

City of Pharr
Comprehensive QUARTERLY Financial
Report

1st Quarter –December 31st, 2014



**Reliable, Timely, Transparent, Budgets, Trends,
Revenues, Expenditures, Resources, Debts**

Fiscal Year 2014-2015



PREPARED BY: KARLA MOYA-ASSISTANT FINANCE DIRECTOR. & FINANCE DEPARTMENT

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“Triple Crown City”



MAYOR
Leo "Polo" Palacios, Jr.

COMMISSIONERS

Arturo J. Cortez
Roberto "Bobby" Carrillo
Oscar Elizondo, Jr.
Edmund Maldonado, Jr.
Aquiles "Jimmy" Garza
Adan Farias

CITY MANAGER
Fred Sandoval

February 17, 2015

Mayor
City Commissioners
Citizens of Pharr

The comprehensive quarterly financial report was compiled for the purpose of updating the City's elected officials and executive staff on the fiscal health of the City.

All City fiscal data is not included in this report, only the selected major activities whose drastic change could adversely affect the City's ability to meet its obligations to the vendors, staff, and citizens.

This is the Finance Department's effort to provide timely, reliable, and transparent fiscal information so that decision makers will have up to date data to base their decisions on.

This report has been updated and prepared by the Finance Department (compiled by Karla Moya-Assistant Finance Director). The figures in this report, based on the cost/benefit principle, are accurate. This report could not have been compiled without the cooperation of all of the City's Directors and City Manager. This is truly a team effort.

Should you have any questions concerning this matter, please feel free to contact me at (956) 402-4150 ext. 1901 or via email at juan.guerra@pharr-tx.gov.

Respectfully

A handwritten signature in blue ink that reads "Juan G. Guerra".

Juan G. Guerra, CPA
CFO

DETAIL OF CHANGES & TRENDS



CITY OF PHARR
DETAIL OF CHANGES AND TRENDS
DECEMBER 31, 2014

GENERAL FUND:

Revenues:

Property tax and sales tax are budgeted at 61.5% of our budget. Current Property is roughly on track on 24% of its budget. Delinquent Tax collections are also at 24% of its budget. Sales tax is showing a POSITIVE trend with an increase of 12% compared to last year's first quarter.

Expenditures:

At the end of the first quarter the following departments that have higher than expected expenditures are:

- City Manager-Due to higher annual insurance
- PAL Administration-Due to an increase in operational expenses due to the good response of program

Comparison from last year:

- Revenues show a 13% increase this year mainly due to higher Sales and Property Taxes
- Some departments have higher than last year's expenses mainly due to higher level of expenses approved and budgeted this year.

Summary:

The City's Property tax is showing improvement compared to last year, this is attributed to both current and delinquent collections. Other revenues such Sanitation and Debris Fees also show an improvement compared to last year.

UTILITY FUND:

Revenues:

Water and sewer usage make up 94% of the budget. Both of these revenue sources are projected to meet their budget estimates.

Expenses:

At the end of this quarter, no departments have higher than expected expenditures.

Comparison from last year:

Overall, revenues are lower by 13% mainly due to a slight decrease in water and sewer revenue and other miscellaneous reimbursements. Overall expenditures are 37% lower than last year. Administration expenditures are slightly higher this year due to higher budgeted operational needs.

Summary:

The Utility's major revenues are moderately lower than projected so far but overall the Utility Fund is healthy.

BRIDGE FUND:

Revenues:

Toll collections are budgeted at 94% of total budget. Crossings are showing a slight decrease this year, mainly due to car crossings. However, toll revenues overall are 7% higher than last year. Peso Exchange Income Rate is lower due to fluctuations in rates. Overall, revenues are on track to meet or exceed budgeted forecasts.

Expenses:

At the end of this quarter the following line items have higher than expected expenditures:

- Contractual Services: Due to fees paid to CBP for Overtime Program

Comparison from last year:

- Building & Equipment expenses are higher this year by 26% due to some budgeted repairs started at the Bridge for its expansion.
- Utilities are also higher due to higher electricity needed for the cold storage.
- Contractual Services are higher due to Overtime Program paid to CBP

Summary:

Bridge crossing must be monitored. Revenues are on track to exceed budget. Expenses must continue to be positively managed. The Bridge Fund is healthy.

PEDC FUND:

Revenues:

Sales Tax collections are budgeted at 98.9% of total budget. Sales Tax collections are slightly higher by 12% compared to last year.

Expenses:

At the end of this quarter the following line items have higher than expected expenditures:

- Supplies & Materials-Higher due to non-operating supplies needed for business meetings
- Building & Equipment-Higher due to Christmas lighting decorations purchased this year and repairs needed at building
- Insurance-Higher due to TML higher than expected insurance annual fee
- Other Contractual Services-Higher due to improvements done at the PEDC Administrative building

Comparison from last year:

Summary:

Sales tax collections are showing a positive trend. Expenses must continue to be positively managed. The Fund is expected to have more positive sales tax collection trends.

STATEMENT OF AVAILBALE RESOURCES

GENERAL FUND:

General cash flow is at \$288 thousand. The City needs to monitor its spending and carefully prioritize what is needed for operations in order to keep a healthy general fund with the right available resources.

UTILITY FUND:

Utility cash flow is currently healthy. Current available resources are \$2.3 million. At this time, I do not foresee any major cash flow problems with the Utility Fund.

BRIDGE FUND:

Bridge fund cash flow is healthy. Current available resources are slightly over \$1.5 million. At this time, I do not foresee any major cash flow problems with the Bridge Fund.

PEDC FUND:

PEDC fund cash flow is at \$756 thousand, this is mainly due to proceeds received for some land sold at the end of December 2014 for \$639,512.

HIDALGO COUNTY PROPERTY TAX ASSESOR & COLLECTOR REPORT

Current property taxes collections are a percentage are slightly lower than last fiscal year's. Delinquent property tax collections as a percentage, however, were 1.53% higher than last year.

ANALYSIS OF MAJOR REVENUE SOURCES

CURRENT PROPERTY TAX

Per what we have received from the County, current tax collections are slightly lower this year than last year. Collection percentage is also slightly lower than by 1.59% or \$258,481.

DELIQUENT PROPERTY TAX

Tax collections are higher this year than last year. Collection percentage **is higher by 1.53%** or \$36,800 compared to last year. Total amount collected for this first quarter is \$207,085.

ANNUAL SALES TAX ACTIVITY ANALYSIS – FY 14/15

This activity is based on cash basis. The difference is two months of collections. To date, City's sales tax is 12 % MORE than last year (roughly \$393,000 city-wide). This information is material in respect to the City's budget. Activity on accrual basis (meaning when sales tax were actually earned), shows a 9.08% increase compared to last year or roughly \$104,534 more.

SALES TAX STATE RGV COMPARISON

Pharr's sales tax rank comparison to the other Rio Grande Valley cities stayed the same compared to last quarter; at 2nd place out of 10th based on Year to Date Activity compared to last.

UTILITY REVENUE ACTIVITY ANALYSIS-WATER & SEWER

Water billing had remained fairly constant over last's year activity. However, this first quarter is still showing a decrease with 7% decrease in billing and 1% increase in collections due to less water consumption.

Sewer billings also decreased this quarter by 3% and collection by 3%.

UTILITY REVENUE ACTIVITY ANALYSIS-GARBAGE AND BRUSH

Garbage and brush billing and collections are indicating a positive trend. Collected revenue has increased slightly over 8% compared to last year for garbage while billing only increased by 4%. Brush collections also increased by 6% while billing increased only by 2%.

PHARR INTERNATIONAL BRIDGE TOLL COLLECTIONS

Collections this year have increased by 6%. The car crossings decreased compared to last year, however commercial crossings (trucks) INCREASED by 8%. We currently have roughly \$670,000 more revenues than this time last year. We have budgeted accordingly and revenues are on track as budgeted projections.

MUNICIPAL COURT COLLECTIONS

Municipal court collections have moderately decreased by 26% compared to this time last year; this is mainly due less citations issued and less collections.

PHARR EVENT CENTER

Revenues:

Event Center revenue is lower this fiscal year compared to prior year by 40%, this is mainly due to timing issues in collecting revenue earned, advertising and concession revenue was earned but not collected yet as of December 31, 2014.

Expenses:

Event Center expenses are 32% lower than last year mainly due to the discontinuance of partnership agreement (50%/50% share of profit on events) with event promoters.

HOTEL/MOTEL OCCUPANCY TAX ANALYSIS

Hotel/Motel Tax Collections are lower than last year's first quarter by 6% due to three hotels pending payment as of December 31, 2014.

CIP ACTIVITY ANALYSIS-QUARTERLY UPDATE

BRIDGE:

The Bridge has 4 capital projects planned, of which all have started. All of four projects are in engineering phase.

UTILITY:

The Utility fund has 6 capital projects, including the new Water Transmission Mains project approved at the beginning of last year and funded through TWDB. All of these projects have started and in progress. LBJ Watertower Rehab is 99% completed.

GENERAL CAPITAL PROJECTS

The General Capital Projects fund has 13 capital projects.

DEBT: ISSUED & STATUS-QUARTERLY UPDATE

OUTSTANDING DEBT ISSUANCES

General Fund: All activity is normal. Next issuance that will be completed is the 2011 Certificates of Obligation. Currently \$11.3 million is outstanding for all General Obligation Debt.

Bridge Fund: All activity is normal. Next issuance that will be completed is the 2005 A Revenue Refunding Bond. Currently \$5.1 million is outstanding.

Utility Fund: All activity is normal. Next issuance that will be completed is the 2008 Revenue Refunding Bonds. Currently \$52.5 million is outstanding.

Community Development Grant: All activity is normal. This issuance will be completed in 2031 but can be repaid with our current debt reserves. Currently \$5.01 million is outstanding.

PPFC # 1. All activity is normal. This issuance will be completed in 2017. Currently \$11 million is outstanding.

PEDC: This series was issued in the name of the City but is being paid by PEDC. All activity is normal. This issuance will be completed in 2032. Currently \$7 million is outstanding.

OUTSTANDING CAPITAL LEASES/BANK LOANS

There are currently 7 outstanding capital leases totaling over \$4 million, and two loans with Lone Star National bank totaling roughly \$8 million. PNC Finance lease for Golf Carts was paid off this quarter. The liability ownership for the leases is distributed between the following accounts: General, Paving & Drainage, Utility Fund, Garage, Golf and PEDC.

INVESTMENT REPORT-QUARTERLY UPDATE

INVESTMENT REPORT SUMMARY

This report complies with all provisions of the Public Funds Investment Act and the City of Pharr's Investment's policy.

DETAILED INVESTMENT REPORT

The City has over \$64 million in book market value in investments (including depository accounts).

