A REGULAR MEETING
OF THE WESLACO CITY COMMISSION
TUESDAY, APRIL 6, 2021

NOTICE IS HEREBY GIVEN THAT the City Commission of the City of Weslaco, Texas will hold a Regular Meeting in the Legislative Chamber of City Hall, Located at 255 South Kansas Avenue on Tuesday, April 6, 2021 at 5:30 pm pursuant to Section 551.045 of the Texas Open Meetings Act.

A temporary suspension of the Open Meetings Act to allow telephone or videoconference public meetings has been granted by Governor Greg Abbott. In conjunction with the guidance and provisions provided by the Governor and in order to advance the public health goal of limiting face-to-face meetings to slow the spread of the Coronavirus (COVID-19), there will be a **limit of seventy-nine (79) in person attendance to include staff and the governing body.** These actions are being taken to mitigate the spread of COVID-19 by avoiding meetings that bring a large group setting and in accordance with Section 418.016 of the Texas Government Code. The meeting will be recorded and uploaded to the City website following the conclusion of the meeting.

Telephonic conferencing capabilities will be utilized to allow member of the public to participate remotely via Toll Free Dial In Number: 1-877-853-5247; Meeting ID: 946 1533 4573.

Members of the public who wish to participate in Public Comment on an agenda item must send their name, address and phone number via email to nacantu@weslacotx.gov by 12:00 pm on April 6, 2021. A staff member will contact you with instructions via phone call to address your public comments.

I. CALL TO ORDER

A. Certification of Public Notice.
B. Invocation.
C. Pledge of Allegiance.
D. Mayoral Recognition.
E. Roll Call.

II. PUBLIC COMMENTS

The Public Comments portion of the meeting promotes a fair and open process for the governance of the City. This portion of the meeting is not intended to be an extended discussion or a debate and is limited to three minutes for each presenter. Due to the Texas Open Meetings Act, the Mayor and City Commissioners do not reply; they listen. Matters under litigation are not to be addressed and comments regarding specific City employees and elected officials may be prohibited.

The Public may comment on anything on the agenda, however if you comment on something not included on the agenda, the Commission cannot take any formal action until it is placed on an agenda and notice of the meeting is properly posted. Registration for Public Comments must be submitted to the City Secretary before the City Commission meeting is called to order. As the Mayor calls upon those who submitted a registration form with the City Secretary, please step to the podium and state your name and address before beginning your presentation.

III. CONSENT AGENDA

The following items are routine or administrative nature. The City Commission has been furnished with background and support material on each item, and/or it had been discussed at a previous meeting. All items will be acted upon by one vote without being discussed separately unless requested by one commission member, in which event the item or items will immediately be withdrawn for individual consideration in its normal sequence after the items not requiring separate discussion have been acted upon. The remaining items will be adopted by one vote. Possible action.

A. Approval of the Minutes of the Regular Meeting on March 16, 2021 (Staffed by City Secretary Department.) Attachment.

B. Approval on second and final reading of the following:

1) Approval of Ordinance 2021-11 to rezone 313 W Pike Blvd. Also being Lot 18-19, Block 19, Esplanada Subdivision, Weslaco, Hidalgo County, Texas from R-1 One-family dwelling district to B-2 secondary and highway business district and authorize the Mayor to execute any related documents. (First reading held March 16, 2021; staffed by Planning & Code Enforcement Department.) Attachment.

2) Approval of Ordinance 2021-12 to abandon 10' of Right-of-Way located at the Southeast corner of Lot 14, Block 161, West Tract Subdivision and authorize the Mayor to execute any related documents. (First reading held March 16, 2021; staffed by Engineering Department.) Attachment.

C. Approval on amendments and extension from April 7, 2021 to May 7, 2021 for Disaster Declaration (COVID-19) and any reports related to such executive orders and authorize the Mayor to execute any related documents. (Staffed by City Manager.)

D. Approval to authorize staff solicit proposals for three (3) police units and authorize the Mayor to execute any related documents. (Staffed by Police Department.)

E. Approval to accept Homeland Security Grant Program's Operation Stonegarden award for $230,000 with NO MATCH REQUIRED to fund overtime to meet OPSG goals and objectives and purchase a Police Unit, with police equipment and authorize the Mayor to execute any related documents. (Staffed by Police Department.) Attachment.

F. Approval to authorize staff solicit sealed bids for three pickup units under Sanitation Dept. and one pickup unit under Public Works Administration and authorize the Mayor to execute any related documents. (Staffed by Public Works Department.)

