decrease) in allowance for uncollectible accounts		371,035
(Increase) decrease in inventories		178,033
Increase (decrease) in accounts payable		(1,333,997)
Increase (decrease) in deferred revenues		(10,885)
Increase (decrease) in compensated absences payable		49,674
Increase (decrease) in net pension liability		(1,108,901)
Increase (decrease) in deferred inflows-pension		886,309
Increase (decrease) in deferred outflows-pension		919,493
Increase (decrease) in accrued wages and employee benefits		32,918
Total adjustments		**7,794,943**
Net cash provided by operating activities	**$**	**13,813,784**
Noncash investing, capital, and financing activities:		
Contributions of capital assets from developers & others		4,246,979
Bond issuance cost amortized		634,893
Accrued interest payable		(35,817)
Disposition of Assets		(39,882)
Loss on advance refunding		157,702

CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
OPERATING REVENUES:						
Charges for Services	$ 25,648,589	25,648,589	25,298,390	-	25,298,390	(350,199)
Rental of Facilities	-	-	91	-	91	91
Miscellaneous	15,000	-	(60,967)	-	(60,967)	(60,967)
TOTAL OPERATING REVENUES	**25,663,589**	**25,648,589**	**25,237,514**	**-**	**25,237,514**	**(411,075)**
OPERATING EXPENSES:						
Administration:						
Personnel Services	335,232	335,232	1,232,210	21	1,232,231	(896,999)
Materials and Supplies	14,749	21,409	19,673	-	19,673	1,736
Contractual Services	89,340	88,465	53,616	-	53,616	34,849
Other	-	-	(88)	88	-	-
Total Administration	439,321	445,106	1,305,411	109	1,305,520	(860,414)
Branch Division:						
Personnel Services	707,787	709,806	648,058	2,781	650,839	58,967
Materials and Supplies	60,038	64,737	29,632	-	29,632	35,105
Contractual Services	38,362	38,620	35,810	-	35,810	2,810
Total Branch Division	806,187	813,163	713,500	2,781	716,281	96,882
Recycling:						
Personnel Services	985,469	986,304	974,675	(3,358)	971,317	14,987
Materials and Supplies	85,763	92,092	28,499	-	28,499	63,593
Contractual Services	257,738	164,835	121,314	-	121,314	43,521
Total Recycling	1,328,970	1,243,231	1,124,488	(3,358)	1,121,130	122,101
Sanitation:						
Personnel Services	5,293,241	5,381,325	5,399,396	(26,900)	5,372,496	8,829
Materials and Supplies	1,282,312	1,360,128	1,067,153	-	1,067,153	292,975
Contractual Services	4,080,312	3,925,529	3,791,833	-	3,791,833	133,696
Other	579,800	202,418	234,253	(234,253)	-	202,418
Capital Outlay	1,000,000	-	-	-	-	-
Total Sanitation	12,235,665	10,869,400	10,492,635	(261,153)	10,231,482	637,918
Landfill:						
Personnel Services	1,388,650	1,436,136	1,441,444	(12,582)	1,428,862	7,274
Materials and Supplies	613,381	609,777	541,429	-	541,429	68,348
Contractual Services	4,167,407	4,019,737	3,058,470	-	3,058,470	961,267
Other	-	19,622	19,407	(153)	19,254	368
Capital Outlay	196,000	12,201,430	-	15,430	15,430	12,186,000
Total Landfill	6,365,438	18,286,702	5,060,750	2,695	5,063,445	13,223,257
Total Operating Expenses Before Depreciation	21,175,581	31,657,602	18,696,784	(258,926)	18,437,858	13,219,744
Depreciation Expense	-	-	4,461,002	(4,461,002)	-	-
TOTAL OPERATING EXPENSES	**21,175,581**	**31,657,602**	**23,157,786**	**(4,719,928)**	**18,437,858**	**13,219,744**
Operating Income (Loss)	$ 4,488,008	(6,009,013)	2,079,728	4,719,928	6,799,656	12,808,669

(Continued)

CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year ended September 30, 2020

(Continued)

	Budgeted Amount				Actual Budget Basis	Variance Positive (Negative)
	Original	Final	Actual	Adjustments		
NONOPERATING REVENUES (EXPENSES):						
Investment Income:						
Interest Earnings	$ 560,500	560,500	655,408	-	655,408	94,908
Interest Earnings-Restricted	500,637	273,178	388,735	-	388,735	115,557
Premiums	-	2,465,736	-	2,465,736	2,465,736	-
Discount Earnings	-	-	10,757	-	10,757	10,757
Capital Lease Proceeds	-	-	-	5,997	5,997	5,997
Lease Interest Expense	-	(150)	(141)	-	(141)	9
Lease Principal Expense	-	(820)	-	(812)	(812)	8
Miscellaneous	563	6,247	-	-	-	(6,247)
Closure/Post Closure	(1,000,000)	(1,000,000)	(620,538)	620,538	-	1,000,000
Gain (Loss) From Sale of Assets	-	15,000	(262,481)	262,516	35	(14,965)
Bond Issues	11,040,889	13,240,000	-	13,240,000	13,240,000	-
Interest Expense	(703,003)	(946,440)	(1,316,793)	54,400	(1,262,393)	(315,953)
Gain (Loss) on Advance Refunding	-	836	(99,033)	(99,869)	(198,902)	(199,738)
Principal Paid	(4,478,595)	(4,923,034)	-	(4,923,034)	(4,923,034)	-
Fiscal Agent Fees	(3,000)	(3,000)	(4,067)	-	(4,067)	(1,067)
Bond Issuance Cost/Premiums Amortized	(5,380,902)	(178,514)	417,761	(578,630)	(160,869)	17,645
Other Non-Operating Expenses	(2,699,109)	(286,145)	(720)	-	(720)	285,425
Construction	(4,272,375)	(16,256,830)	-	(3,560,499)	(3,560,499)	12,696,331
TOTAL NONOPERATING REVENUES (EXPENSES)	**(6,434,395)**	**(7,033,436)**	**(831,112)**	**7,486,343**	**6,655,231**	**13,688,667**
Income (Loss) Before Contributions and Transfers	(1,946,387)	(13,042,449)	1,248,616	12,206,271	13,454,887	26,497,336
Contributions						
Transfers In:						
Solid Waste Fund	6,049,598	6,049,598	-	6,154,381	6,154,381	104,783
Transfers Out:						
COVID-19 Economic Relief	-	(1,164,543)	(1,164,543)	-	(1,164,543)	-
Solid Waste Fund	(6,049,598)	(6,056,351)	-	(6,154,381)	(6,154,381)	(98,030)
Change in Net Position	(1,946,387)	(14,213,745)	84,073	12,206,271	12,290,344	26,504,089
Total Net Position-Beginning	25,717,094	25,717,094	25,717,094	-	25,717,094	-
Total Net Position-Ending	**$ 23,770,707**	**11,503,349**	**25,801,167**	**12,206,271**	**38,007,438**	**26,504,089**

CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

CASH FLOW FROM OPERATING ACTIVITIES:		
Receipts from customers and users	$	24,600,727
Receipts from interfund services provided		420,495
Payments to suppliers		(4,035,403)
Payments to employees		(8,671,811)
Payments for interfund services used		(4,845,519)
Net cash provided by operating activities		**7,468,489**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfer to other funds		(7,114,462)
Transfer from other funds		5,949,919
Net cash provided (used) by noncapital and related financing activities		**(1,164,543)**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Proceeds from capital debt		15,712,569
Principal paid on capital debt		(4,923,846)
Interest paid on capital debt		(1,266,599)
Acquisition and construction of capital assets		(3,737,518)
Proceeds from sales of capital assets		35
Net cash provided (used) by capital and related financing activities		**5,784,641**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments		(13,274,461)
Interest and dividends received		1,012,615
Net cash provided (used) by investing activities		**(12,261,846)**
Net increase (decrease) in cash and cash equivalents		**(173,259)**
Cash and cash equivalents, October 1		305,830
Cash and cash equivalents, September 30	**$**	**132,571**

(Continued)

CITY OF LAREDO, TEXAS
SOLID WASTE MANAGEMENT
STATEMENT OF CASH FLOWS
Year ended September 30, 2020

(Continued)

Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income	$	2,079,728
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		4,461,002
(Increase) decrease in accounts receivable		(513,662)
Increase (decrease) in allowance for uncollectible accounts		297,350
(Increase) decrease in inventories		3,190
Increase (decrease) in accounts payable		116,889
Increase (decrease) in deferred revenues		20
Increase (decrease) in compensated absences payable		40,039
Increase (decrease) in deferred outflows-pension		1,271,158
Increase (decrease) in deferred inflows-pension		1,232,174
Increase (decrease) in net pension liability		(1,541,627)
Increase (decrease) in accrued wages and employee benefits		22,228
Total adjustments		**5,388,761**
Net cash provided by operating activities	**$**	**7,468,489**
Noncash investing, capital, and financing activities:		
Current closure and post closure costs		(620,538)
Bond issuance cost amortized		578,630
Loss on advance refunding		99,869
Accrued interest payable		(54,400)
Disposition of assets		(262,516)

This page intentionally left blank

FIDUCIARY FUNDS

FIDUCIARY FUNDS

Fiduciary funds account for assets held by the City in a trustee capacity or as an agent for other agencies or individuals, private organizations or governmental units, and/or other funds. Fiduciary funds include agency funds and pension trust funds.

Agency 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
AGENCY FUNDS
SEPTEMBER 30, 2020

	AGENCY FUNDS			
	POLICE RETIREE DEPENDENTS FUND	FIRE RETIREE DEPENDENTS FUND	PAYROLL CLEARING FUND	TOTAL AGENCY FUNDS
ASSETS				
Equity in Investment Pool	$ -	851	11,723	12,574
Accounts Receivable	-	-	2,813	2,813
Accrued Interest Receivable	117	1,899	29,151	31,167
Investments, at Fair Market Value	10,249	167,591	2,572,202	2,750,042
TOTAL ASSETS	**10,366**	**170,341**	**2,615,889**	**2,796,596**
LIABILITIES				
Accounts Payable	10,366	170,341	2,615,889	2,796,596
TOTAL LIABILITIES	**10,366**	**170,341**	**2,615,889**	**2,796,596**
NET POSITION				
Held in Trust for Pension Benefits, Plan Participants, and Other Purposes	$ **-**	**-**	**-**	**-**

CITY OF LAREDO, TEXAS
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
AGENCY FUNDS
Year Ended September 30, 2020

POLICE RETIREES DEPENDENTS FUND

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
ASSETS				
Cash and Cash Equivalents:				
Equity in Investment Pool	$ -	1,108,322	1,108,322	-
Accounts Receivable	106,480	-	106,480	-
Accrued Interest Receivable	-	117	-	117
Investments, at Fair Market Value	-	10,249	-	10,249
TOTAL ASSETS	**106,480**	**1,118,688**	**1,214,802**	**10,366**
LIABILITIES				
Accounts Payable	106,480	10,366	106,480	10,366
TOTAL LIABILITIES	$ **106,480**	**10,366**	**106,480**	**10,366**

FIRE RETIREES DEPENDENTS FUND

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
ASSETS				
Cash and Cash Equivalents				
Equity in Investment Pool	$ 400	908,363	907,912	851
Accrued Interest Receivable	443	1,899	443	1,899
Investments, at Fair Market Value	42,978	167,591	42,978	167,591
TOTAL ASSETS	**43,821**	**1,077,853**	**951,333**	**170,341**
LIABILITIES				
Accounts Payable	43,821	170,341	43,821	170,341
TOTAL LIABILITIES	$ **43,821**	**170,341**	**43,821**	**170,341**

(Continued)

CITY OF LAREDO, TEXAS
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
AGENCY FUNDS
Year Ended September 30, 2020

(Continued)

PAYROLL CLEARING FUND

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
ASSETS				
Cash and Cash Equivalents:				
Equity in Investment Pool	$ 25,526	129,595,231	129,609,034	11,723
Accounts Receivable	2,813	10,139	10,139	2,813
Accrued Interest Receivable	24,644	29,151	24,644	29,151
Investments, at Fair Market Value	2,389,739	2,572,202	2,389,739	2,572,202
TOTAL ASSETS	**2,442,722**	**132,206,723**	**132,033,556**	**2,615,889**
LIABILITIES				
Accounts Payable	2,442,722	93,610,305	93,437,138	2,615,889
Accrued Wages and Benefits	-	70,430,184	70,430,184	-
TOTAL LIABILITIES	$ **2,442,722**	**164,040,489**	**163,867,322**	**2,615,889**

TOTALS-ALL AGENCY FUNDS

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
ASSETS				
Cash and Cash Equivalents:				
Equity in Investment Pool	$ 25,926	131,611,916	131,625,268	12,574
Accounts Receivable	109,293	10,139	116,619	2,813
Accrued Interest Receivable	25,087	31,167	25,087	31,167
Investments, at Fair Market Value	2,432,717	2,750,042	2,432,717	2,750,042
TOTAL ASSETS	**2,593,023**	**134,403,264**	**134,199,691**	**2,796,596**
LIABILITIES				
Accounts Payable	2,593,023	93,791,012	93,587,439	2,796,596
Accrued Wages and Benefits	-	70,430,184	70,430,184	-
TOTAL LIABILITIES	$ **2,593,023**	**164,221,196**	**164,017,623**	**2,796,596**

CITY OF LAREDO, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	LAREDO FIREFIGHTERS RETIREMENT SYSTEM PENSION TRUST FUND	CITY ANNUITY PENSION TRUST FUND	TOTAL PENSION TRUST FUNDS
ADDITIONS:			
Contributions:			
Employer Contributions	$ 8,145,656	1,914,442	10,060,098
Plan Members	5,931,306	102,860	6,034,166
Other Contributions	-	5,545	5,545
Total Contributions	14,076,962	2,022,847	16,099,809
Investment Earnings:			
Interest Earnings and Dividends	3,139,056	-	3,139,056
Net Increase (decrease) in the Fair Value of Investments	(8,012,794)	-	(8,012,794)
Gains (Loss) on Sale of Investment	12,513,935	-	12,513,935
Total Investment Earnings	7,640,197	-	7,640,197
Less: Investment Expense	(379,939)	-	(379,939)
Net Investment Earnings	7,260,258	-	7,260,258
TOTAL ADDITIONS	**21,337,220**	**2,022,847**	**23,360,067**
DEDUCTIONS:			
Benefits	12,421,926	1,867,882	14,289,808
Administrative Expenses	242,952	154,965	397,917
TOTAL DEDUCTIONS	**12,664,878**	**2,022,847**	**14,687,725**
Change in Net Position	8,672,342	-	8,672,342
Net Position - Beginning	158,998,242	-	158,998,242
NET POSITION - ENDING	$ **167,670,584**	**-**	**167,670,584**

This page intentionally left blank

STATISTICAL SECTION

STATISTICAL SECTION

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

FINANCIAL TRENDS

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time. (Tables 1-5)

REVENUE CAPACITY

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax. (Tables 6-10)

DEBT CAPACITY

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.
(Tables 11-16)

DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place. (Tables 17-20)

OPERATING INFORMATION

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report. (Tables 21-25)

Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

NET POSITION BY COMPONENT
LAST TEN FISCAL PERIODS
(ACCRUAL BASIS OF ACCOUNTING)

CITY OF LAREDO, TEXAS

TABLE 1

	Fiscal Year									
	2011	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**
Governmental Activities										
Net investment in capital assets	$ 404,332,329	$ 426,071,062	$ 435,213,156	$ 454,275,907	$ 487,452,144	$ 497,557,400	$ 513,425,058	$ 524,030,871	$ 539,561,284	$ 540,492,170
Restricted	24,098,965	22,027,504	32,487,338	52,746,758	39,488,100	41,402,347	42,852,730	45,893,175	51,542,494	55,603,164
Unrestricted	26,981,198	15,921,760	24,657,948	(9,084,181)	(103,494,138)	(178,284,762)	(202,436,440)	(247,151,115)	(250,291,351)	(298,310,360)
Total governmental activities net position	$ 455,412,492	$ 464,020,326	$ 492,358,442	$ 497,938,484	$ 423,446,106	$ 360,674,985	$ 353,841,348	$ 322,772,931	$ 340,812,427	$ 297,784,974
Business-type activities										
Net investment in capital assets	$ 273,496,354	$ 235,628,019	$ 308,880,051	$ 279,700,006	$ 266,890,409	$ 254,793,229	$ 262,866,023	$ 276,944,333	$ 285,312,722	$ 284,339,056
Restricted	25,879,932	29,616,876	32,833,893	31,079,396	57,971,427	74,371,213	74,243,372	58,736,604	57,543,482	61,771,418
Unrestricted	44,344,017	91,031,789	21,798,947	44,775,230	(12,769,768)	(17,631,797)	(8,836,173)	22,257,968	39,786,023	56,427,580
Total business-type activities net position	$ 343,720,303	$ 356,276,684	$ 363,512,891	$ 355,554,632	$ 312,092,068	$ 311,532,645	$ 328,273,222	$ 357,938,905	$ 382,642,227	$ 402,538,054
Primary government										
Net investment in capital assets	$ 677,828,683	$ 661,699,081	$ 744,093,207	$ 733,975,913	$ 754,342,553	$ 752,350,629	$ 776,291,081	$ 800,975,204	$ 824,874,006	$ 824,831,226
Restricted	49,978,897	51,644,380	65,321,231	83,826,154	97,459,527	115,773,560	117,096,102	104,629,779	109,085,976	117,374,582
Unrestricted	71,325,215	106,953,549	46,456,895	35,691,049	(116,263,906)	(195,916,559)	(211,272,613)	(224,893,147)	(210,505,328)	(241,882,780)
Total primary government net position	$ 799,132,795	$ 820,297,010	$ 855,871,333	$ 853,493,116	$ 735,538,174	$ 672,207,630	$ 682,114,570	$ 680,711,836	$ 723,454,654	$ 700,323,028

SOURCE:

City of Laredo, Texas

This page intentionally left blank

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

CITY OF LAREDO, TEXAS

TABLE 2

	Fiscal Year									
	2011	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**
Expenses										
Governmental Activities:										
General Government	$ 33,212,469	$ 31,034,892	$ 36,517,099	$ 31,483,857	$ 30,754,775	$ 31,282,913	$ 44,803,625	$ 14,669,141	$ 25,667,856	$ 73,496,272
Public Safety	108,220,849	109,306,566	114,298,448	116,740,217	123,569,785	136,161,243	132,796,643	144,679,796	151,438,541	157,618,090
Public Works	28,971,676	35,937,652	29,742,584	29,275,673	30,339,614	32,262,592	35,411,496	36,856,653	36,761,439	38,283,612
Health and Welfare	21,559,624	23,663,834	25,149,324	25,049,024	25,392,674	26,694,339	28,523,686	28,247,621	30,536,437	39,997,943
Culture and Recreation	24,351,217	25,468,060	25,636,585	28,166,961	27,531,357	29,029,634	28,661,521	30,060,439	31,467,862	27,198,270
Air Transportation	8,337,337	5,896,045	10,379,579	10,866,517	11,424,789	12,068,122	12,139,052	12,447,560	13,047,872	14,303,446
Interest on Long Term Debt	11,330,317	11,215,644	11,253,582	15,939,639	14,675,052	14,833,434	14,874,684	8,654,373	8,172,026	8,185,072
Total Governmental Activities Expenses	235,983,489	242,522,693	252,977,201	257,521,888	263,688,046	282,332,277	297,210,707	275,615,583	297,092,033	359,082,705
Business-Type Activities										
Bridge System	41,558,090	41,674,262	40,886,900	53,740,997	47,492,006	50,002,193	49,498,472	52,412,200	55,390,372	51,761,177
Solid Waste Management System	15,794,014	16,279,971	19,527,143	17,714,332	18,207,099	19,076,156	23,279,911	20,165,585	22,619,900	25,155,954
Water System	42,840,185	43,022,231	43,113,971	46,627,133	53,339,444	60,707,954	48,030,778	46,668,068	48,166,777	55,225,607
Sewer System	24,269,283	28,980,517	31,051,237	32,680,138	32,339,112	37,537,057	31,763,534	31,729,952	33,202,551	37,664,072
Other Business-Type Activities	16,439,140	17,238,383	17,817,971	18,016,163	18,198,854	19,560,225	19,679,802	19,783,672	20,225,146	20,627,127
Total Business-Type Activities Expenses	140,900,712	147,195,364	152,397,222	168,778,763	169,576,515	186,883,585	172,252,497	170,759,477	179,604,746	190,433,937
Total Primary Government Expenses	$ 376,884,201	$ 389,718,057	$ 405,374,423	$ 426,300,651	$ 433,264,561	$ 469,215,862	$ 469,463,204	$ 446,375,060	$ 476,696,779	$ 549,516,642
Program Revenues										
Governmental Activities:										
Charges for Services										
General Government	$ 40,374,802	$ 37,543,445	$ 40,285,380	$ 48,476,887	$ 49,951,513	$ 52,780,001	$ 53,273,825	$ 56,653,936	$ 59,445,108	$ 55,186,131
Public Safety	8,589,950	7,515,182	10,135,563	9,689,452	10,161,855	9,347,027	8,685,210	8,957,129	9,328,993	9,681,074
Public Works	2,158,284	5,556,032	13,359,717	681,523	570,033	1,057,448	1,336,890	1,510,684	2,609,379	1,611,421
Health and Welfare	11,998,683	13,793,256	15,564,387	16,082,560	15,328,529	16,664,531	8,467,793	17,797,657	14,987,044	9,606,295
Culture and Recreation	5,412,318	7,116,481	5,874,092	6,700,618	5,760,979	6,764,430	6,162,968	7,202,223	7,999,264	4,085,451
Air Transportation	4,586,437	4,966,208	7,105,179	6,213,731	8,428,408	5,983,576	6,589,287	7,513,248	7,977,495	6,263,947
Operating Grants and Contributions	23,499,860	22,085,334	25,228,899	21,012,892	22,967,325	21,731,076	21,047,107	24,927,052	26,580,666	48,315,827
Capital Grants and Contributions	36,020,500	29,325,040	22,102,012	29,152,539	35,294,592	40,400,218	41,090,817	26,064,998	24,528,293	21,442,849
Total Governmental Activities Program Revenues	132,640,834	127,900,978	139,655,229	138,010,202	148,463,234	154,728,307	146,653,897	150,626,927	153,456,242	156,192,995
Business-Type Activities:										
Charges for Services										
Bridge System	46,433,396	47,365,449	47,628,417	55,703,827	58,289,089	60,192,764	61,381,489	68,042,892	71,088,270	62,503,974
Solid Waste Management System	16,657,612	16,625,595	18,773,794	19,938,264	21,422,714	24,141,768	25,314,209	26,306,088	25,861,286	26,321,440
Water System	36,301,316	38,825,686	41,279,848	42,744,943	40,933,158	46,018,021	49,522,342	49,510,176	51,743,367	56,726,261
Sewer System	27,711,393	28,734,011	28,941,911	30,383,531	28,409,350	31,850,492	33,365,973	33,824,818	34,431,352	37,786,783
Other Business-Type Activities	5,384,915	5,453,483	5,583,161	5,516,063	5,581,664	5,367,622	5,516,348	5,933,249	6,113,385	4,385,753
Operating Grants and Contributions	4,279,722	4,473,530	5,504,473	4,425,506	3,914,991	3,837,360	4,091,169	4,064,792	4,662,582	11,814,442
Capital Grants and Contributions	36,609,025	12,928,054	6,365,385	5,746,419	6,313,419	9,332,615	6,735,114	12,507,179	6,986,253	9,246,680
Total Business-Type Activities Program Revenues	173,377,379	154,405,808	154,076,989	164,458,553	164,864,385	180,740,642	185,926,644	200,189,194	200,886,495	208,785,333
Total Primary Government Program Revenues	$ 306,018,213	$ 282,306,786	$ 293,732,218	$ 302,468,755	$ 313,327,619	$ 335,468,949	$ 332,580,541	$ 350,816,121	$ 354,342,737	$ 364,978,328

(Continued)

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

CITY OF LAREDO, TEXAS

TABLE 2

(Continued)

