

CITY OF PHARR

2nd Quarterly Financial Report

FY 2021-2022

Prepared by Karla Saavedra, CGFO



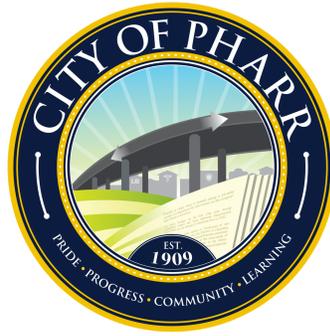


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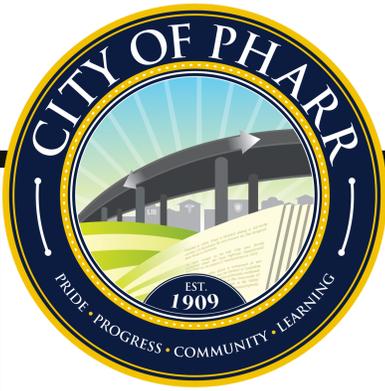
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May 2nd, 2022

Mayor
City Commission
Citizens of Pharr

This Financial Report was compiled for the purpose of updating the City's elected officials and executive staff on the overall fiscal health of the City.

All City data is not included in this report, only the selected major activities whose drastic changes could adversely affect the City's ability to meet its obligations to 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 to base their decisions on.

Should you have any questions concerning this matter, please feel free to contact me at (956) 402-4150 ext. 1907 or via email at karla.saavedra@pharr-tx.gov.

Karla Saavedra,
CGFO

Major Governmental Funds



BALANCE SHEET-UNAUDITED AND PRELIMINARY
 MAJOR GOVERNMENTAL FUNDS
 FOR PERIOD ENDING MARCH 31st, 2022

	General	Capital Projects
<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>		
Cash	\$ 11,454,011	\$ 2,971,836
Investments	12,750,236	300,000
Receivables (net of allowance for uncollectible):		
Property taxes	1,873,257	-
Sales	3,442,533	-
Warrants	3,407,471	-
Accounts	526,875	-
Other	5,190,607	110,022
Prepaid Items		
Inventories	1,861,399	-
Due from other funds	1,766,730	
Restricted assets:		
Cash	-	-
Cash with Fiscal Agent	3,307,204	-
Intergovernmental receivable	-	-
Total assets	\$ 45,580,323	\$ 3,381,859
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND</u>		
<u>FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 726,132	\$ 1,199,058
Escrow accounts	2,962,246	1,041,346
Total liabilities	3,688,378	2,240,404
Deferred Inflows of Resources:		
Deferred property tax	1,873,257	-
Deferred accounts	526,875	-
Deferred warrants	3,407,471	-
Deferred other	7,972	-
Total deferred inflow of resources	5,815,575	-
Fund balances:		
Nonspendable:		
Noncurrent Advances	\$ 6,316,676	\$ -
Inventory	1,861,399	-
Committed:		
Contingency	12,750,236	-
Assigned:		
Capital Outlay	3,307,204	1,141,455
Unassigned:		
	11,840,855	-
Total fund balances	36,076,370	1,141,455
Total liabilities, deferred inflows of resources and fund balanc	\$ 45,580,323	\$ 3,381,859

STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE
 UNAUDITED AND PRELIMINARY
 MAJOR GOVERNMENTAL FUNDS
 FOR PERIOD ENDING MARCH 31st, 2022