G. Approval to authorize staff to solicit sealed bids for the remodeling of the Weslaco Recycling Building located on S Border Ave. and Mile 5 N Road and authorize the Mayor to execute any related documents. (Staffed by Public Works Department.)

H. Approval on Resolution 2021-25 to increase citizen members from five to seven, decrease Commission members from three to one, and remove Republic Services representative on the Recycling Task Force Committee and authorize the Mayor to

execute any related documents. (Staffed by Public Works Department.) Attachment.

I. Approval to authorize staff to solicit sealed bids to purchase 96-Gallon residential garbage bins and authorize Mayor to execute any related documents. (Staffed by Public Works Department.)

J. Approval of request from the Weslaco Youth Football League to use Harlon Block Park field for team practices and authorize the Mayor to execute any related documents. (Staffed by Parks and Recreation Department.) Attachment.

K. Approval on Externship/Practicum (MOU) Agreement between South Texas Vocational Technical Institute and City of Weslaco Fire Department to provide clinical and practical learning experience for students in the medical field programs and authorize the Mayor to execute any related documents. (Staffed by Fire Department.) Attachment.

L. Approval to submit an application to the South Texas Literacy Coalition free book distribution program; acceptance of books upon award and authorize the Mayor to execute any related documents. (Staffed by the Library Department.)

IV. APPOINTMENTS

A. Discussion and consideration on Resolution 2021-26 appointing members to the Ambulance Advisory Board for terms set to expire April 17 and May 6 and authorize the Mayor to execute any related documents. Possible action. (Staffed by Fire Department.) Attachment.

V. NEW BUSINESS

A. Discussion and consideration to approve request from the Weslaco Area Chamber of Commerce to hold a Mini Texas Onion Fest on Saturday May 1, 2021 (free community event) on South Kansas Street, placement of banners and signs promoting the event on South Kansas Street and around town, waiver of appropriate fees from ordinances associated with event and authorize the Mayor to execute any related documents. Possible action. (Staffed by Weslaco Area Chamber of Commerce.) Attachment.

B. Discussion to accept and file the City of Weslaco's Annual Financial Report (AFR) for fiscal year ending September 30, 2020 as presented by Carr, Riggs & Ingram, LLC and authorize the Mayor to execute any related documents. Possible action. (Staffed by Finance Department.) Attachment

C. Discussion and consideration to approve Ordinance 2021-13 adopting mid-year budget amendments in funds with various amounts and authorize the Mayor to execute any related documents. First reading of Ordinance 2021-13. Possible action. (Staffed by

Finance Department.) Attachment.

D. Discussion and consideration to award bid to TENI-TRAC, Inc. through The Interlocal Purchasing System (TIPS) for Resurfacing of the Tennis Courts, Replacement of the Fence Fabric, Installation of New Posts and Nets in the amount of $126,550 and authorize the Mayor to execute any related documents. Possible action. (Staffed by Parks and Recreation Department.) Attachment.

E. Discussion and consideration to approve request from Aurora House to use Mayor Pablo Pena City Park for a fun run on May 15, 2021 and waiver of any associated fees and authorize Mayor to execute any related documents. Possible action. (Staffed by Parks and Recreation Department.) Attachment.

F. Discussion and consideration to authorize staff solicit proposal/bids for Christmas Decorations and authorize the Mayor to execute any related documents. Possible action. (Staffed by Parks and Recreation Department.) Attachment.

G. Discussion and consideration to approve a contract with Pyro Works of Texas, Inc. not to exceed $15,000 to provide a 4th of July fireworks display and authorize the Mayor to execute any related documents. Possible action. (Staffed by Parks and Recreation Department.) Attachment.

H. Discussion and consideration to award RFB No. 2020-21-10 for Street Materials to the most advantageous bidders: Terra Firma Materials, Texas Cordia, CAPA Materials, Frontera Materials, and Asphalt Oil Express based on Street Material-Bid Tabulation, price agreement effective for one year starting on date of award with an option for an additional year renewal and authorize the Mayor to execute any related documents. Possible action. (Staffed by Public Works Department.) Attachment.

I. Discussion and consideration to authorize staff to proceed with improvements for the railroad crossing on Garza Street in the amount not to exceed $45,340.00 and authorize the Mayor to execute any related documents. Possible action. (Staffed by Public Works Department.) Attachment.