	Fiscal Year									
	2011	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**
Net (Expense)/Revenue										
Governmental Activities	$ (103,342,655)	$ (114,621,715)	$ (113,321,972)	$ (119,511,686)	$ (115,224,812)	$ (127,603,970)	$ (150,556,810)	$ (124,988,656)	$ (143,635,791)	$ (202,889,710)
Business-Type Activities	32,476,667	7,210,444	1,679,767	(4,320,210)	(4,712,130)	(6,142,943)	13,674,147	29,429,717	21,281,749	18,351,396
Total Primary Government Net Expense	$ (70,865,988)	$ (107,411,271)	$ (111,642,205)	$ (123,831,896)	$ (119,936,942)	$ (133,746,913)	$ (136,882,663)	$ (95,558,939)	$ (122,354,042)	$ (184,538,314)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property Taxes	$ 69,142,902	$ 68,704,058	$ 69,563,546	$ 68,900,077	$ 72,930,004	$ 76,362,877	$ 80,508,743	$ 85,015,620	$ 90,664,882	$ 102,772,794
Sales Tax	39,050,113	38,152,946	40,383,050	39,842,711	41,000,767	38,983,785	39,788,063	41,486,935	44,029,435	33,876,247
Franchise Taxes	7,018,602	7,085,923	7,089,931	7,434,775	7,613,857	7,656,015	7,798,793	8,174,902	8,181,895	8,021,852
Hotel Motel Tax	4,117,956	4,228,417	4,218,974	4,322,485	4,219,474	3,797,579	3,939,200	4,157,342	4,207,723	3,036,519
Alcoholic Beverage Taxes	329,521	298,772	345,476	436,204	463,447	467,361	512,893	549,712	600,029	407,401
Investment Earnings	505,944	399,151	379,330	428,693	581,016	780,283	2,148,609	2,265,636	3,539,327	2,714,552
Gain on Sale of Capital Assets	1,327,296	314,627	15,898,197	177,320	50,721	512,275	1,080,474	124,655	178,736	398,355
Bond Premium	829,086	84,484	-	-	-	-				
Transfers	5,842,964	3,961,171	3,781,584	7,585,617	9,252,910	6,345,593	7,578,583	12,081,986	10,273,260	8,634,537
Total Governmental Activities	128,164,384	123,229,549	141,660,088	129,127,882	136,112,196	134,905,768	143,355,358	153,856,788	161,675,287	159,862,257
Business-Type Activities:										
Sales Tax	6,311,745	7,082,464	7,666,150	7,716,898	7,966,064	7,474,608	7,592,193	8,025,224	8,325,191	8,200,121
Investment Earnings	203,743	1,811,816	1,651,558	1,409,876	1,445,291	1,818,713	1,751,860	4,190,741	5,248,416	1,978,775
Gain/(Loss) on Sale of Capital Assets	152,893	23,254	20,316	352,807	(26,589)	389,708	1,668,774	101,987	121,226	72
Bond Premium	5,439,668	389,574	-	-	-	-				
Transfers	(5,842,964)	(3,961,171)	(3,781,584)	(7,585,617)	(9,252,910)	(6,345,593)	(7,578,582)	(12,081,986)	(10,273,260)	(8,634,537)
Total Business-Type Activities	6,265,085	5,345,937	5,556,440	1,893,964	131,856	3,337,436	3,434,245	235,966	3,421,573	1,544,431
Total Primary Government	$ 134,429,469	$ 128,575,486	$ 147,216,528	$ 131,021,846	$ 136,244,052	$ 138,243,204	$ 146,789,603	$ 154,092,754	$ 165,096,860	$ 161,406,688
Change in Net Position										
Governmental Activities	$ 24,821,729	$ 8,607,834	$ 28,338,116	$ 9,616,196	$ 20,887,384	$ 7,301,798	$ (7,201,452)	$ 28,868,132	$ 18,039,496	$ (43,027,453)
Business-Type Activities	38,741,752	12,556,381	7,236,207	(2,426,246)	(4,580,274)	(2,805,507)	17,108,392	29,665,683	24,703,322	19,895,827
Total Primary Government	$ 63,563,481	$ 21,164,215	$ 35,574,323	$ 7,189,950	$ 16,307,110	$ 4,496,291	$ 9,906,940	$ 58,533,815	$ 42,742,818	$ (23,131,626)

SOURCE:

City of Laredo, Texas

CHANGES IN FUND BALANCE, GOVERNMENTAL FUNDS LAST TEN FISCAL PERIODS

CITY OF LAREDO,TEXAS

TABLE 3

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
REVENUES:										
Taxes:										
Property	$ 68,998,291	$ 67,838,288	$ 69,063,708	$ 71,560,518	$ 73,314,227	$ 75,826,000	$ 80,589,128	$ 93,536,784	$ 90,246,136	$ 93,753,167
Sales	33,669,024	37,481,815	39,921,718	40,024,574	41,364,145	38,685,571	39,417,857	33,208,996	43,304,882	42,373,207
Franchise Fees	6,995,838	7,080,430	7,049,443	7,408,310	68,575	7,651,588	7,776,288	8,133,889	8,172,967	8,038,122
Bingo Tax	74,345	92,942	71,581	70,037	463,398	67,340	68,077	52,912	63,966	52,020
Alcoholic Beverage	341,545	289,303	320,504	429,823	4,204,569	456,784	490,013	552,905	586,935	498,480
Hotel Motel	4,055,510	4,227,796	4,236,295	4,321,690	7,588,828	3,851,082	3,842,751	4,138,626	4,253,004	3,114,134
Licenses and Permits	6,487,718	7,037,889	8,200,676	9,176,782	9,789,518	9,996,342	10,188,838	10,414,120	9,898,368	10,103,668
Intergovernmental	49,801,150	37,425,328	38,974,973	31,999,133	35,599,823	34,493,046	33,734,018	34,875,342	38,346,584	56,019,878
Charges for Services	41,728,421	46,032,265	47,094,098	54,978,231	56,761,356	59,886,689	60,099,061	64,916,008	67,629,485	61,272,193
Fines	3,762,977	3,631,708	3,355,374	3,781,433	3,750,121	3,986,414	4,025,440	4,356,940	4,897,677	4,549,280
Fees and Collections	3,547,545	3,916,479	4,815,100	5,266,624	5,453,663	5,288,848	5,197,368	4,699,620	4,668,638	3,627,084
Rents	5,731,032	6,012,866	9,050,040	7,309,197	8,506,613	6,646,131	7,222,326	8,562,331	8,835,254	7,693,734
Interest and Other	1,511,880	1,268,514	464,348	513,966	1,426,394	2,002,081	2,555,647	4,401,306	6,676,783	5,232,049
Miscellaneous	4,722,829	2,611,818	3,571,941	2,902,821	2,873,122	2,176,195	2,744,345	2,507,491	2,254,205	5,274,084
Contributions & Donations	10,951,450	18,780,987	21,818,513	200,222	22,950,634	27,872,691	22,007,736	16,126,827	13,303,346	5,313,331
Reimbursements	2,280,613	1,038,430	1,780,401	1,544,995	1,847,804	1,512,842	1,870,678	1,422,949	2,002,744	724
TOTAL REVENUES	244,660,168	244,766,858	259,788,713	241,488,356	275,962,790	280,399,644	281,829,571	291,907,046	305,140,974	306,915,155
EXPENDITURES:										
General Government	19,098,129	18,681,665	19,339,843	19,730,538	23,618,033	24,034,077	24,999,279	25,798,914	27,384,154	20,559,902
Public Safety	101,057,294	108,305,984	112,682,130	114,898,390	119,758,393	126,401,411	128,456,177	136,965,513	143,193,077	147,007,646
Public Works	10,185,108	12,957,347	9,836,004	10,707,599	9,257,819	9,081,025	10,589,800	9,974,167	8,915,474	10,056,567
Health and Welfare	20,160,803	22,578,990	24,339,567	24,015,886	24,139,800	24,960,106	26,068,728	26,809,427	28,879,340	38,191,992
Cultural and Recreational	23,640,666	24,675,468	25,336,135	27,762,404	27,056,235	28,088,962	27,962,296	29,267,337	30,794,372	26,651,404
Air Transportation Services	4,651,685	4,989,131	6,006,842	6,158,489	6,467,036	6,883,264	6,709,908	6,806,224	7,125,984	7,968,333
Capital Outlay	85,712,034	71,468,161	51,861,368	50,975,719	52,394,194	66,817,376	51,840,512	43,849,418	41,149,078	52,631,363
Bond Costs	704,855	211,726	188,314	209,549	1,373,264	969,313	-	515,780	229,028	415,900
Debt Service:										
Principal Retirement	10,246,364	13,058,227	14,365,645	16,127,013	39,178,502	23,395,142	15,584,619	17,063,400	18,461,755	18,850,473
Loss on Advance Refunding	-	-	-	-	258,062	584,424	-	-	-	-
Interest and Fiscal Expenditures	10,866,914	11,071,614	10,772,155	9,987,587	9,097,392	9,127,731	9,764,959	9,576,250	9,299,688	9,550,966
TOTAL EXPENDITURES	286,323,852	287,998,313	274,728,003	280,573,174	312,598,730	320,342,831	301,976,278	306,626,430	315,431,950	331,884,546
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,663,684)	(43,231,455)	(14,939,290)	(39,084,818)	(36,635,940)	(39,943,187)	(20,146,707)	(14,719,384)	(10,290,976)	(24,969,391)
OTHER FINANCING SOURCES (USES):										
Transfers In	46,699,942	41,973,360	37,256,256	45,447,751	56,141,691	44,180,899	36,587,762	36,471,318	37,229,912	50,314,522
Issuance of Debt	23,189,078	9,764,975	3,800,000	20,795,730	45,028,000	40,155,641	-	15,131,720	15,065,000	29,330,000
Bond Premium	829,086	88,867	58,279	565,390	14,136,687	7,867,533	-	4,947,660	1,198,228	4,847,371
Bond Discounts	-	(4,383)	-	-	-	-	-	-	-	-
Reimbursements	-	-	-	15,005	-	-	-	-	-	-
Transfers Out	(39,073,000)	(37,198,426)	(31,974,672)	(37,121,060)	(45,138,782)	(35,974,394)	(26,209,179)	(21,889,332)	(26,956,651)	(41,679,984)
Contributions	-	-	-	19,667,880	-	-	-	-	-	-
Issuance of Refunding Debt	-	-	-	-	55,606,967	20,450,000	-	19,564,840	-	-
Capital Leases	807,653	-	4,852,652	-	-	-	62,168	-	-	1,889,082
Sale of Assets	1,375,078	318,617	15,888,705	177,320	50,721	512,275	1,080,474	124,655	178,736	56,081
Payment to Refunded Bond Escrow Agent	(3,317,933)	(2,112,731)	-	(15,668,558)	(65,313,880)	(23,238,405)	-	(21,934,126)	-	(3,002,333)
TOTAL OTHER FINANCING SOURCES (USES)	30,509,904	12,830,279	29,881,220	33,879,458	60,511,404	53,953,549	11,521,225	32,416,735	26,715,225	41,754,739
Net Change in Fund Balances	$ (11,153,780)	$ (30,401,176)	$ 14,941,930	$ (5,205,360)	$ 23,875,464	$ 14,010,362	$ (8,625,482)	$ 17,697,351	$ 16,424,249	$ 16,785,348
Debt Service as a Percentage of non-capital expenditures	10.88%	11.24%	11.36%	11.47%	19.08%	13.21%	10.13%	10.33%	10.20%	10.32%

SOURCE:

City of Laredo, Texas

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

CITY OF LAREDO, TEXAS

TABLE 4

	Fiscal Year									
	2011	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**
GENERAL FUND										
Nonspendable	$ 14,937	$ 4,349	$ 19,335	$ 5,960	$ 7,920	$ 11,197	$ 17,258	$ 7,080	$ 16,261	$ 21,187
Restricted	786,681	1,641,354	3,644,122	11,981,702	11,445,903	12,490,116	12,650,292	11,899,527	1,014,431	788,916
Committed	22,393,198	22,988,878	27,564,635	27,842,577	29,091,945	31,053,457	30,688,417	31,859,384	33,396,802	36,851,145
Assigned	1,613,435	-	-	-	-	-	-	-	-	-
Unassigned	10,712,189	12,230,458	10,343,359	2,781,899	3,603,026	885,453	1,706,956	3,080,983	13,544,019	4,954,325
Total General Fund	$ 35,520,440	$ 36,865,039	$ 41,571,451	$ 42,612,138	$ 44,148,794	$ 44,440,223	$ 45,062,923	$ 46,846,974	$ 47,971,513	$ 42,615,573
ALL OTHER GOVERNMENTAL FUNDS										
Nonspendable	$ 119,161	$ 106,717	$ 95,436	$ 95,310	$ 143,068	$ 124,468	$ 178,297	$ 190,926	$ 183,209	$ 104,101
Restricted	104,259,849	72,008,350	57,826,607	60,868,607	75,004,683	89,143,791	75,686,929	84,556,431	95,702,288	120,239,209
Committed	6,756,570	7,729,123	5,263,091	3,559,782	6,018,039	6,205,935	3,641,281	6,206,081	8,584,545	6,460,607
Assigned	11,709,333	13,515,966	39,401,130	33,525,417	41,356,354	38,986,497	44,550,201	10,491,733	54,642,463	54,017,381
Unassigned (Deficit)	(125,741)	(2,386,759)	(1,377,349)	(3,086,248)	(5,220,468)	(3,440,082)	(1,746,008)	36,778,829	(5,588,795)	(5,156,300)
Total all other governmental funds	$ 122,719,172	$ 90,973,397	$ 101,208,915	$ 94,962,868	$ 117,301,676	$ 131,020,609	$ 122,310,700	$ 138,224,000	$ 153,523,710	$ 175,664,998

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
2011	$ 68,998,291	$ 33,669,024	$ 341,545	$ 74,345	$ 4,055,510	$ 6,995,838	$ 114,134,553
2012	67,838,288	37,481,815	289,303	92,942	4,227,796	7,080,430	117,010,574
2013	69,063,708	39,921,718	320,504	71,581	4,236,295	7,049,443	120,663,249
2014	71,560,518	40,024,574	429,823	70,037	4,321,690	7,408,310	123,814,952
2015	73,314,227	41,364,145	463,398	68,575	4,204,569	7,588,858	127,003,772
2016	75,826,000	38,685,571	456,784	67,340	3,851,082	7,651,588	126,538,365
2017	80,589,128	39,417,857	490,013	68,077	3,842,751	7,776,288	132,184,114
2018	93,536,784	33,208,996	552,905	52,912	4,138,626	8,133,889	139,624,112
2019	90,246,136	43,304,882	586,935	63,966	4,253,004	8,172,967	146,627,890
2020	$ 93,753,167	$ 42,373,207	$ 498,480	$ 52,020	$ 3,114,134	$ 8,038,122	$ 147,829,130

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
2011	$ 67,016,086	$ 65,241,316	97.35	$ 1,556,440	$ 66,797,756	99.67
2012	66,842,112	64,818,395	96.97	1,787,450	66,605,845	99.65
2013	67,621,015	65,858,772	97.39	1,516,577	67,375,349	99.64
2014	69,529,157	68,117,096	97.97	1,151,230	69,268,326	99.62
2015	71,691,453	70,277,149	98.03	1,109,972	71,387,121	99.58
2016	75,020,129	73,312,814	97.72	1,380,765	74,693,579	99.56
2017	78,914,153	77,288,444	97.94	1,251,250	78,539,694	99.53
2018	83,721,163	82,159,879	98.14	976,694	83,136,573	99.30
2019	88,726,108	87,126,821	98.20	838,624	87,965,445	99.14
2020	$ 93,815,384	$ 91,371,332	97.39	$ 703,264	$ 92,074,596	98.14

SOURCE:

City of Laredo, Texas

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

CITY OF LAREDO, TEXAS

TABLE 7

	-------RESIDENTIAL PROPERTY--------		----------COMMERCIAL PROPERTY---------			----------TOTALS----------			
FISCAL PERIODS	ASSESSED VALUE	ESTIMATED ACTUAL VALUE (1)	ASSESSED VALUE	ESTIMATED ACTUAL VALUE (1)	EXEMPTIONS (2)	ASSESSED VALUE	ESTIMATED ACTUAL VALUE (1)	TOTAL DIRECT TAX RATE	RATIO OF TOTAL ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE
2011	$ 6,938,223,832	$ 6,938,223,832	$ 4,460,292,962	$ 4,460,292,962	$ 761,010,658	$ 10,637,506,136	$ 10,637,506,136	0.637000	100%
2012	6,909,967,001	6,909,967,001	4,454,071,509	4,454,071,509	779,291,720	10,584,746,790	10,584,746,790	0.637000	100%
2013	6,361,188,581	6,361,188,581	4,329,884,664	4,329,884,664	807,321,080	10,691,073,245	10,691,073,245	0.637000	100%
2014	6,467,306,659	6,467,306,659	4,531,514,190	4,531,514,190	800,231,949	10,998,820,849	10,998,820,849	0.637000	100%
2015	6,765,571,005	6,765,571,005	4,605,136,567	4,605,136,567	793,760,615	11,370,707,572	11,370,707,572	0.637000	100%
2016	6,996,535,128	6,996,535,128	5,184,897,773	5,184,897,773	872,562,927	11,857,665,347	11,857,665,347	0.637000	100%
2017	7,388,931,473	7,388,931,473	5,383,367,215	5,383,367,215	880,762,593	12,490,928,773	12,490,928,773	0.637000	100%
2018	8,019,104,900	8,019,104,900	5,585,863,430	5,585,863,430	880,948,630	13,330,945,213	13,330,945,213	0.637000	100%
2019	8,575,376,562	8,575,376,562	5,918,534,575	5,918,534,575	906,672,581	14,196,478,064	14,196,478,064	0.634000	100%
2020	$ 9,013,592,957	$ 9,013,592,957	$ 6,296,393,242	$ 6,296,393,242	$ 968,010,100	$ 15,001,296,374	$ 15,001,296,374	0.634000	100%

NOTES:

(1) This estimated valuation is for tax purposes only.

(2) Total exemptions include Homestead, Veteran, Agricultural exemptions. Homestead valuations increased in 1983 from $3,000 to $7,500, to $10,000 in 1986, and to $20,000 in 1987. Veteran exemptions range from $1,500 to $3,000, based on disability percentage. Agriculture valuations represent land used for ranching and farming.

Does not reflect appeal adjustments after July assessment date.

SOURCE:

July Certified Tax Rolls received from Webb County Appraisal District.

PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS- LAST TEN FISCAL PERIODS

CITY OF LAREDO, TEXAS

TABLE 8

FISCAL PERIODS	CITY OF LAREDO	WEBB COUNTY	LAREDO INDEPENDENT SCHOOL DISTRICT	UNITED INDEPENDENT SCHOOL DISTRICT	LAREDO COLLEGE
TAX RATES (per $100 of assessed value)					
2011	0.63700	0.42005	1.27400	1.19486	0.23812
2012	0.63700	0.42005	1.27400	1.19486	0.25854
2013	0.63700	0.42005	1.27400	1.19486	0.25776
2014	0.63700	0.42005	1.27400	1.19486	0.25522
2015	0.63700	0.41470	1.41080	1.21486	0.29716
2016	0.63700	0.41470	1.39550	1.22486	0.33024
2017	0.63700	0.41470	1.38970	1.22486	0.34300
2018	0.63700	0.41470	1.36970	1.27030	0.33805
2019	0.63400	0.41200	1.46650	1.25172	0.32710
2020	0.63400	0.41200	1.39650	1.19884	0.32864
TAX LEVIES					
2011	$ 67,184,974	$ 57,474,928	$ 27,078,969	$ 112,407,770	$ 25,422,145
2012	66,842,112	59,565,434	27,100,362	122,310,106	27,353,531
2013	67,621,015	63,960,211	27,193,890	138,858,407	27,592,527
2014	69,529,157	69,227,883	26,774,619	154,451,096	28,113,009
2015	71,691,453	76,580,966	29,450,271	180,574,086	33,605,043
2016	75,020,129	79,217,751	28,362,620	196,450,033	37,132,750
2017	78,914,153	72,900,284	29,103,820	170,690,335	42,288,131
2018	83,721,163	80,593,657	30,105,538	195,624,061	44,267,540
2019	88,726,108	87,409,058	34,232,278	212,460,747	45,511,703
2020	$ 93,815,384	$ 96,392,213	$ 34,151,585	$ 227,369,510	$ 48,116,861

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
2011	$ 9,044	$ 37,404	$ 38,578	83.06%	$ 7,870
2012	7,870	29,593	30,976	82.68%	6,487
2013	6,487	16,518	16,235	70.57%	6,770
2014	6,770	18,782	17,841	69.82%	7,711
2015	7,711	6,214	9,150	65.71%	4,775
2016	4,775	10,072	10,875	73.25%	3,972
2017	3,972	3,433	3,520	47.54%	3,885
2018	3,885	5,552	6,407	67.89%	3,030
2019	3,030	13,289	12,614	77.30%	3,705
2020	$ 3,705	$ 3,308	$ 3,680	52.47%	$ 3,333

(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, 2020

CITY OF LAREDO, TEXAS

TABLE 10

TAXPAYER	TYPE OF BUSINESS	2020 ASSESSED VALUATION REAL & PERSONAL PROPERTY	PERCENTAGE OF TOTAL ASSESSED VALUATION
AEP Texas, Inc	Electricity	$161,198,940	1.07%
Laredo Texas Hospital Co. LP	Hospital	101,647,360	0.68%
Mall Del Norte LLC	Retail	65,868,140	0.44%
Laredo Regional Medical Center, LP	Medical Center	58,029,340	0.39%
The Geo Group, Inc.	Jail	57,371,340	0.38%
Farias Development LTD	Real Estate	56,074,487	0.37%
Killam Industrial Dev. Partnership, Ltd.	Real Estate	48,109,650	0.32%
Laredo Outlet Shoppes, LLC	Retail	47,166,650	0.31%
AEP Electric Transmission of Texas, LLC	Electricity Transmission	42,367,880	0.28%
Laredo Portfolio, LLC	Real Estate	40,100,000	0.27%
TOTAL		$677,933,787	4.52%

PRINCIPAL TAXPAYERS
SEPTEMBER 30, 2010

TAXPAYER	TYPE OF BUSINESS	2010 ASSESSED VALUATION REAL & PERSONAL PROPERTY	PERCENTAGE OF TOTAL ASSESSED VALUATION
Laredo Texas Hospital Co. LP	Hospital	$102,045,830	0.96%
AEP Texas Central Company	Electricity	58,798,630	0.55%
The GEO Group	Jail	53,004,830	0.50%
Mall Del Norte LLC	Real Estate	52,646,610	0.49%
Laredo Regional Medical CTR LP	Medical Center	42,262,660	0.40%
Electric Transmission of Texas	Electricity	40,720,760	0.38%
International Bank of Commerce	Bank	34,637,300	0.33%
Killam Industrial Dev. Partnership, Ltd.	Partnership	31,116,490	0.29%
H.E. Butt Grocery Company	Real Estate	28,807,740	0.27%
Farias Development, LTD	Real Estate	28,035,060	0.26%
Total		$472,075,910	4.43%

Numbers show total comparison for principal taxpayers as of 2020 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 $.143814 of the total tax rate.