COMPARISON OF PORTFOLIO TO POLICY LIMITS

The City is within all portfolio caps created in the City's Investment Policy. The caps are identified in "Types of securities, Limits on Maturities, and Days to Maturity.

MARKET VALUE ANALYSIS

The market value of our portfolio is at 100% of book value. Book value identifies actual costs. Market value identifies the cost/value of the investments if they were to put on the market for resale.

CALCULATION OF WEIGHTED AVERAGE MATURITY AND YIELD

Weighted average maturity is 1.0 day. This average is within our Investment Policy caps. This is the amount of days on average that our investments mature. Weighted average yield is 2.02%, the average yield of our investments. This average is better than our benchmarks.

YEAR TO DATE INVESTMENT TRANSACTION REPORT

No investment matured this fiscal year.

DEPOSITORY SECURITY COLLATERAL ANALYSIS

All funds were properly collateralized by at the end of the month.

FISCAL ACTIVITY



CITY OF PHARR
GENERAL LEDGER STATUS REPORT
NON AUDITED BUDGET VS. ACTUAL
FOR PERIOD ENDING DECEMBER 31, 2014

GENERAL FUND

	FY 14/15		PERCENT OF BUDGET	BALANCE	FY 13/14		-Variance-
	ANNUAL BUDGET	Y-T-D ACTUAL			Y-T-D ACTUAL	Prior FY Y-T-D Actual	
REVENUES							
PROPERTY TAXES	\$ 14,962,900	\$ 3,586,293	24%	\$ (11,376,607)	\$ 3,020,211	\$ 566,082	19%
SALES TAX	11,235,000	2,777,738	25%	(8,457,262)	2,483,215	294,523	12%
OTHER TAXES	167,700	20,321	12%	(147,379)	20,461	(140)	-1%
FRANCHISE FEES	2,227,890	227,897	10%	(1,999,993)	228,289	(392)	0%
RENTAL FEES	747,600	127,406	17%	(620,194)	131,792	(4,386)	-3%
SANITATION FEES	3,049,600	658,281	22%	(2,391,319)	499,310	158,971	32%
DEBRIS & BRUSH FEES	1,100,000	272,169	25%	(827,831)	212,673	59,497	28%
MUNICIPAL COURT	1,125,000	187,149	17%	(937,851)	252,943	(65,794)	-26%
OTHER FINES AND FEES	110,000	31,406	29%	(78,594)	29,382	2,024	7%
BUILDING PERMITS	500,000	68,637	14%	(431,363)	138,997	(70,360)	-51%
OTHER LICENSES AND PERMITS	496,620	135,344	27%	(361,276)	125,017	10,327	8%
INTERFUND TRANSFERS IN	5,328,020	1,332,005	25%	(3,996,015)	1,192,144	139,861	12%
SERVICE FEES	1,026,461	139,324	14%	(887,137)	155,910	(16,387)	-11%
OTHER FINANCING SOURCES	505,000	-	0%	(505,000)	-	-	0%
TOTAL REVENUES	42,581,791	9,563,970	22%	(33,017,821)	8,490,345	1,073,625	13%
EXPENDITURES							
CITY MANAGER'S OFFICE	2,251,871	630,583	28%	1,621,288	551,026	(79,557)	-14%
FINANCE DIRECTOR'S OFFICE	974,840	210,764	22%	764,076	239,172	28,408	12%
POLICE DEPARTMENT	12,163,200	3,065,868	25%	9,097,332	2,878,423	(187,446)	-7%
MUNICIPAL COURT	383,470	89,381	23%	294,089	117,977	28,396	24%
FIRE DEPARTMENT	6,444,640	1,368,750	21%	5,075,890	1,865,154	496,404	27%
PAL ADMINISTRATION	456,010	159,336	35%	296,674	140,507	(18,829)	-13%
STREET MAINTENANCE	5,041,290	1,097,258	22%	3,944,032	992,192	(105,066)	-11%
INFORMATION TECHNOLOGY	1,311,970	266,545	20%	1,045,425	293,849	27,304	9%
MUNICIPAL LIBRARY	1,051,640	252,186	24%	799,454	229,723	(22,463)	-10%
PARKS & RECREATION	2,296,060	572,944	25%	1,723,116	741,147	168,202	23%
PLANNING & CODE ENFORCEMENT	1,229,490	249,167	20%	980,323	231,287	(17,880)	-8%
ENGINEERING	383,850	81,149	21%	302,702	60,616	(20,533)	-34%
SANITATION PRIVATIZATION	1,825,000	156,211	9%	1,668,789	150,475	(5,736)	-4%
DEBRIS COLLECTION EXPENSE	611,000	51,006	8%	559,994	49,367	(1,639)	-3%
STREET LIGHTS	655,000	157,177	24%	497,823	164,507	7,330	4%
OTHER TRANSFERS OUT	2,010,190	511,186	25%	1,499,004	1,229,278	718,092	58%
OTHER NON-DEPARTMENTAL EXP	3,492,270	200,584	6%	3,291,686	245,178	44,594	18%
TOTAL EXPENDITURES	42,581,791	9,120,094	21%	33,462,047	10,179,875	1,059,781	10%
REVENUE OVER/(UNDER) EXPENDITURES	\$ -	\$ 443,876		\$ 444,226	\$ (1,689,530)	\$ 2,133,406	

CITY OF PHARR
GENERAL LEDGER STATUS REPORT
NON AUDITED BUDGET VS. ACTUAL
FOR PERIOD ENDING DECEMBER 31, 2014

UTILITY FUND

	FY 14/15			FY 13/14			--Variance--	
	ANNUAL BUDGET	Y-T-D ACTUAL	PERCENT OF BUDGET	BALANCE	Y-T-D ACTUAL	Prior FY Y-T-D Actual		Amount
								Percent
REVENUES								
WATER REVENUES	\$ 7,585,300	\$ 1,304,116	17%	\$ (6,281,184)	\$ 1,304,116	\$ 1,452,420	\$ (148,304)	-10%
SEWER REVENUE	5,770,000	1,008,055	17%	(4,761,945)	1,008,055	1,120,408	(112,353)	-10%
INTEREST EARNED	453,560	88,428	19%	(365,132)	88,428	172,609	(84,182)	-49%
OTHER REVENUES	402,500	5,344	1%	(397,156)	5,344	8,828	(3,484)	-39%
TOTAL REVENUES	14,211,360	2,405,942	17%	(11,805,418)	2,405,942	2,754,265	(348,323)	-13%
EXPENDITURES								
BOND ISSUE INTEREST EXPENSE	1,648,930	2,440	0%	1,646,490	2,440	(138,917)	(141,357)	102%
BOND ISSUE PRINCIPAL	2,950,000	-	0%	2,950,000	-	-	-	0%
ADMINISTRATION EXP	641,810	143,861	22%	497,949	143,861	117,462	(26,399)	-22%
WATER PRODUCTION	2,073,470	383,381	18%	1,690,089	383,381	452,180	68,799	15%
WATER DISTRIBUTION EXP	2,474,280	455,197	18%	2,019,083	455,197	473,730	18,533	4%
SEWER PLANT EXP	2,288,910	532,458	23%	1,756,452	532,458	509,202	(23,256)	-5%
SEWER LIFT STATIONS	563,900	85,679	15%	478,221	85,679	79,061	(6,618)	-8%
NON-DEPARTMENTAL EXP	1,570,060	222,852	14%	1,347,208	222,852	1,404,420	1,181,568	84%
TOTAL EXPENDITURES	14,211,360	1,825,867	13%	12,385,493	1,825,867	2,897,137	1,071,270	37%
REVENUE OVER/(UNDER) EXPENDITURES	\$ -	\$ 580,075		\$ 580,075	\$ 580,075	\$ (142,872)	\$ 722,947	

CITY OF PHARR
GENERAL LEDGER STATUS REPORT
NON AUDITED BUDGET VS. ACTUAL
FOR PERIOD ENDING DECEMBER 31, 2014

	FY 14/15		FY 13/14		--Variance--			
	ANNUAL BUDGET	Y-T-D ACTUAL	PERCENT OF BUDGET	BALANCE	Y-T-D ACTUAL	Prior FY Y-T-D Actual	Amount	Percent
REVENUES								
BRIDGE TOLL REVENUES	\$ 8,776,820	\$ 3,122,236	36%	\$ (5,654,584)	\$ 3,122,236	\$ 2,918,152	\$ 204,084	7%
BRIDGE REVENUE FUND INTEREST EARNED	130,000	63,413	49%	(66,587)	63,413	50,384	13,029	26%
PESO EXCHANGE RATE INCOME	80,000	17,167	21%	(62,833)	17,167	19,045	(1,878)	-10%
RENTAL INCOME	145,000	34,650	24%	(110,350)	34,650	41,000	(6,350)	-15%
TOLL TICKET SALES	10,000	2,010	20%	(7,990)	2,010	2,532	(522)	-21%
OTHER REVENUES	189,140	47,645	25%	(141,495)	47,645	59,993	(12,348)	-21%
TOTAL REVENUES	9,330,960	3,287,120	35%	(6,043,840)	3,287,120	3,091,105	196,015	6%
EXPENDITURES								
PERSONNEL	1,318,380	207,344	16%	1,111,036	207,344	173,773	(33,571)	-19%
SUPPLIES & MATERIALS	179,550	34,259	19%	145,291	34,259	27,252	(7,007)	-26%
BUILDING & EQUIPMENT	920,000	54,255	6%	865,745	54,255	11,122	(43,133)	-388%
REPAIRS & MAINTENANCE	39,000	3,301	8%	35,699	3,301	3,326	25	1%
EQUIPMENT RENTALS	13,000	1,518	12%	11,482	1,518	1,056	(462)	-44%
UTILITIES	70,000	14,320	20%	55,680	14,320	6,662	(7,658)	-115%
ELECTRICITY	5,000	-	0%	5,000	-	1,098	1,098	100%
VEHICLE USAGE	21,000	4,312	21%	16,688	4,312	3,882	(430)	-11%
INSURANCE	100,000	28,098	28%	71,902	28,098	35,909	7,811	22%
DEBT SERVICE	987,000	10,668	1%	976,332	10,668	18,155	7,487	41%
CONTRACTUAL SERVICES	179,920	69,198	38%	110,722	69,198	535	(68,663)	-12825%
OTHER CONTRACTUAL & SPECIAL SERVICES	2,296,890	182,349	8%	2,114,541	182,349	254,614	72,265	28%
TRANSFERS OUT	4,701,220	1,175,305	25%	3,525,915	1,175,305	1,790,150	614,845	34%
TOTAL EXPENDITURES	10,830,960	1,784,928	16%	9,046,032	1,784,928	2,327,536	542,608	23%
REVENUE OVER/(UNDER) EXPENDITURES	\$ (1,500,000)	\$ 1,502,192		\$ 3,002,192	\$ 1,502,192	\$ 763,570	\$ 738,623	