J. Discussion and consideration of an Interlocal Agreement with the City of Mercedes to reconstruct and pave Mile 2 1/2 West Road between I.H.2 Eastbound Frontage Rd and US Business 83 and authorize Mayor to execute any related documents. Possible action. (Staffed by Engineering Department.) Attachment.

K. Discussion and consideration on Amendment No. 4 to alter the scope and fee for Civil Engineering Services to the Storm Water Improvements Plan adding professional engineering services for Phase 1 of Project 3–Los Torritos Street and North Kansas Avenue in the amount of $439,365.00 to Halff Associates Civil Engineering Service from the Hazardous Mitigation Grant Program (HMGP) through Texas Department of Emergency Management (TDEM) and Flood Infrastructure Funding (FIF) through the Texas Water Development Board (TWDB) and authorize the Mayor to execute any

related documents. Possible action. (Staffed by Airport Department.) Attachment.

L. Discussion and consideration on Resolution 2021-27 authorizing publication of Notice of Intention to Issue Certificates of Obligation and authorize the Mayor to execute any related documents. Possible action. (Staffed by Airport Department.) Attachment.

VI. EXECUTIVE SESSION

Texas Government Code, Section 551 Open Meetings:
§551.145. Closed Meeting Without Certified Agenda or Tape Recording; Offense; Penalty
(a) A member of a government body commits an offense if the member participates in a closed meeting of the governmental body knowing that a certified agenda of the closed meeting is not being kept or that a tape recording of the closed meeting is not being made.
(b) An offense under Subsection (a) is a Class C misdemeanor.
§551.146. Disclosure of Certified Agenda or Tape Recording of Closed Meeting; Offense; Penalty; Civil Liability
(a) An individual, corporation, or partnership that without lawful authority knowingly discloses to a member of the public the certified agenda or tape recording of a meeting that was lawfully closed to the public under this chapter:
(1) commits an offense; and
(2) is liable to a person injured or damaged by the disclosure for:
(A) actual damages, including damages for personal injury or damage, lost wages, defamation, or mental or other emotional distress;
(B) reasonable attorney fees and court costs; and
(C) at the discretion of the trier or fact, exemplary damages.
(b) An offense under Subsection (a)(1) is a Class B misdemeanor.
(c) It is a defense to prosecution under Subsection (a)(1) and an affirmative defense to a civil action under Subsection (a)(2) that:
(1) the defendant had good reason to believe the disclosure was lawful; or
(2) the disclosure was the result of a mistake of fact concerning the nature or content of the certified agenda or tape recording. (Added by Acts 1993, 73rd Leg., ch 268, § 1, eff. Sept. 1, 1993.)

NOTE: Any documentation related to the following items will be maintained as part of the certified agenda.

A. Personnel - Discussion regarding the goals, objectives, and evaluation of the City Manager for the City of Weslaco as authorized by section §551.074 of the Texas Government Code.

B. Legal Consultation - Consultation with City Attorney relating to the lawsuit with CDM as authorized by section §551.071 of the Texas Government Code.

C. Legal Consultation - Consultation with City Attorney regarding Christopher De Leon as authorized by section §551.071 of the Texas Government Code.

D. Real Property - Consultation with City Attorney on the purchase, sale, exchange, lease or value of real property located on Dragon Fly Street as authorized by section §551.072 of the Texas Government Code.

E. Real Property - Consultation with City Attorney on the purchase, sale, exchange, lease or value of real property located at 400 S. Illinois as authorized by §551.072 of the Texas Government Code.

F. Real Property - Consultation with City Attorney on the purchase, sale, exchange, lease or value of real property located on 501 N. Border Avenue as authorized by section §551.072 of the Texas Government Code.

G. Economic Development - Consultation with City Attorney regarding financial offer or other incentives for Project Z & L as authorized by section §551.087 of the Texas Government Code.

VII. POSSIBLE ACTION ON WHAT IS DISCUSSED IN EXECUTIVE SESSION

VIII. ADJOURNMENT

I hereby certify this **Notice of a Regular Meeting of the Weslaco City Commission** was posted in accordance with the Open Meetings Act on the outside bulletin board at City Hall of the City of Weslaco, located at the 255 South Kansas Avenue entrance, visible and accessible to the general public during and after regular working hours. This notice was posted on this 1st day of April 2021on or before 4:00 p.m. and will remain so posted continuously for at least 72-hours preceding the scheduled time of this meeting in accordance with Chapter 551 of the Texas Government Code.