Assessed value based on 2019 tax roll		$15,001,296,374
Maximum amount of bonded indebtedness based on such assessed value (10%).....		$1,500,129,637
Amount of debt applicable to said maximum debt limit:		
Total General Obligation Bonds and Certificates of Obligations .	$211,955,952	
(Percentage of G. O. and C. O. debt to assessed value)	1.41%	
Less: Debt Service Fund Balance as of September 30, 2020....	$6,955,422	
Total Amount of debt applicable to debt limit		$205,000,530
The Debt Margin between current indebtedness and maximum allowable indebtedness		$1,295,129,107

RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA LAST TEN FISCAL PERIODS

CITY OF LAREDO, TEXAS

TABLE 12

FISCAL PERIODS	POPULATION (A) (2)	ASSESSED VALUE FOR OPERATIONS DEBT SERVICE	GROSS BONDED DEBT (1)	LESS DEBT SERVICE FUNDS	NET BONDED DEBT	RATIO OF NET BONDED DEBT TO ASSESSED VALUE	NET BONDED DEBT PER CAPITA
2011	241,188 (2)	$ 10,634,156,096	$ 334,374,769	$ 8,272,028	$ 326,102,741	$ 3.0666%	$ 1,352.07
2012	245,461 (2)	10,576,729,269	321,438,433	6,102,576	315,335,857	2.9814%	1,284.67
2013	249,297 (2)	10,691,073,245	318,130,275	4,653,312	313,476,963	2.9321%	1,257.44
2014	252,309 (2)	10,998,820,849	315,056,642	3,775,973	311,280,669	2.8301%	1,233.73
2015	253,747 (2)	11,370,707,572	316,580,001	3,025,147	313,554,854	2.7576%	1,235.70
2016	255,789 (2)	11,857,665,347	349,398,612	4,348,066	345,050,546	2.9099%	1,348.97
2017	257,156 (2)	12,490,928,773	324,573,733	4,617,735	319,955,998	2.5615%	1,244.21
2018	260,654 (2)	13,330,945,213	321,518,490	5,406,777	316,111,713	2.3713%	1,212.76
2019	261,639 (2)	14,196,478,064	317,379,654	6,259,232	311,120,422	2.1915%	1,189.12
2020	262,491 (2)	$ 15,001,296,374	$ 336,558,778	$ 6,955,422	$ 329,603,356	2.1972%	$ 1,255.67

(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
2011	$ 10,246,364	$ 10,866,914	$ 21,113,278	$ 286,323,852	7.37%
2012	13,058,227	11,071,614	24,129,841	287,998,313	8.38%
2013	14,365,645	10,772,155	25,137,800	274,728,003	9.15%
2014	16,127,013	9,987,587	26,114,600	280,573,174	9.31%
2015	39,178,502	9,097,392	48,275,894	312,340,668	15.46%
2016	23,395,142	9,127,731	32,522,873	320,342,831	10.15%
2017	15,584,619	9,764,959	25,349,578	301,976,278	8.39%
2018	17,063,400	9,576,250	26,639,650	306,626,430	8.69%
2019	18,461,755	9,299,688	27,761,443	315,431,950	8.80%
2020	$ 18,850,473	$ 9,550,966	$ 28,401,439	$ 331,884,546	8.56%

SOURCE:

City of Laredo, Texas

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2020

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	$236,382,500	100.00%	$236,382,500
Overlapping:			
Webb County	71,313,000	69.18%	49,334,333
Laredo Independent School District	321,907,367	100.00%	321,907,367
United Independent School District	498,424,326	79.58%	396,646,079
Laredo College	179,500,000	100.00%	179,500,000
Total Overlapping	1,071,144,693		947,387,779
Total	$1,307,527,193		$1,183,770,279

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 determing the entities' taxable assessed value that is within the City's boundries 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	$ 46,511,403	$ 11,577,331	$ 34,934,072	$ 5,087,435	$ 3,697,171	$ 8,784,606	3.98
Water	35,136,866	17,237,107	17,899,759	9,544,541	8,737,268	18,281,809	0.98
Sewer	27,603,852	12,615,092	14,988,760	5,176,563	3,083,142	8,259,705	1.81
Sports Venue	6,993,484	285,418	6,708,066	1,575,000	1,539,194	3,114,194	2.15
Total 2011	$ 116,245,605	$ 41,714,948	$ 74,530,657	$ 21,383,539	$ 17,056,775	$ 38,440,314	1.94
Bridge	$ 47,442,168	$ 11,558,034	$ 35,884,134	$ 5,297,642	$ 3,411,251	$ 8,708,893	4.12
Water	37,406,533	19,443,290	17,963,243	6,935,076	9,243,574	16,178,650	1.11
Sewer	28,575,312	14,050,528	14,524,784	6,628,809	3,460,200	10,089,009	1.44
Sports Venue	7,716,848	575,086	7,141,762	1,900,000	1,963,443	3,863,443	1.85
Total 2012	$ 121,140,861	$ 45,626,938	$ 75,513,923	$ 20,761,527	$ 18,078,468	$ 38,839,995	1.94
Bridge	$ 47,685,185	$ 11,669,362	$ 36,015,823	$ 5,605,786	$ 3,122,473	$ 8,728,259	4.13
Water	40,294,251	20,092,010	20,202,241	20,326,347	10,020,234	30,346,581	0.67
Sewer	28,992,116	15,807,855	13,184,261	13,334,883	4,229,316	17,564,199	0.75
Sports Venue	8,205,434	3,757,874	4,447,560	2,010,000	1,856,275	3,866,275	1.15
Total 2013	$ 125,176,986	$ 51,327,101	$ 73,849,885	$ 41,277,016	$ 19,228,298	$ 60,505,314	1.22
Bridge	$ 55,275,228	$ 12,363,469	$ 42,911,759	$ 5,916,910	$ 1,992,962	$ 7,909,872	5.43
Water	41,926,736	21,678,964	20,247,772	8,109,433	10,552,363	18,661,796	1.08
Sewer	30,473,660	16,414,535	14,059,125	7,382,105	4,367,911	11,750,016	1.20
Sports Venue	8,067,526	962,205	7,105,321	2,105,000	1,762,826	3,867,826	1.84
Total 2014	$ 135,743,150	$ 51,419,173	$ 84,323,977	$ 23,513,448	$ 18,676,062	$ 42,189,510	2.00
Bridge	$ 58,361,560	$ 12,408,494	$ 45,953,066	$ 6,663,629	$ 2,786,624	$ 9,450,253	4.86
Water	39,691,665	22,232,943	17,458,722	9,986,379	10,574,298	20,560,677	0.85
Sewer	28,523,438	16,518,110	12,005,328	7,997,154	4,362,748	12,359,902	0.97
Sports Venue	8,359,484	1,536,555	6,822,929	2,635,000	1,228,804	3,863,804	1.77
Total 2015	$ 134,936,147	$ 52,696,102	$ 82,240,045	$ 27,282,162	$ 18,952,474	$ 46,234,636	1.78

(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	$ 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
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

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

	GOVERNMENTAL ACTIVITIES					BUSINESS-TYPE ACTIVITIES				
Fiscal Periods	**General Obligation Bonds**	**Certificates of Obligation**	**Revenue Bonds**	**Capital Lease Obligations**	**Notes Payable**	**General Obligation Bonds**	**Certificates of Obligations**	**Revenue Bonds**	**Capital Lease Obligations**	**Notes Payable**
2011	$ 25,154,037	$ 168,839,892	$ 40,160,000	$ 1,175,951	$ 680,000	$ 26,835,731	$ 113,545,109	$ 181,297,000	-	$ 19,637,040
2012	23,701,636	167,062,087	38,260,000	702,875	595,000	26,171,798	104,502,912	252,437,961	-	18,744,450
2013	19,990,050	162,712,273	36,250,000	5,061,282	510,000	20,811,436	114,616,516	282,021,367	-	17,815,264
2014	26,653,474	148,499,945	34,145,000	4,788,903	425,000	15,825,996	124,077,227	306,151,197	-	-
2015	74,583,210	104,688,104	29,510,000	4,420,308	340,000	19,206,791	118,101,896	329,064,000	-	-
2016	103,951,365	109,405,572	29,651,343	4,333,835	255,000	56,735,044	79,306,631	367,711,220	-	-
2017	100,087,556	98,811,954	27,095,437	7,129,282	-	53,732,208	71,942,015	350,511,203	-	-
2018	113,559,150	85,450,142	24,444,531	6,294,818	-	94,628,943	27,880,255	353,405,017	-	1,033,558
2019	104,039,404	94,286,968	21,688,625	5,033,709	-	90,672,905	28,380,377	337,231,009	-	1,480,535
2020	$ 95,769,191	$ 116,186,761	$ 18,817,719	$ 5,608,829	$ -	$ 85,277,331	$ 39,325,495	$ 426,553,209	$ 44,951	$ 1,480,535

	Total Primary Government	**Personal Income**	**Per Capita**	**Percentage of Personal Income**
2011	$ 577,324,760	$ 7,109,093,000	2,445	8.12%
2012	632,178,719	7,407,303,000	2,439	8.53%
2013	659,788,188	7,537,401,000	2,514	8.75%
2014	660,566,742	7,812,693,000	2,639	8.46%
2015	679,914,309	7,967,438,000	2,679	8.53%
2016	751,350,010	8,025,162,000	2,786	9.36%
2017	709,309,655	8,261,470,000	2,758	8.59%
2018	706,696,414	8,728,522,000	2,711	8.10%
2019	682,813,532	8,981,800,000	2,610	7.60%
2020	$ 789,064,021	$ N/R	3,006	N/R

SOURCE:

City of Laredo, Texas

Bureau of Economic Analysis, U.S. Department of Commerce

NOTES:
N/R - not reported

DEMOGRAPHICS STATISTICS
LAST THREE CENSUS REPORTS (1)

CITY OF LAREDO, TEXAS

TABLE 17

	1990 Census	2000 Census	2010 Census
TOTAL POPULATION BY RACE:			
WHITE	87,048	145,267	207,067
AFRICAN AMERICAN	144	652	1,110
OTHER	35,707	31,524	27,914
HISPANIC PERCENTAGE	93.86%	94.10%	95.62%
TOTAL HOUSEHOLDS	33,998	46,852	68,610
HOUSEHOLD POPULATION	122,899	173,532	214,484
AVERAGE HOUSEHOLD SIZE	3.61	3.70	3.64
TOTAL POPULATION BY AGE:			
0-5	17,081	18,516	24,424
6-13	20,316	18,620	49,273
14-17	10,093	16,054	14,461
18-24	17,987	29,608	27,275
25-34	20,316	28,489	35,156
35-44	14,752	23,657	34,332
45-54	9,964	17,104	27,235
55-64	8,541	10,746	18,641
65+	10,223	13,782	19,507
MEDIAN AGE TOTAL POPULATION	27.7	26.9	27.8
MEDIAN AGE ADULT POPULATION	36.8	36.8	N/A
HOUSEHOLD INCOME:			
$ 0 - $ 7,499	7,639	5,398	N/A
$ 7,500 - $ 9,999	3,074	1,799	N/A
$ 10,000 - $ 14,999	4,169	4,996	10,504
$ 15,000 - $ 24,999	5,600	8,208	7,332
$ 25,000 - $ 34,999	3,865	6,814	7,628
$ 35,000 - $ 49,999	3,226	7,078	9,130
$ 50,000 - $ 74,999	1,765	6,780	9,947
$ 75,000 +	1,096	5,835	14,036
MEDIAN HOUSEHOLD INCOME	15,610	29,108	36,784
AVERAGE HOUSEHOLD INCOME	N/A	N/A	57,545
MEDIAN FAMILY INCOME	17,532	30,449	38,029
AGGREGATE HOUSEHOLD INCOME	708,920	N/A	2,247,434
PERSONAL INCOME (IN THOUSANDS)	1,260,121	2,990,748	6,055,155
PER CAPITA PERSONAL INCOME	10,253	16,855	25,648

NOTES:

(1) This table shows the data from the last 3 census reports available.

SOURCE:

(Continued)

Laredo Chamber of Commerce
Bureau of Economic Analysis

DEMOGRAPHIC STATISTICS
LAST TEN 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
2011	241,188	$ 7,109,093	$ 27,772	28.8	66,388
2012	245,461	7,407,303	28,411	28.4	66,857
2013	249,297	7,537,401	28,483	28.8	67,688
2014	252,309	7,812,693	29,181	28.6	68,430
2015	253,747	7,967,438	29,496	28.8	67,876
2016	255,789	8,025,162	29,448	28.2	67,463
2017	257,156	8,261,470	30,153	28.8	67,758
2018	260,654	8,728,522	31,635	29.3	67,330
2019	261,639	8,981,800	32,466	29.2	66,923
2020	262,491	$ N/R	$ N/R	N/R	64,016

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

DEMOGRAPHIC STATISTICS
LAST TEN FISCAL PERIODS

CITY OF LAREDO, TEXAS

TABLE 17

(Continued)

FISCAL PERIODS	CIVILIAN LABOR FORCE	UNEMPLOYMENT	UNEMPLOYMENT RATE	EMPLOYMENT
2011	93,034	7,230	7.77%	85,804
2012	96,330	5,840	6.06%	90,490
2013	97,063	5,990	6.20%	91,073
2014	97,446	4,934	5.10%	92,512
2015	105,983	4,441	4.20%	101,542
2016	110,626	5,060	4.60%	105,566
2017	114,560	4,148	3.60%	110,412
2018	114,382	4,163	3.60%	110,219
2019	117,816	3,982	3.40%	113,834
2020	118,065	10,937	9.30%	107,128

SOURCE:

U.S. Bureau of Labor Statistics

Numbers as of September 30 each year.

DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

CITY OF LAREDO,TEXAS

TABLE 17

(Continued)

	GROWTH INDICATORS (1)				
FISCAL PERIODS	**ELECTRIC**	**GAS**	**WATER**	**SEWER**	**POSTAL RECEIPTS (2)**
2011	77,141	28,942	63,703	59,955	$ 18,186,133
2012	78,585	29,483	65,288	61,191	17,276,826
2013	79,973	29,738	67,033	62,426	17,121,335
2014	84,494	29,904	68,213	63,410	16,813,171
2015	86,146	30,069	69,343	64,286	16,661,852
2016	87,797	30,144	70,545	65,291	15,362,228
2017	88,536	30,370	71,788	66,707	14,117,888
2018	89,404	30,442	72,859	67,676	13,821,412
2019	90,158	30,605	74,097	68,753	13,462,055
2020	90,418	30,605	75,854	70,451	$ 12,196,622

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

	COMMERCIAL CONSTRUCTION (A)		RESIDENTIAL CONSTRUCTION (A)			PROPERTY VALUE (A)			
FISCAL PERIODS	NUMBER OF PERMITS	VALUE	NUMBER OF PERMITS	VALUE	BANK (B) DEPOSITS	COMMERCIAL	RESIDENTIAL	VACANT PROPERTY	EXEMPTIONS (1)
2011	85	$ 94,785,851	641	$ 108,466,180	$ 8,478,675,000	$ 4,460,292,962	$ 6,488,371,519	$ 374,194,726	$ 761,010,658
2012	126	172,267,390	935	150,077,555	8,638,444,000	4,454,071,509	6,557,864,234	352,102,767	779,291,720
2013	231	186,626,982	943	137,643,461	12,365,894,000	4,329,884,664	5,963,993,048	397,195,533	807,321,080
2014	237	154,084,458	1,034	207,923,276	12,512,568,000	4,863,861,131	6,554,541,075	387,782,150	800,231,949
2015	231	207,112,512	1,096	156,254,633	12,629,167,000	4,975,763,549	6,846,769,974	356,633,107	793,760,615
2016	258	271,214,041	1,202	157,224,474	12,639,632,000	5,184,897,773	6,996,535,128	560,503,540	872,562,927
2017	332	294,300,035	1,121	168,546,999	11,640,413,000	5,383,367,215	7,388,931,473	609,317,008	880,762,593
2018	299	213,470,706	1,215	152,098,324	11,456,008,000	5,585,863,430	8,019,104,900	628,569,861	880,948,630
2019	273	214,506,187	1,516	174,772,185	11,735,493,000	5,918,534,575	8,575,376,562	609,239,508	906,672,581
2020	193	$ 306,544,952	1,643	$ 220,558,872	$ 14,296,833,000	$ 6,296,393,242	$ 9,013,592,957	$ 659,320,275	$ 968,010,100

(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, 2020

CITY OF LAREDO, TEXAS

TABLE 19

EMPLOYER	NUMBER OF EMPLOYEES	PERCENTAGE OF TOTAL CITY EMPLOYMENT
United Independent School District	6,398	5.90%
Laredo Independent School District	4,500	3.90%
City of Laredo	2,721	2.30%
Wal-Mart (4 locations)	2,125	2.00%
U.S. CBP - Customs Field Officers	1,950	1.80%
Webb County	1,800	1.60%
H.E.B Grocery (7 locations)	1,764	1.50%
McDonald's Restaurant	1,520	1.40%
Laredo Medical Center	1,450	1.30%
Laredo Sector Border Patrol	1,400	1.20%

PRINCIPAL EMPLOYERS
SEPTEMBER 30, 2010

United Independent School District	6,153	7.36%
Laredo Independent School District	4,591	5.49%
City of Laredo	2,366	2.83%
U.S Border Patrol	1,700	2.03%
HEB Grocery Store	1,602	1.92%
Webb County	1,450	1.73%
Laredo Medical Center	1,433	1.71%
McDonald's Restaurant	1,200	1.44%
Texas A&M International University	1,195	1.43%
Convergy's	1,009	1.21%

Principal Employers numbers as of September 2020 and 10 years ago.

Source:

Laredo Development Foundation
Texas Workforce Commission

PRINCIPAL WATER CONSUMERS
SEPTEMBER 30, 2020

CITY OF LAREDO,TEXAS

TABLE 20

TYPE OF BUSINESS	PRODUCT OR SERVICE	CONSUMPTION (1)
United I.S.D.	Education	122,597,500
Laredo Medical Center	Medical	81,774,900
Texas A&M University System	Education	56,042,900
Laredo College	Education	43,658,500
City of Laredo Parks & Recreation	Municipal Government	28,656,700
New Webb County Jail	County Jail	22,629,000
Laredo Regional Medical Center	Medical	14,766,200
Clark's Crossing Apartments	Real Estate	14,554,400
Doctor's Hospital of Laredo	Medical	12,152,700
3E Civil Construction	Real Estate	10,892,900

PRINCIPAL WATER CONSUMERS
SEPTEMBER 30, 2010

TYPE OF BUSINESS	PRODUCT OR SERVICE	CONSUMPTION (1)
Laredo Medical Center	Hospital	99,753,900
Texas A&M University System	Education	48,055,400
Laredo Community College	Education	48,054,500
New Webb County Jail	County Jail	22,338,200
Laredo Municipal Housing Corp.	Housing	21,730,600
Laredo Regional Medical Center	Hospital	21,523,600
United High School	Education	20,438,000
Towne North Mobile Homes	Housing	15,018,200
J C Evans Construction	Construction	14,334,900
C P L Power Plant	Utility	12,262,000

NOTES:

(1) Total consumption in gallons

Numbers show total comparison for principal water consumers as of fiscal year 2020 and 10 years ago.

SOURCE:

City of Laredo, Texas

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 21

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, 2020:	2,721
Number of City Departments as of September 30, 2020:	29

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

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

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 21

ELECTIONS

(continued)

Number of Registered Voters:	125,643

NUMBER OF VOTES CAST IN

Last Municipal Election: Nov 6, 2018	48,203

% OF REGISTERED VOTERS VOTING IN

Last Municipal Election: Nov 6, 2018	38.37%

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:	6
Scheduled Airplane Flights Per Day Arriving:	6
Passengers Enplaning:	42,220 per year
Passengers Deplaned:	47,726 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:	3,547,971
Number of Crossing Commercial Vehicles:	2,258,425
Number of Crossing Pedestrians (includes bicycles):	2,098,671
Total Tolls:	$ 61,064,440

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 21

RAILROADS

(continued)

Number of Railroads:	2
Names of Railroads:	Union Pacific Railroad Kansas City Southern Railroad

HIGHWAYS

Number of Highways:	6
Name of Major Highways:	IH 35 - to San Antonio, Dallas & North to the Canadian Border Hwy. 59 - to Houston, New Orleans & East Hwy. 359 - to Corpus Christi Hwy. 83 - to Brownsville (East) & El Paso (West) Hwy 255 - Columbia Bridge to IH 35 FM1472 (Mines Rd)

BUS LINES

Name of Local Bus Lines:	Laredo Transit Management Inc. (El Metro) El Aguila Rural Transportation (Webb County)
Number of Adult Passengers:	1,054,948
Number of Elderly & Handicapped - Paid:	116,158
Number of Elderly & Handicapped - Free:	252,468
Number of Students:	90,780
Number of Children - Paid:	15,175
Number of Children - Free:	10,578
Number of I.D. Cards for Elderly:	1,251
Number of Medicaid Cards:	6,444
Number of Service Miles:	1,842,996
Number of Charter Miles:	0
Number of Employees:	185
Name of Interstate Bus Lines:	Americanos USA Cougar Bus Lines Greyhound Tornado Turimex El Conejo

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 21

FIRE PROTECTION (continued)

Number of Stations:	15
Number of Hydrants:	8,475
Number of Fire Pumpers:	14
Number of Aerial Trucks:	4
Number of Ambulances:	12
Number of Crash Trucks:	1
Number of Brush Trucks:	2
Number of Haz-Mat Trucks:	1
Number of Firefighters / EMT's / Paramedics:	445
Employees per 1,000 Population:	1.31

POLICE PROTECTION

Number of Stations:	2 Police Headquarters
Number of Neighborhood Policing Stations:	7
Number of Sworn Officers:	515
Number of Vehicular Patrol Units:	356
Employees per 1,000 Population:	1.9
Number of Law Violations:	17,601
Number of Physical Arrests:	5,758
Number of Traffic Violations:	38,342
Number of 911 Calls:	139,156
Number of Non-911 Calls:	284,694

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 21

PUBLIC WORKS (continued)

WATERWORKS SYSTEM

Miles of Water Mains:	1,129
Daily Average Consumption:	34.75 MGD
Plant Capacity:	85.0 MGD
Storage Capacity:	44.50 MG
Water Rights Owned:	62,009 ac/ft
Source of Water:	Rio Grande River with 3 intake structures
Number of Service Connections:	75,854

SEWER SYSTEM

Miles of Sanitary Sewer:	858
Number of Lift Stations:	70
Daily Average Treatment:	17.6 MGD
Maximum Capacity of Treatment Plants:	35.25 MGD
Number of Disposal Plants:	6
Number of Service Connections:	70,451

SOLID WASTE

Number of Garbage Clients:	66,575
Solid Waste Disposal Type:	Type I Landfill

STREETS

Number of Paved Streets:	11,774 Blocks
Number of Unpaved Streets:	16 Blocks
Miles of Paved Streets:	695
Miles of Unpaved Streets:	1

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 21

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:	351
Number of Administrative Personnel:	85
Number of Teachers:	457
Number of Students:	6,345
Annual Budget:	$52,652,650
Number of Middle Schools:	4
Number of Classrooms:	203
Number of Administrative Personnel:	46
Number of Teachers:	315
Number of Students:	4,517
Annual Budget:	$33,818,592
Number of Elementary Schools:	20
Number of Classrooms:	685
Number of Administrative Personnel:	110
Number of Teachers:	796
Number of Students:	11,220
Annual Budget:	$91,956,317

UNITED INDEPENDENT SCHOOL DISTRICT (continued)

Number of Senior High Schools:	4
Number of Magnet Schools:	3
Number Alternative Education Schools:	1
Number of Classrooms:	834
Number of Administrative Personnel:	141
Number of Teachers:	833
Number of Students:	13,438
Annual Budget:	$89,008,937
Number of Middle Schools:	11
Number of Classrooms:	648
Number of Administrative Personnel:	101
Number of Teachers:	587
Number of Students:	9,902
Annual Budget:	$65,973,227
Number of Elementary Schools:	29
Number of Classrooms:	1,471
Number of Administrative Personnel:	156
Number of Teachers:	1,190
Number of Students:	18,594
Annual Budget:	$124,044,260

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 21

(continued)

LIBRARIES	
Number of Public Libraries:	1
Number of Volumes:	344,845
Circulation Transactions:	758,452
Circulation Per Capita:	2.9
New Library Cards Issued:	7,441
Library Cards in Force:	217,589
Number of Subscriptions:	348
Number of Titles:	302,674
Number of Library Visits:	157,592
Number of Materials Used:	258,522
Library Programs Presented:	1,716
Number Attending Library Programs:	57,548
Bookmobiles:	1
Branches and Outlets:	5

PRIVATE SCHOOLS	
Number of Parochial/Private Schools:	38
Vocational Training Centers:	8

COMMUNICATIONS	
Number of Daily Newspapers:	3
Major Newspaper:	Laredo Morning Times
Number of Radio Stations:	11
Number of Television Stations:	3
Number of Cable Television Companies:	1
Number of Satellite Companies:	2

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.
Population Served:	Undergraduate and Graduate level college students seeking Liberal Arts, Education, Psychology, Business, International Trade, Science and Technology Degrees.
Region served:	South Texas Region
Number of Classrooms/Labs:	106
Number of Non-Faculty Staff:	
Full-time	427
Part-Time	-
Number of Full-Time Faculty:	228
Number of Part-Time Faculty:	143
Number of Full-Time Students:	5,937
Number of Part-Time Students:	2,601

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:	43
Number of Full-Time Faculty:	174
Number of Part-Time Faculty:	146
Number of Full-Time Students:	3,560
Number of Part-Time Students:	10,145
Counties Served:	Webb, Jim Hogg, Zapata
Total Annual Budget:	$57,999,320