CITY OF PHARR
GENERAL LEDGER STATUS REPORT
NON AUDITED BUDGET VS. ACTUAL
FOR PERIOD ENDING DECEMBER 31, 2014

PEDC II	FY 14/15		--Variance--	
	ANNUAL BUDGET	Y-T-D ACTUAL	PERCENT OF BUDGET	BALANCE
		Y-T-D ACTUAL	Prior FY Y-T-D Actual	Y-T-D ACTUAL
			Amount	Percent
REVENUES				
SALES TAX	\$ 3,745,000	\$ 925,912	\$ 827,378	\$ 98,534
RENTAL INCOME	30,000	9,930	10,605	(675)
INTEREST EARNED	13,610	2,199	3,107	(908)
TOTAL REVENUES	3,788,610	949,114	839,075	110,039
EXPENDITURES				
PERSONNEL	327,940	70,209	60,368	(9,841)
SUPPLIES & MATERIALS	19,000	9,435	1,948	(7,487)
BUILDING & EQUIPMENT	30,000	14,749	13,709	(1,040)
EQUIPMENT RENTALS	5,500	749		(749)
UTILITIES	20,000	4,666	3,749	(917)
VEHICLE USAGE	6,300	1,231	1,603	371
INSURANCE	10,000	6,244	6,446	203
CONTRACTUAL SERVICES	186,600	41,072	13,592	(27,480)
OTHER CONTRACTUAL & SPECIAL SERVICES	1,066,060	287,778	150,677	(137,101)
DEBT SERVICE	898,250	446,604	106,778	(339,826)
TRANSFERS OUT	1,218,960	304,740	308,150	3,410
TOTAL EXPENDITURES	3,788,610	1,187,476	667,019	(520,456)
REVENUE OVER/(UNDER) EXPENDITURES	\$ -	\$ (238,362)	\$ 172,056	\$ (410,418)

CITY OF PHARR
STATEMENT OF AVAILABLE RESOURCES
FOR PERIOD ENDING DECEMBER 31, 2014

	<u>GENERAL FUND</u>	<u>WATER FUND</u>	<u>BRIDGE FUND</u>	<u>PEDC FUND</u>
CASH				
OPERATING CASH	\$ -	\$ 5,544,03	\$ 134,925,54	\$ 119,693
CLAIM ON CASH	206,549	4,484,417	1,528,951	666,734
DUE FROM OTHER FUNDS	436,979	-	-	-
CHANGE FUND	1,650	2,300	4,500	-
TOTAL CASH	<u>645,178</u>	<u>4,492,261</u>	<u>1,668,376</u>	<u>786,427</u>
LIABILITIES				
ACCOUNTS PAYABLES	357,405	28,109	100,000	30,710
UTILITY ACCOUNTS	-	2,201,208	-	-
ESCROWS	-	-	-	-
TOTAL LIABILITIES	<u>357,405</u>	<u>2,229,317</u>	<u>100,000</u>	<u>30,710</u>
TOTAL AVAILABLE RESOURCES	<u>\$ 287,773</u>	<u>\$ 2,262,944</u>	<u>\$ 1,568,376</u>	<u>\$ 755,717</u>



**PABLO "PAUL" VILLARREAL JR., ASSESSOR & COLLECTOR
CITY OF PHARR TAXES COLLECTED FOR:
DECEMBER 2014**

COMPARATIVE RATE OF COLLECTIONS

CITY OF PHARR CPR (33)	ORIGINAL TAX LEVY	COLLECTED TO DATE	DROPPED YRS AFTER PURGE	MODIF. TO DATE	TAXES OUTSTANDING	PERCENT 2014/2015	COLLECTED 2013/2014
2014 TAX ROLL	16,044,972.57	5,888,154.75	-	211,278.47	10,368,096.29	36.22%	37.81%
2013 & PRIOR YRS ROLLBACK	2,413,349.92	207,085.43	-	(7,850.79)	2,198,413.70	8.61%	7.08%
	-	-	-	-	-	#DIV/0!	63.65%
TOTALS	18,458,322.49	6,095,240.18	-	203,427.68	12,566,509.99		

BREAKDOWN OF TAX COLLECTIONS AND FEES FOR THE MONTH OF DECEMBER 2014

	CITY OF PHARR	MONTHLY MODIFICATIONS
CURRENT YEAR-BASE TAX	4,502,899.43	(3,073.54) CURRENT
CURRENT YEAR-P&I	-	
PRIOR YEARS-BASE TAX	54,631.58	(1,327.00) PRIOR
PRIOR YEARS-P&I	17,519.20	
ROLLBACK	-	- ROLLBACK
ROLLBACK P&I	-	
ATTORNEY FEES	10,045.76	
TOTAL COLLECTIONS	4,585,095.97	(4,400.54)
LESS TRANSFERRED	2,393,147.32	
LESS IN TRANSIT	2,186,312.95	
LESS DUE TO HCAD COMM. FEE	122.70	
LESS DUE TO CO TREASURER	5,513.00	
BALANCE	-	

*****AFFIDAVIT*****

I, PABLO "PAUL" VILLARREAL JR., ASSESSOR-COLLECTOR OF TAXES FOR THE CITY OF PHARR, DO SOLEMNLY SWEAR THAT THE ABOVE STATEMENT OF TAXES COLLECTED BY ME FOR THE MONTH OF DECEMBER 2014 IS CORRECT

Pablo Paul Villarreal Jr.

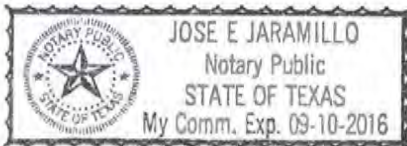
ASSESSOR-COLLECTOR OF TAXES FOR CITY OF PHARR, TEXAS



SWORN AND SUBSCRIBED BEFORE ME THIS 12TH DAY OF JANUARY 2015 A.D.