/s/ Norma A. Cantu, City Secretary

NOTE: If any accommodation for a disability is required, please notify the City Secretary Department at (956) 968-3181, Ext. 1001 prior to the meeting date.

Regular Meetings of the Weslaco City Commission stream live online at http://www.weslacotx.gov/open-government/open-meetings. Archived video of some meetings are also available.

Removed from Bulletin Board	Date:	Initials:

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-3885
From:	
Subject: Certification of Public Notice.	
Background: Call to Order, includes the following: A. Certification of Public Notice. B. Invocation. C. Pledge of Allegiance. D. Mayoral Recognition. E. Roll Call.	
Funding Source (budget code, if applicable)**:**	

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:	
If item previously considered, provide date and action by Commission:	
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:	
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**	
NORMA CANTU ADELAIDA VEGA Mike Perez	Created
City Manager Comments: Approve.	
Staff Recommendation: A. Mayor will Call to Order and certify Public Notice. B. Pastor Timothy Aguiar from Open Door Baptist Church Church will lead the invocation. C. Mayor will lead Pledge of Allegiance; Mayor Pro-Tem may lead Texas Flag. D. Mayoral Recognition. E. City Secretary will call roll. Four or more Commissioners present constitute a Quorum; otherwise, no action may be taken.	
Attachments, if any: Pledge & Mission 2020 updated	
Responsibilities upon Approval:	

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

The Pledge of Allegiance to the Flag

"I PLEDGE ALLEGIANCE TO THE FLAG OF THE UNITED STATES OF AMERICA AND TO THE REPUBLIC FOR WHICH IT STANDS, ONE NATION UNDER GOD, INDIVISIBLE, WITH LIBERTY AND JUSTICE FOR ALL."

The Pledge of Allegiance to the State Flag

"Honor the Texas flag; I pledge allegiance to thee, Texas, one state under God, one and indivisible."
**The pledge was amended by House Bill 1034 during the 80th Legislature with the addition of "one state under God." The revised wording became effective on June 15, 2007.*

Preamble to the Constitution of the United States of America

We the people of the United States, in order to form a more perfect union, establish justice, insure domestic tranquility, provide for the common defense, promote the general welfare, and secure the blessings of liberty to ourselves and our posterity, do ordain and establish this Constitution for the United States of America.

STATEMENT OF VISION: AN INTERNATIONAL CENTER OF GROWTH

Friendly people with vision, courage and integrity

STATEMENT OF MISSION: COMMITMENT TO EXCELLENCE IN PUBLIC SERVICE

*Positive Attitude of Courtesy & Concern
*Doing it Right the First Time
*Sensitive to the citizens' needs
*Friendly Respect for All
*Service without Hassle

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-3890	
From:		
Subject: Approval of the Minutes of the Regular Meeting on March 16, 2021 (Staffed by City Secretary Department.) Attachment.		
Background: Record of commission action of the regular meeting on March 16, 2021.		
Funding Source (budget code, if applicable)**:**		
Amount:	Term of Impact:	Identified in Current Budget:
Additional Action Prompted: Mayor's Signature		
If item previously considered, provide date and action by Commission:		
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:		
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**		
NORMA CANTU ADELAIDA VEGA Mike Perez	Created	
City Manager Comments: Approve.		
Staff Recommendation: Approve.		
Attachments, if any: 21-03-16 minutes - finalnc		
Responsibilities upon Approval: Execute and retain.		

MINUTES OF A REGULAR MEETING
WESLACO CITY COMMISSION
MARCH 16, 2021

On Tuesday, March 16, 2021, at 5:30 p.m. the City Commission of the City of Weslaco, Texas convened in a Regular Meeting at City Hall in the Legislative Chamber, located at 255 South Kansas Avenue with the following member's present:

PRESENT:	Mayor	David Suarez
	Mayor Pro Tem	Leo Muñoz
	Commissioner	Greg Kerr
	Commissioner	Adrian Farias
	Commissioner	Josh Pedraza
	Commissioner	Letty Lopez
ABSENT:	Commissioner	J.P. Rodriguez
STAFF PRESENT:	Mike R. Perez	City Manager
	Andrew Muñoz	Asst. City Manager
	Norma A. Cantu	City Secretary
	Juan E. Gonzalez	City Attorney

Also present: Juan Salas, Information Technology Dept; Vidal Roman, Finance Director, Joel Rivera, Police Chief, Antonio "Tony" Lopez, Fire Chief, Martin Vela, IT Director, Omar Rodriguez, Parks & Recreation Director, Cristina Garcia, PIO, Pete Garcia, Public Works Director, Albert Aldana, City Engineer, David Arce, Deputy Public Works Director, Rebekah de la Fuente, Planning & Code Enforcement Director, George Quilantan, Inframark and Aida Vega, Deputy City Secretary.