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 21

RECREATIONAL (continued)

PARKS

Number of Acres Maintained:	1185.5
Number of Parks:	73
Number of Plazas:	5
Baseball and Softball Fields:	50
Number of Swimming Pools:	9
Number of Soccer Fields:	28
Number of Tennis Court Facilities:	21
Number of Racquetball Facilities:	10
Number of Recreational Centers:	8
Number of Splash Parks:	10
Number of Skate Parks:	9

CEMETERY

City:	1
Catholic:	1
Private:	3
Burials Served:	302
Cemetery Lots Sold:	169

LODGING/MEETING FACILITIES

Number of Hotels/Motels:	43 with 4,201 Rooms
Meeting Facilities:	35

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 21

MAJOR ATTRACTIONS

(continued)

Number of Rodeo Arenas:	2
Number of Museums:	9
Number of Golf Courses:	3
Number of Tennis Courts:	21
Number of Tennis Court Facilities:	6
Number of Malls:	2
Number of Bowling Alleys:	3
Number of Movie Theaters:	4
Number of Country Clubs:	1
Annual Festivities:	Washington's Birthday Celebration 16 de Septiembre Laredo International Fair & Exposition Laredo Birding Festival Memorial Day Pow Wow 4th of July Celebration Laredo Sister Cities Festival Laredo Fire Fest Movie on the Patio Navidad Fest Jalapeno Festival Jamboozie Dia De Los Muertos Cultural Celebration City Kite Festival Guajolote Run Border Patrol Half Marathon

CHURCHES

Number of Catholic Churches:	23
Other Churches:	27

MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 21

SPORTS ARENA (continued)

Facility Area:	178,000 Square Feet
Seat Capacity:	10,000
Luxury Suites:	14
Meeting Rooms:	6
Food Courts:	8
Parking Spaces:	2,053
Major Attractions:	Concerts, Sporting Events, Conventions, Family Entertainment, Community & Charity Events, WBCA Carnival, Graduations, and Special Events

BASEBALL STADIUM

Facility Area:	39.71 Acres
Seat Capacity:	6,014
Stadium Capacity:	16,000
Luxury Suites:	11
Meeting Rooms:	3
Food Courts:	4
Team Stores:	1
Parking Spaces:	985
Major Attractions:	Baseball Concerts

SOURCES:

Finance Department, City of Laredo
Laredo Chamber of Commerce
Laredo College
Laredo Independent School District
Texas A&M International University
United Independent School District
Sames Auto Arena

INSURANCE IN FORCE FOR THE CITY OF LAREDO INCLUDING THE INTERNATIONAL TOLL BRIDGE SYSTEM, LAREDO WATERWORKS SYSTEM, AND THE LAREDO SEWER SYSTEM
SEPTEMBER 30, 2020

CITY OF LAREDO, TEXAS

TABLE 22

DESCRIPTION	TYPE OF COVERAGE		POLICY LIMIT
BUILDINGS	Fire and Extended Coverage (1)	$	687,042,686
ALL PREMISES	General Liability		1,000,000
VEHICLES	Automobile Liability		1,000,000
	Auto Physical Damage	PER SCHEDULE AND ENDORSEMENTS	
LIABILITY	Errors & Omissions		1,000,000
	Public Employee Dishonesty		1,000,000
PROPERTY	Mobile Equipment		34,651,272
	Boiler & Machinery	Per Accident	100,000
AIRPORT LIABILITY	Comprehensive General Liability	Primary Policy	20,000,000
	Personal Injury Liability Coverage	Excess Policy	20,000,000
	Airport Control Tower Operations		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		560,753
	Per Occurrence Retention		300,000
	Annual Aggregate Retention		2,200,000
	Aggregate Limit Of Liability		1,000,000
	Loss Deposit Fund		365,000
AIRPORT - FOREIGN TRADE ZONE	Foreign Trade Zone Operator's Bond	$	50,000

NOTES:

(1) The property Fire and Extended Coverage Policy includes all buildings owned by the City of Laredo and the contents of particular buildings. It also provides coverage for use occupancy and business interruptions for the four International Bridges operated by the City's International Toll Bridge System.

(2) Includes Volunteers and Elected Officials.

SOURCE:

City of Laredo, Texas

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

City of Laredo, Texas

Table 23

	FULL-TIME EQUIVALENT EMPLOYEES AS OF SEPTEMBER 30									
FUNCTION	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**	**2012**	**2011**
General Government	328.68	303.18	296.14	292.14	295.18	309.66	300.70	340.75	338.25	349.10
Public Safety:										
Police:										
Officers	515	514	513	485	486.00	482.00	482.00	482.00	482.00	482.00
Civilians	100	91	92	88	88.00	89.00	90.00	90.00	89.00	89.00
Fire:										
Firefighters and Officers	407	407	407	382	383.00	383.00	362.00	362.00	357.00	357.00
Civilians	20	19	19	19	19.00	19.00	14.00	14.00	10.00	10.00
Other Civilians	69	69	69	62	62.00	63.00	62.00	62.00	62.00	62.00
Public Works	184	164	164	164	164.00	164.00	159.00	112.00	113.00	118.00
Health and Welfare	361.96	336.96	327.96	326	309.96	280.48	302.50	304.88	291.38	289.88
Culture and Recreation	295.7	305.3	309.3	301	297.83	296.83	274.09	246.24	243.97	245.93
Air Transportation	75	68	68	68	63.00	63.00	60.00	54.00	48.00	48.00
Bridge System	188	188	189	189	189.00	189.00	189.00	190.00	190.00	207.00
Solid Waste Management System	163	155	144	141	136.00	136.00	131.00	128.00	128.00	128.00
Water System	225	222	227	226	224.00	224.00	207.00	190.00	195.00	188.00
Sewer System	115	118	117	118	120.00	120.00	102.00	81.00	75.00	72.00
Transit System	184.1	182.1	182.1	181.1	181.10	171.00	171.00	181.00	162.00	185.10
Municipal Housing	14	13	13	13	13.00	13.00	13.00	12.00	12.00	11.00
Total	3,245.44	3,155.54	3,137.50	3,055.24	3,031.07	3,002.97	2,919.29	2,849.87	2,796.60	2,842.01

SOURCE:

City of Laredo Budget Division

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

CITY OF LAREDO, TEXAS

TABLE 24

FUNCTION	FISCAL YEAR 2011	FISCAL YEAR 2012	FISCAL YEAR 2013	FISCAL YEAR 2014	FISCAL YEAR 2015	FISCAL YEAR 2016	FISCAL YEAR 2017	FISCAL YEAR 2018	FISCAL YEAR 2019	FISCAL YEAR 2020
Police										
Physical Arrests	7,827	8,613	9,576	9,603	9,076	9,113	6,983	6,919	6,951	5,758
Vehicle Inspections (used dealerships)	34	40	36	42	330	429	316	40	35	234
Bridge Operations Conducted	63	151	177	81	36	19	39	-	8	17
Emergency Calls	120,567	196,802	180,305	184,987	198,856	223,292	170,309	153,314	166,901	139,156
Non-Emergency Calls	271,832	264,904	250,351	239,532	202,602	225,137	213,834	203,144	274,734	284,694
Dispatched Calls	392,399	461,706	430,656	424,519	401,458	448,429	384,143	356,458	441,635	423,850
Public Awareness/Training/Education	108	112	54	75	49	84	74	116	677	1,249
Fire										
Fire Department Responses	9,092	26,733	24,559	19,470	6,216	9,763	10,014	13,291	27,185	28,780
Inspections	1,712	4,610	4,600	5,860	5,397	5,530	4,394	6,773	5,369	3,724
Arson Cases Investigated	87	94	95	64	49	48	55	37	35	37
Public Education Presentations	81	107	150	150	139	174	92	116	173	149
Public Works										
Street Resurfaced	462	388	244	346	426	363	205	122	233	263
Potholes Repaired	22,247	24,490	24,694	24,816	23,975	21,750	25,620	17,262	18,234	27,342
Bridge										
Pedestrian Crossings	3,161,627	2,946,244	2,973,056	3,032,333	3,029,608	3,074,538	3,116,492	3,182,403	3,304,191	2,098,671
Gateway Passes Sold	3,110,189	2,923,079	2,934,065	2,913,971	2,614,406	2,582,783	2,650,455	1,148,864	-	-
Non-Commercial Vehicle Crossings	4,401,849	4,418,558	4,551,845	6,732,956	5,060,633	5,212,091	4,992,233	5,013,214	5,018,723	3,547,971
Commercial Vehicle Crossings	1,725,335	1,784,104	1,835,110	1,924,842	2,005,177	2,087,586	2,176,995	2,281,483	2,369,111	2,258,425
Non-Commercial AVI Accounts	10,448	10,406	10,632	11,476	12,433	13,418	12,090	13,124	14,175	15,145
Commercial AVI Accounts	3,388	3,721	3,931	4,374	4,852	5,243	5,025	5,540	6,272	6,816
Culture and Recreation										
Community Center Admissions	345,442	382,769	523,699	466,400	447,269	506,177	510,658	398,095	17,854	143,414
Community Service Special Events	71	70	93	90	217	90	63	81	61	22
After School Programs	7	6	9	8	8	8	8	27	9	8
Transit System										
Passenger Ridership	2,858,252	2,884,245	2,998,121	2,898,000	2,816,479	2,762,991	2,750,572	2,406,677	2,342,847	1,540,107
Miles Driven	1,953,600	1,961,651	1,961,745	1,941,131	1,684,067	1,721,527	1,716,803	1,738,502	1,772,620	1,842,996

(Continued)

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

CITY OF LAREDO, TEXAS

TABLE 24

(Continued)

FUNCTION	FISCAL YEAR 2011	FISCAL YEAR 2012	FISCAL YEAR 2013	FISCAL YEAR 2014	FISCAL YEAR 2015	FISCAL YEAR 2016	FISCAL YEAR 2017	FISCAL YEAR 2018	FISCAL YEAR 2019	FISCAL YEAR 2020
Sanitation										
Household Customers	55,839	56,797	56,936	58,427	59,118	60,102	61,091	62,000	63,559	66,575
Refuse Collected (tons)	104,680	94,549	99,613	87,406	103,049	109,346	91,365	92,124	92,787	89,825
Recyclables Collected (tons)	3,684	3,378	3,128	11,506	11,940	7,661	11,330	12,147	11,492	12,147
Water										
Average Consumption (MGD)	40.00	28.40	35.00	26.00	31.90	36.29	34.07	33.55	22.72	34.75
Meters Read (per month)	63,031	64,561	66,512	67,662	68,897	70,072	71,278	72,392	73,512	75,012
Service Calls (per month)	7,561	8,415	9,030	9,785	11,301	12,890	12,895	12,107	12,598	13,768
Wastewater										
Average Sewage Treatment (MGD)	17.90	18.90	18.90	18.80	19.70	20.64	19.50	19.12	19.00	17.60
Airport										
Commercial Service Airlines	3	3	3	3	3	3	3	3	3	4
Land/Building Leases	83	86	86	90	95	94	95	84	80	80
Inbound/Outbound Passengers	208,173	192,869	200,803	204,496	206,332	187,750	172,429	172,152	184,810	89,946
Scheduled Flights Per Day	8	8	9	8	8	8	9	9	9	10

SOURCE:

City of Laredo, Texas

CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

CITY OF L AREDO, TEXAS

TABLE 25

FUNCTION	FISCAL YEAR 2020	FISCAL YEAR 2019	FISCAL YEAR 2018	FISCAL YEAR 2017	FISCAL YEAR 2016	FISCAL YEAR 2015	FISCAL YEAR 2014	FISCAL YEAR 2013	FISCAL YEAR 2012	FISCAL YEAR 2011
Public Safety										
Police:										
Stations	9	10	12	10	12	10	18	18	18	18
Patrol Units	356	338	328	324	301	292	294	261	297	381
Fire:										
Stations	15	15	15	15	15	15	15	14	14	14
EMS Units	12	11	11	10	9	9	9	9	9	10
Ladder Trucks	4	3	3	3	3	3	3	3	3	3
Pumper Trucks	14	14	14	14	14	14	14	14	14	14
Highways and Streets										
Public Works:										
Streets - Lane Miles	695	788.16	695	681	673	685	676	670	664	663
Traffic:										
Traffic Signals	253	253	252	252	248	248	246	248	242	243
Street Lights	14,300	13,700	13,500	13,442	13,032	12,850	12,761	12,480	12,400	13,649
Other Traffic Control Signs	37,500	37,000	36,946	36,648	36,360	36,000	35,331	34,862	34,624	34,209
Bridge System										
International Bridges	4	4	4	4	4	4	4	4	4	4
Cultural and Recreation										
Parks Acreage	1185.5	750	854.5	854	830	735	886	860	863	882
Parks	73	67	64	55	83	83	74	74	73	72
Swimming Pools	9	9	9	9	8	8	8	7	7	6
Community Centers	11	11	11	11	9	10	9	9	10	8
Convention Centers	0	0	0	0	0	0	0	1	1	1
Stadiums	2	2	2	2	2	2	2	1	1	0
Transit System										
Buses	45	47	43	42	48	48	48	48	47	47
Trolleys	1	1	1	1	1	1	1	1	2	2

(Continued)

CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

CITY OF L AREDO, TEXAS

TABLE 25

(Continued)

FUNCTION	FISCAL YEAR 2020	FISCAL YEAR 2019	FISCAL YEAR 2018	FISCAL YEAR 2017	FISCAL YEAR 2016	FISCAL YEAR 2015	FISCAL YEAR 2014	FISCAL YEAR 2013	FISCAL YEAR 2012	FISCAL YEAR 2011
Sanitation										
Collection Trucks - Rear Loaders	19	22	21	20	20	21	25	24	23	23
Collection Trucks - Automated	42	44	41	41	30	39	43	38	40	41
Collection Trucks - Dump Trucks	3	0	0	0	3	0	0	2	0	0
Collection Trucks - Grapplers	10	9	8	8	7	7	8	8	5	5
Collection Trucks - F.Loaders/Recycle	3	3	3	3	3	3	3	3	4	0
Collection Trucks - Roll-off Trucks	3	3	3	3	3	2	2			
Water										
Water Mains (miles)	1,129	1,113	1,108	793	785	765	721	721	716	711
Fire Hydrants	8,280	8,521	7,980	7,374	7,271	6,380	6,208	3,381	3,316	3,257
Maximum Capacity (MGD)	85	85	85	86	85	85	65	65	65	65
Wastewater										
Sanitary Sewer (miles)	858	840	814	546	537	513	513	504	500	498
Maximum Capacity (MGD)	35.25	35.2	29.2	29.2	29.25	29.20	24.70	25.10	25.10	24.70
Environmental Services										
Storm Drainage (miles)	225.63	225.59	218	214	212	201	201	198	187	183
Air Transportation										
Airports	1	1	1	1	1	1	1	1	1	1

SOURCE:

City of Laredo, Texas

This page intentionally left blank

CONTINUING DISCLOSURES INFORMATION

The following table is hereby submitted in order to comply with the requirements of the Securities and Exchange Commission Rule 15c2-12 for Continuing Disclosures of Information related to the new bonds issued during fiscal years 2002-2020. 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 Revenue Bond, Series 2011		30,875,000
General Obligation Refunding Bonds, Series 2012		7,635,000
International Toll Bridge System Revenue Bond, Series 2012		7,640,000
Waterworks & Sewer System Subordinated Revenue Bond, Series 2012		48,750,000
Combination Tax and Revenue Certificate of Obligation, Series 2012		7,690,000
Public Property Finance Contractual Obligations, Series 2012		3,800,000
Solid Waste Certificate of Obligation Revenue Bond, Series 2012A		10,345,000
Solid Waste Certificate of Obligation Revenue Bond, Series 2012B		4,605,000
Waterworks & Sewer System Revenue Bond, Series 2012		41,120,000
Waterworks & Sewer System Refunding Bond, Series 2013		17,260,000
Public Property Finance Contractual Obligations, Series 2013		10,095,000
General Obligation Refunding Bonds, Series 2013		16,845,000
Tax and Revenue Certificate of Obligation, Series 2013		9,995,000
Waterworks & Sewer System Revenue Bond, Series 2013		18,255,000
Combination Tax and Airport Revenue Certificate of Obligation, Series 2014		5,600,000
International Toll Bridge System Refunding Bond, Series 2014		14,175,000
International Toll Bridge System Revenue Bond, Series 2014		9,585,000
International Toll Bridge System Taxable Refunding Bond, Series 2014		3,885,000
International Toll Bridge System Subordinated Refunding Bond, Series 2014		17,365,000
Public Property Finance Contractual Obligations, Series 2014		6,780,000
Sports Venue Sales Tax Revenue Bonds, Series 2014		20,545,000
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

n

GENERAL OBLIGATION BONDS

TABLE 1 - VALUATION, EXEMPTIONS AND DEBT OBLIGATIONS

2019 Market Valuation Established by Webb County Appraisal District		
(as of September 2019)		15,969,306,474
Less Exemptions/Reductions at 100% Market Value:		
Residential Homestead Exemptions	336,670,650	
Disabled Veterans Exemptions	84,420,747	
Agricultural and Open Space Land Use Reductions	226,377,514	
Free Port Exemptions	300,365,310	
Property Redevelopment and Tax Abatement	9,121,409	
Pollution Control	4,938,960	
Other Exemptions	6,115,510	968,010,100
2019 Taxable Assessed Valuation		15,001,296,374
General Obligation Debt Payable from Ad Valorem Taxes (1)		
General Obligation Bonds	95,769,191	
Certificates of Obligation	116,186,761	
Funded Debt Payable from Ad Valorem Taxes		211,955,952
Less: Self-supporting Debt		
Bridge System General Obligation Debt	756,122	
Airport System Certificates of Obligation	1,215,000	
Environmental Services General Obligation Debt	10,638,061	
Environmental Services Certificates of Obligation	5,167,312	
Parking System General Obligation Debt	557,069	18,333,564
General Purpose Funded Debt Payable from Ad Valorem Taxes		193,622,388
Interest and Sinking Fund		6,955,422
Ratio Funded Debt to Taxable Assessed Valuation		1.41%
Ratio General Purpose Funded Debt to Taxable Assessed Valuation		1.29%

2020 Estimated Population- 262,491
Per Capita Taxable Assessed Valuation- $57,150
Per Capita Funded Debt- $807
Per Capita General Purpose Funded Debt- $738

(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: $236,566,759 Waterworks System Revenue Bonds; $214,880,348 Sewer System Revenue Bonds; $30,055,000 International Toll Bridge System Revenue Bonds; $4,146,932 Transit System Revenue Bonds; $28,740,290 Solid Waste Revenue Bonds; and $17,885,000 Sports Venue Sales Tax Revenue Bonds.

TABLE 2 - TAXABLE ASSESSED VALUATIONS BY CATEGORY

	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2020		2019		2018	
Category	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single Family	8,243,780,438	51.62%	7,846,856,529	51.98%	7,306,354,273	51.41%
Real, Residential, Multifamily	597,466,636	3.74%	564,484,077	3.74%	531,944,021	3.74%
Real, Vacant Lots/Tracts	431,814,793	2.70%	396,602,955	2.63%	416,010,091	2.93%
Real, Acreage (Land Only)	227,777,662	1.43%	212,607,816	1.41%	212,184,436	1.49%
Real, Farm and Ranch Improvements	135,650,423	0.85%	110,120,012	0.73%	117,409,310	0.83%
Real, Commercial/Industrial	4,239,376,935	26.55%	3,946,296,549	26.14%	3,708,240,026	26.09%
Real, Oil, Gas, and Other Mineral Reserves	18,684,080	0.12%	32,619,351	0.22%	1,209,937	0.01%
Goods In-Transit	5,609,920	0.04%	5,690,094	0.04%	9,540,211	0.07%
Real and Tangible Personal, Utilities	341,241,200	2.14%	376,685,512	2.50%	317,485,268	2.23%
Tangible Personal, Commercial/Industrial	1,590,502,969	9.96%	1,468,293,094	9.73%	1,461,543,251	10.28%
Tangible Personal, Other	36,423,280	0.23%	49,321,179	0.33%	50,622,472	0.36%
Real Property, Inventory (1)	58,020,968	0.36%	44,018,203	0.29%	35,482,906	0.25%
Special Inventory	42,957,170	0.27%	41,952,401	0.28%	43,867,641	0.31%
Total Appraised Value Before Exemptions	15,969,306,474	100.00%	15,095,547,772	100.00%	14,211,893,843	100.00%
Less: Total Exemptions/Reductions	968,010,100		906,672,581		880,948,630	
Taxable Assessed Value	15,001,296,374		14,188,875,191		13,330,945,213	

	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2017		2016		2015	
Category	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single Family	6,688,911,938	50.02%	6,309,253,390	49.56%	5,975,815,013	49.13%
Real, Residential, Multifamily	536,455,633	4.01%	467,837,808	3.68%	434,278,245	3.57%
Real, Vacant Lots/Tracts	387,741,045	2.90%	345,104,220	2.71%	356,203,470	2.93%
Real, Acreage (Land Only)	221,473,241	1.66%	215,123,781	1.69%	212,511,779	1.75%
Real, Farm and Ranch Improvements	108,400,727	0.81%	139,950,625	1.10%	140,504,891	1.16%
Real, Commercial/Industrial	3,541,912,142	26.49%	3,346,191,171	26.29%	3,219,551,034	26.47%
Real, Oil, Gas, and Other Mineral Reserves	1,980,040	0.01%	4,250,366	0.03%	7,517,248	0.06%
Goods In-Transit	1,436,504	0.01%	1,670,134	0.01%	1,250,322	0.01%
Real and Tangible Personal, Utilities	292,970,420	2.19%	290,518,596	2.28%	250,433,728	2.06%
Tangible Personal, Commercial/Industrial	1,466,051,945	10.96%	1,465,292,959	11.51%	1,433,730,338	11.79%
Tangible Personal, Other	49,334,083	0.37%	72,824,917	0.57%	75,411,725	0.62%
Real Property, Inventory (1)	30,973,122	0.23%	31,820,015	0.25%	17,430,686	0.14%
Special Inventory	44,050,526	0.33%	40,390,292	0.32%	39,829,708	0.33%
Total Appraised Value Before Exemptions	13,371,691,366	100.00%	12,730,228,274	100.00%	12,164,468,187	100.00%
Less: Total Exemptions/Reductions	880,762,593		872,562,927		793,760,615	
Taxable Assessed Value	12,490,928,773		11,857,665,347		11,370,707,572	

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 9-30	Estimated Population (1)	Taxable Assessed Valuations (2)	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
2011	240,135	10,637,506,136	44,298	193,993,899	1.82%	808
2012	241,935	10,584,746,790	43,750	190,763,722	1.80%	788
2013	247,543	10,691,073,245	43,189	182,702,323	1.71%	738
2014	251,552	10,998,820,849	43,724	175,153,419	1.59%	696
2015	253,747	11,370,707,572	44,811	179,271,315	1.58%	706
2016	255,789	11,857,665,347	46,357	213,356,937	1.80%	834
2017	257,156	12,490,928,773	48,573	198,899,510	1.59%	773
2018	260,654	13,330,945,213	51,144	199,009,292	1.49%	763
2019	261,639	14,188,875,191	54,231	198,326,372	1.40%	758
2020	262,491	15,001,296,374	57,150	211,955,952	1.41%	807

(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 9-30	Tax Rate	Distribution General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
2011	0.637000	0.512304	0.124696	67,016,086	97.35%	99.67%
2012	0.637000	0.512326	0.124674	66,842,112	96.97%	99.65%
2013	0.637000	0.498866	0.138134	67,621,015	97.39%	99.64%
2014	0.637000	0.488257	0.148743	69,529,157	97.97%	99.62%
2015	0.637000	0.491720	0.145280	71,691,453	98.03%	99.58%
2016	0.637000	0.493751	0.143249	75,020,129	97.72%	99.56%
2017	0.637000	0.494068	0.142932	78,914,153	97.94%	99.53%
2018	0.637000	0.491887	0.145113	83,721,163	98.14%	99.30%
2019	0.634000	0.488732	0.145268	88,726,108	98.20%	99.14%
2020	0.634000	0.490186	0.143814	93,815,384	97.39%	97.39%

Tax collections as of September 30, 2020

TABLE 5 – TEN LARGEST TAXPAYERS

Taxpayer	Type of Business	2019 Assessed Valuation Real & Personal Property	Percentage of Total Assessed Valuation
AEP Texas, Inc.	Electricity	161,198,940	1.08%
Laredo Texas Hospital Co., LP	Hospital	101,647,360	0.66%
Mall Del Norte, LLC	Retail	65,868,140	0.43%
Laredo Regional Medical Center, LP	Hospital	58,029,340	0.46%
The GEO Group, Inc.	Correctional	57,371,340	0.39%
Farias Development, LTD.	Real Estate	56,074,487	0.39%
Killam Development LTD	Real Estate	48,109,650	0.34%
Laredo Outlet Shoppes, LLC	Retail	47,166,650	0.35%
AEP Electric Transmission of Texas, LLC	Electricity	42,367,880	0.29%
Laredo Portfolio, LLC	Real Estate	40,100,000	0.34%
		677,933,787	4.73%

NOTE: As of March 8, 2021, only the Laredo Regional Medical Center, LC is delinquent.