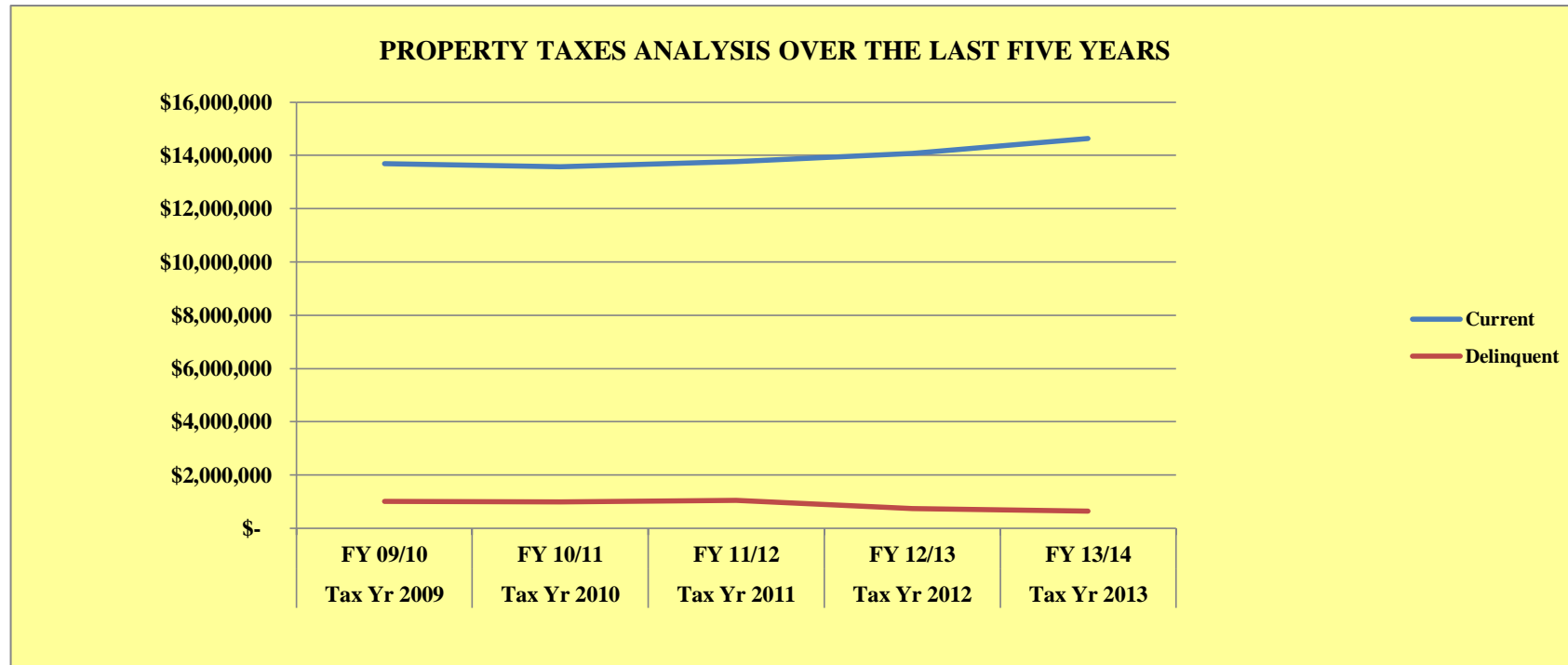
Jose E. Jaramillo

NOTARY PUBLIC, HIDALGO COUNTY, TEXAS

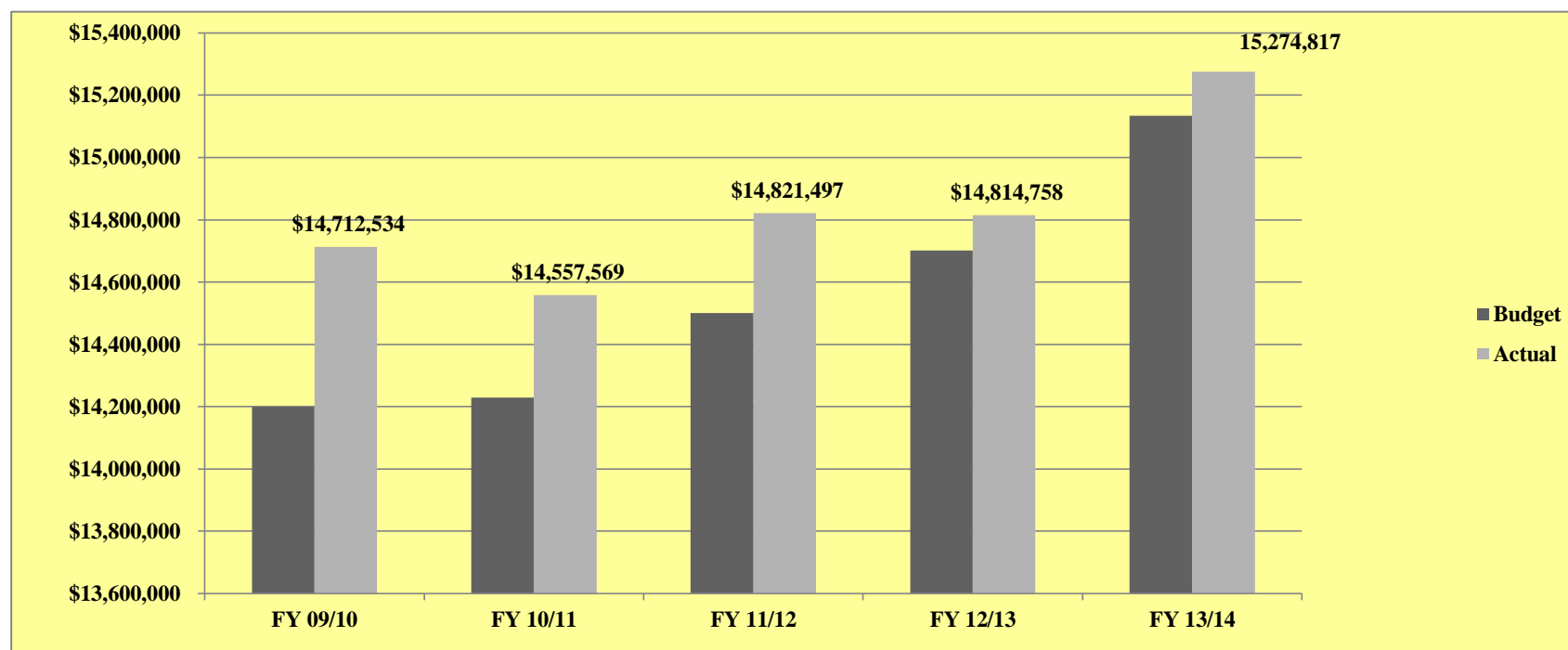


City of Pharr Property Tax Analysis - Cash Collections

-The following graph shows the trend of current and delinquent property taxes over the last five fiscal years:



-The following graph shows the comparison of property taxes budget versus actual for current and delinquent combined:

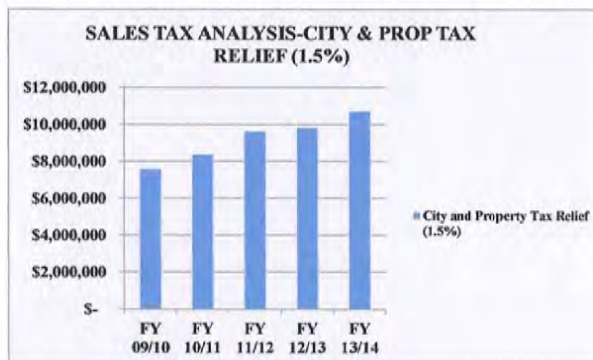
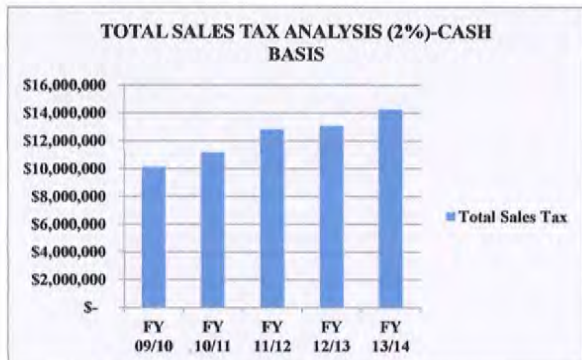


-The following is the net favorable/ (unfavorable) change in sales taxes for the quarter ending in December 31, 2014 compared to last fiscal year:

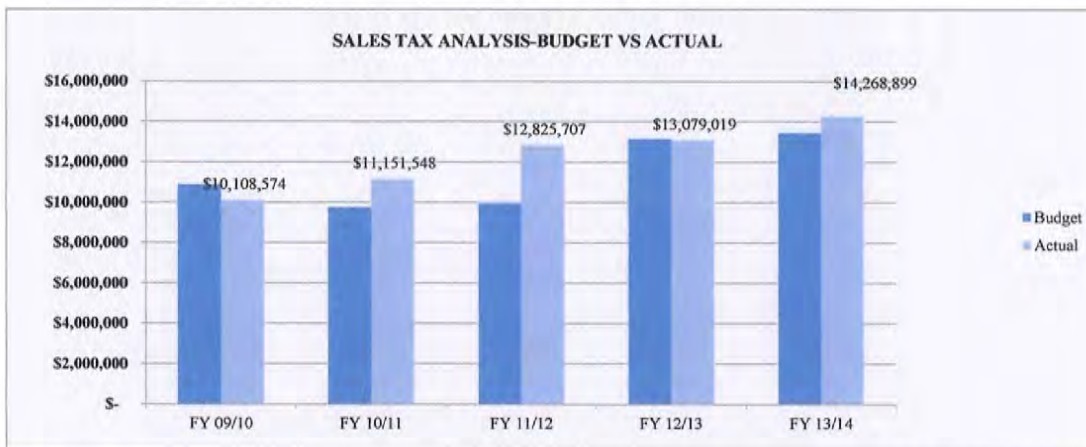
MONTH	CURRENT				DELINQUENT			
	Tax Yr 2013 FY 13/14	Tax Yr 2014 FY 14/15	Difference FY 14/15 - FY 13/14		Tax Yr 2013 FY 13/14	Tax Yr 2014 FY 14/15	Difference FY 14/15 - FY 13/14	
OCTOBER	\$ 57,219	\$ 33,762	\$ (23,457)		\$ 36,883	\$ 50,143	\$ 13,260	
NOVEMBER	1,120,338	1,024,705	(95,633)		66,580	71,250	4,670	
DECEMBER	1,978,408	2,676,466	698,058		62,131	69,164	7,033	
TOTAL	\$ 3,155,965	\$ 3,734,933	\$ 578,968	18%	\$ 165,594	\$ 190,557	\$ 24,963	15%

City of Pharr Current Sales Tax Analysis - Cash Collections

-The following graph shows the trend of total sales tax over the last five fiscal years:



-The following graph shows the comparison of total sales taxes over the last five fiscal years:



-The following is the net favorable/ (unfavorable) change in sales taxes for the quarter ending in December 31, 2014 compared to last fiscal year:

MONTH	TOTAL SALES TAX (2%)-CASH BASIS		
	FY 13/14	FY 14/15	Difference
			FY 14/15- FY 13/14
OCTOBER	\$ 1,095,399	\$ 1,175,133	\$ 79,734
NOVEMBER	1,064,491	1,272,920	208,429
DECEMBER	1,151,064	1,255,599	104,535
TOTAL	\$ 3,310,954	\$ 3,703,652	\$ 392,698

↑
12%

MONTH	SALES TAX-CITY & PROP RELIEF (1.5%)-CASH BASIS		
	FY 13/14	FY 14/15	Difference
			FY 14/15- FY 13/14
OCTOBER	\$ 821,549	\$ 881,349	\$ 59,800.0
NOVEMBER	798,368	954,690	156,322
DECEMBER	863,298	941,699	78,401
TOTAL	\$ 2,483,215	\$ 2,777,738	\$ 294,523

↑
12%

SALES TAX STATE COLLECTION RGV COMPARISON - DECEMBER 2014

Valley Rank	City	Net Payment This Period	Payment Prior Year	% Change	2014 Payments To Date	2013 Payments To Date	% Change
Rank Based on Current Month Activity							
1	Brownsville	\$ 2,830,857	\$ 2,573,062	10.01%	\$ 35,372,001	\$ 33,778,110	4.71%
2	Edinburg	\$ 1,458,157	\$ 1,333,144	9.37%	\$ 18,891,655	\$ 16,907,925	11.73%
3	Pharr	\$ 1,255,599	\$ 1,151,064	9.08%	\$ 14,661,616	\$ 13,164,407	11.37%
4	McAllen	\$ 4,750,341	\$ 4,386,122	8.30%	\$ 62,387,473	\$ 60,646,913	2.86%
5	Alamo	\$ 269,567	\$ 250,929	7.42%	\$ 3,485,283	\$ 3,372,058	3.35%
6	Mission	\$ 1,215,044	\$ 1,133,103	7.23%	\$ 15,260,609	\$ 14,403,884	5.94%
7	Harlingen	\$ 1,707,191	\$ 1,620,330	5.36%	\$ 21,473,966	\$ 21,078,848	1.87%
8	Mercedes	\$ 504,319	\$ 485,404	3.89%	\$ 7,524,502	\$ 7,431,792	1.24%
9	San Juan	\$ 265,810	\$ 262,349	1.31%	\$ 3,209,212	\$ 3,066,743	4.64%
10	Weslaco	\$ 828,834	\$ 824,096	0.57%	\$ 11,482,187	\$ 11,256,972	2.00%

Rank Based on Calendar Year 2014 To Date Activity							
1	Edinburg	\$ 1,458,157	\$ 1,333,144	9.37%	\$ 18,891,655	\$ 16,907,925	11.73%
2	Pharr	\$ 1,255,599	\$ 1,151,064	9.08%	\$ 14,661,616	\$ 13,164,407	11.37%
3	Mission	\$ 1,215,044	\$ 1,133,103	7.23%	\$ 15,260,609	\$ 14,403,884	5.94%
4	Brownsville	\$ 2,830,857	\$ 2,573,062	10.01%	\$ 35,372,001	\$ 33,778,110	4.71%
5	San Juan	\$ 265,810	\$ 262,349	1.31%	\$ 3,209,212	\$ 3,066,743	4.64%
6	Alamo	\$ 269,567	\$ 250,929	7.42%	\$ 3,485,283	\$ 3,372,058	3.35%
7	McAllen	\$ 4,750,341	\$ 4,386,122	8.30%	\$ 62,387,473	\$ 60,646,913	2.86%
8	Weslaco	\$ 828,834	\$ 824,096	0.57%	\$ 11,482,187	\$ 11,256,972	2.00%
9	Harlingen	\$ 1,707,191	\$ 1,620,330	5.36%	\$ 21,473,966	\$ 21,078,848	1.87%
10	Mercedes	\$ 504,319	\$ 485,404	3.89%	\$ 7,524,502	\$ 7,431,792	1.24%

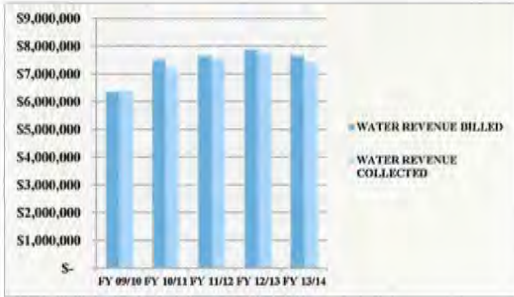
HIDALGO COUNTY	\$ 11,367,105	\$ 10,540,801	7.83%	\$ 146,636,859	\$ 139,397,802	5.19%
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STATE TOTALS	\$ 417,265,995	\$ 377,059,141	10.66%	\$ 5,058,616,173	\$ 4,725,988,081	7.03%
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City of Pharr
Utility Revenue Activity Analysis - Cash Collections