I. CALL TO ORDER

A. Certification of Public Notice.

Mayor David Suarez called the meeting to order and certified the public notice of the meeting as properly posted Friday, March 12, 2021.

B. Invocation.

Pastor Robin Wiley, First Baptist Church led in the invocation.

C. Pledge of Allegiance.

Mayor Suarez led the Pledge of Allegiance and Texas Flag.

D. Mayoral Recognition.

None.

E. Roll Call.

Norma A. Cantu, City Secretary, called the roll noting the absence of Commissioner Rodriguez and a quorum present.

II. PUBLIC COMMENTS

Dr. Raul Cantu thanked the commission for allowing him to voice the family's and his concerns on the recent tragic of events that involved his nephew; a special thank you to the Police Chief, Joel Rivera stating the family's questions and concerns were addressed in a very caring, courtesy and professionalism manner from Chief Rivera. He thanked the community for the outpour of support extended to them.

III. PUBLIC HEARING

Commissioner Kerr seconded by Commissioner Lopez moved to open the public hearing at 5:35 p.m. The motion carried unanimously; Mayor Suarez was present and voting.

A. To solicit input on behalf of Domingo Gonzalez to rezone 313 W Pike Blvd. Also being Lot 18-19, Block 19, Esplanada Subdivision, Weslaco, Hidalgo County, Texas from R-1 One-family dwelling district to B-2 secondary and highway business district.

B. To solicit input on behalf of Marally Guajardo to approve a Conditional Use Permit to operate an event center at 501 S Texas Blvd., also being Lot 43-44, Block 42, Weslaco Original Townsite, Weslaco, Hidalgo County, Texas.

There were no comments received for the items.

Commissioner Pedraza seconded by Mayor Pro Tem Muñoz moved to close the public hearing at 5:36 p.m. The motion carried unanimously; Mayor Suarez was present and voting.

IV. CONSENT AGENDA

The following items are routine or administrative nature. The City Commission has been furnished with background and support material on each item, and/or it had been discussed at a previous meeting. All items will be acted upon by one vote without being discussed separately unless requested by one commission member, in which event the item or items will immediately be withdrawn for individual consideration in its normal sequence after the items not requiring separate discussion have been acted upon. The remaining items will be adopted by one vote. Possible action.

A. Approval of the Minutes of the Regular Meeting on March 2, 2021. (Staffed by City Secretary Department.)

B. Approval on second and final reading of the following:

1) Approval on Ordinance 2021-05 to rezone 3701 S. Westgate also being West Tract S330' & E440'-S495'-N990' Farm Tract 795 15 AC GR 14.77 AC NET, Weslaco, Hidalgo County, Texas from R-2 Duplex and apartment district to M-1 Mobile home subdivision district and authorize the Mayor to execute any related documents. (First reading held March 2, 2021 staffed by Planning & Code Enforcement Department.)

2) Approval on Ordinance 2021-06 to rezone 3702 S. Westgate also being West Tract E1065'-S501.97' Farm Tract 790 being 12.27 AC GR 11.92 AC NET Weslaco, Hidalgo County, Texas from R-2 Duplex and apartment district to M-1 Mobile home subdivision district and authorize the Mayor to execute any related documents. (First reading held March 2, 2021; staffed by Planning & Code Enforcement Department.)

3) Approval on Ordinance 2021-07 to rezone 703 & 705 W. 6th St. also being lot 24 & 25, Block 4, Glendale Addition, Weslaco, Hidalgo County, Texas from R-1 One-family dwelling to R-2 Duplex and apartment district and authorize the Mayor to execute any related documents. (First reading held March 2, 2021; staffed by Planning & Code Enforcement Department.)

4) Approval on Ordinance 2021-08 amending Ordinance 2011-28 adopting rates foR brush and bulky items to multifamily structures effective April 1, 2021 and authorize Mayor to execute any related documents. (First reading held March 2, 2021; staffed by Public Works Department.)