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.

Taxing Jurisdiction	2019 Taxable Assessed Valuation	2019 Tax Rate	Total Funded Debt	Estimated % Applicable	City's Overlapping Funded Debt As of 09-30-20
City of Laredo	15,001,296,374	0.634000	211,955,952	100.00%	211,955,952
Laredo Independent School District	2,330,181,638	1.396500	321,907,367	100.00%	321,907,367
Laredo College District	13,972,076,898	0.317272	179,500,000	100.00%	179,500,000
United Independent School District	18,532,827,955	1.198840	498,424,326	79.58%	396,646,079
Webb County	22,745,509,739	0.412000	71,313,000	69.18%	49,334,333
				Total Direct and Overlapping G.O. Tax Debt	1,159,343,731
				Ratio of Direct and Overlapping G. O. Tax Debt to Taxable Assessed Valuation	1.60%
				Per Capita Overlapping G. O. Tax Debt	4,416.70

Source: Finance Departments of respective entities.

TABLE 7 – INTEREST AND SINKING FUND BUDGET PROJECTION

Estimated Debt Service Requirements, Fiscal Year Ended 9-30-2021		$ 30,599,508
Interest and Sinking Fund, 9-30-2020	6,955,422	
Property Taxes for Interest and Sinking Fund	21,180,883	
Paving Assessments	8,565	
Budgeted Transfers	7,188,367	
Estimated Investment Income	103,400	35,436,637
Estimated Balance, 9-30-2021		$ 4,837,129

TABLE 8A – GENERAL OBLIGATION DEBT SERVICE

Fiscal Year Ended 09-30	Total Outstanding GO Debt	2019 GO Refunding Issue	Fund Debt Requirements	Less: Self Supporting GO Debt Service Requirements	General Purpose Funded Debt	% of Debt Retired
2021	22,189,618	692,055	22,881,673	8,189,858	14,691,815	
2022	21,293,645	694,789	21,988,434	8,190,933	13,797,501	
2023	20,792,740	325,681	21,118,421	7,388,671	13,729,750	
2024	20,410,729	329,835	20,740,564	7,285,393	13,455,171	
2025	19,925,159	328,519	20,253,678	6,787,231	13,466,447	50.98%
2026	19,135,350	331,702	19,467,052	6,786,365	12,680,687	
2027	18,120,450	329,397	18,449,847	6,780,295	11,669,552	
2028	11,603,949	331,587	11,935,536	6,209,452	5,726,084	
2029	9,017,200	328,304	9,345,504	6,201,772	3,143,732	
2030	6,565,226	329,534	6,894,760	6,192,925	701,835	82.48%
2031	6,192,999	-	6,192,999	6,192,999	-	
2032	6,190,600	-	6,190,600	6,190,600	-	
2033	6,187,749	-	6,187,749	6,187,749	-	
2034	3,043,125	-	3,043,125	3,043,125	-	
2035	3,039,500	-	3,039,500	3,039,500	-	94.23%
2036	3,030,125	-	3,030,125	3,030,125	-	
2037	3,029,625	-	3,029,625	3,029,625	-	
2038	3,027,500	-	3,027,500	3,027,500	-	
2039	3,018,629	-	3,018,629	3,018,629	-	100.00%
Total	205,813,918	4,021,403	209,835,321	106,772,747	103,062,574	

TABLE 8B – CERTIFICATES OF OBLIGATION DEBT SERVICE

Fiscal Year 9-30	Outstanding Certificates of Obligation Debt	Certificate of Oblig, Series 2019	Fund Debt Requirements	Less: Self Supporting CO Debt Service Requirements	General Purpose Funded Debt	% of Debt Retired
2021	14,300,294	2,367,250	16,667,544	6,785,355	9,882,189	
2022	12,900,422	2,364,125	15,264,547	5,901,755	9,362,792	
2023	12,227,473	2,363,625	14,591,098	5,211,325	9,379,773	
2024	11,645,054	2,365,500	14,010,554	4,329,925	9,680,629	
2025	11,689,702	2,364,625	14,054,327	4,331,837	9,722,490	39.24%
2026	10,090,177	2,365,875	12,456,052	2,570,513	9,885,539	
2027	9,135,083	2,369,000	11,504,083	2,203,181	9,300,902	
2028	9,160,331	2,364,000	11,524,331	2,205,725	9,318,606	
2029	7,105,242	2,365,750	9,470,992	1,184,925	8,286,067	
2030	6,942,024	2,364,000	9,306,024	1,177,475	8,128,549	67.79%
2031	6,954,285	2,368,500	9,322,785	1,188,150	8,134,635	
2032	6,949,188	2,364,125	9,313,313	1,181,825	8,131,488	
2033	6,137,163	2,370,625	8,507,788	870,000	7,637,788	
2034	6,134,888	2,367,750	8,502,638	867,750	7,634,888	
2035	5,726,175	2,365,500	8,091,675	864,000	7,227,675	90.81%
2036	4,413,150	2,363,625	6,776,775	863,625	5,913,150	
2037	2,508,225	2,361,875	4,870,100	866,375	4,003,725	
2038	1,101,600	2,360,000	3,461,600	862,250	2,599,350	
2039	-	2,362,625	2,362,625	866,125	1,496,500	100.00%
Total	145,120,476	44,938,375	190,058,851	44,332,116	145,726,735	

TABLE 9 – COMPUTATION OF SELF-SUPPORTING DEBT

Computation of Self-supporting Debt-Airport	
Net Revenue from Fiscal Year Ended 9-30-19	3,657,713
Less: Airport Revenue Bond Requirements, 2020 Fiscal Year Ended	-
Balance Available for Other Purposes	3,657,713
Airport Certificate Obligation Bond Requirements, 2020 Fiscal Year Ended	170,320
Balance	3,487,393
Percentage of Airport Certificate Obligation Bonds Self-supporting	100%
Computation of Self-supporting Debt-Sewer System	
Net Revenue from Fiscal Year Ended 9-30-19	15,234,038
Less: Sewer System Revenue Bond Requirements, 2020 Fiscal Year Ended	11,419,873
Balance Available for Other Purposes	3,814,165
Sewer System Certificate and General Obligation Bond Requirements, 2020 Fiscal Year Ended	3,177,166
Balance	636,999
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 9-30-19	21,157,507
Less: Waterworks Revenue Bond Requirements, 2020 Fiscal Year Ended	12,411,571
Balance Available for Other Purposes	8,745,936
Waterworks System Certificate and General Obligation Bond Requirements, 2020 Fiscal Year Ended	5,329,805
Balance	3,416,131
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 9-30-19	6,119,107
Less: Mass Transit Revenue Bond Requirements, 2020 Fiscal Year Ended	-
Balance Available for Other Purposes	6,119,107
Mass Transit Certificate and General Obligation Bond Requirements, 2020 Fiscal Year Ended	1,168,955
Balance	4,950,152
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 9-30-19	6,943,694
Less: Solid Waste Revenue Bond Requirements, 2020 Fiscal Year Ended	-
Balance Available for Other Purposes	6,943,694
Solid Waste Certificate and General Obligation Bond Requirements, 2020 Fiscal Year Ended	5,299,289
Balance	1,644,405
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 9-30-19	46,276,904
Less: Bridge Revenue Bond Requirements, 2020 Fiscal Year Ended	6,140,363
Balance Available for Other Purposes	40,136,541
Bridge Certificate and General Obligation Bond Requirements, 2020 Fiscal Year Ended	-
Balance	40,136,541
Percentage of Bridge Certificate and General Obligation Bonds Self-supporting	100%
Computation of Self-supporting Debt-Environmental Fund	
Net Revenue from Fiscal Year Ended 9-30-19	3,614,478
Less: Environmental Fund Revenue Bond Requirements, 2020 Fiscal Year Ended	-
Balance Available for Other Purposes	3,614,478
Environmental Fund Certificate and General Obligation Bond Requirements, 2020 Fiscal Year Ended	2,854,129
Balance	760,349
Percentage of Environmental Fund Certificate and General Obligation Bonds Self-supporting	100%
Computation of Self-supporting Debt-Parking Meters Fund	
Net Revenue from Fiscal Year Ended 9-30-19	90,764
Less: Parking Meters Fund Revenue Bond Requirements, 2020 Fiscal Year Ended	-
Balance Available for Other Purposes	90,764
Parking Meters Fund General Obligation Bond Requirements, 2020 Fiscal Year Ended	188,622
Balance	(97,858)
Percentage of Parking Meters Fund General Obligation Bonds Self-supporting	100%

TABLE 10 - OTHER OBLIGATIONS

Fiscal Year Ended September 30	Lease Payments
2021	2,025,297
2022	1,114,880
2023	1,114,881
2024	446,454
2025	411,833
2026	411,834
2027	411,834
Total Minimum Lease Payments	$ 5,937,013

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,				
	2020	2019	2018	2017	2016
Revenues:					
Taxes	106,998,428	104,970,475	99,795,393	95,026,773	90,302,500
Franchises	8,038,122	8,172,967	8,133,889	7,776,288	7,651,588
Licenses & Permits	9,340,245	9,134,491	9,658,199	9,421,119	9,229,632
Intergovernmental	10,177,891	753,196	434,008	894,876	595,857
Charges for Services	50,494,409	54,076,842	52,996,333	48,983,032	48,020,795
Fine and Special Assessments	4,896,080	5,799,339	5,381,785	5,100,557	4,736,734
Interest and Other	2,337,700	2,838,418	2,194,650	1,443,193	1,420,305
Other	5,535,123	13,278,834	16,381,711	22,204,979	28,358,710
Total Revenues	197,817,998	199,024,562	194,975,968	190,850,817	190,316,121
Expenditures:					
General Government	19,969,471	26,743,956	25,151,930	24,444,362	23,381,194
Public Safety	133,736,326	130,331,120	126,615,585	120,422,538	117,117,831
Public Works	6,759,275	6,650,578	6,384,433	6,229,622	6,198,320
Health and Welfare	10,914,281	2,950,907	2,678,157	628,047	583,255
Culture and Recreation	17,316,834	18,465,044	17,603,430	16,580,772	16,043,063
Capital Outlay	15,814,172	13,403,097	16,466,390	22,017,357	28,332,168
Interest and Fiscal Expenditures	1,115,955	1,089,735	1,066,539	411,834	411,833
Total Expenditures	205,626,314	199,634,437	195,966,464	190,734,532	192,067,664
Excess (Deficiency) of Revenues Over Expenditures	(7,808,316)	(609,875)	(990,496)	116,285	(1,751,543)
Other Financing Sources (Uses):					
Transfers In	13,988,483	7,403,616	7,383,660	10,807,278	7,684,137
Bond/Capital Lease Proceeds	1,006,500	-	-	62,168	-
Contributions	-	-	-	-	-
Transfers Out	(12,596,866)	(5,771,252)	(4,692,657)	(5,774,122)	(6,025,692)
Sale of Assets	54,259	102,050	83,544	41,247	384,527
Total Other Financing Sources (Uses):	2,452,376	1,734,414	2,774,547	5,136,571	2,042,972
Net Increase (Decrease)	(5,355,940)	1,124,539	1,784,051	5,252,856	291,429
Prior Period Adjustment	-	-	-	(4,630,156)	-
Beginning Fund Balance	47,971,513	46,846,974	45,062,923	44,440,223	44,148,794
Ending Fund Balance	42,615,573	47,971,513	46,846,974	45,062,923	44,440,223

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.

Fiscal Year Ended 9-30	Total Collected (2)	% of Ad Valorem Tax Levy	Equivalent of Ad Valorem Tax Rate	Per Capita (1)
2011	33,669,024	50%	0.3192	140.21
2012	37,481,815	56%	0.3572	154.93
2013	39,921,718	59%	0.3759	161.27
2014	40,024,574	57%	0.3660	159.11
2015	41,364,145	57%	0.3659	163.01
2016	38,685,571	52%	0.3283	151.24
2017	39,417,857	50%	0.3179	153.28
2018	33,208,996	40%	0.2519	127.41
2019	43,304,882	49%	0.3090	165.51
2020	42,373,207	45%	0.2873	161.43

(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	6.25%
Total	8.25%

TABLE 13 – CURRENT INVESTMENTS

As of September 30, 2020, 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	$	194,392,783
Certificates of Deposits		352,770,457
Total	$	547,163,240

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 Columbia 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 weight-in-motion system for truck toll collections for the Laredo Bridge System. The bridge system employs a staff of 143 employees, approximately 70 of which are directly involved in toll collection operations. Another 73 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
2011	4,401,849	1,725,335	6,127,184	3,161,627
2012	4,418,558	1,784,104	6,202,662	2,946,244
2013	4,551,845	1,835,110	6,386,955	2,973,056
2014	4,808,114	1,924,842	6,732,956	3,032,333
2015	5,060,633	2,005,177	7,065,810	3,029,608
2016	5,212,091	2,087,586	7,299,677	3,074,538
2017	4,992,263	2,176,965	7,169,228	3,116,492
2018	5,011,763	2,281,786	7,293,549	3,182,403
2019	5,018,723	2,369,111	7,387,834	3,304,191
2020	3,547,971	2,258,425	5,806,396	2,098,671

TABLE 2 - TOLL RATES FOR THE SYSTEM

<u>New Rate Schedule (Southbound only) Effective April 1, 2018:</u>	
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
<u>Old Rate Schedule (Southbound only) Effective October 18, 2013:</u>	
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

MONTH	FISCAL YEAR 2020	FISCAL YEAR 2019	FISCAL YEAR 2018	FISCAL YEAR 2017	FISCAL YEAR 2016
OCT	6,030,831	6,086,280	5,429,148	4,964,412	4,955,045
NOV	5,627,744	5,835,085	5,531,001	4,914,181	4,872,898
DEC	5,622,503	5,635,630	5,425,310	5,077,817	4,772,885
JAN	5,627,803	5,688,572	5,297,699	4,715,223	4,798,046
FEB	5,519,074	5,458,289	5,141,280	4,553,547	4,830,374
MAR	5,438,134	6,021,294	5,676,877	5,273,804	5,411,377
APR	3,577,238	5,615,459	5,756,988	4,803,943	5,105,546
MAY	3,724,258	6,050,517	5,984,152	5,090,443	4,921,404
JUN	4,841,531	5,829,485	5,790,623	5,281,603	4,999,924
JUL	3,798,759	6,005,938	5,688,560	5,002,491	4,818,895
AUG	5,459,377	6,034,141	6,036,736	5,312,779	5,078,869
SEP	5,797,188	5,551,837	5,458,020	4,976,103	4,905,890
TOTAL	61,064,440	69,812,527	67,216,394	59,966,346	59,471,153

TABLE 4 - DEBT SERVICE REQUIREMENTS OF THE SYSTEM

Fiscal Year Ended 9-30	Revenue Bond Principal	Revenue Bond Interest	Revenue Bond Total	Subordinate Lien Total	Total Outstanding Debt	% of Total Debt Service Retired
2021	3,540,000	872,513	4,412,513	1,727,850	6,140,363	
2022	3,695,000	720,013	4,415,013	1,728,350	6,143,363	35.08%
2023	2,930,000	559,213	3,489,213	1,730,600	5,219,813	
2024	3,065,000	418,863	3,483,863	1,734,350	5,218,213	
2025	2,690,000	271,913	2,961,913	1,719,350	4,681,263	
2026	910,000	175,413	1,085,413	1,720,600	2,806,013	86.27%
2027	955,000	131,513	1,086,513	1,723,275	2,809,788	
2028	995,000	88,713	1,083,713	-	1,083,713	
2029	870,000	43,500	913,500	-	913,500	100%
TOTAL	19,650,000	3,281,654	22,931,654	12,084,375	35,016,029	

TABLE 5 – INTERNATIONAL TOLL BRIDGE SYSTEM CONDENSED STATEMENT OF OPERATIONS

	2020	2019	2018	2017	2016
REVENUES					
Toll Receipts	61,064,440	69,812,527	67,216,394	59,966,346	59,471,153
Rental of Facilities	180,138	185,258	179,001	213,171	240,289
Miscellaneous	636,282	697,089	647,497	759,160	480,543
Total	61,880,860	70,694,874	68,042,892	60,938,677	60,191,985
EXPENSES					
Personnel Services	9,659,515	7,621,078	7,659,748	8,330,870	8,710,828
Materials and Supplies	454,788	429,494	639,830	276,037	595,027
Contractual Services (1)	5,793,374	6,148,159	5,460,899	5,283,464	5,017,307
Other	15,262	77,083	5,003	4,767	5,025
Total	15,922,939	14,275,814	13,765,480	13,895,138	14,328,187
NON-OPERATING REVENUE					
Interest Earnings-Restricted	89,000	143,710	108,363	142,806	90,924
Interest Earnings-Unrestricted	229,983	303,659	197,951	61,453	35,372
Net Revenues Available for for Debt Service	46,276,904	56,866,429	54,583,726	47,247,798	45,990,094
Debt Service	6,120,205	6,792,212	9,036,342	9,012,187	9,403,991
Surplus Revenues	40,156,699	50,074,217	45,547,384	38,235,611	36,586,103

(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, 2021 through 2029	$	2,547,962
Coverage of Average Requirements by 9-30-20 Net Income		15.76
Maximum Annual Principal and Interest Requirements, after FY 2021 through 2029	$	4,415,013
Coverage of Maximum Requirements by 9-30-20 Net Income		9.10
Reserve Fund	$	2,547,961
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, 2021 through 2029	$	3,890,670
Coverage of Average Requirements by 9-30-20 Net Income		10.32
Maximum Annual Principal and Interest Requirements, after FYE 2021 through 2029	$	6,143,363
Coverage of Maximum Requirements by 9-30-20 Net Income		6.54

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
2011	46,511,403	11,577,331	34,934,072	8,784,606	4
2012	47,442,168	11,558,034	35,884,134	8,708,893	4
2013	47,685,185	11,669,362	36,015,823	8,728,259	4
2014	55,275,228	12,363,469	42,911,759	7,909,872	5
2015	58,361,560	12,408,494	45,953,066	9,450,253	5
2016	60,318,281	14,328,187	45,990,094	9,403,991	5
2017	61,142,936	13,895,138	47,247,798	9,012,187	5
2018	68,349,206	13,765,480	54,583,726	9,036,342	6
2019	71,142,243	14,275,814	56,866,429	6,792,212	8
2020	62,199,843	15,922,939	46,276,904	6,120,205	8

(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, Nevada and Aeromar to Mexico City, Mexico. On average, and the airlines have in total ten (10) daily scheduled round trip flights.

Furthermore, our passenger terminal also houses an ATM, three car rental companies, Federal Inspection Facility with U.S. Customs (CBP) 24/7 services, and Transportation Security Administration.

The airport passenger terminal is master planned to expand from the original three gates with four passenger-boarding bridges. The passenger capacity for the terminal is 600 passengers per hour and the Federal Inspection Station has capacity for 300 passengers per hour.

Two (2) scheduled cargo operators and twenty-two (22) charter air cargo companies are currently serving the Airport. Major scheduled service air cargo operators include Federal Express, and UPS Supply Chain Solutions. In terms of all-air cargo activity in 2019, LRD ranked 55th – a 24% decrease from previous year. Laredo International Airport is ranked 7th in Texas for Air Cargo.

The Laredo International Airport is unique in that it is the only place outside the Republic of Mexico to have an operation of Mexican Customs to pre-inspection Mexico bound air cargo. Whereas, other countries may have passenger pre-clearance, LRD is the only airport worldwide with a cargo pre-inspection. Air cargo shipments to Mexico are expedited, this being an attraction to the Auto Manufacturing, Auto Parts, Electronics / Electrical and Aerospace industries who rely on “just-in-time” delivery of inventory.

In April 2014, LRD completed an update of Laredo’s Airport Noise Compatibility Study. Residents within the approved Airport Noise Contours are eligible to participate in the City’s voluntary noise abatement program. This program consists of the following options:

- Offer to acquire the fee simple interest, or
- Offer to soundproof, if feasible, the residential structure in exchange for an aviation easement, or
- Offer to acquire the aviation easement.

The estimated cost of the airport noise abatement program for the next eight to ten years is $48.0 million, of which the Federal Aviation Administration (FAA), under the current program, would fund 90% of the program cost. Currently, the Laredo International Airport is in the process of conducting a new Noise Compatibility Study to determine if contours have changed. Study funded 90% from FAA and 10% local match.

Projects for 2020 include, but not limited to, Cargo Apron Phase 13 construction, Cargo Apron Phase 14 Construction, 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 2022
- Construct Taxiways T3 and T5: Project CY2023
- EMAS Reconstruction
- Reconstruction of Taxiway
- Reconstruction of Cargo-Ramp

During the past twenty-four (24) years, the City and the Federal Aviation Administration have invested over $304.5 million in Laredo International Airport infrastructure including noise abatement. This trend we anticipate will continue into the future.

The airport leases facilities and land to non-aviation and aviation service providers, retailers, medical institutions, and public entities.

The goal of City Council to develop a Regional Medical Center on airport non-aeronautical use land is being realized. The University of Texas Health Science Center (UTHSC) inaugurated the first building of its medical research and education campus in Laredo in 2002, and the second building was completed in 2007. UTHSC is located adjacent to Mercy Regional Medical Center. During 2006, Laredo Specialty Hospital and Gateway Health Clinic completed the construction of their facilities and are currently offering medical services to the public. A new Veteran's Administration Clinic partnered with the UT Health and Science Center opened in 2013.

The Laredo International Airport is undergoing a Land Use Development Plan Study to access the current airport properties to include those within the Noise Leasing Program and create a comprehensive real estate development program for highest and best used.

Calendar Year	Passengers Enplaned	Passengers Deplaned	Air Cargo Gross Landed Weight (Lbs)
2011	99,893	113,219	458,595,636
2012	96,523	98,213	454,254,623
2013	103,035	94,544	398,752,468
2014	101,505	102,218	447,352,556
2015	98,854	103,909	426,405,000
2016	93,483	104,087	450,435,440
2017	85,508	94,308	587,517,683
2018	83,287	90,326	677,913,518
2019	89,951	91,553	522,738,914
2020 (1)	42,220	47,726	406,348,660

(1) Covid-19 restrictions impacted airline travel.