	General	Capital Projects
REVENUES		
Taxes:		
Property	\$ 19,567,735	\$ -
Sales	10,240,145	-
Franchise	1,551,744	-
Other	122,329	-
Licenses and permits	772,847	-
Intergovernmental		1,059,468
Fees and charges:		
Sanitation	1,870,006	-
Brush	535,078	-
Other	198,770	-
Fines	270,186	-
Interest income	16,981	-
Other	407,522	-
Total revenues	35,553,343	1,059,468
EXPENDITURES		
Current:		
General government	6,533,794	-
Public safety	15,172,336	-
Highways and streets	1,805,442	-
Health and welfare	1,002,028	-
Culture and recreation	3,479,699	-
Capital Outlay		9,482,697
Economic development	850,232	-
Debt service:		
Principal	746,516	530,477
Interest	50,003	73,581
Total expenditures	29,640,050	10,086,755
Excess (deficiency) of revenues over (under) expenditures	5,913,293	(9,027,287)
OTHER FINANCING SOURCES (USES)		
Transfers in	5,885,350	2,229,980
Transfers (out)	(7,222,620)	(4,000,000)
Issuance of debt	1,608,000	-
Total other financing sources and uses	270,730	(1,770,020)
Net change in fund balance	6,184,023	(10,797,307)
Fund balance - beginning	29,946,971	11,938,761
Prior period adjustment	(54,624)	-
Fund balance - ending	\$ 36,076,370	\$ 1,141,455

MAJOR PROPIETARY FUNDS

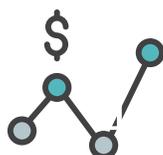


**STATEMENT OF NET POSITION-UNAUDITED AND PRELIMINARY
PROPRIETARY FUNDS
FOR PERIOD ENDING MARCH 31st, 2022**

ASSETS	PROPRIETARY FUNDS			
	Utility	Toll Bridge	Pharr EMS	Golf
Current assets:				
Cash	\$ 1,375,541	\$ 5,837,945	\$ (4,704,090)	528,129
Receivables (net of allowance for uncollectible):				
Accounts Intergovernmental	3,678,609	178,998	1,076,659	19,500
Inventories	181,220	-	-	20,387
Restricted assets:				
Cash	42,074,486	63,132,358	-	-
Cash with Fiscal Agent	4,510,000	827,640	-	-
Total current assets	51,819,856	71,523,799	(3,627,431)	568,016
Capital assets (net of accumulated depreciation):				
Water Rights	7,334,808	-	-	-
Land	4,293,127	819,645	785,224	999,342
Buildings	9,189,000	3,393,054	2,134,029	275,453
Improvements other than buildings	8,955,431	93,678	68,653	1,511,664
Machinery and equipment	2,120,469	2,098,498	2,121,976	170,710
Infrastructure	90,014,864	10,598,061	-	-
Construction in progress - Utility	2,533,904	-	-	-
Construction in progress - Bridge	-	14,512,073	-	-
Total capital assets, net of accumulated depreciation	124,441,603	31,515,009	5,109,882	2,957,169
Total noncurrent assets	124,441,603	31,515,009	5,109,882	2,957,169
DEFERRED OUTFLOW OF RESOURCES				
Unamortized gain / loss on refunding of debt	-	-	-	-
Total deferred outflow of resources	-	-	-	-
Total assets and deferred outflow of resources	176,261,459	\$ 103,038,808	\$ 1,482,451	\$ 3,525,183
LIABILITIES				
Current liabilities payable:				
Accounts payable	-	-	-	3,144
Due to other funds	424,280	141,443	1,357,429	80,726
Unearned revenue	3,472,746	669,742	-	47,224
Total current liabilities payable	3,897,026	811,185	1,357,429	131,094
Current liabilities payable from restricted assets:				
Customer deposits payable	552,006	-	-	-
Escrow payable	247,518	-	-	-
Matured accrued compensation	118,418	55,709	18,603	11,928
Matured capital lease	46,169	242,235	-	3,763
Matured bonds/notes, net	3,373,000	2,100,000	-	-
Total current liabilities payable from restricted assets	4,337,111	2,397,944	18,603	15,691
Total current liabilities	8,234,137	3,209,129	1,376,032	146,785
Noncurrent liabilities:				
Accrued compensation	355,254	167,126	55,810	35,785
Capital lease payable	666,971	982,294	-	117,004
Bonds/notes principal payable	60,361,000	59,423,545	-	-
Total noncurrent liabilities	61,383,225	60,572,965	55,810	152,789
DEFERRED INFLOW OF RESOURCES				
Unamortized premium	1,819,119	8,064,610	-	-
Total deferred inflow of resources	1,819,119	8,064,610	-	-
Total liabilities and deferred inflow of resources	71,436,481	71,846,705	1,431,842	299,574
NET POSITION				
Invested in capital assets, net of related debt	96,594,521	21,503,977	4,273,126	2,777,212
Restricted for:				
Debt service	3,720,457	2,100,000	-	-
Capital Equipment/Projects	4,510,000	827,640	-	-
Unrestricted	-	6,760,486	(4,222,517)	448,397
Total net position	\$ 104,824,978	\$ 31,192,103	\$ 50,609	\$ 3,225,609

STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND NET POSITION
UNAUDITED AND PRELIMINARY
PROPRIETARY FUNDS

	<u>Utility</u>	<u>Toll Bridge</u>	<u>Pharr EMS</u>	<u>Golf</u>
Operating revenues:				
Charges for sales and services:				
Water sales	\$ 4,457,634	\$ -	\$ -	\$ -
Sewer service	3,221,334	-	-	-
Tap fees	103,518	-	-	-
Toll fees		8,614,308	-	-
Golf services				470,775
Ambulance Service Revenues	-	-	2,072,373	-
Other	47,540	171,658	142,375	126,562
Total operating revenues	<u>7,830,026</u>	<u>8,785,966</u>	<u>2,214,748</u>	<u>597,336</u>
Operating expenses:				
Personnel services	1,568,600	570,605	3,600,378	347,332
Supplies and Materials	977,990	100,604	202,764	95,113
Contractual Services	1,697,296	1,106,307	1,939,723	124,869
Total operating expenses	<u>4,243,886</u>	<u>1,777,516</u>	<u>5,742,865</u>	<u>567,314</u>
Operating income (loss)	<u>3,586,140</u>	<u>7,008,450</u>	<u>(3,528,117)</u>	<u>30,022</u>
Nonoperating revenues (expenses):				
Investment earnings	6,911	69,389	594	1,051
Interest expense	(468,185)	(1,122,121)	-	(2,084)
Other	-	1,546,858	-	-
Total nonoperating revenues (expenses)	<u>(461,274)</u>	<u>494,126</u>	<u>594</u>	<u>(1,033)</u>
Income/loss before contributions and transfers	<u>3,124,866</u>	<u>7,502,576</u>	<u>(3,527,523)</u>	<u>28,989</u>
Transfers in	6,045,758	-	-	262,700
Transfers (out)	(289,350)	(4,881,550)	-	(389,000)
Changes in net position	<u>8,881,274</u>	<u>2,621,026</u>	<u>(3,527,523)</u>	<u>(97,311)</u>
Total net position - beginning	95,984,779	28,571,076	3,578,132	3,253,272
Prior period adjustment	(41,075)	-	-	69,647
Total net position - ending	<u>\$ 104,824,978</u>	<u>\$ 31,192,103</u>	<u>\$ 50,609</u>	<u>\$ 3,225,609</u>