5) Approval on Ordinance 2021-09 for a Budget Amendment in the amount of $450,000 in the General Fund for purchase of an Ambulance (COVID 19) and authorize the Mayor to execute any related documents. (First reading held March 2, 2021; staffed by Finance Department.)

6) Approval on Ordinance 2021-10 a Budget Amendment in an amount not to exceed $25,000 for proposed professional engineering services and authorize the Mayor to execute any related documents. (First reading of Ordinance held March 2, 2021; staffed by Engineering Department.)

Mayor Pro Tem Muñoz seconded by Commissioner Lopez moved to approve consent agenda A, B1, B2, B3, B4, B5 and B6 as presented. The motion carried unanimously; Mayor Suarez was present and voting.

For the record following are the ordinance(s).

ORDINANCE NO. 2021-05

AN ORDINANCE AMENDING ZONING ORDINANCE NO. 2018-02 AND AMENDING THE ZONING MAP OF THE CITY OF WESLACO TO CHANGE THE ZONING OF REZONE 3701 S. WESTGATE. ALSO BEING WEST TRACT S330' & E440'-S495'-N990'FT 795 15 AC GR 14.77 AC NET, WESLACO HIDALGO COUNTY, FROM R-2 DUPLEX AND APARTMENT DISTRICT.TO M-1 MOBILE HOME SUBDIVISION DISTRICT BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS:

SECTION I: To rezone from an R-2 Duplex and apartment district.to M-1 Mobile home subdivision district located at 3701 S. Westgate. Also being West Tract S330' & E440'-S495'-N990'FT 795 15 AC GR 14.77 AC NET, Weslaco, Hidalgo County, Weslaco, Hidalgo County, Texas.

SECTION II: That this ordinance shall become effective upon its passage.

PASSED AND APPROVED on first reading at a regular meeting of the City Commission this 2nd day of March 2021.

PASSED AND APPROVED on second reading at a regular meeting of the City Commission this 16th day of March

2021.

ORDINANCE NO. 2021-06

AN ORDINANCE AMENDING ZONING ORDINANCE NO. 2018-02 AND AMENDING THE ZONING MAP OF THE CITY OF WESLACO TO CHANGE THE ZONING OF REZONE 3702 S. WESTGATE. ALSO BEING WEST TRACT E1065'-S501.97' FARM TRACT 790 BEING 12.27 AC GR 11.92 AC NET, WESLACO HIDALGO COUNTY, FROM R-2 DUPLEX AND APARTMENT DISTRICT.TO M-1 MOBILE HOME SUBDIVISION DISTRICT BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS:

SECTION I: To rezone from an R-2 Duplex and apartment district.to M-1 Mobile home subdivision district located at 3702 S. Westgate. Also being West Tract E1065'-S501.97' Farm Tract 790 being 12.27 AC GR 11.92 AC NET, Weslaco, Hidalgo County, Weslaco, Hidalgo County, Texas.

SECTION II: That this ordinance shall become effective upon its passage.

PASSED AND APPROVED on first reading at a regular meeting of the City Commission this 2nd day of March 2021.

PASSED AND APPROVED on second reading at a regular meeting of the City Commission this 16th day of March 2021.

ORDINANCE NO. 2021-07

AN ORDINANCE AMENDING ZONING ORDINANCE NO. 2018-02 AND AMENDING THE ZONING MAP OF THE CITY OF WESLACO TO CHANGE THE ZONING OF REZONE 703 & 705 W. 6TH ST. ALSO BEING LOT 24 & 25, BLOCK 4, GLENDALE ADDITION, WESLACO HIDALGO COUNTY, FROM R-1 ONE-FAMILY DWELLING TO R-2 DUPLEX AND APARTMENT DISTRICT. SUBDIVISION DISTRICT BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS:

SECTION I: To rezone from an R-1 One-family dwelling to R-2 Duplex and apartment district. located at 703 & 705 W. 6th St. Also being lot 24 & 25, Block 4, Glendale Addition, Weslaco, Hidalgo County, Weslaco, Hidalgo County, Texas.

SECTION II: That this ordinance shall become effective upon its passage.

PASSED AND APPROVED on first reading at a regular meeting of the City Commission this 2nd day of March 2021.

PASSED AND APPROVED on second reading at a regular meeting of the City Commission this 16th day of March 2021.