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

	Fiscal Years Ended September 30				
	2020	2019	2018	2017	2016
Revenues:					
FAA	$ 5,208,660	$ 40,223	$ 39,133	$ 43,388	$ 215,013
State Operating Grants	1,275	4,565	25,140	1,541	245
Rents	5,641,447	6,854,043	6,773,209	5,513,625	5,067,020
Interest Earnings	119,023	180,400	132,763	23,022	23,029
Discount Earnings	89	142	147	148	159
Fees & Collections	286,921	482,833	535,393	508,841	491,738
Miscellaneous	368,631	439,052	411,854	391,453	424,639
Total Revenues	11,626,046	8,001,258	7,917,639	6,482,018	6,221,843
Expenditures:					
Administration	3,889,434	3,164,972	3,100,400	3,176,124	3,342,143
Building Maintenance	1,349,694	1,594,442	1,243,819	1,220,494	1,143,788
Ground Maintenance	781,793	565,652	586,767	541,686	574,084
Airport Security	1,599,876	1,482,806	1,556,603	1,492,049	1,527,184
Foreign Trade Zone	21,349	24,126	24,322	5,648	24,479
Federal Inspection Services	319,954	289,963	280,681	273,907	271,586
Operation Stonegarden	6,233	4,025	13,632	-	-
Total Expenditures	7,968,333	7,125,986	6,806,224	6,709,908	6,883,264
Net Operating Revenues	3,657,713	875,272	1,111,415	(227,890)	(661,421)
Other Sources (Uses):					
Debt Service	(71,128)	(71,128)	-	-	(495,000)
Capital Outlay	(224,578)	(67,446)	(410,086)	(182,450)	(104,041)
Airport Construction Fund	(49,341)	(1,121,593)	(2,569,381)	(1,158,003)	(2,450,000)
General Fund	-	-	-	-	(78,141)
Noise Abatement	600,000	600,000	600,000	750,000	600,000
Proceeds - Long Term Debt	-	-	321,720	-	-
Sale of Assets	-	14,973	7,550	576,045	-
Total Other Sources (Uses)	254,953	(645,194)	(2,050,197)	(14,408)	(2,527,182)
Excess (Deficiency) of Revenues Over Expenditures	3,912,666	230,078	(938,782)	(242,298)	(3,188,603)
Beginning Fund Balance	6,002,475	5,772,397	6,711,179	1,785,048	4,973,651
Prior Period Adjustment	-	-	-	5,168,429	-
Ending Fund Balance	$ 9,915,141	$ 6,002,475	$ 5,772,397	$ 6,711,179	$ 1,785,048

TABLE 2 - DEBT SERVICE REQUIREMENT

Fiscal Year Ended 9-30	Certificates of Obligation Series 2010 - B Principal	Interest	Total Outstanding Debt	% of Principal Retired
2021	110,000	60,320	170,320	
2022	115,000	54,470	169,470	
2023	120,000	48,360	168,360	
2024	125,000	41,990	166,990	
2025	135,000	35,230	170,230	44.39%
2026	140,000	28,080	168,080	
2027	150,000	20,540	170,540	
2028	155,000	12,610	167,610	
2029	165,000	4,290	169,290	100.00%
	$ 1,215,000	305,890	1,520,890	

TABLE 3 - DEBT SERVICE COVERAGE

Average Annual Principal and Interest Requirements, 2021-2029	160,771
Coverage of Average Requirements by 9-30-20 Net Income	22.75
Maximum Annual Principal and Interest Requirements, after FYE 2021 through 2029	170,540
Coverage of Maximum Requirements by 9-30-20 Net Income	21.45

THE 2020 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 2020 was approximately 34.75 million gallons per day and peak demand for fiscal year 2020 was 44.21 million gallons per day. Connections to the water system as of September 30, 2020 were 75,854. The average number of service calls per month is 13,768 for a FY 2019-20 total of 165,224. Currently, the system consists of approximately 1,129 miles of transmission and distribution lines and 8,280 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 Date Acquisition (SCADA) system combined with magnetic flow meters and motors 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.

In 1957, the City of Laredo entered into an agreement with Webb County to use Lake Casa Blanca Reservoir as off-channel storage for emergency use. This reservoir has an impoundment capacity of 77,800 acre feet at top of the dam, 58,600 acre feet at maximum pool, (PMF – Probable Maximum Feet) of which 20,000 acre feet are reserved for emergency use. This agreement is still in effect.

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 (0.184 MGD) with a combined total design capacity of 35.25 million gallons per day ("MGD"). The pounds of Biochemical Oxygen demand (BOD) treated is 12,536,312 by all six wastewater treatment plants and a Total Bio-Solids disposal cost of $900,889. The Sewer System includes approximately 858 miles of sewer lines and 70 lift stations with 70,451 connections as of September 30, 2020.

TABLE 1 - WATER STORAGE AND DISTRIBUTION

At the present time the system incorporates the following treated water storage facilities:

Location	No. Tanks	No. Clear Wells	Storage Capacity
Jefferson St Water Treatment Plant		3	3,500,000 gallons
El Pico Water Treatment Plant		1	5,000,000 gallons
Lyon Street and Meadow Avenue	1		5,000,000 gallons
Milmo and Texas Avenue	2		2,000,000 gallons
MHOC	2		10,000,000 gallons
Sierra Vista	1		5,000,000 gallons
San Isidro NE	1		300,000 gallons
359 Hwy Booster	1		200,000 gallons
South Laredo	1 (elevated)		1,000,000 gallons
San Isidro EST	1 (elevated)		2,500,000 gallons
North Laredo (Highlands)	1 (elevated)		1,000,000 gallons
Northwest Laredo	1 (elevated)		1,000,000 gallons
Las Blancas	1 (elevated)		500,000 gallons
Killam (TAMIU) Tank	1 (elevated)		2,000,000 gallons
Cuatro Vientos	1 (elevated)		2,000,000 gallons
Nixon Bartlett and Price	1 (elevated)		3,000,000 gallons
Daugherty and Hillside	1 (elevated)		500,000 gallons
Total Treated Water Storage			44,500,000 gallons

TABLE 2 - WATER PUMPAGE (THOUSAND GALLONS)

Historical water usage for the City is as follows:

Fiscal Year Ended 9/30	Average Day Pumpage (1,000 Gallons)	Peak Day Pumpage (1,000 Gallons)	Total Yearly Pumpage (1,000 Gallons)
2011	32,600	47,470	11,726,000
2012	28,386	52,312	10,427,878
2013	35,528	48,000	11,883,850
2014	25,936	47,594	9,465,347
2015	31,900	54,389	11,654,700
2016	36,291	58,506	12,520,848
2017	34,050	49,616	12,434,677
2018	33,770	53,430	12,326,452
2019	33,904	52,918	12,374,989
2020	34,750	44,212	12,729,606

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)
2011	18,783	24,234	6,855,795
2012	18,900	30,896	6,780,000
2013	19,300	33,356	6,849,845
2014	18,800	33,900	6,874,400
2015	19,701	29,824	7,190,787
2016	20,637	30,400	7,241,500
2017	19,500	43,375	6,917,746
2018	18,829	31,028	6,873,430
2019	18,445	26,593	6,733,821
2020	17,612	29,132	6,446,900

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

TYPE OF BUSINESS	WATER CONSUMPTION
United I.S.D.	122,597,500
Laredo Medical Center	81,774,900
Texas A&M University System	56,042,900
Laredo College	43,658,500
City of Laredo - Parks and Recreation	28,656,700
New Webb County Jail	22,629,000
Laredo Regional Medical Center	14,766,200
Clarks Crossing Apartments	14,554,400
Doctors Hospital of Laredo	12,152,700
3E Civil Construction	10,892,900

TYPE OF BUSINESS	SEWER BILLED
Laredo Medical Center	81,774,900
New Webb County Jail	22,629,000
Texas A&M University System	20,951,200
Laredo Regional Medical Center	14,766,200
Clarks Crossing Apartments	14,554,400
Town North Mobile Homes	10,739,700
Blue Beacon 68	10,331,500
City of Laredo Parks and Rectreation	10,279,100
Laredo Apartments LLC	10,038,100
Raintree Association	9,229,600

(1) Source: City of Laredo, Texas

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

Water Rates
(Effective October 1, 2019)

Inside City Limits	
Residential:	
Meter sized based minimum monthly water charges for metered consumption from zero to 2,000 gallons:	
5/8" & ¾" meter	10.52
1" meter	22.90
1 ½" meter	32.39
2" meter	50.30
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.05
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	2.20
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 10,000 gallons per month	2.27
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 20,000 gallons per month	2.41
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 30,000 gallons per month	2.57
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 40,000 gallons per month	2.69
Per 1,000 gallons per month in excess of 50,000 gallons per month	5.35
Multi-Family and Commercial:	

Meter sized based minimum monthly water charges for metered consumption from zero to 2,000 gallons:	
5/8” & ¾” meter	39.61
1” meter	43.03
1 ½” meter	47.86
2” meter	66.08
3” meter	131.40
4” meter	198.45
6” meter	357.41
8” meter	526.81
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.51
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	3.08
Per 1,000 gallons (for the next 30,000 gallons) per month in excess of 10,000 gallons per month	3.88
Per 1,000 gallons (for the next 110,000 gallons) per month in excess of 40,000 gallons per month	4.10
Per 1,000 gallons (for the next 150,000 gallons) per month in excess of 150,000 gallons per month	4.43
Per 1,000 gallons (for the next 300,000 gallons) per month in excess of 300,000 gallons per month	4.89
Per 1,000 gallons (for the next 400,000 gallons) per month in excess of 600,000 gallons per month	5.78
Per 1,000 gallons per month in excess of 1,000,000 gallons per month	5.92
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, 2018)

Inside City Limits	
Residential:	
Meter sized based minimum monthly water charges for metered consumption from zero to 2,000 gallons:	
5/8” & ¾” meter	10.02
1” meter	21.81
1 ½” meter	30.24
2” meter	46.96
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	1.96
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	2.09
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 10,000 gallons per month	2.16

Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 20,000 gallons per month	2.30
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 30,000 gallons per month	2.45
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 40,000 gallons per month	2.56
Per 1,000 gallons per month in excess of 50,000 gallons per month	5.10
Multi-Family and Commercial:	
Meter sized based minimum monthly water charges for metered consumption from zero to 2,000 gallons:	
5/8” & ¾” meter	37.73
1” meter	40.98
1 ½” meter	48.58
2” meter	82.90
3” meter	125.14
4” meter	189.00
6” meter	340.38
8” meter	501.72
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.09
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	2.57
Per 1,000 gallons (for the next 30,000 gallons) per month in excess of 10,000 gallons per month	3.23
Per 1,000 gallons (for the next 110,000 gallons) per month in excess of 40,000 gallons per month	3.42
Per 1,000 gallons (for the next 150,000 gallons) per month in excess of 150,000 gallons per month	3.69
Per 1,000 gallons (for the next 300,000 gallons) per month in excess of 300,000 gallons per month	4.08
Per 1,000 gallons (for the next 400,000 gallons) per month in excess of 600,000 gallons per month	4.81
Per 1,000 gallons per month in excess of 1,000,000 gallons per month	4.93
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, 2019)

Inside City Limits	
Residential:	
Monthly minimum, including the use of 2,000 gallons per month	10.44
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons	3.58
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	3.63
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 10,000 gallons per month	3.82
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 20,000 gallons per month	4.11
Commercial:	
Monthly minimum, including use of 2,000 gallons per month	27.97
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.89
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	2.94
Per 1,000 gallons (for the next 20,000 gallons) per month in excess of 10,000 gallons per month	3.37
Per 1,000 gallons (for the next 110,000 gallons) per month in excess of 40,000 gallons per month	3.48
Per 1,000 gallons (for the next 150,000 gallons) per month in excess of 150,000 gallons per month	4.45
Per 1,000 gallons (for the next 300,000 gallons) per month in excess of 300,000 gallons per month	4.45
Per 1,000 gallons (for the next 400,000 gallons) per month in excess of 600,000 gallons per month	5.09
Per 1,000 gallons per month in excess of 1,000,000 gallons per month	6.18

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, 2018)

Inside City Limits	
Residential:	
Monthly minimum, including the use of 2,000 gallons per month	9.85
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons	3.37
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	3.43
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 10,000 gallons per month	3.61
Per 1,000 gallons (for the next 10,000 gallons) per month in excess of 20,000 gallons per month	3.87
Commercial:	
Monthly minimum, including use of 2,000 gallons per month	26.39
Per 1,000 gallons (for the next 2,000 gallons) per month in excess of 2,000 gallons per month	2.51
Per 1,000 gallons (for the next 6,000 gallons) per month in excess of 4,000 gallons per month	2.56
Per 1,000 gallons (for the next 20,000 gallons) per month in excess of 10,000 gallons per month	2.93
Per 1,000 gallons (for the next 110,000 gallons) per month in excess of 40,000 gallons per month	3.03
Per 1,000 gallons (for the next 150,000 gallons) per month in excess of 150,000 gallons per month	3.87
Per 1,000 gallons (for the next 300,000 gallons) per month in excess of 300,000 gallons per month	3.87
Per 1,000 gallons (for the next 400,000 gallons) per month in excess of 600,000 gallons per month	4.42
Per 1,000 gallons per month in excess of 1,000,000 gallons per month	5.37

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 provide practices, techniques, and technologies that help reduce the consumption of water, reduce the loss or waste of water, improve efficiency in the use of water, and increase the recycling and reuse of water for the ultimate purpose of making available a water supply for future or alternative uses. The Water Conservation Program operates to implement and enforce the Water Conservation and Drought Contingency Ordinance. The program is divided into two sections; enforcement and public education. For enforcement, there were a total of 52 warnings issued and 6 citations. For public education, there were 3 events that included hosting proclamations, groundbreaking ceremonies, ribbon cutting ceremonies, career day events, and other City/civic events.

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 that carry the WaterSense label. For each toilet replaced (maximum 2 per household per year, if more than two toilets in home), the City of Laredo Utilities Department provides the water customer with a standard one-hundred dollar ($100) rebate, which is applied as a credit to the participant water account. Each installation of toilet is verified by water conservation inspectors as a condition of the rebate approval, and the old water wasting toilet(s) are destroyed (tank only) by the participating customer. The old water wasting toilets are reported to the Solid Waste Department and are scheduled for collection at each participant's address to be transported to the City of Laredo Landfill. During fiscal year 2019-2020, there were a total of 77 approved toilet rebates applied to customer accounts. A total of 1 vehicle car wash permits were issued during this fiscal year.

TABLE 7: VALUE OF SYSTEM - CITY OF LAREDO UTILITIES

For Fiscal Year Ended September 30,	2020			2019			2018		
	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
System Improvements	$ 250,099,515	172,729,533	422,829,048	238,117,115	166,303,200	404,420,315	231,650,209	160,578,310	392,228,519
Vehicles and Equipment	12,854,826	16,066,008	28,920,834	12,295,038	15,185,117	27,480,155	11,958,954	13,909,694	25,868,648
Buildings	187,341,995	125,033,913	312,375,908	185,954,205	96,734,124	282,688,329	185,873,115	93,433,984	279,307,099
Land and Improvements	57,253,726	9,752,163	67,005,889	56,596,726	9,749,688	66,346,414	56,596,726	9,749,688	66,346,414
Easements	4,315,993	1,038,012	5,354,005	4,024,225	1,038,012	5,062,237	4,024,225	1,038,012	5,062,237
Construction in Progress	3,233,298	3,583,500	6,816,798	5,503,407	29,396,361	34,899,768	4,232,990	24,846,911	29,079,901
Less: Total Depreciation	(182,789,530)	(123,462,878)	(306,252,408)	(171,710,361)	(115,575,411)	(287,285,772)	(160,745,832)	(108,141,433)	(268,887,265)
Value After Depreciation	$ 332,309,823	204,740,251	537,050,074	330,780,355	202,831,091	533,611,446	333,590,387	195,415,166	529,005,553

	2017			2016			2015		
	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
System Improvements	$ 220,079,310	147,779,878	367,859,188	192,761,074	142,714,252	335,475,326	189,316,812	139,046,539	328,363,351
Vehicles and Equipment	12,230,670	12,804,366	25,035,036	12,031,162	12,636,646	24,667,808	11,771,180	12,258,403	24,029,583
Buildings	185,707,175	45,273,703	230,980,878	180,552,155	43,985,694	224,537,849	180,537,830	43,276,125	223,813,955
Land and Improvements	55,809,226	8,719,483	64,528,709	54,218,446	9,017,104	63,235,550	49,857,546	5,270,559	55,128,105
Easements	3,654,058	1,018,169	4,672,227	3,023,577	852,199	3,875,776	1,856,984	572,519	2,429,503
Construction in Progress	1,543,418	66,699,941	68,243,359	23,777,372	54,956,454	78,733,826	21,180,364	55,425,994	76,606,358
Less: Total Depreciation	(149,523,980)	(101,087,511)	(250,611,491)	(138,571,644)	(94,321,130)	(232,892,774)	(127,758,039)	(87,424,004)	(215,182,043)
Value After Depreciation	$ 329,499,877	181,208,029	510,707,906	327,792,142	169,841,219	497,633,361	326,762,677	168,426,135	495,188,812

TABLE 8: CITY'S EQUITY IN UTILITY SYSTEM

For Fiscal Year Ended September 30,	2020			2019			2018		
	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
Resources:									
Net System Value	$ 332,309,923	204,740,251	537,050,174	330,780,355	202,831,091	533,611,446	333,590,387	195,415,166	529,005,553
Cash and Investments	99,792,433	136,295,874	236,088,307	71,259,027	68,564,644	139,823,671	67,614,459	76,860,849	144,475,308
Other Sources	26,020,007	9,837,359	35,857,366	30,150,522	10,443,565	40,594,087	23,057,501	8,514,823	31,572,324
Total Resources	458,122,363	350,873,484	808,995,847	432,189,904	281,839,300	714,029,204	424,262,347	280,790,838	705,053,185
Obligations:									
Bonds Payable	257,202,470	223,909,297	481,111,767	234,286,228	158,122,220	392,408,448	240,611,024	162,958,724	403,569,748
Less: Bond Funds	(12,938,092)	(13,423,068)	(26,361,160)	(12,098,738)	(10,084,746)	(22,183,484)	(12,104,558)	(10,109,539)	(22,214,097)
	244,264,378	210,486,229	454,750,607	222,187,490	148,037,474	370,224,964	228,506,466	152,849,185	381,355,651
Other Obligations	45,424,365	21,973,878	67,398,243	44,933,705	20,296,795	65,230,500	39,273,583	20,712,989	59,986,572
Total Obligations	289,688,743	232,460,107	522,148,850	267,121,195	168,334,269	435,455,464	267,780,049	173,562,174	441,342,223
City's Equity in System	$ 168,433,620	118,413,377	286,846,997	165,068,709	113,505,031	278,573,740	156,482,298	107,228,664	263,710,962
Percentage City's Equity In System	36.77%	33.75%	35.46%	38.19%	40.27%	39.01%	36.88%	38.19%	37.40%

For Fiscal Year Ended September 30,	2017			2016			2015		
	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
Resources:									
Net System Value	$ 329,499,877	181,208,029	510,707,906	327,792,142	169,841,219	497,633,361	326,762,677	168,426,135	495,188,812
Cash and Investments	69,423,048	68,566,862	137,989,910	72,421,282	79,700,362	152,121,644	71,561,005	69,663,599	141,224,604
Other Sources	19,634,858	8,667,894	28,302,752	21,273,458	9,234,460	30,507,918	11,178,167	6,895,648	18,073,815
Total Resources	418,557,783	258,442,785	677,000,568	421,486,882	258,776,041	680,262,923	409,501,849	244,985,382	654,487,231
Obligations:									
Bonds Payable	245,008,424	148,911,953	393,920,377	252,728,946	155,384,654	408,113,600	232,162,040	136,431,409	368,593,449
Less: Bond Funds	(29,904,668)	(8,936,524)	(38,841,192)	(29,748,964)	(8,988,269)	(38,737,233)	(12,187,063)	(7,953,603)	(20,140,666)
	215,103,756	139,975,429	355,079,185	222,979,982	146,396,385	369,376,367	219,974,977	128,477,806	348,452,783
Other Obligations	58,225,699	19,493,465	77,719,164	59,301,285	18,739,204	78,040,489	44,035,449	18,713,553	62,749,002
Total Obligations	273,329,455	159,468,894	432,798,349	282,281,267	165,135,589	447,416,856	264,010,426	147,191,359	411,201,785
City's Equity in System	$ 145,228,328	98,973,891	244,202,219	139,205,615	93,640,452	232,846,067	145,491,423	97,794,023	243,285,446
Percentage City's Equity In System	34.70%	38.30%	36.07%	33.03%	36.19%	34.23%	35.53%	39.92%	37.17%

TABLE 9: UTILITY SYSTEM CONDENSED STATEMENT OF OPERATIONS PART 1

For Fiscal Year Ended September 30,	2020			2019			2018		
	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
Revenues									
Charges for Services	$ 43,920,354	36,599,095	80,519,449	41,236,282	33,384,360	74,620,642	41,288,759	33,452,820	74,741,579
Interest	818,579	627,426	1,446,005	1,087,037	822,361	1,909,398	589,686	511,757	1,101,443
Miscellaneous	5,945,772	41,043	5,986,815	6,441,697	450,068	6,891,765	6,304,388	371,998	6,676,386
Total Revenues	50,684,705	37,267,564	87,952,269	48,765,016	34,656,789	83,421,805	48,182,833	34,336,575	82,519,408
Expenses									
Administrative	5,841,883	8,273,292	14,115,175	4,825,503	7,777,227	12,602,730	4,443,854	7,645,345	12,089,199
GIS	359,778	-	359,778	381,436	-	381,436	403,400	-	403,400
Utility Engineering	1,415,679	-	1,415,679	1,079,208	-	1,079,208	1,164,377	-	1,164,377
Utility Billing	5,074,709	-	5,074,709	4,822,283	-	4,822,283	4,463,130	-	4,463,130
Asset Management	340,841	-	340,841	390,009	-	390,009	389,503	-	389,503
Water Treatment Plant	10,533,686	-	10,533,686	9,611,710	-	9,611,710	8,958,087	-	8,958,087
Transmission and Distribution	5,218,031	-	5,218,031	4,177,647	-	4,177,647	4,421,314	-	4,421,314
Water Pollution Control	742,591	-	742,591	636,480	-	636,480	660,348	-	660,348
Wastewater Treatment	-	8,406,998	8,406,998	-	7,067,958	7,067,958	-	7,114,399	7,114,399
Wastewater Collection	-	5,353,236	5,353,236	-	4,620,344	4,620,344	-	4,441,543	4,441,543
Total Expenses	29,527,198	22,033,526	51,560,724	25,924,276	19,465,529	45,389,805	24,904,013	19,201,287	44,105,300
Net Available for Debt Service	$ 21,157,507	15,234,038	36,391,545	22,840,740	15,191,260	38,032,000	23,278,820	15,135,288	38,414,108
Number of Customers	75,854	70,451		74,097	68,753		72,859	67,676	

TABLE 9: UTILITY SYSTEM CONDENSED STATEMENT OF OPERATIONS PART 2

For Fiscal Year Ended September 30,	2017			2016			2015		
	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities	Water	Sewer	Total Utilities
Revenues									
Charges for Services	$ 39,526,105	32,670,580	72,196,685	39,459,935	31,509,797	70,969,732	34,643,695	27,994,808	62,638,503
Interest	280,299	260,129	540,428	143,573	156,096	299,669	93,307	114,088	207,395
Miscellaneous	6,921,551	375,134	7,296,685	6,545,404	333,916	6,879,320	4,954,663	414,542	5,369,205
Total Revenues	46,727,955	33,305,843	80,033,798	46,148,912	31,999,809	78,148,721	39,691,665	28,523,438	68,215,103
Expenses									
Administrative	5,115,237	7,983,696	13,098,933	5,764,291	8,051,170	13,815,461	4,521,549	6,361,486	10,883,035
GIS	360,277	-	360,277	-	-	-	-	-	-
Utility Engineering	1,176,223	-	1,176,223	1,401,321	-	1,401,321	1,005,318	-	1,005,318
Utility Billing	4,472,158	-	4,472,158	4,029,783	-	4,029,783	3,813,221	-	3,813,221
Asset Management	376,033	-	376,033	370,581	-	370,581	351,625	-	351,625
Water Treatment Plant	9,509,601	-	9,509,601	8,925,619	-	8,925,619	8,618,483	-	8,618,483
Transmission and Distribution	4,163,536	-	4,163,536	4,155,910	-	4,155,910	3,566,371	-	3,566,371
Water Pollution Control	582,402	-	582,402	441,826	-	441,826	356,376	-	356,376
Wastewater Treatment	-	7,669,561	7,669,561	-	7,377,534	7,377,534	-	6,938,751	6,938,751
Wastewater Collection	-	4,357,744	4,357,744	-	3,335,723	3,335,723	-	3,217,873	3,217,873
Total Expenses	25,755,467	20,011,001	45,766,468	25,089,331	18,764,427	43,853,758	22,232,943	16,518,110	38,751,053
Net Available for Debt Service	$ 20,972,488	13,294,842	34,267,330	21,059,581	13,235,382	34,294,963	17,458,722	12,005,328	29,464,050
Number of Customers	71,788	66,707		70,545	65,291		69,343	64,286	