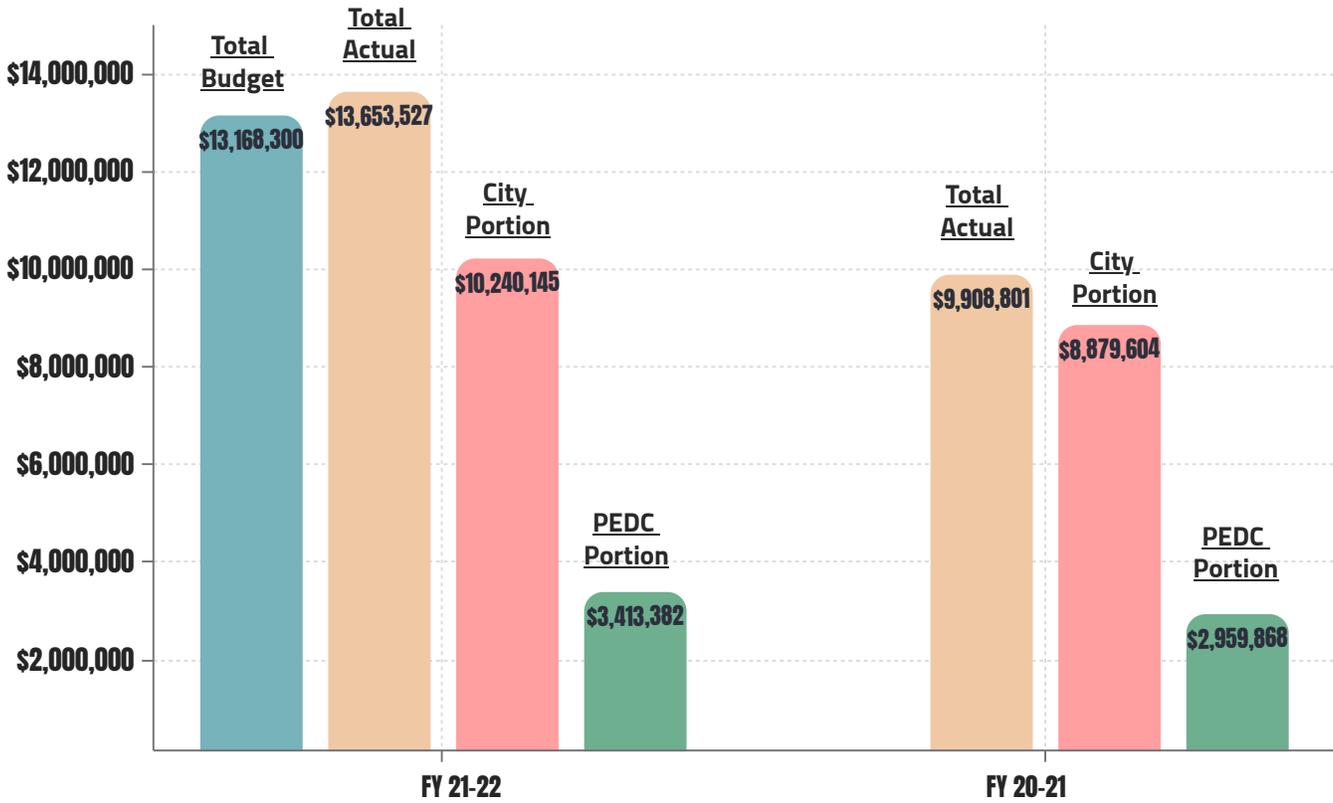


1.2

UTILITY DEBT COVERAGE RATIO

FISCAL UPDATES





9.18% YTD