ORDINANCE 2021-08

AN ORDINANCE AMENDING ORDINANCE NUMBER 2011-28 CODIFIED IN THE CITY OF WESLACO CODE OF ORDINANCES AS CHAPTER 62, GARBAGE, TRASH AND RUBBISH BY AMENDING ARTICLE II, CHARGES FOR COLLECTION SECTION 62-54 "BRUSH RATES"; ADOPTING NEW BRUSH RATES FOR MULTIFAMILY STRUCTURES; PROVIDING AN EFFECTIVE DATE APRIL 1, 2021 AND ORDAINING OTHER MATTERS WITH RESPECT TO THE SUBJECT MATTER HEREOF.

BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WESLACO TEXAS THAT: to amend Chapter 62 Article II Sec. 62-54 – Brush Rates of the Weslaco Code of Ordinances to include subsection (c) as follows below:

Sec. 62-54. Brush Rates.

(a) The brush rates hereby established for funding the brush pick-up services shall be applicable for all customers within the city limits, except for those customers included in subsection (b) of this section, shall be based on the lot frontage of the property served by the customer's water meter, payable monthly and included in the customer's city utility bill. Such monthly rates shall be set as follows:

Lot Frontage (in feet)	Charge
0 to 30	$10.51
30 to 60	10.51
60 to 90	13.50
90 and above	15.95

(b) Business, commercial, industrial and mobile home/recreational vehicle park customers, serviced by a master water meter, shall haul and dump their brush at an appropriate dump site. If they do not have the equipment to haul their brush, they should contract with a responsible third party for these services.

(c) The monthly rate for the collection and removal of brush and bulky items by the city from multifamily (apartments, duplexes, fourplexes, condominiums, and townhouses) shall be $3.00 per month per unit.

SECTION II: In the event any part of this ordinance is declared invalid, such invalidity shall not apply to the other parts as they are hereby severally established.

SECTION III: This ordinance shall be in full force after the second and final reading of this ordinance and publication.

PASSED AND APPROVED on first reading at a regular meeting of the City Commission this 2nd day of March 2021.

PASSED AND APPROVED on second reading at a regular meeting of the City Commission this 16th day of March 2021.

ORDINANCE 2021-09

AN ORDINANCE AMENDING ORDINANCE NUMBER 2020-27, APPROVING AND ADOPTING A BUDGET FOR THE CITY OF WESLACO, TEXAS FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2020 AND ENDING SEPTEMBER 30, 2021, FINDING NEED TO AMEND THE 2020-2021 MUNICIPAL BUDGET; TO WIT; GENERAL FUND, IN THE AMOUNT OF $450,000 PROVIDING A SEVERABILITY CLAUSE; PROVIDING AN EFFECTIVE DATE, AND ORDAINING OTHER MATTERS WITH RESPECT TO THE SUBJECT MATTER HEREOF.

WHEREAS, the City Commission of the City of Weslaco utilized diligent thought and attention to the preparation of the 2020-2021 budget: and

WHEREAS, unusual and unforeseen conditions have arisen during the fiscal year which have, or will require, the expenditure of additional funds constituting an emergency expenditure; and

WHEREAS, Section 102.009 of the Texas Local Government Code authorizes the City to amend its budget in such a manner as to provide for emergency expenditures as an amendment to the original budget in a case of grave public necessity to meet an unusual and unforeseen condition; and

WHEREAS, the City Commission finds the amendments in the line items identified in the attached Exhibit are reasonable, necessary, and for municipal purposes.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS THAT:

SECTION 1. FINDINGS. The City Commission finds the statements made in the preamble above are true.

SECTION 2. BUDGET LINE ITEMS. The City Commission approves the budget amendments in the attached Exhibit as such change is necessary to meet an unusual and unforeseen condition as the result of an emergency.

SECTION 3. BUDGET TOTAL. The City Commission further finds the amended budget line items identified in such Exhibit will not cause the total expenditures in the budget to exceed the total amount of estimated revenue.

SECTION 4. APPROVAL. The 2020-2021 Official Budget, adopted by Ordinance 2020-27, is hereby reallocated, revised, amended and approved as set forth in the attached Exhibit.

SECTION 5. AUTHORIZATION. The City Manager is authorized to undertake action to execute such transfers in accordance with state law, and file, or cause to be filed, a true and correct copy of this Ordinance, with the attached budget amendment, with the City Secretary.