TABLE 10 Debt Service Requirements

Fiscal Year Ended 9-30	Water Revenue Debt Requirement	Plus Contractual & General Obligation Water System Debt Service Requirements	Water Total	Sewer Revenue Debt	Plus Contractual & General Obligation Sewer System Debt Service Requirements	Sewer Total	Utilty Grand Total	% of Grand Total Retired
2021	12,411,571	5,329,805	17,741,376	11,419,873	3,177,166	14,597,039	32,338,415	
2022	12,454,869	6,451,825	18,906,694	11,373,568	2,063,845	13,437,413	32,344,107	
2023	12,564,397	6,101,395	18,665,792	11,496,566	1,997,438	13,494,004	32,159,796	
2024	11,493,746	6,189,941	17,683,687	11,065,856	1,803,296	12,869,152	30,552,839	
2025	12,194,640	6,175,527	18,370,167	11,561,601	1,797,204	13,358,805	31,728,972	25.16%
2026	12,875,141	4,789,153	17,664,294	11,516,097	1,420,837	12,936,934	30,601,228	
2027	12,005,445	4,791,027	16,796,472	11,141,206	1,415,268	12,556,474	29,352,946	
2028	11,634,362	4,789,590	16,423,952	10,174,551	1,419,862	11,594,413	28,018,365	
2029	11,580,563	4,785,642	16,366,205	10,145,778	1,416,130	11,561,908	27,928,113	
2030	11,583,040	4,776,925	16,359,965	10,145,198	1,416,000	11,561,198	27,921,163	47.90%
2031	11,588,959	4,776,124	16,365,083	10,155,210	1,416,875	11,572,085	27,937,168	
2032	11,584,121	4,774,876	16,358,997	10,146,003	1,415,724	11,561,727	27,920,724	
2033	11,579,651	4,769,500	16,349,151	10,152,811	1,418,249	11,571,060	27,920,211	
2034	11,576,217	3,043,125	14,619,342	10,157,413	-	10,157,413	24,776,755	
2035	11,592,119	3,039,500	14,631,619	10,147,861	-	10,147,861	24,779,480	68.98%
2036	11,628,874	3,030,125	14,658,999	10,109,352	-	10,109,352	24,768,351	
2037	11,630,031	3,029,625	14,659,656	10,115,166	-	10,115,166	24,774,822	
2038	11,622,624	3,027,500	14,650,124	10,107,722	-	10,107,722	24,757,846	
2039	11,605,052	3,018,629	14,623,681	10,124,975	-	10,124,975	24,748,656	
2040	10,926,377	-	10,926,377	10,122,084	-	10,122,084	21,048,461	87.96%
2041	6,235,817	-	6,235,817	9,455,355	-	9,455,355	15,691,172	
2042	5,154,413	-	5,154,413	8,703,251	-	8,703,251	13,857,664	
2043	3,428,556	-	3,428,556	6,151,860	-	6,151,860	9,580,416	
2044	2,847,962	-	2,847,962	5,573,199	-	5,573,199	8,421,161	
2045	2,587,514	-	2,587,514	5,317,447	-	5,317,447	7,904,961	96.73%
2046	1,663,616	-	1,663,616	4,051,610	-	4,051,610	5,715,226	
2047	1,110,700	-	1,110,700	4,051,255	-	4,051,255	5,161,955	
2048	1,109,700	-	1,109,700	2,895,855	-	2,895,855	4,005,555	
2049	1,116,900	-	1,116,900	2,896,775	-	2,896,775	4,013,675	
2050	-	-	-	1,788,392	-	1,788,392	1,788,392	100.00%
Total	261,386,977	86,689,834	348,076,811	262,263,890	22,177,894	284,441,784	632,518,595	

TABLE 11: COVERAGE AND FUND BALANCES

Waterworks:		
Average Annual Principal and Interest Requirements	$	9,275,478
Coverage of Average Requirements by 2020 Net Income		2.28
Maximum Principal and Interest Revenue Bond Requirements		
After Fiscal Year Ended September 30, 2020	$	12,875,141
Coverage of Maximum Requirements by 2020 Net Income		1.64
Outstanding New Series Water Revenue Bonds	$	176,068,245
Interest and Sinking Fund as of September 30, 2020	$	3,662,614
Reserve Fund as of September 30, 2020	$	9,275,478
Sewer:		
Average Annual Principal and Interest Requirements	$	9,081,702
Coverage of Average Requirements by 2020 Net Income		1.68
Maximum Principal and Interest Revenue Bond Requirements		
After Fiscal Year Ended September 30, 2020	$	11,561,601
Coverage of Maximum Requirements by 2020 Net Income		1.32
Outstanding New Series Sewer Revenue Bonds	$	197,389,755
Interest and Sinking Fund as of September 30, 2020	$	4,341,366
Reserve Fund as of September 30, 2020	$	9,081,702

TABLE 12: COVERAGE AND FUND BALANCES – UTILITY SYSTEM

		Waterworks	Sewer	Total
Net Funds Available for Debt Service	$	21,157,507	15,234,038	36,391,545
Average Annual Principal and Interest Requirements	$	9,275,478	9,081,702	18,357,180
Coverage of Average Annual Requirements by Funds Available for Debt Service		2.28	1.68	1.98
Maximum Principal and Interest Revenue Bond Requirements	$	12,875,141	11,561,601	24,436,742
Coverage of Maximum Requirement by Funds Available for Debt Service		1.64	1.32	1.49
Oustanding Revenue Bonds as of 09/30/2020	$	176,068,245	197,389,755	373,458,000
Interest and Sinking Fund as of 9/30/2020	$	3,662,614	4,341,366	8,003,980
Reserve Funds as of 9/30/2020	$	9,275,478	9,081,702	18,357,180

SPORTS VENUE SALES TAX REVENUE BONDS

SAMES AUTO ARENA

The City of Laredo, Texas issued the Sports Venue Sales Tax Revenue Improvement and Refunding Bonds, Series 2005, to acquire and construct additional parking facilities for the Sames Auto Arena, to achieve a debt service savings by partially refunding outstanding Sports Venue Tax Revenue Bonds, Series 2001, used to construct a sports venue project for a multipurpose entertainment arena and related infrastructure, and to pay for the issuance costs of the Bonds. The principal and interest due on the Sports Venue Tax Revenue Bonds, Series 2005, are to be paid on the scheduled interest payment dates from funds deposited with an escrow agent until discharged.

The bonds constitute special and limited obligations of the City and are payable solely from, and secured solely by a first lien on and pledge of the Sales Tax Revenues, as approved by the citizens on a special election on August 12, 2000. The Sales Tax Revenues consist of the gross receipts from ¼ of 1% sales and use tax collected within the boundaries of the City. The bonds were issued pursuant to the provisions of (i) Chapter 334 of the Texas Local Government code, as amended (the "Act"), and (ii) an authorizing ordinance (the "Ordinance") adopted by the City Council of the City on May 23, 2001.

The bonds are payable solely from, and secured solely by, a first lien on and pledge of the Sales Tax Revenues as provided in the Ordinance and not from any other revenues, properties or income of the City. Neither the State of Texas nor any political corporation, subdivision, or agency of the State other than the City will be obligated to pay the bonds or the interest thereon, and neither the faith and credit nor the taxing power of the State or any political corporation, subdivision, or agency thereof is pledged to the payment of principal of or interest on the bonds.

The construction of the arena was completed by September 2002 under the name Laredo Entertainment Center. This enormous entertainment center provides inexpensive world class entertainment for the whole family such as concerts, rodeos, circuses, civic events, sporting events, and more. After the construction was completed, approximately 220 new jobs were created for the operation of the facility. Furthermore, contracts were awarded to local businesses whose products are required for the Arena's daily operations.

The 178,000 square foot, $36.5 million facility opened in October 2002. It has a 10,000 seating capacity and over 2,000 parking spaces. On March 18, 2010, the City of Laredo changed the Laredo Entertainment Center name to Laredo Energy Arena after signing a four year naming rights agreement with Laredo Energy, with options for extension.

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. The now Sames Auto Arena continued to host more than 130 events that include concerts, sporting events, entertainment shows, assemblies, family shows, festivals, carnivals, graduations and other special events.

Major concerts included top artists Gloria Trevi, DJ Snoopadelic, 90s Pop Tour, Camila, Los Angeles Azules and George Lopez. Other major entertainment and special events included Monster X, Disney On Ice, Harlem Globetrotters, Enparejados, Holiday Skate Days, 20th Century Rides Carnival, the WBCA Commander's Reception, the Society of Martha Washington Colonial Pageant and Ball, Taste of Laredo, HEB Feast of Sharing, Angel of Hope and TAMIU Graduations. In addition, the Sames Auto Arena hosted several community food drives and other city events.

UNITRADE STADIUM

The City of Laredo, Texas issued the Sports Venue Sales Tax Revenue, Taxable Series 2011, for the purpose of acquiring, constructing and equipping a baseball stadium (Laredo Ballpark) and related infrastructure and to pay costs of issuance. The Laredo Ballpark was approved by the voters of the City at an election held on November 4, 2008 as a related venue project to a previously approved and constructed multi-purpose entertainment arena. The Laredo Ballpark has over 3,940 seats, which includes ten suites, a party suite, club seating and fixed general admission seating. Grass berm areas will accommodate an additional 1,700 spectators and picnic tables another 370 visitors. Restrooms, typical fan amenities and cooking concession stands are distributed throughout the 10 acre ballpark. A club with bar, press box, team offices, clubhouses, and maintenance areas are included. The remaining 29 acres of the site is utilized for parking approximately 985 vehicles, with an area for future parking expansion; the City has spent approximately $21 million on construction costs for this project.

The City of Laredo, Texas approved a naming rights contract on March 19, 2018 with Unitrade for a period of two years. The City has entered a lease agreement with 2L4L, LLC for hosting Laredo Tecos baseball events. Such lease agreement is for a five-year term starting March 1, 2018 and ending October 31, of each lease term year. Since March 1, 2018, the UniTrade Stadium has been serving as the Laredo home stadium for the Tecolotes “Tecos” Baseball team. The stadium is also home to many other special events.

TABLE 1 – SALES TAX RECEIPTS

Fiscal Year Ending 9/30	Actual 1% Sales & Use Tax Receipts	1/4 of 1% Sales Tax Receipts	Maximum Annual Debt Service	Estimated Coverage
2011	26,935,219	6,733,805	3,871,463	1.74
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

(*) 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, 2021-2036	1,387,468
Fiscal Year 2020 Sales Tax Revenues	8,468,774
Coverage of Average Requirements for Fiscal Year 2020	6.10
Maximum Principal and Interest Requirements, 2021-2036	3,385,660
Fiscal Year 2020 Sales Tax Revenues	8,468,774
Coverage of Maximum Requirements for Fiscal 2020	2.50

.

TABLE 3 – DEBT SERVICE REQUIREMENTS

Fiscal Year Ended 9-30	Outstanding Debt	Sports Venue Sales Tax Revenue Bonds, Taxable Series-2016 Principal	Interest	Total Outstanding Debt	% of Debt Service Retired
2021	2,715,750	395,000	263,414	3,374,164	
2022	2,713,875	405,000	254,788	3,373,663	
2023	2,720,875	415,000	245,087	3,380,962	
2024	2,721,375	430,000	234,285	3,385,660	63.02%
2025	-	440,000	222,537	662,537	
2026	-	450,000	210,075	660,075	
2027	-	465,000	196,571	661,571	
2028	-	480,000	180,840	660,840	
2029	-	500,000	163,200	663,200	78.45%
2030	-	515,000	144,930	659,930	
2031	-	535,000	126,030	661,030	
2032	-	555,000	105,633	660,633	
2033	-	575,000	83,711	658,711	
2034	-	600,000	60,916	660,916	93.85%
2035	-	625,000	37,151	662,151	
2036	-	645,000	12,513	657,513	100.00%
	$ 10,871,875	8,030,000	$ 2,541,681	$ 21,443,556	

This page intentionally left blank

SINGLE AUDIT

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

CG&B
Canales, Garza & Baum, PLLC
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND THE STATE OF TEXAS SINGLE AUDIT CIRCULAR

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

Report on Compliance for Each Major Federal Program

We have audited City of Laredo, Texas, compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *State of Texas Single Audit Circular* that could have a direct and material effect on each of the City of Laredo, Texas' major federal and state programs for the year ended September 30, 2020. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Laredo, Texas' major federal and state programs based on our audit of the types of compliance requirements referred to above. 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 *State of Texas Single Audit Circular.* Those standards, the Uniform Guidance, and the State of Texas Single Audit Circular require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the City of Laredo, Texas' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Laredo, Texas' compliance.

Opinion on Each Major Federal and State Program

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, 2020.

Report on Internal Control over Compliance

Management of the City of Laredo, Texas, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Laredo, Texas' internal control over compliance with the types of requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Laredo, Texas', 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 the testing based on the requirements of the Uniform Guidance and the *State of Texas Single Audit Circular.* Accordingly, this report is not suitable for any other purpose.

Canales, Garza & Baum, PLLC

Laredo, Texas
March 15, 2021

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS **CITY OF LAREDO, TEXAS**
PERIOD ENDED SEPTEMBER 30, 2020

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2019	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2020
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- 19-20	93.918	1H76HA31754-01-01	$ 300,000	30,445	167,756	198,201	-
Ryan White HIV/AIDS Program Part C Early Intervention Services- 20-21	93.918	1H76HA31754-01-01	300,000	-	94,211	67,894	26,317
Ryan White HIV/AIDS Program Part C Early Intervention Services COVID-19 Res.	93.918	1H7CHA37250-01-00	53,750	-	11,817	7,116	4,701
HHSC CARES Provider Relief Fund	93.498	HHS-07641985695	128,854	-	6,823	128,854	(122,031)
HHSC CARES Provider Relief Fund- Uninsured Patient Treatment	93.498	HHS-07641985695	-	-	3,024	3,024	-
Center for Disease Control and Prevention							
Passed Through Texas Department of State Health Services:							
Center for Disease Control and Prevention:							
Project Grants and Cooperative Assistance for							
Tuberculosis Control							
Tuberculosis Control Programs - '19	93.116	HHS000036000007	178,721	34,677	64,167	98,844	-
Tuberculosis Control Programs - '20	93.116	HHS000068610010	178,721	-	108,969	75,810	33,159
Center for Disease Control and Prevention, Public Health Services:							
Immunization Cooperative Agreements:							
Immunization Cooperative Agreements 20	93.268	HHS000103500001	97,291	14,761	82,530	90,069	7,222
Immunization Cooperative Agreements 21	93.268	HHS000103500001	97,291	-	15,396	-	15,396
Center for Disease Control and Prevention							
Hospital Preparedness Program and Public Health Emergency Preparedness:							
Passed Through Texas Department of State Health Services:							
Public Health Emergency Preparedness Cooperative Agreements:							
Public Health Emergency Preparedness - 19-20	93.069	537-18-0168-00001	331,135	27,062	252,890	264,039	15,913
Public Health Emergency Preparedness - 20-21	93.069	537-18-0168-00001	341,737	-	82,082	-	82,082
Center for Disease Control and Prevention							
Epidemiology and Laboratory Capacity of Infectious Diseases:							
Passed Through Texas Department of State Health Services:							
Epidimiology & Laboratory Capasity for Infectious Diseases	93.323	537-18-0346-00001	715,013	38,753	68,243	106,996	-
Epidimiology & Laboratory Capasity for Infectious Diseases-Vector Control	93.323	537-18-0346-00001	80,186	-	-	-	-
Center for Disease Control and Prevention							
Epidemiology and Laboratory Capacity of Infectious Diseases:							
Passed Through Texas Health and Human Services Commission:							
Epidimiology & Laboratory Capasity for Infectious Diseases- IDCU Covid-19	93.323	HHS000812700011	1,177,074	-	11,609	-	11,609
Center for Disease Control and Prevention							
Public Health Crisis Response Awards							
Passed Through Texas Department of State Health Services:							
Hurricane Public Health Crisis Response	93.354	HHS000371500023	120,590	13,044	81,564	88,888	5,720
Covid-19 Crisis Response	93.354	HHS000768500001	824,218	-	249,781	59,607	190,174
Department of Health and Human Services, Office of the Secretary							
Passed Through Texas Health and Human Services Commission:							
State Partnership Grant Program to Improve Minority Health 18-19	93.296	529-16-0131-00001	30,000	5,625	-	5,625	-
State Partnership Grant Program to Improve Minority Health 19-20	93.296	529-16-0131-00001	30,000	3,536	26,464	25,572	4,428
Health Resources and Services Administration:							
Passed Through Texas Department of State Health Services							
Family Support/ Community Response 20-20	93.994	HHS00070100001	127,561	-	124,536	79,729	44,807
Family Support/ Community Response 20-21	93.994	HHS00070100001	127,561	-	10,462	-	10,462
Maternal and Child Health Services Block Grant							
Maternal and Child Health Services Block Grant- 18-19	93.994	HHS000085000001-1	67,500	16,943	-	16,943	-
Maternal and Child Health Services Block Grant- 19-20	93.994	HHS000085000001-1	117,500	5,355	97,570	75,274	27,651
Maternal and Child Health Services Block Grant- 20-21	93.994	HHS000085000001-1	117,500	-	3,000	-	3,000
Passed Through Texas Health and Human Services Commission:							
Primary Child Health, Genetics and Dental Serv. - 19	93.994	2016-003934-02	115,750	6,877	-	6,877	-
Primary Child Health, Genetics and Dental Serv. - 20	93.994	HHS000136500033	115,750	7,332	61,975	59,785	9,522
Primary Child Health, Genetics and Dental Serv. - 21	93.994	HHS000136500033	115,750	-	1,149	-	1,149
Maternal and Child Health Services Block Grant- 19-20 Zika Health Care Outreach	93.994	HHS000059700001-1	147,751	19,310	103,288	118,435	4,163
Maternal and Child Health Services Block Grant- 19-20 Zika Health Care Clinic	93.966	HHS000059700001-1	$ 577,829	76,986	306,909	317,033	66,862

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS **CITY OF LAREDO, TEXAS**
PERIOD ENDED SEPTEMBER 30, 2020

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2019	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2020
Temporary Assistance for Needy Families:							
Passed Through Texas Department Family and Protective Services:							
Nurse-Family Partnership Program - '18-19	93.558	529-16-0069-00001	$ 590,159	82,533	-	82,533	-
Nurse-Family Partnership Program - '19-20	93.558	529-16-0069-00001	120,752	-	120,752	120,752	-
Nurse-Family Partnership Program - '20-21	93.558	529-16-0069-00001	295,080	-	-	-	-
Health Resources and Services Administration							
Passed Through South Texas Development Council:							
HIV Care Formula Grants:							
H.I.V. Care Formula Grant - 19-20	93.917	019-01-19 (20)	392,303	57,872	190,191	248,063	-
H.I.V. Care Formula Grant - 20-21	93.917	019-01-20 (21)	392,303	-	187,176	37,612	149,564
H.I.V. Care Formula Grant - 20-21 CARES	93.917	019-01-20 (21)	55,323	-	12,666	-	12,666
H.I.V. Care Formula Grant (Supplemental) - 19-19	93.917	019-01-19 (20)	10,000	6,384	-	6,384	-
H.I.V. Care Formula Grant (Supplemental) - 19-20 State Rebate	93.917	019-01-19 (20)	123,921	5,380	108,973	114,353	-
H.I.V. Care Formula Grant (Supplemental) - 20-21 State Rebate	93.917	019-01-20 (21)	123,921	-	73,967	27,392	46,575
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 19	93.940	2016-001325-00	150,300	26,839	-	26,839	-
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 - 18-19 / O.P.H.P.	93.758	537-18-0230-00001	497,072	136,731	-	136,731	-
Preventive Health and Health Service Block Grant - 19-20/ O.P.H.P.	93.991	HHS0000485600042	131,702	15,003	116,699	118,587	13,115
Preventive Health and Health Service Block Grant - 20-21/ O.P.H.P.	93.991	HHS0000485600042	27,115	-	9,936	-	9,936
Preventive Health & Health Svs Block Grant - Texas Healthy Communities'19	93.758	2016-003854-02	50,000	11,109	2,450	13,559	-
Preventive Health and Health Service Block Grant - 18-19 / OCDS	93.758	HHS000069100001	250,000	50,976	-	50,976	-
Preventive Health and Health Service Block Grant - 19-20 / OCDS	93.991	HHS000069100001	144,000	-	141,896	100,676	41,220
Preventive Health and Health Service Block Grant - 20-21 / OCDS	93.991	HHS000069100001	125,000	-	8,808	-	8,808
Office of Population Affairs:							
Family Planning Services - Title X Family Planning Services	93.217	N/A	-	(208,366)	189,931	172,190	(190,625)
Total U. S. Department of Health and Human Services			$ 10,093,984	485,167	3,199,660	3,151,262	533,565
U.S. Department of Housing and Urban Development (HUD)							
Direct Programs:							
Community Planning and Development:							
Community Development Block Grants / Entitlement Grants 10	14.218	B-10-MC-48-0505	$ 3,678,968	-	-	-	-
Community Development Block Grants / Entitlement Grants 11	14.218	B-11-MC-48-0505	3,290,569	-	-	-	-
Community Development Block Grants / Entitlement Grants 13	14.218	B-13-MC-48-0505	3,553,204	-	3,023	3,023	-
Community Development Block Grants / Entitlement Grants 14	14.218	B-14-MC-48-0505	3,553,204	-	44,193	44,158	35
Community Development Block Grants / Entitlement Grants 15	14.218	B-15-MC-48-0505	3,459,923	50	-	-	50
Community Development Block Grants / Entitlement Grants 16	14.218	B-16-MC-48-0505	3,436,805	29,060	378,966	340,625	67,401
Community Development Block Grants / Entitlement Grants 17	14.218	B-17-MC-48-0505	3,401,417	101,697	339,566	433,022	8,241
Community Development Block Grants / Entitlement Grants 18	14.218	B-18-MC-48-0505	3,729,949	233,574	1,074,093	1,180,613	127,054
Community Development Block Grants / Entitlement Grants 19	14.218	B-19-MC-48-0505	3,730,742	-	1,955,210	1,748,174	207,036
Community Development Block Grants / CARES Act First Allocation	14.218	B-20-MW-48-0505	2,264,939	-	13,576	-	13,576
Emergency Solutions Grant Program 2017	14.231	E-17-MC-48-0505	309,407	22,398	-	22,398	-
Emergency Solutions Grant Program 2018	14.231	E-18-MC-48-0505	306,204	1,178	296,050	297,228	-
Emergency Solutions Grant Program 2019	14.231	E-19-MC-48-0505	316,494	-	12,579	11,553	1,026
Emergency Solutions Grant Program CARES Act- First Allocation	14.231	E-20-MW-48-0505	1,130,386	-	-	-	-
Emergency Solutions Grant Program CARES Act- Second Allocation	14.231	E-20-MW-48-0505	2,552,555	-	-	-	-
HOME Investment Partnerships Program 2014 GRANT	14.239	M-14-MC-48-0505	685,083	2,149	-	2,149	-
HOME Investment Partnerships Program 2015 GRANT	14.239	M-15-MC-48-0505	810,705	8,679	-	8,679	-
HOME Investment Partnerships Program 2016 GRANT	14.239	M-16-MC-48-0505	854,378	-	61,025	50,813	10,212
HOME Investment Partnerships Program 2017 GRANT	14.239	M-17-MC-48-0505	847,266	10,957	348,583	357,532	2,008
HOME Investment Partnerships Program 2018 GRANT	14.239	M-18-MC-48-0505	1,178,458	90,795	667,384	704,548	53,631
HOME Investment Partnerships Program 2019 GRANT	14.239	M-19-MC-48-0505	$ 1,085,399	-	101,553	91,973	9,580