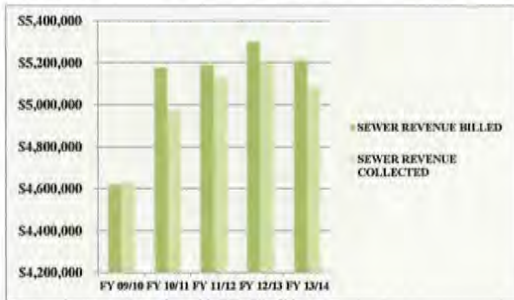
-The following graphs show the trend for Utility Revenue Activity for the last five fiscal years:

WATER



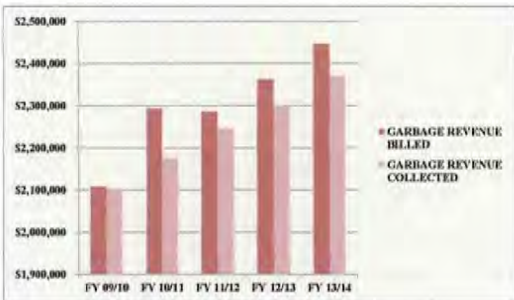
	BILLED REVENUE			↓	COLLECTED REVENUE			↑
	FY 13/14	FY 14/15	Difference FY 14/15-FY 13/14		FY 13/14	FY 14/15	Difference FY 14/15-FY 13/14	
OCTOBER	\$ 594,403	\$ 565,264	\$ (29,139)		\$ 705,548	\$ 715,320	\$ 9,772	
NOVEMBER	665,355	620,929	(44,426)		489,075	473,079	(15,996)	
DECEMBER	587,097	536,681	(50,416)		623,822	646,806	22,984	
\$	1,846,855	1,846,855	\$ (123,981)	-7%	1,818,445	1,818,445	\$ 16,760	1%

SEWER



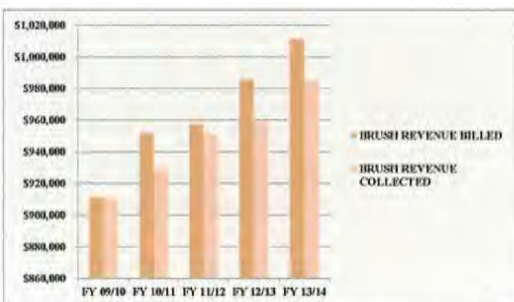
	BILLED REVENUE			↓	COLLECTED REVENUE			↑
	FY 13/14	FY 14/15	Difference FY 14/15-FY 13/14		FY 13/14	FY 14/15	Difference FY 14/15-FY 13/14	
OCTOBER	\$ 414,618	\$ 403,898	\$ (10,720)		\$ 470,808	\$ 475,882	\$ 5,074	
NOVEMBER	446,241	433,023	(13,218)		339,909	339,305	(604)	
DECEMBER	409,621	389,454	(20,167)		420,173	451,602	31,429	
\$	1,270,480	1,226,375	\$ (44,105)	-3%	1,230,890	1,266,789	\$ 35,899	3%

GARBAGE



	BILLED REVENUE			↑	COLLECTED REVENUE			↑
	FY 13/14	FY 14/15	Difference FY 14/15-FY 13/14		FY 13/14	FY 14/15	Difference FY 14/15-FY 13/14	
OCTOBER	\$ 200,045	\$ 208,520	\$ 8,475		\$ 206,923	\$ 210,789	\$ 3,866	
NOVEMBER	200,077	206,652	6,575		162,340	173,381	11,041	
DECEMBER	201,179	207,773	6,594		189,879	218,424	28,545	
\$	601,301	622,945	\$ 21,644	4%	\$ 559,142	\$ 602,594	\$ 43,452	8%

BRUSH



	BILLED REVENUE			↑	COLLECTED REVENUE			↑
	FY 13/14	FY 14/15	Difference FY 14/15-FY 13/14		FY 13/14	FY 14/15	Difference FY 14/15-FY 13/14	
OCTOBER	\$ 82,895	\$ 84,796	\$ 1,901		\$ 85,859	\$ 87,963	\$ 2,104	
NOVEMBER	83,144	84,892	1,748		68,583	71,824	3,241	
DECEMBER	83,620	85,701	2,081		81,320	91,281	9,961	
\$	249,659	255,389	\$ 5,730	2%	\$ 235,762	\$ 251,068	\$ 15,306	6%

City of Pharr Bridge Revenue Activity Analysis - Toll Collections

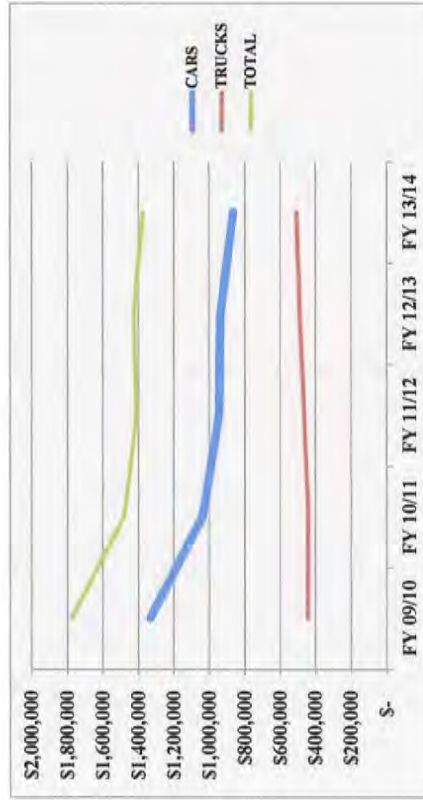
TREND ANALYSIS FOR TOLL COLLECTIONS FOR THE LAST SIX YEARS:



TOTAL TOLL COLLECTIONS PRIOR AND CURRENT YEAR

MONTH	FY 13/14	FY 14/15	FY 14/15-FY 13/14	Difference
OCTOBER	\$ 1,012,944	\$ 1,112,465	\$ 99,521	
NOVEMBER	951,265	996,402	45,137	
DECEMBER	953,943	1,013,369	59,426	
TOTAL	\$ 2,918,152	\$ 3,122,236	\$ 204,084	7%

TRUCKS AND CARS CROSSINGS TREND OVER THE LAST FIVE FISCAL YEARS:

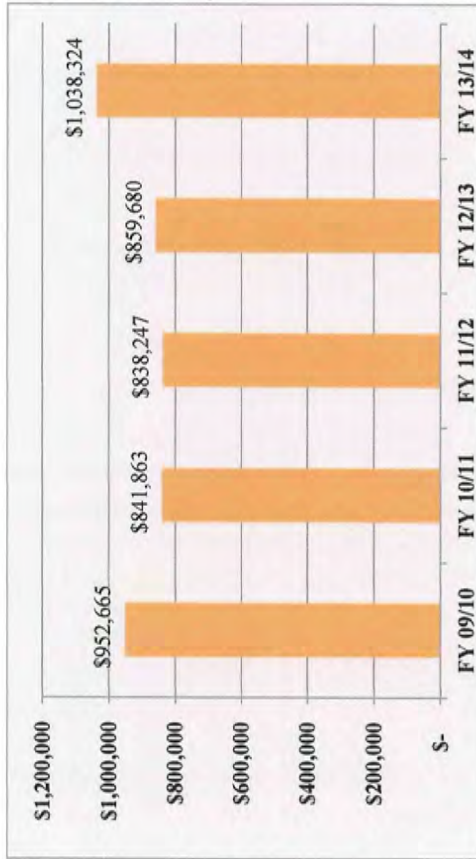


TRUCKS AND CARS CROSSINGS PRIOR AND CURRENT YEAR

MONTH	FY 13/14	FY 14/15	FY 14/15-FY 13/14	Difference
OCTOBER	120,899	117,919	(2,980)	
NOVEMBER	116,156	109,074	(7,082)	
DECEMBER	117,153	114,347	(2,806)	
TOTAL	354,208	341,340	(12,868)	-4%

City of Pharr Municipal Court Collections

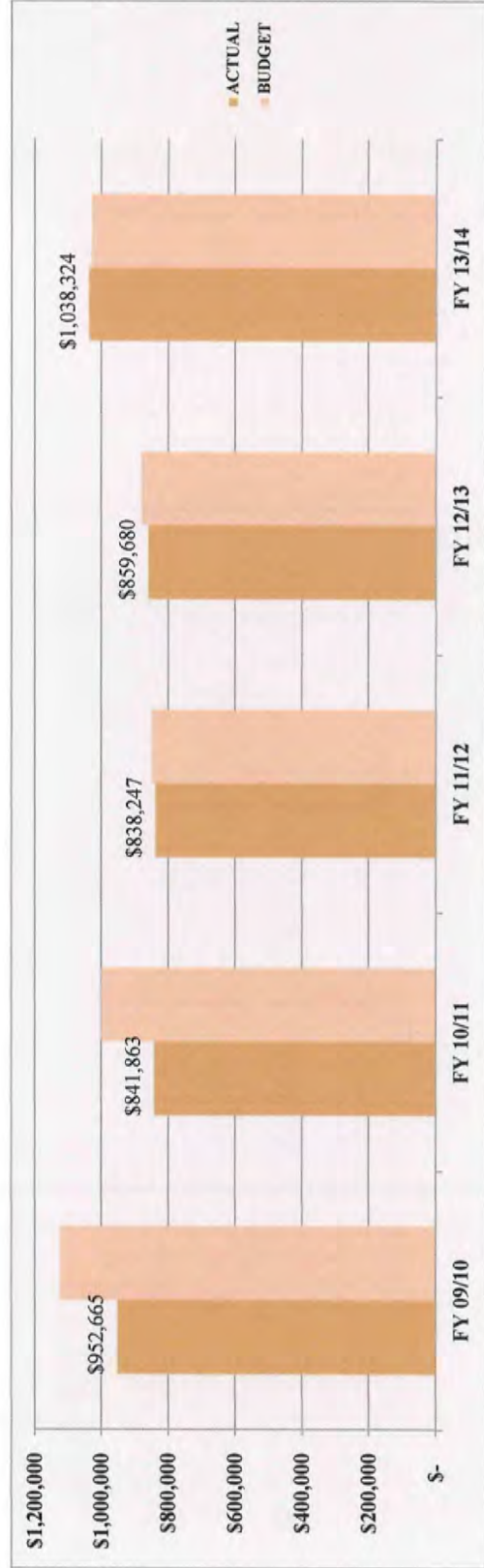
-Collection revenue five fiscal year comparison:



MONTH	FY 13/14	FY 14/15	Difference FY 14/15-FY 13/14
OCTOBER	\$ 82,563	\$ 66,620	(15,943)
NOVEMBER	75,287	55,841	(19,446)
DECEMBER	95,093	64,686	(30,407)
TOTAL	\$ 252,943	\$ 187,147	\$(65,796)

-26%

-Budget vs Actual five fiscal year comparison:



CITY OF PHARR
GENERAL LEDGER STATUS REPORT
NON AUDITED BUDGET VS. ACTUAL
FOR PERIOD ENDING DECEMBER 31, 2014

PHARR EVENT CENTER

	FY 14/15		PERCENT OF BUDGET	BALANCE	--Variance--			
	ANNUAL BUDGET	Y-T-D ACTUAL			Y-T-D ACTUAL	Prior FY Y-T-D Actual	Amount	Percent
REVENUES								
EVENT CENTER RENTAL	\$ 100,000	\$ 33,300	33%	\$ (66,700)	\$ 34,600	\$ (1,300)		-4%
FACILITY FEES	75,000	15,552	21%	(59,448)	19,888	(4,336)		-22%
CONCESSION FEES	130,000	14,066	11%	(115,934)	27,902	(13,836)		-50%
NAMING RIGHTS	100,000	-	0%	(100,000)	-	-		0%
ADVERTISING	54,000	4,000	7%	(50,000)	19,214	(15,214)		-79%
MISCELLANEOUS	-	1,468	100%	1,468	-	(5,807)		-100%
TOTAL REVENUES	459,000	68,386	15%	(390,614)	101,604	(40,493)		-40%
EXPENDITURES								
PERSONNEL	419,830	84,478	20%	335,352	80,336	(4,142)		-5%
SUPPLIES & MATERIALS	29,820	5,235	18%	24,585	8,754	3,519		40%
BUILDING MAINTENANCE	26,000	6,434	25%	19,566	10,666	4,232		40%
EQUIPMENT RENTALS	1,000	-	0%	1,000	631	631		100%
ADVERTISING	23,000	4,760	21%	18,240	4,760	1,322		22%
PARTNERSHIP EXPENSE	-	-	0%	-	-	24,668		100%
AUTOMOTIVE	2,600	571	22%	2,029	579	8		1%
UTILITIES	10,000	1,020	10%	8,980	1,020	(183)		-22%
ELECTRICITY	55,000	18,129	33%	36,871	18,262	133		1%
CONTRACTUAL SERVICES	90,000	8,120	9%	81,880	9,485	1,365		14%
INSURANCE	5,000	2,721	54%	2,279	3,377	656		19%
EVENT CENTER STAFFING / RENTAL	4,000	2,487	62%	1,513	2,062	(425)		-21%
OTHER CONTRACTUAL & SPECIAL SERVICES	16,000	6,846	43%	9,154	5,215	(1,631)		-31%
CAPITAL OUTLAY	-	-	0%	-	35,189	35,189		100%
TOTAL EXPENDITURES	682,250	140,801	21%	541,449	206,143	65,342		32%
REVENUE OVER/(UNDER) EXPENDITURES	\$ (223,250)	\$ (72,415)		\$ 150,835	\$ (104,539)	\$ 24,849		

City of Pharr

Pharr Event Center Attendance by Event Type as of December 31, 2014

Ticketed Event Type	Number of Events	Attendance	Total Concession	Average Concession per Event
Boxing	1	846	\$ 3,943	\$ 3,943
Expo	1	515	\$ 1,814	\$ 1,814
Country	3	2,895	\$ 15,950	\$ 5,317
Rock	2	1,786	\$ 11,668	\$ 5,834
Other	1	286	\$ 658	\$ 658
DJ	2	6,208	\$ 6,008	\$ 3,004
	10	12,536	\$ 40,041	\$ 4,004

Number of Events





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QUARTERLY UPDATES



City of Pharr
CIP Activity Listing as of December 31, 2014

	Budget/Est. Contract Price	PRIOR YEARS		FY 14/15	Total Paid	Retainage			Balance To Be Paid	% Complete
						Prior FY	This FY	Total		
BRIDGE										
1	Dual Right Lane Expansion									
	Engineering	\$ 10,000	\$ 5,500	\$ -	\$ 5,500	\$ -	\$ -	\$ -	\$ 4,500	55.0%
	Construction	\$ 60,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
	Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
2	ITS CBI Project									
	Engineering	\$ 422,689	\$ 292,403	\$ 4,800	\$ 297,203	\$ -	\$ -	\$ -	\$ 125,486	70.3%
	Construction <i>80% grant</i>	\$ 1,034,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,034,000	0.0%
	Other	\$ 8,455	\$ 8,455	\$ -	\$ 8,455	\$ -	\$ -	\$ -	\$ -	100.0%
3	Northbound Lane II									
	Engineering	\$ 166,579	\$ 85,250	\$ -	\$ 85,250	\$ -	\$ -	\$ -	\$ 81,329	51.2%
	Construction <i>80% grant</i>	\$ 750,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 750,000	0.0%
	Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
4	Fastlane Improvements (northbound lane)									
	Engineering	\$ 29,701	\$ 26,281	\$ 8,745	\$ 35,026	\$ -	\$ -	\$ -	\$ (5,325)	117.9%
	Construction	\$ 80,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 80,000	0.0%
	Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
	TOTAL BRIDGE	\$ 2,561,424	\$ 417,889	\$ 13,545	\$ 431,434	\$ -	\$ -	\$ -	\$ 2,069,990	16.8%
UTILITY										
UTILITY ADMIN BUILDING										
5	1 Construction:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
		\$ 500,000	\$ 548,292	\$ -	\$ 548,292	\$ -	\$ -	\$ -	\$ (48,292)	109.7%
6	2 WATER TRANSMISSION MAINS									
	Engineering: Engineering	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
	Construction Mgmt	\$ 1,077,000	\$ 566,115	\$ 104,760	\$ 670,875	\$ -	\$ -	\$ -	\$ 406,125	62.3%
	Construction: Contractor	\$ 10,608,590	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
	Other Construction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
	Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
7	3 WATER TREATMENT PLANT									
	Engineering: Engineering	\$ 1,409,776	\$ 1,409,776	\$ -	\$ 1,409,776	\$ -	\$ -	\$ -	\$ 1	100.0%
	Construction Mgmt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
	Construction	\$ 12,675,124	\$ 12,045,049	\$ -	\$ 12,045,049	\$ 601,227	\$ (0)	\$ 251,910	\$ 630,075	97.0%
8	4 LBJ Watertower Rehab									
	Engineering	\$ 51,000	\$ 51,000	\$ -	\$ 51,000	\$ -	\$ -	\$ -	\$ -	
	Construction	\$ 1,309,125	\$ 1,298,960	\$ -	\$ 1,298,960	\$ -	\$ -	\$ -	\$ 10,165	99.2%
	Other	\$ 183,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 183,000	
9	5 Northside Utility Transmission Lines									
	Engineering	\$ 800,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 800,000	0.0%
	Construction	\$ 10,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,000,000	0.0%
	Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
10	6 Southside WW Collection									
	Engineering	\$ 1,220,000	\$ 1,165,000	\$ -	\$ 1,165,000	\$ -	\$ -	\$ -	\$ 55,000	95.5%
	Construction	\$ 13,500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,500,000	0.0%
	Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
	TOTAL UTILITY	\$ 53,333,615	\$ 17,084,191	\$ 104,760	\$ 17,188,951	\$ 601,227	\$ (0)	\$ 251,910	\$ 25,536,074	32.7%
GOLF COURSE										
11	1 Golf Course Greens									
	Engineering	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
	Construction	\$ 1,031,161	\$ 1,031,161	\$ -	\$ 1,031,161	\$ -	\$ -	\$ -	\$ -	100.0%
	Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
	TOTAL GOLF COURSE	\$ 1,031,161	\$ 1,031,161	\$ -	\$ 1,031,161	\$ -	\$ -	\$ -	\$ -	100.0%

City of Pharr
CIP Activity Listing as of December 31, 2014-Continued

	Budget/Est. Contract Price	PRIOR YEARS	FY 14/15	Total Paid	Retainage			Balance To Be Paid	% Complete
					Prior FY	This FY	Total		
GOVERNMENTAL									
12 1 Sam Houston Widening									
Engineering	\$ 287,269	\$ 290,239	\$ -	\$ 290,239	\$ -	\$ -	\$ -	\$ (2,970)	101.0%
Texas Department of Transportation	\$ -	\$ 277,440	\$ -	\$ 277,440	\$ -	\$ -	\$ -	\$ -	
Construction Road	\$ 40,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Utilities	\$ 280,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 280,000	0.0%
Other	\$ 180,000	\$ 4,300	\$ -	\$ 4,300	\$ -	\$ -	\$ -	\$ 175,700	2.4%
13 2 Owassu Road									
Engineering	\$ 807,089	\$ 438,022	\$ 18,564	\$ 456,586	\$ -	\$ -	\$ -	\$ -	56.6%
Construction	\$ 250,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Other	\$ -	\$ 43,955	\$ -	\$ 43,955	\$ -	\$ -	\$ -	\$ -	
14 3 Rancho Blanco									
Engineering	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Construction	\$ 150,000	\$ 110,169	\$ -	\$ 110,169	\$ -	\$ -	\$ -	\$ 39,831	73.4%
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
15 4 Downtown Drainage (TDRA)									
Engineering was 100% grant	\$ 248,818	\$ 249,007	\$ -	\$ 249,007	\$ -	\$ -	\$ -	\$ -	100.1%
Construction was 100% grant	\$ 2,072,950	\$ 1,010,758	\$ -	\$ 1,010,758	\$ 116,355	\$ -	\$ -	\$ -	48.8%
Other	\$ 8,500	\$ 8,500	\$ -	\$ 8,500	\$ -	\$ -	\$ -	\$ -	100.0%
16 5 Pharr Commercial Park									
Engineering	\$ 34,823	\$ 37,181	\$ -	\$ 37,181	\$ -	\$ -	\$ -	\$ (2,358)	
Construction	\$ 915,615	\$ 855,493	\$ -	\$ 855,493	\$ 23,879	\$ 17,623	\$ 41,502	\$ 60,122	98.0%
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
17 6 Bike Path Strippin									
Engineering	\$ -	\$ 44,000	\$ -	\$ 44,000	\$ -	\$ -	\$ -	\$ (44,000)	
Construction	\$ 200,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 200,000	
Other	\$ -	\$ 2,101	\$ -	\$ 2,101	\$ -	\$ -	\$ -	\$ (2,101)	
18 7 Civic Center Tennis Court									
Engineering	\$ 20,000	\$ -	\$ 43,475	\$ 43,475					
Construction	\$ 80,000	\$ -	\$ -	\$ -					
Other	\$ -	\$ -	\$ -	\$ -					
19 8 North Side Park									
Engineering	\$ -	\$ 2,648	\$ -	\$ 2,648	\$ -	\$ -	\$ -	\$ (2,648)	
Construction	\$ 708,150	\$ 652,020	\$ -	\$ 652,020	\$ -	\$ -	\$ 16,799	\$ 56,130	94.4%
Other	\$ -	\$ -	\$ 1,558	\$ 1,558	\$ -	\$ -	\$ -	\$ (1,558)	
20 9 Transmaritime Subdivision									
Engineering	\$ 4,990	\$ 6,559	\$ -	\$ 6,559	\$ -	\$ -	\$ -	\$ (1,569)	
Construction	\$ 400,424	\$ 148,815	\$ -	\$ 148,815	\$ -	\$ -	\$ -	\$ -	37.2%
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
21 10 Dora Park									
Engineering	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Construction	\$ -	\$ 153,739	\$ 17,170	\$ 170,909	\$ -	\$ -	\$ -	\$ -	#DIV/0!
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
22 11 South Sidewalk Thomas									
Engineering	\$ -	\$ -	\$ 3,317	\$ 3,317	\$ -	\$ -	\$ -	\$ (3,317)	
Construction	\$ 242,403	\$ 56,349	\$ 102,247	\$ 158,796	\$ -	\$ 2,827	\$ 2,827	\$ 83,607	66.7%
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
23 12 Fire Station Shelter									
Engineering	\$ -	\$ 68,500	\$ -	\$ 68,500	\$ -	\$ -	\$ -	\$ (68,500)	
Construction	\$ 1,800,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
24 13 Jones Box Shelter									
Engineering	\$ -	\$ 97,670	\$ -	\$ 97,670	\$ -	\$ -	\$ -	\$ (97,670)	
Construction	\$ 1,800,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
TOTAL GOVERNMENTAL	\$ 10,531,031	\$ 4,557,665	\$ 186,331	\$ 4,743,996	\$ 140,234	\$ 20,450	\$ 61,128	\$ 668,699	45.6%
PEDC II									
25 1 PEDC Building									
Construction	\$ -	\$ 201,557	\$ 121,761	\$ 323,318					
TOTAL PEDC	\$ -	\$ 201,557	\$ 121,761	\$ 323,318	\$ -	\$ -	\$ -	\$ -	
TOTAL CITY-WIDE	\$ 67,457,231	\$ 23,292,463	\$ 426,397	\$ 23,718,860	\$ 741,461	\$ 20,450	\$ 313,038	\$ 28,274,763	35.6%