Increase in Sales Tax from Last Year*



14.45%

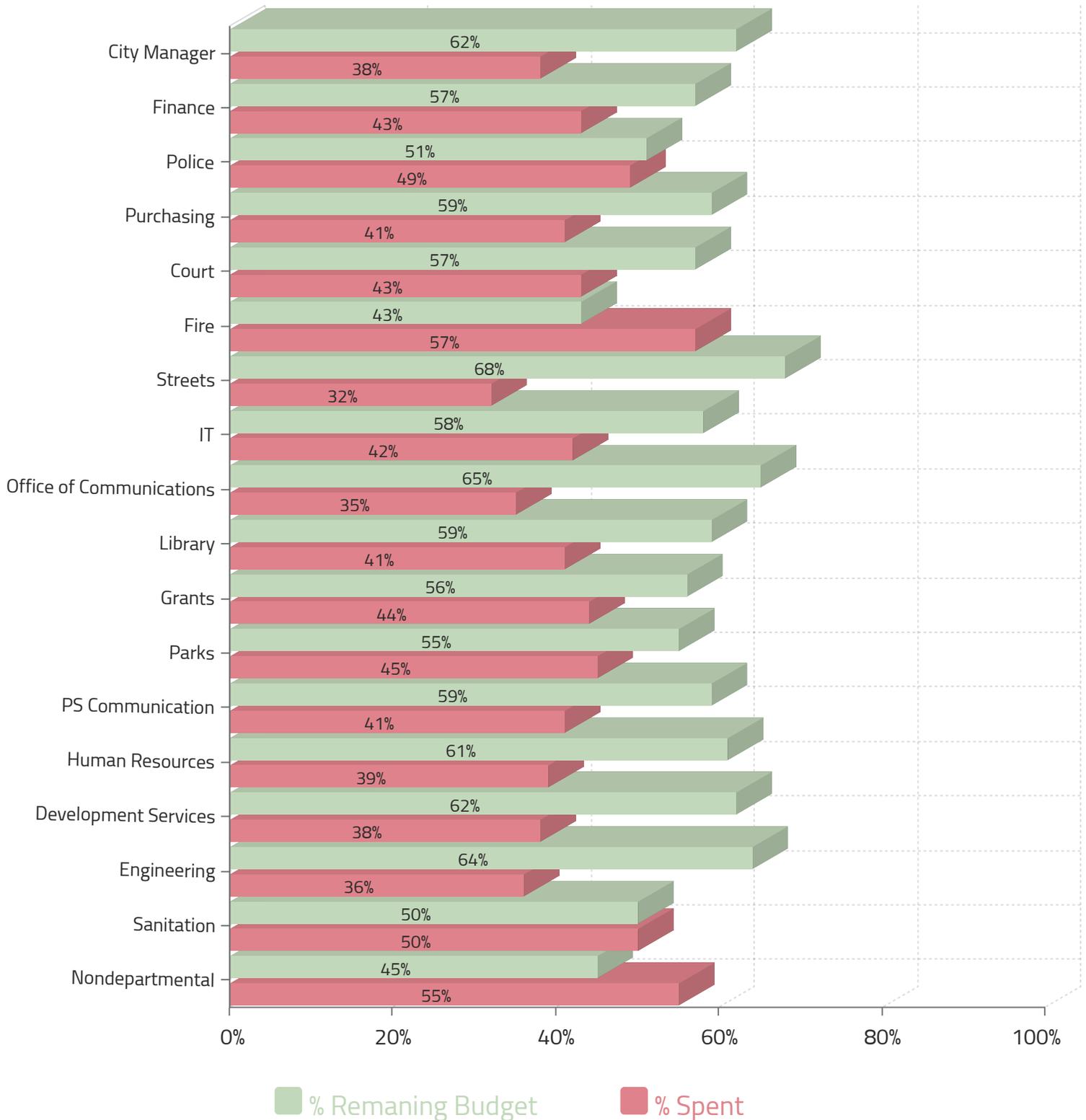
Compared to March 2021 Cash Basis.