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS **CITY OF LAREDO, TEXAS**
PERIOD ENDED SEPTEMBER 30, 2020

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2019	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2020
Passed Through South Texas Development Council:							
Housing Oportunities for Persons with AIDS:							
Housing Oportunities for Persons with Aids - 19-20	14.241	019-3-19 (20)	$ 248,536	18,873	65,098	75,383	8,588
Housing Oportunities for Persons with Aids - 19-20 CARES	14.241	019-3-19 (20)	20,000	-	4,720	-	4,720
Housing Oportunities for Persons with Aids - 20-21	14.241	019-3-20 (21)	129,293	-	8,507	-	8,507
Total U. S. Department of HUD			$ 44,573,884	519,410	5,374,126	5,371,871	521,665
U. S. Department of Transportation							
Direct Programs:							
Federal Transit Administration:							
Federal Transit Capital Investment Grants:							
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.500	TX040047	$ 714,000	-	-	-	-
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.500	TX040055	2,549,000	-	-	-	-
Federal Transit Formula Grants:							
Urbanized Area Formula Program	20.507	TX2020140	3,528,686	-	3,528,686	3,528,686	-
Urbanized Area Formula Program	20.507	TX2020100	9,988,345	-	7,258,165	4,271,224	2,986,941
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX2016052	247,845	-	10,482	10,482	-
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX2019063	167,324	-	134,806	134,806	-
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	TX2020027	334,836	-	17,892	8,848	9,044
Bus and Bus Facilities Formula Program:							
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX340005	346,697	-	889	889	-
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2017066	320,797	-	68,448	68,448	-
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2018079	437,379	-	437,379	437,379	-
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2018080	9,875,083	-	-	-	-
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2019057	401,862	-	-	-	-
Fixed Guideway Modernization Bus & Bus Facility New Starts	20.526	TX2020141	415,500	-	-	-	-
Federal Aviation Administration:							
Airport Improvement Program (Airport Improv)	20.106	3-48-0136-78-2014	4,000,000	-	-	-	-
Airport Improvement Program	20.106	3-48-0136-80-2015	6,000,000	13,377	843,471	485,826	371,022
Airport Improvement Program	20.106	3-48-0136-81-2016	5,000,000	-	630	630	-
Airport Improvement Program	20.106	3-48-0136-82-2016	7,819,990	-	-	-	-
Airport Improvement Program	20.106	3-48-0136-84-2018	5,796,502	-	-	-	-
Airport Improvement Program	20.106	3-48-0136-85-2018	9,200,000	249,779	39,194	252,777	36,196
Airport Improvement Program	20.106	3-48-0136-86-2016	2,000,000	7,716	123,394	97,067	34,043
Airport Improvement Program	20.106	3-48-0136-87-2016	7,549,126	1,327,442	3,049,135	4,364,833	11,744
Airport Improvement Program	20.106	3-48-0136-88-2019	1,000,000	-	-	-	-
Airport Improvement Program	20.106	3-48-0136-89-2019	9,856,303	-	7,688,502	6,558,640	1,129,862
Airport Improvement Program	20.106	3-48-0136-90-2020	10,485,466	-	-	-	-
Airport Improvement Program	20.106	3-48-0136-92-2020	5,393,884	-	-	-	-
Airport Improvement Program-CARES Act	20.106	3-48-0136-091-2020	18,506,692	-	5,174,984	1,246,112	3,928,872
Transportation Security Administration-Law Enf. Officer Reimb. Program							
FY 17 Law Enforcement Officer Reimbursement Program	97.090	HSTS0216HSLR879	$ 41,400	11,106	-	11,106	-

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS **CITY OF LAREDO, TEXAS**
PERIOD ENDED SEPTEMBER 30, 2020

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title		Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2019	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2020
FY 20 Law Enforcement Officer Reimbursement Program		97.090	HSTS0216HSLR878	$ 41,400	-	27,442	23,642	3,800
Pass Through Texas Department of Transportation:								
National Highway Traffic Safety - State and Community Highway Safety								
STEP - 2019 CMV		20.600	2018-LAREDOPD-S-IYG-00024	89,971	34,058	-	34,058	-
STEP - 2020 CMV		20.600	2020-LAREDOPD-S-CMV-00004	124,015	-	74,367	33,827	40,540
STEP - 2019 Comprehensive		20.600	2018-LAREDOPD-S-1YG-00119	109,972	11,243	-	11,243	-
STEP - 2020 Comprehensive		20.600	2020-LAREDOPD-S-1YG-00009	160,995	-	121,585	68,287	53,298
STEP - Click It Or Ticket		20.600	2018-LAREDOPD-CIOT-00017	20,436	20,436	-	20,436	-
National Highway Traffic Safety -Alcohol Impaired Driving Countermeasures Incentive Grants I								
Step - Impaired Driving Mobilization 2019		20.601	2019-LAREDOPD-IDM-00025	45,856	30,484		30,484	-
Step - Impaired Driving Mobilization 2020		20.601	2020-LAREDOPD-IDM-00009	52,400	-	40,000	11,255	28,745
Highway Planning & Const.-Federal Aid Hwy Pgm, Fed Lands Hwy Pgm		20.205	50-19XF0011	810,000	155,960		155,960	-
Highway Planning & Const.-Federal Aid Hwy Pgm, Fed Lands Hwy Pgm		20.205	50-20XF0011	1,548,096	-	409,332	177,864	231,468
Highway Planning and Construction-Scott & Sanchez Streets RR Grade Separation		20.205	CSJ-0922-33-105	393,873	-	-	-	-
Highway Planning and Construction-Zacate Creek Hike & Bike Trail		20.205	CSJ-0922-33-170	1,000,000	785,590	-	458,193	327,397
Highway Planning and Construction-West Laredo Multimodal Trade Corridor-II		20.205	CSJ-0922-33-076	2,845,747	241,769	27,222	1,570	267,421
Highway Planning and Construction- West Laredo Multimodal Trade Corridor-III		20.205	CSJ-0922-33-093	18,889,751	174,041	36,953	4,135	206,859
Highway Planning and Construction- Chacon Creek Hike & Bike Phase III		20.205	CSJ-0922-33-149/150	1,243,767	-	-	-	-
Highway Planning and Construction- Citywide Traffic Signal Upgrade-Synchronization		20.205	CSJ-0922-33-158	480,000	-	123,266	123,266	-
Total U. S. Department of Transportation				$ 149,832,996	3,063,001	29,236,224	22,631,973	9,667,252
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 18-19	*	10.557	2017-049856-001	$ 5,142,631	937,259	429,992	1,367,251	-
Women, Infants and Children 19-20	*	10.557	2017-049856-001	4,707,397	-	4,217,953	3,381,199	836,754
Women, Infants and Children Counties 18-19	*	10.557	2017-049856-001	1,183,714	227,063	2,351	229,414	-
Women, Infants and Children Counties 19-20	*	10.557	2017-049856-001	1,183,714	-	1,113,679	905,236	208,443
Total U. S. Department of Agriculture				$ 12,217,456	1,164,322	5,763,975	5,883,100	1,045,197
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 FY16 JAG Program		16.738	2016-DJ-BX-0019	$ 81,341	9,411	-	9,411	-
Edward Byrne Memorial Justice Assistance Grant Program FY17 JAG Program		16.738	2017-DJ-BX-0333	76,374	(288)	36,346	20,942	15,116
Edward Byrne Memorial Justice Assistance Grant Program FY18 JAG Program		16.738	2018-DJ-BX-0420	76,375	-	10,165	10,041	124
Edward Byrne Memorial Justice Assistance Grant Program FY19 JAG Program		16.738	2019-DJ-BX-0218	66,123	-	38,583	38,232	351
Edward Byrne Memorial Justice Assistance Grant Program FY20 JAG Program		16.738	2020-DJ-BX-0644	86,206	-	-	-	-
Coronavirus Emergency Supplemental Funding Program		16.738	2020-VD-BX-0093	213,046	-	34,532	33,990	542
Edward Byrne Memorial Justice Assistance Grant Program		16.738	3609001	39,669	8,688	-	8,688	-
Edward Byrne Memorial Justice Assistance Grant Program - Body Worn Camera		16.738	3610001	52,000	-	-	-	-
Edward Byrne Memorial Justice Assistance Grant Program - JAG Equipment		16.738	3870901	31,366	-	30,834	-	30,834
Public Safety Partnership and Community Policing Grants								
COPS Hiring Program - 2018		16.71	2017-UL-WX-0016	1,500,000	169,160	223,093	392,253	-
Passed Through Office of the Governor:								
Victims of Crime Act Formula Grant Program		16.575	3362902	102,100	10,981	52,564	48,079	15,466
Units Crimes Against Women Project		16.588	3849501	103,080	-	80,853	55,753	25,100
Coronavirus Emergency Supplemental Funding Program		16.034	4141601	154,278	-	-	-	-
Rifle Resistant Body Armor		N/A	3946401	83,268	-	-	-	-
The Department of Justice Asset Forfeiture Program - Laredo Police Department		16.922	N/A	-	-	70,465	70,465	-
Total U. S. Department of Justice				$ 2,665,226	197,952	577,435	687,854	87,533

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS **CITY OF LAREDO, TEXAS**
PERIOD ENDED SEPTEMBER 30, 2020

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2019	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2020
Executive Office of the President							
High Intensity Drug Trafficking Areas Program							
Financial Task Force 17	95.001	G17SS0001A	$ 920,009	4,787	9,543	14,330	-
Financial Task Force 18	95.001	G18SS0001A	815,071	79,894	49,999	129,893	-
Financial Task Force 19	95.001	G19SS0001A	872,271	51,013	530,499	572,508	9,004
Financial Task Force 20	95.001	G20SS0001A	872,271	-	229,749	120,919	108,830
Total Executive of the President			$ 3,479,622	135,694	819,790	837,650	117,834
U.S. Department of Homeland Security							
Federal Emergency Management Agency							
Disaster Grants-Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-1931-DR-PA	$ -	(99,134)	-	-	(99,134)
Disaster Grants-Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-1709-DR-PA	-	-			-
Emergency Food and Shelter Program							
Supplemental Appropriations for Humanitarian Assistance and Security	97.024	N/A	-	-	124,579	1,186	123,393
Passed Through Office of the Governor:							
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083	EMW-2016-FH-00621	5,312,952	130,127	963,689	1,028,727	65,089
Border Zone Grant		3930801	85,000	-	84,999	-	84,999
Homeland Security Grant Program - 2017 Stone Garden Grant	97.067	3075303	1,243,814	-	16,268	16,268	-
Homeland Security Grant Program - 2018 Stone Garden Grant	97.067	3075304	1,402,488	165,206	845,160	1,010,366	-
Homeland Security Grant Program - 2019 Stone Garden Grant	97.067	3075305	1,427,433	-	1,047,093	893,490	153,603
Homeland Security Grant Program - 2017 Stone Garden Grant	97.067	3335702	10,000	-	6,233	6,233	-
Total U. S. Department of Homeland Security			$ 9,481,687	196,199	3,088,021	2,956,270	327,950
Institute of Museum and Library Services							
Passed Through Texas State Library & Archives Commission							
InterLibrary Loan Reimbursement Funds	45.310	N/A	$ -	7,083	-	7,083	-
InterLibrary Loan Reimbursement Funds	45.310	N/A	-	-	4,532	-	4,532
Texas Reads	45.310	N/A	-	-	10,000	10,000	-
Total Institute of Museum and Library Services			$ -	7,083	14,532	17,083	4,532
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	(2,339,766)	1,115,102	62,595	(1,287,259)
Clean Water State Revolving Loan	66.458	L1000919	52,000,000	-	2,682,021	52,011,282	(49,329,261)
Drinking Water State Revolving Loan	66.468	L1000339	5,500,000	(1,370,546)	593,293	10,399	(787,652)
Total U. S. of Environmental Protection Agency			$ 79,575,000	(3,710,312)	4,390,416	52,084,276	(51,404,172)
U. S. Department of Agriculture							
Natural Resource Conservation Service	10.902	NR187442XXXXC046	$ 25,000	7,851		7,851	-
Total U. S. of Department of Agriculture			$ 25,000	7,851	-	7,851	-
U. S. Department of Treasury							
The Department of Treasury Asset Forfeiture Program - Laredo Police Department	21.016	N/A	$ -	-	181,615	181,615	-
Passed thru Texas Department of Emergency Management							
Coronavirus Relief Fund *	21.019	N/A	14,743,135	-	9,481,489	2,948,627	6,532,862
Total U. S. of Department of Treasury			$ 14,743,135	-	9,663,104	3,130,242	6,532,862
Total Federal Assistance			$ 326,687,990	2,066,367	62,127,283	96,759,432	(32,565,782)

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS **CITY OF LAREDO, TEXAS**
PERIOD ENDED SEPTEMBER 30, 2020

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2019	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2020
STATE AWARDS							
Texas Department of State Health Services:							
HIV Prevention 2019	N/A	2016-001325	$ 150,300	37,686	94,154	131,840	-
HIV Prevention 2020	N/A	HHS000077800022	220,000	-	162,071	122,234	39,837
Tuberculosis Prevention and Control 18-19	N/A	537-18-0030-00001	156,757	57,997	-	57,997	-
Tuberculosis Prevention and Control 19-20	N/A	HHS000491700001	156,757	10,296	172,414	141,100	41,610
Tuberculosis Prevention and Control 20-21	N/A	HHS000491700001	156,757	-	7,021	-	7,021
Immunization Cooperative Agreements 19	N/A	HHS000103500001	127,938	17,847	-	17,847	-
Immunization Cooperative Agreements 20	N/A	HHS000103500001	133,200	-	127,938	84,785	43,153
Immunization Cooperative Agreements 21	N/A	HHS000103500001	133,200	-	-	-	-
Preventive Health and Health Service Block Grant - 19-20/ O.P.H.P.	N/A	HHS0000485600042	116,834	-	111,575	111,575	-
Preventive Health and Health Service Block Grant - 20-21/ O.P.H.P.	N/A	HHS0000485600042	221,421	-	-	-	-
Infectuous Disease Control Unit/Surveillance & Epidemiology Ebola Activities 18-19	N/A	537-18-0306-00001	82,500	6,815	-	6,815	-
Infectuous Disease Control Unit/Surveillance & Epidemiology Ebola Activities 19-20	N/A	HHS000436300018	82,500	7,261	73,927	68,647	12,541
Infectuous Disease Control Unit/Surveillance & Epidemiology Ebola Activities 20-21	N/A	HHS000436300018	82,500	-	7,819	-	7,819
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	HHS000435300001	14,600	-	917	1,000	(83)
Office of Border Health - Community Based Healthy Border Initiatives	N/A	HHSTX-0-0000209920	3,395	-	-	3,395	(3,395)
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)
Laredo Vector Surveilance	N/A	HHSTX-9-00000189323	13,399	-	-	-	-
Passed Through South Texas Development Council:							
H. I. V. Social Services 18-19	N/A	19-2-18 (19)	130,381	21,344	-	21,344	-
H. I. V. Social Services Rebate 18-19	N/A	19-2-18 (19)	185,975	46,827	-	46,827	-
H. I. V. Social Services 19-20	N/A	19-2-19 (20)	130,381	9,067	122,448	104,224	27,291
H. I. V. Social Services 20-21	N/A	19-2-20 (21)	130,381	-	9,199	-	9,199
Seven Flags Regional Advisory Council	N/A	N/A	4,000	-	10,108	10,108	-
Coastal Bend Regional Advisory Council	N/A	N/A	-	-	221,381		221,381
Total - Texas Department of State Health Services			$ 2,507,616	190,923	1,120,972	929,738	382,157
Commission on Law Enforcement Officers Standards and Education							
Law Enforcement Officer Standards and Education	N/A	N/A	29,193	(12,793)	31,036	29,193	(10,950)
Law Enforcement Officer Standards and Education - 2017	N/A	N/A	1,622	(276)	276	-	-
Law Enforcement Officer Standards and Education - 2018	N/A	N/A	1,785	(1,785)	999	-	(786)
Law Enforcement Officer Standards and Education - 2019	N/A	N/A	1,785	(1,768)	-	-	(1,768)
Law Enforcement Officer Standards and Education - 2020	N/A	N/A	1,741	-	-	1,741	(1,741)
Total - Commission on Law Enforcement Officers Standards and Education			$ 36,126	(16,622)	32,311	30,934	(15,245)
State Department of Motor Vehicles:							
Auto Theft Task Force	N/A	608-19-2400100	637,768	165,508	-	165,508	-
Auto Theft Task Force	N/A	608-20-2400100	685,000	59,690	625,310	493,013	191,987
Auto Theft Task Force	N/A	608-21-2400100	658,970	-	47,031	-	47,031
Total - State Department of Motor Vehicles			$ 1,981,738	225,198	672,341	658,521	239,018
State Department of Transportation:							
TX Dept. of Transportation-Routine Airport Maintenance Program '19	N/A	CSJ-42M1922LRED	$ 50,000	505	-	505	-
TX Dept. of Transportation-Routine Airport Maintenance Program '20	N/A	CSJ-42M2022LRED	50,000	-	49,342	47,798	1,544
Formula Grants for Other Than Urbanized Areas	N/A	STATE-U-2019-LAREDO-00110	659,313	-	659,313	659,313	-
Total - State Department of Transportation			$ 759,313	505	708,655	707,616	1,544
Texas Commission on Environmental Quality							
Passed Through STDC:							
T.C.E.Q.-City of Laredo Solid Waste Management	N/A	19-19-01	$ 28,000	25,690	-	25,690	-
Total - Texas Commission on Environmental Quality			$ 28,000	25,690	-	25,690	-

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS **CITY OF LAREDO, TEXAS**
PERIOD ENDED SEPTEMBER 30, 2020

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title		Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2019	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2020
Passed Through Office of the Governor:								
Local Border Security Program FY -2019		N/A	2995404	$ 140,500	-	145,000	133,070	11,930
Total - State Department of Public Safety				$ 140,500	-	145,000	133,070	11,930
Texas Veterans Commission:								
TVC-Veteran Home Modification Program		N/A	GT-HTX20-001	$ 250,000	-	27,870	-	27,870
TVC-Veteran Financial Assistance Program		N/A	GT-FVA20-014	50,000	-	-	-	-
Total - Texas Veterans Commission				$ 300,000	-	27,870	-	27,870
Texas Health and Human Services Commission:								
Passed Through Texas Department Family and Protective Services:								
Nurse-Family Partnership Program - '19-20		N/A	529-16-0069-00001	$ 469,407	59,890	401,752	392,155	69,487
Nurse-Family Partnership Program - '20-21		N/A	529-16-0069-00001	$ 295,079	-	43,354	-	43,354
Passed Through Webb County:								
Regional Healthcare Partnership (1115 Wavier)		N/A	N/A	-	(1,974,466)	703,990	937,000	(2,207,476)
Passed Through Family Planning Grant:								
Family Planning Open Enrollment		N/A	529-16-0102-00042-C	42,750	9,061	-	9,061	-
Family Planning Open Enrollment		N/A	529-16-0102-00042-D	42,750	3,840	3,290	7,130	-
Family Planning Open Enrollment		N/A	529-16-0102-00042-E	106,874	-	-	-	-
Healthy Texas Women		N/A	529-16-0132-00009-C	405,010	52,581	-	52,581	-
Healthy Texas Women		N/A	529-16-0132-00009-D	405,010	14,093	229,431	151,385	92,139
Healthy Texas Women		N/A	529-16-0132-00009-E	108,003	-	19,279	-	19,279
Primary Health Care Program 18-19		N/A	2016-048591-002	159,171	23,948	-	23,948	-
Primary Health Care Program 19-20		N/A	2016-048591-002	144,171	4,578	136,874	112,230	29,222
Primary Health Care Program 20-21		N/A	HHS000697900025	138,377	-	6,478	-	6,478
Maternal and Child Health Svs. Block Grant to the States: Prenatal - 19		N/A	2016-003885-02	40,446	1,081	-	1,081	-
Maternal and Child Health Svs. Block Grant to the States: Prenatal - 20		N/A	HHS000558100021	37,000	789	13,350	13,052	1,087
Maternal and Child Health Svs. Block Grant to the States: Prenatal - 21		N/A	HHS000558100021	37,000	-	-	-	-
Community Mental Health Program 20-21		N/A	HHS000477100023	1,304,906	-	7,442	-	7,442
Texas Ambulance Supplemental Payment Program	**	N/A	N/A	-	1,416,247	2,676,148	1,416,247	2,676,148
Total - Texas Health and Human Services Commission				$ 3,735,954	(388,358)	4,241,388	3,115,870	737,160
Total State Assistance				$ 9,489,247	37,336	6,948,537	5,601,439	1,384,434
OTHER ASSISTANCE								
ICE- Custom-Narcotics 2018		N/A	118SA1598	$ 91,000	2,306	-	2,306	-
ICE- Custom-Narcotics 2019		N/A	119SA1599	91,000	17,710	-	17,710	-
ICE- Custom-Narcotics 2020		N/A	120SA1598	91,000	-	66,045	21,951	44,094
OCEDETF-DEA1025 Dusty Crop Hopper		N/A	SW-TXS-1025	18,042	5,032	-	5,032	-
OCEDETF-DEA11299 Hair Today Gone Tomorrow		N/A	SW-TXS-1129	18,042	4,970	-	4,970	-
OCEDETF-DEA1144		N/A	SW-TXS-1144	18,649	-	18,325	5,255	13,070
OCEDETF-DEA1146		N/A	SW-TXS-1146	18,649	-	12,187	4,855	7,332
Laredo Joint Terrorism TF 2019		N/A	N/A	17,202	2,947	-	2,947	-
Laredo Joint Terrorism TF 2020		N/A	N/A	17,202	-	14,601	9,528	5,073
Safe Streets Task Force 2019		N/A	N/A	34,404	5,797	-	5,797	-
Safe Streets Task Force 2020		N/A	N/A	34,404	-	30,864	7,353	23,511
Fugitive Apprehension Task Force 2019		N/A	M-19-D79-O-000164	17,500	4,972	-	4,972	-
Fugitive Apprehension Task Force 2020		N/A	M-20-D79-O-000150	15,000	-	17,500	13,889	3,611
Bureau of Alcohol and Tobacco 2019		N/A	N/A	72,168	18,745	-	18,745	-
Bureau of Alcohol and Tobacco 2020		N/A	N/A	75,000	-	87,261	79,926	7,335
TEOAF- CBP Task Force 2019		N/A	419LR0030	100,000	-	-	-	-
TEOAF- CBP Task Force 2020		N/A	420LR0029	165,941	-	342,555	342,555	-
U.S. Marshals - Sex Offenders Joint Operation		N/A	N/A	-	-	-	-	-
State Energy Conservation Office		N/A	CL300	1,033,558	1,396,743	-	995,363	401,380
911 Regional Communications Grant - FY2019		N/A	N/A	3,517,036	(671)	881,914	605,464	275,779
911 Regional Communications Grant - FY2020		N/A	N/A	2,553,504	31,654	1,197,209	1,022,886	205,977
911 Regional Communications Grant - FY2021		N/A	N/A	$ 3,137,889	-	313,458	-	313,458

(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS **CITY OF LAREDO, TEXAS**
PERIOD ENDED SEPTEMBER 30, 2020

GRANT NAME

Federal Grantor / Pass Through Grantor / Program Title	Federal CFDA Number	Pass Through Grantor's Number	Program or Award Amount	Accrued (Deferred) Revenue at September 30, 2019	Revenue Recognized	Receipts	Accrued (Deferred) Revenue at September 30, 2020
USTA Recover Grant	N/A	N/A	-	-	6,000	6,000	-
Meadowns Foundation	N/A	2020090105	$ 300,000	-	1,389	-	1,389
Texas Veterans Commission- Veterans Mental Health	N/A	GT-VMH20-006	150,000	-	1,368	-	1,368
Mexican Consulate - Ventanilla de Salud Program	N/A	N/A	-	15,286	46,334	47,500	14,120
Migrant Clinician Network	N/A	N/A	5,000	-	-	2,500	(2,500)
Pillar- SAMSHA 18-19	N/A	N/A	234,087	70,101	-	70,101	-
Pillar- SAMSHA 19-20	N/A	N/A	195,131	-	163,178	158,691	4,487
Fernando Salinas Trust	N/A	N/A	40,000	(1,508)	-	-	(1,508)
Paso del Norte Foundation	N/A	N/A	2,500	(12)	-	-	(12)
Valley Aids - Ryan White Part D 19-20	N/A	N/A	49,195	8,118	41,077	49,195	-
Valley Aids - Ryan White Part D 20-21	N/A	N/A	49,195	-	7,898	-	7,898
Total - Other Assistance			12,162,298	1,582,190	3,249,163	3,505,491	1,325,862
Total Federal, State and Other Assistance			$ 348,339,535	3,685,893	72,324,983	105,866,362	(29,855,486)

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.

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

CG&B
Canales, Garza & Baum, PLLC
CERTIFIED PUBLIC ACCOUNTANTS

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, 2020, 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 15, 2021.

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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 determination of financial statement amounts. 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 & Bann, PLLC

Laredo, Texas
March 15, 2021

City of Laredo, Texas
Federal Schedule of Findings and Questioned Costs
Year Ended September 30, 2020

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:

CFDA Number(s)	Name of Federal Program or Cluster
10.557	Women, Infants, and Children
20.019	Coronavirus Relief Fund

Dollar threshold used to distinguish between Type A and Type B programs: $1,863,818

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, 2020

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 State of Texas Single Audit Circular? _____ 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, 2020

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, 2020

Summary of Prior Audit Findings

State Award Findings and Questioned Costs

None.