**CITY OF PHARR
OUTSTANDING DEBT ISSUANCES
AS OF DECEMBER 31, 2014**

<u>Debt Type</u>	<u>Series</u>	<u>Interest Rate(s)</u>	<u>Date of Maturity</u>	<u>Original Issuance</u>	<u>Unspent Proceeds</u>	<u>Debt Issuances Maturity Info</u>		
						<u>Principal Budgeted This FY</u>	<u>Balance After This FY Principal</u>	<u>Total Outstanding As of December 31, 2014</u>
GENERAL FUND								
Certificates of Obligation	2011	3.00%	8/15/2015	\$ 2,220,000	\$ -	\$ 580,000	\$ -	\$ 580,000
General Obligation Refunding Bonds	2005B	3.50%	8/15/2021	16,110,000	-	1,005,000	9,710,000	10,715,000
				<u>\$ 18,330,000</u>	<u>\$ -</u>	<u>\$ 1,585,000</u>	<u>\$ 9,710,000</u>	<u>\$ 11,295,000</u>
INTERNATIONAL BRIDGE								
Tax & Bridge Revenue Refunding	2005A	3.63%	8/15/2022	\$ 9,755,000	-	\$ 555,000	\$ 4,580,000	\$ 5,012,000
				<u>\$ 9,755,000</u>	<u>\$ -</u>	<u>\$ 555,000</u>	<u>\$ 4,580,000</u>	<u>\$ 5,012,000</u>
WATER & SEWER								
Junior Lien Revenue Bonds	1988	0.00%	9/1/2013	\$ 3,260,000	\$ -	\$ -	\$ -	\$ -
Revenue Bonds CWSRF	2007	2.90%	9/1/2027	29,000,000	-	1,005,000	22,465,000	23,470,000
Revenue Bonds DWSRF	2007A	2.35%	9/1/2027	13,310,000	-	470,000	10,795,000	11,265,000
Revenue Bonds NADBank	2007B	3.75%	9/1/2027	10,000,000	235,937	440,000	6,790,000	7,230,000
Revenue Refunding Bonds	2008	3.60%	9/1/2018	6,430,000	-	780,000	1,310,000	2,090,000
Revenue Bonds DWSRF	2013	2.71%	9/30/2042	8,725,000	8,054,125	255,000	8,215,000	8,470,000
				<u>\$ 70,725,000</u>	<u>\$ 8,290,062</u>	<u>\$ 2,950,000</u>	<u>\$ 49,575,000</u>	<u>\$ 52,525,000</u>
CDBG- HUD SECTION 108								
\$5,600,000 HUD Section 108	2011	2.00%	8/1/2031	\$ 5,600,000	\$ -	\$ 294,000	\$ 4,718,000	\$ 5,012,000
				<u>\$ 5,600,000</u>	<u>\$ -</u>	<u>\$ 294,000</u>	<u>\$ 4,718,000</u>	<u>\$ 5,012,000</u>
PPFC # 1								
Frost Bank Promissory Note	N/A	3.25%	9/30/2016	\$ 15,000,000	\$ -	\$ 600,000	\$ 10,429,881	\$ 11,029,881
				<u>\$ 15,000,000</u>	<u>\$ -</u>	<u>\$ 600,000</u>	<u>\$ 10,429,881</u>	<u>\$ 11,029,881</u>
PEDC								
Certificates of Obligation****	2012	4.00%	8/15/2032	\$ 7,625,000	\$ 2,192,488	\$ 305,000	\$ 6,720,000	\$ 7,025,000
				<u>\$ 7,625,000</u>	<u>\$ 2,192,488</u>	<u>\$ 305,000</u>	<u>\$ 6,720,000</u>	<u>\$ 7,025,000</u>
City-Wide Total				<u>\$ 127,035,000</u>	<u>\$ 10,482,550</u>	<u>\$ 6,289,000</u>	<u>\$ 85,732,881</u>	<u>\$ 91,898,881</u>

***Issued by the City of Pharr but paid by PEDC.

**CITY OF PHARR
OUTSTANDING CAPITAL LEASES/BANK LOANS
AS OF DECEMBER 31, 2014**

Lease Company	Leased During FY	Length of Lease	Maturity Date	Interest Rate	Lease Amount	Lease Balance	Payments - P&I	
							Monthly	Annual
PAID								
1- SunTrust	07/08	7 Yrs	11/14/2014	3.87%	\$ 2,322,000	\$ -	\$ -	\$ -
<i>Distribution/Owners:</i>		General Fund	87.00%		\$ 2,020,140	\$ -	\$ -	\$ -
		Paving & Drainage	11.20%		260,064	-	-	-
		Utility Fund	1.80%		41,796	-	-	-
2- SunTrust	10/11	7 Yrs	11/14/2014	3.87%	\$ 2,921,720	\$ 803,671	\$ 167,702	\$ 670,808
<i>Distribution/Owners:</i>		General Fund	56.39%		\$ 1,647,651	\$ 453,215	\$ 94,573	\$ 378,290
		Paving & Drainage	24.79%		724,211	199,207	41,569	166,274
		Utility Fund	11.32%		330,822	90,998	18,989	75,955
		Golf Fund	7.50%		219,036	60,250	12,572	50,289
3- SunTrust	11/12	3 Yrs	2/28/2015	1.64%	\$ 405,000	\$ 23,026	\$ 11,537	\$ 103,830
<i>Distribution/Owners:</i>		General Fund	100.00%		\$ 405,000	\$ 23,026	\$ 11,537	\$ 103,830
4- SunTrust	11/12	5 Yrs	2/28/2017	1.64%	\$ 1,100,150	\$ 454,891	\$ 19,098	\$ 229,179
<i>Distribution/Owners:</i>		General Fund	53.91%		\$ 593,150	\$ 245,232	\$ 10,296	\$ 123,550
		Paving & Drainage	29.91%		329,000	136,058	5,712	68,547
		Golf Fund	16.18%		178,000	73,601	3,090	37,081
5- UsBancorp	12/13	5 Yrs	12/31/2017	1.01%	\$ 832,120	\$ 504,324	\$ 14,229	\$ 170,749
<i>Distribution/Owners:</i>		General Fund	87.02%		724,111	438,863	12,382	148,586
		Golf Fund	12.98%		108,009	65,461	1,847	22,163
6- UsBancorp	12/13	3 Yrs	12/31/2015	0.86%	\$ 439,750	\$ 147,845	\$ 12,378	\$ 148,535
<i>Distribution/Owners:</i>		General Fund	100.00%		439,750	147,845	12,378	148,535
7- UsBancorp	13/14	7 Yrs	1/31/2021	1.76%	\$ 2,097,840	\$ 1,837,554	\$ 26,558	\$ 318,696
<i>Distribution/Owners:</i>		General Fund	97.50%		2,045,394	1,791,615	25,894	310,729
		Garage Fund	2.50%		52,446	45,939	664	7,967
8- UsBancorp	13/14	5 Yrs	1/31/2019	1.33%	\$ 335,860	\$ 275,949	\$ 5,789	\$ 69,468
<i>Distribution/Owners:</i>		General Fund	100.00%		335,860	275,949	5,789	69,468
PAID								
9- PNC Finance	10-Sep	4.5 Yrs	12/31/2014	4.20%	\$ 317,606	\$ -	\$ -	\$ -
<i>Distribution/Owners:</i>		Golf Fund	100.00%		317,606	-	-	-
PAID								
10- LoneStar Nat'l Bank	11/12	7 Yrs	3/31/2019	4.50%	\$ 1,020,000	\$ -	\$ -	\$ -
<i>Distribution/Owners:</i>		Paving & Drainage	100.00%		\$ 1,020,000	\$ -	\$ -	\$ -
11- LoneStar Nat'l Bank	12/13	7 Yrs	11/1/2020	4.50%	\$ 4,642,500	\$ 4,300,933	\$ 64,532	\$ 774,384
<i>Distribution/Owners:</i>		PEDC 4B	100.00%		\$ 4,642,500	\$ 4,300,933	\$ 64,532	\$ 774,384
12- LoneStar Nat'l Bank	12/13	7 Yrs	5/1/2020	4.50%	\$ 4,250,000	\$ 3,721,214	\$ 29,842	\$ 358,107
<i>Distribution/Owners:</i>		General Fund	100.00%		\$ 4,250,000	\$ 3,721,214	\$ 29,842	\$ 358,107
		General Fund			\$ 12,461,056	\$ 7,096,959	\$ 202,690	\$ 1,641,095
		Paving & Drainage			2,333,275	335,265	47,281	234,821
		Utility Fund			372,618	90,998	18,989	75,955
		Golf Fund			822,651	199,312	17,509	109,534
		Garage Fund			52,446	45,939	664	7,967
		PEDC			4,642,500	4,300,933	64,532	774,384
		City-Wide Total			\$ 20,684,546	\$ 12,069,407	\$ 351,665	\$ 2,843,756

CITY OF PHARR, TX
Investment Report Summary
December 31, 2014

COMPLIANCE

This report complies with the requirements of the Public Funds Investment Act as well as the City of Pharr's adopted investment policy. The City is in compliance with all provisions of the Public Funds Investment Act and the City of Pharr's investment policy. The City's investment portfolio includes activity in demand deposits only, there are no other investment tools currently being utilized.