**Ranked
No. 6**

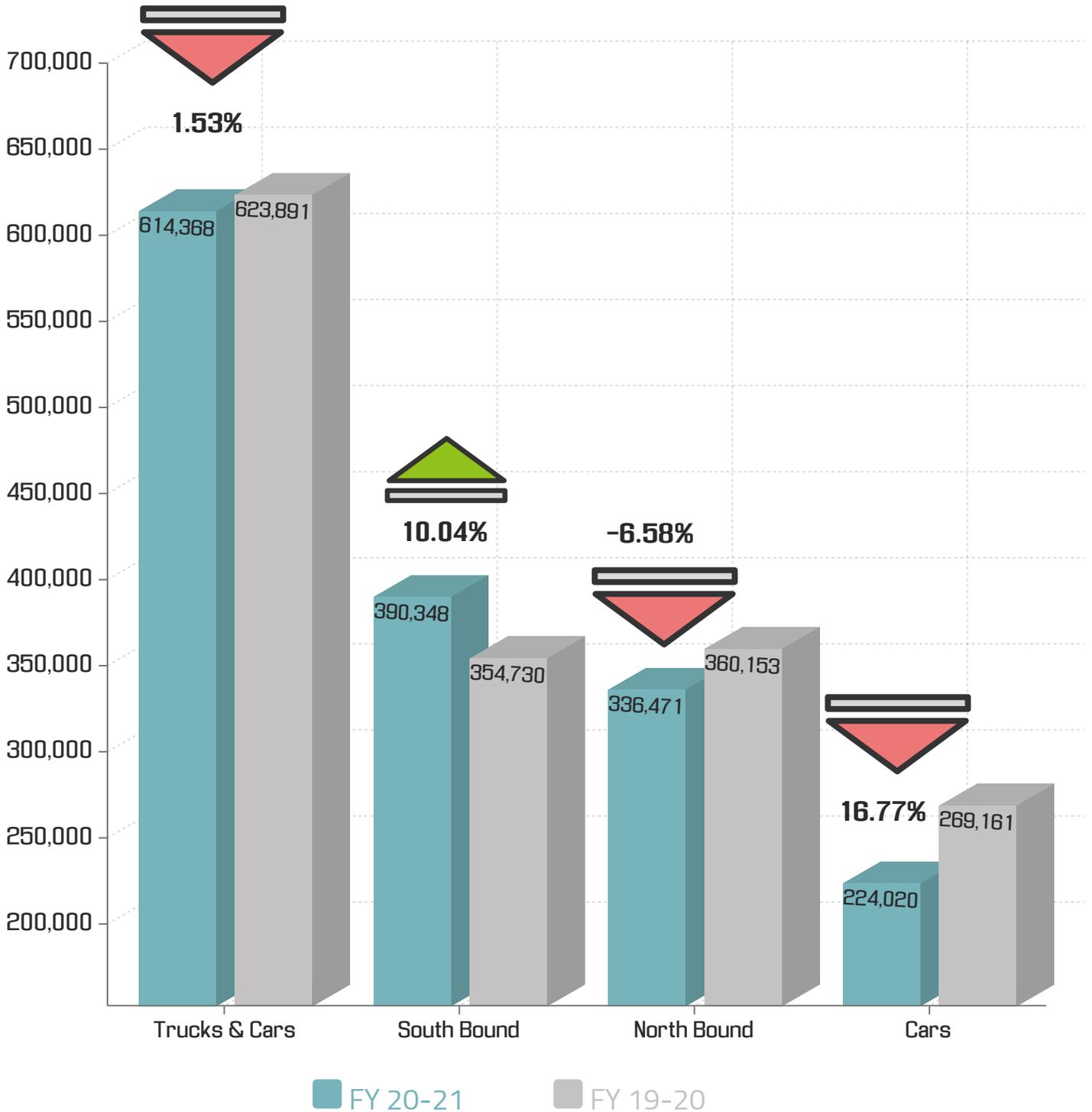
compared to neighbor Cities

50%

Benchmark for Budget use
as of March 2022



Number of Crossings



Long-Term Obligations (In Millions)



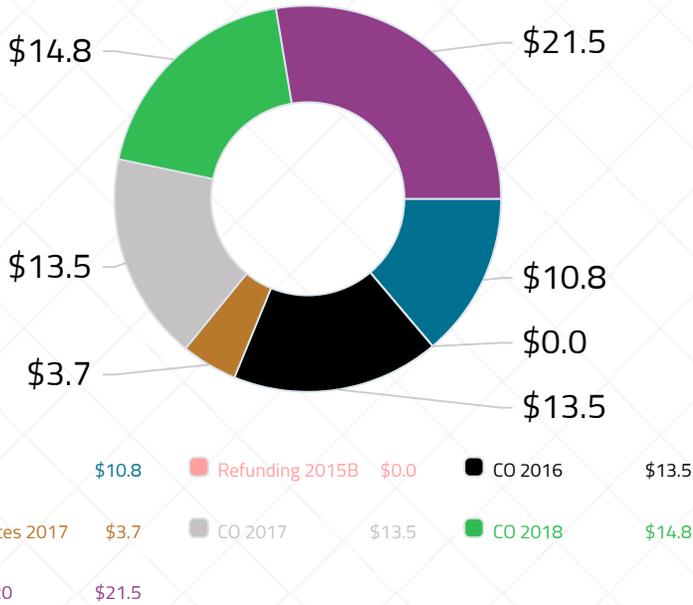
Outstanding As of March 2022:

**\$186.16
MILLION**

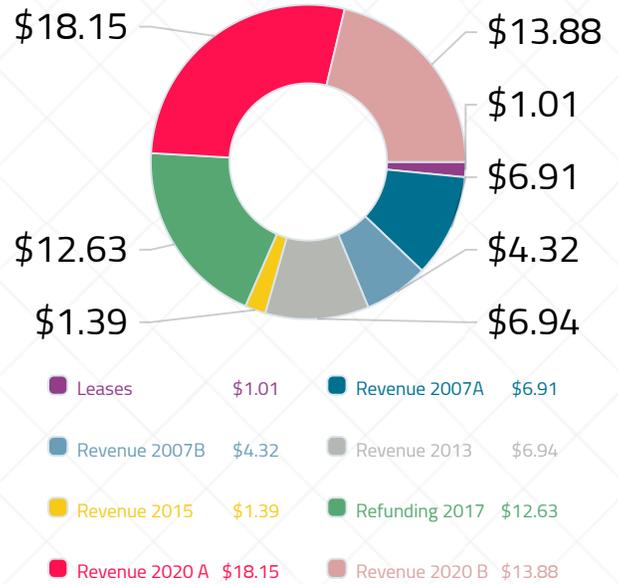
City-Wide Long-Term Debt

(In Millions)

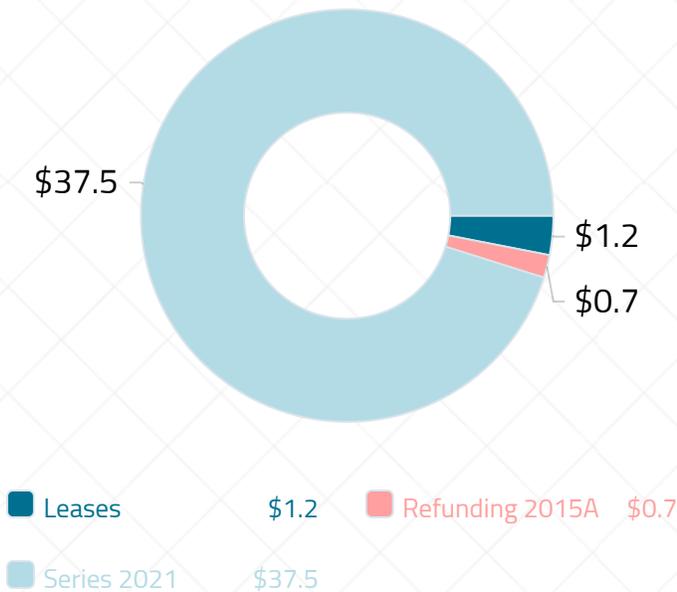
Governmental



Utility Fund



International Bridge



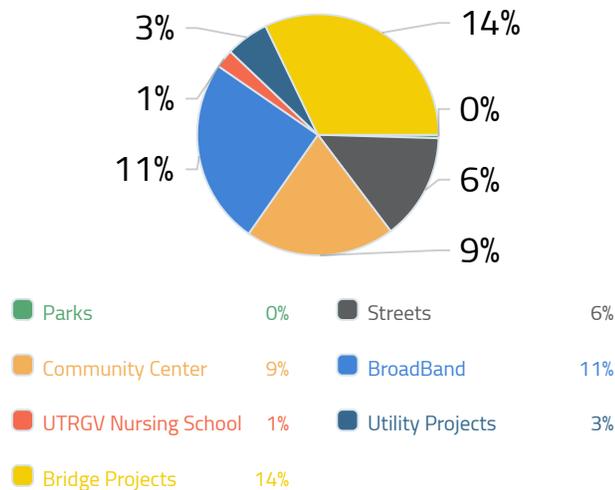
**Governmental
(In Millions)**

Construction Category	Balance September 30, 2021	Expenses this Period	Completions this Period	Balance March 31st, 2022
Parks	\$27.20	\$1.95	\$28.95	\$.20
Streets	5.36	.90	-	6.26
Broadband/TeamPharr.Net**	3.04	7.90	-	10.94
UTRGV Nursing School	.67	.42	-	1.09
North Community Center	7.01	1.78	-	8.79
Total Governmental	\$43.28	\$12.95	\$28.95	\$27.28

**Business-Type
(In Millions)**

Construction Category	Balance September 30, 2021	Expenses this Period	Completions this Period	Balance March 31st, 2022
Utility Projects	1.63	.90	-	2.53
Bridge	10.88	3.22	-	14.12
Total Business-Type	\$12.51	\$4.12	-	\$16.63
GRAND TOTAL	\$55.79	\$17.07	\$28.95	\$43.91

Construction Distribution



**Expenses reported under PEDC