LIQUIDITY

The greatest length of maturity for all of our investments is 1 day. The weighted average maturity including demand deposits is 1.00 day and 1 day without demand deposits. Both of these amounts are within legal and City requirements.

CHANGE IN BOOK AND MARKET VALUE

The investment book value was roughly \$64 million and had increased by approximately \$1.1 million from the previous quarter. This increase was expected during this quarter due to property tax collections coming in during December.

The market value of the portfolio was the same than the book value. The reason is due to demand deposits not having a market value other than its book value. All funds are in demand deposits due to our financial institution providing a much greater interest rate than any other financing tool while being fully collateralized.

PORTFOLIO YIELD


The portfolio yield of 2.02% was higher than the benchmark yields on the six month T-Bill and Average Federal Funds Rate, which were 0.12% and 0.11% respectively (per Federal Reserve website yield postings). The spread between the portfolio yield and the benchmark yield is mainly due to the depository's favorable interest rate. Safety and liquidity is a greater concern than yield.

INVESTMENT MATURITIES/PURCHASES

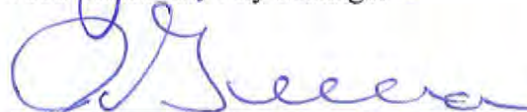
There were no investments that were purchased or matured during the quarter.

All other transactions were routine. The attached schedules are also a part of this investment report.

Presented by City of Pharr Investment Officers:



Fred Sandoval, City Manager



Juan G. Guerra, CFO

CITY OF PHARR, TX
Detailed Investment Report
As of December 31, 2014

Investment	VALUES - September 30, 2014		Book Increase/(Decrease)		Market Increase/(Decrease)		VALUES December 31, 2014	
	Par	Market	Purchases/ Withdrawals	Accruals/ Amortizations	Purchases & Withdrawals	Change In Market Price	Book	Market
DEMAND DEPOSITS								
<i>Pooled Cash:</i>								
Depository Bank - Pooled Cash	\$ 23,134,538	\$ 23,134,538	\$ 1,014,250	\$ -	\$ 1,014,250	\$ -	\$ 24,148,788	\$ 24,148,788
<i>Non - Pooled Cash:</i>								
Depository Bank - General	914,650	914,650	(127,969)	-	(127,969)	-	786,681	786,681
Depository Bank - Utility	9,863,259	9,863,259	590,735	-	590,735	-	10,453,994	10,453,994
Depository Bank - Bridge	5,895,592	5,895,592	137,260	-	137,260	-	6,032,852	6,032,852
Depository Bank - Other	23,273,293	23,273,293	(527,852)	-	(527,852)	-	22,745,441	22,745,441
	63,081,332	63,081,332	1,086,424	-	1,086,424	-	64,167,756	64,167,756
CERTIFICATES OF DEPOSIT								
Certificates of Deposit - General	-	-	-	-	-	-	-	-
Certificates of Deposit - Bridge	-	-	-	-	-	-	-	-
Certificates of Deposit - Hotel	-	-	-	-	-	-	-	-
INVESTMENT POOLS								
Tex-Pool	-	-	-	-	-	-	-	-
TexStar - Utility	-	-	-	-	-	-	-	-
SECURITY INVESTMENTS								
--	-	-	-	-	-	-	-	-
--	-	-	-	-	-	-	-	-
	\$ 63,081,332	\$ 63,081,332	\$ 1,086,424	\$ -	\$ 1,086,424	\$ -	\$ 64,167,756	\$ 64,167,756

CITY OF PHARR, TX
Comparison of Portfolio to Policy Limits
As of December 31, 2014

<u>LIMITS ON TYPES OF SECURITIES</u>	<u>Target Investment Level</u>	<u>Portfolio Cap</u>	<u>Actual Percentage of Portfolio</u>	<u>Positive/(Negative) % Variance Policy Limits</u>
Demand Deposits	N/A	N/A	100.00%	N/A
Money Market Mutual Funds	0%	10%	0.00%	10.00%
Certificates of Deposit	10%	50%	0.00%	50.00%
U. S. Treasury Obligations	15%	100%	0.00%	100.00%
U. S. Government Securities	20%	100%	0.00%	100.00%
Repurchase Agreements	5%	100%	0.00%	100.00%
Public Funds Investment Pools	50%	100%	0.00%	100.00%
Commercial Paper	0%	25%	0.00%	25.00%
Guaranteed Investment Contracts	0%	25%	0.00%	25.00%

<u>LIMITS ON MATURITIES</u>	<u>Minimum Allowable Percentage of Portfolio</u>	<u>Actual Percentage of Portfolio</u>	<u>Positive/(Negative) % Variance Policy Limits</u>
Available within 1 month	25%	100.00%	75.00%
Available within 3 months	33%	100.00%	67.00%
Available within 6 months	45%	100.00%	55.00%
Available within 1 year	60%	100.00%	40.00%
Available within 2 years	70%	0	N/A

<u>Days to Maturity</u>	<u>Maximum Allowable</u>	<u>Maximum Actual Maturity</u>	<u>Policy Limit Days Available</u>
Days to Maturity	730	1	729.00

CITY OF PHARR, TX
Market Value Analysis
As of December 31, 2014

CHANGES IN MARKET VALUE:

BEGINNING VALUE - September 30, 2014	\$	63,081,332
<u>INVESTMENT ACTIVITY:</u>		
Purchases	-	
Maturities - Accrued	-	
Net Changes in Market Price	-	
		-
Bank and Pooled Investment Deposits/(Withdrawals) - Net		1,086,424
ENDING VALUE-December 31, 2014		\$64,167,756

COMPARISON OF BOOK VALUE TO MARKET VALUE:

<u>BEGINNING VALUE - September 30, 2014</u>		
Market Value	63,081,332	
Book Value	63,081,332	
Ratio of Market Value to Book Value		100.00%
 <u>ENDING VALUE-December 31, 2014</u>		
Market Value	64,167,756	
Book Value	64,167,756	
Ratio of Market Value to Book Value		100.00%

CITY OF PHARR, TX
Calculation of Weighted Average Maturity and Yield
As of December 31, 2014

	<u>Market Value</u>	<u>Book Value</u>	<u># of Days To Maturity</u>	<u>Original Yield to Maturity</u>	<u>Percent of Portfolio</u>
Demand Deposits					
Depository Bank - Pooled Cash	\$24,148,788	\$24,148,788	1	2.02%	37.63%
Depository Bank - General	\$786,681	\$786,681	1	2.02%	1.23%
Depository Bank - Utility	\$10,453,994	\$10,453,994	1	2.02%	16.29%
Depository Bank - Bridge	\$6,032,852	\$6,032,852	1	2.02%	9.40%
Depository Bank - Other	<u>\$22,745,441</u>	<u>\$22,745,441</u>	1	2.02%	<u>35.45%</u>
	\$64,167,756	\$64,167,756			100.00%
Certificates of Deposit					
Certificates of Deposit - General	\$0	\$0	0	0.00%	0.00%
Certificates of Deposit - Bridge	\$0	\$0	0	0.00%	0.00%
Certificates of Deposit - Hotel	<u>\$0</u>	<u>\$0</u>	0	0.00%	<u>0.00%</u>
	\$0	\$0			0.00%
Investment Pools					
Tex-Pool	\$0	\$0	0	0.00%	0.00%
TexStar - Utility	<u>\$0</u>	<u>\$0</u>	0	0.00%	<u>0.00%</u>
	\$0	\$0			0.00%
Federal Securities and Notes					
--	\$0	\$0	0	0.00%	0.00%
--	<u>\$0</u>	<u>\$0</u>	0	0.00%	<u>0.00%</u>
	\$0	\$0			0.00%
TOTAL	<u>\$64,167,756</u>	<u>\$64,167,756</u>			<u>100.00%</u>

Weighted Average Maturity

Weighted Average Days to Maturity	1.00
Weighted Average Days to Maturity - (excl. depository bank)	1.00

Weighted Average Yield

Weighted Average Yield	2.02%
Weighted Average Yield - Operating (excluding depository bank)	2.02%
Average Fed Fund Rate at December 31, 2014	0.12%
Yield to Maturity of 6 month T-Bill at December 31, 2014 (secondary markets)	0.11%

City of Pharr
Depository Security Collateral Analysis

	October 2014		November 2014		December 2014	
	Highest Bal	Ending Bal	Highest Bal	Ending Bal	Highest Bal	Ending Bal
Depository Bank - Pooled Cash	\$ 24,071,343	\$ 20,915,795	\$ 24,071,343	\$ 20,915,795	\$ 25,159,222	\$ 24,148,788
Depository Bank - General	922,383	809,835	823,158	808,570	812,942	786,681
Depository Bank - Utility	10,353,345	9,741,510	10,559,495	10,028,244	10,845,154	10,453,994
Depository Bank - Bridge	5,985,814	5,963,635	6,044,886	5,969,351	6,049,718	6,032,852
Depository Bank - Other	24,115,538	22,785,045	23,738,660	21,857,374	24,316,868	22,745,441
Depository Bank-PEDC	538,992	479,812	667,359	86,534	253,759	197,771
	\$ 65,987,415	\$ 60,695,632	\$ 65,904,901	\$ 59,665,868	\$ 67,437,663	\$ 64,365,527
LSNB - Balance	\$ 65,987,415	\$ 60,695,632	\$ 65,904,901	\$ 59,665,868	\$ 67,437,663	\$ 64,365,527
Collateral - LSNB	\$ 67,330,356	\$ 64,969,216	\$ 64,969,216	\$ 64,092,857	\$ 66,090,769	\$ 66,080,668
Over / (Under) collateral	\$ 1,592,941	\$ 4,523,584	\$ (685,685)	\$ 4,676,989	\$ (1,096,894)	\$ 1,965,141
Percent of balance	2.4%	7.5%	-1.0%	7.8%	-1.6%	3.1%