SECTION 6. SEVERABILITY CLAUSE. It is the intent of the City Commission that each sentence, paragraph, subdivision, clause, phrase or section of this Ordinance be deemed severable and, should any such sentence, paragraph, subdivision, clause, phrase or section be declared invalid or unconstitutional for any reason, such declaration of invalidity or unconstitutionality shall not be construed to affect the validity of those provisions of the Ordinance left standing.

SECTION 7. EFFECTIVE DATE. This Ordinance shall take effect upon final reading.

PASSED AND APPROVED on first reading at a regular meeting of the City Commission this 2nd day of March 2021.

PASSED AND APPROVED on second reading at a regular meeting of the City Commission this 16th day of March 2021.

EXHIBIT

FUND: GENERAL FUND

DEPARTMENT:

DATE: March 2, 2021

BUDGET CHANGE #

FUND	G/L ACCT #	DESCRIPTIONS	CURRENT BUDGET	DR	CR	REVISED BUDGET
101	5206-554240	CAPITAL OUTLAY - VEHICLES	-	450,000		450,000
101		FUND BALANCE -DON'T POST	8,161,155		450,000	7,711,155
						-
						-
						-
						-
						-
			$ 8,161,155	$ 450,000	$ 450,000	$ 8,161,155

(Round up all amounts to the nearest dollar)

Justification:

Appropriation of funds for purchase of ambulance.

Department Head Approval Date

Finance Director Date

City Manager Date

ORDINANCE 2021-10

AN ORDINANCE AMENDING ORDINANCE NUMBER 2020-27, APPROVING AND ADOPTING A BUDGET FOR THE CITY OF WESLACO, TEXAS FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2020 AND ENDING SEPTEMBER 30, 2021, FINDING NEED TO AMEND THE 2020-2021 MUNICIPAL BUDGET; TO WIT; DRAINAGE FUND, IN THE AMOUNT OF $25,000 PROVIDING A SEVERABILITY CLAUSE; PROVIDING AN EFFECTIVE DATE, AND ORDAINING OTHER MATTERS WITH RESPECT TO THE SUBJECT MATTER HEREOF.

WHEREAS, the City Commission of the City of Weslaco utilized diligent thought and attention to the preparation of the 2020-2021 budget: and

WHEREAS, unusual and unforeseen conditions have arisen during the fiscal year which have, or will require, the expenditure of additional funds constituting an emergency expenditure; and

WHEREAS, Section 102.009 of the Texas Local Government Code authorizes the City to amend its budget in such a manner as to provide for emergency expenditures as an amendment to the original budget in a case of grave public necessity to meet an unusual and unforeseen condition; and

WHEREAS, the City Commission finds the amendments in the line items identified in the attached Exhibit are reasonable, necessary, and for municipal purposes.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS THAT:

SECTION 1. FINDINGS. The City Commission finds the statements made in the preamble above are true.

SECTION 2. BUDGET LINE ITEMS. The City Commission approves the budget amendments in the attached Exhibit as such change is necessary to meet an unusual and unforeseen condition as the result of an emergency.

SECTION 3. BUDGET TOTAL. The City Commission further finds the amended budget line items identified in such Exhibit will not cause the total expenditures in the budget to exceed the total amount of estimated revenue.

SECTION 4. APPROVAL. The 2020-2021 Official Budget, adopted by Ordinance 2020-27, is hereby reallocated, revised, amended and approved as set forth in the attached Exhibit.

SECTION 5. AUTHORIZATION. The City Manager is authorized to undertake action to execute such transfers in accordance with state law, and file, or cause to be filed, a true and correct copy of this Ordinance, with the attached budget amendment, with the City Secretary.

SECTION 6. SEVERABILITY CLAUSE. It is the intent of the City Commission that each sentence, paragraph, subdivision, clause, phrase or section of this Ordinance be deemed severable and, should any such sentence, paragraph, subdivision, clause, phrase or section be declared invalid or unconstitutional for any reason, such declaration of invalidity or unconstitutionality shall not be construed to affect the validity of those provisions of the Ordinance left standing.

SECTION 7. EFFECTIVE DATE. This Ordinance shall take effect upon final reading.

PASSED AND APPROVED on first reading at a regular meeting of the City Commission this 2nd day of March 2021.

PASSED AND APPROVED on second reading at a regular meeting of the City Commission this 16th day of March 2021.

CITY OF WESLACO
/s/David Suarez, MAYOR

ATTEST:
/s/Norma A. Cantu, CITY SECRETARY

APPROVED AS TO FORM:
/s/Juan E. Gonzalez, CITY ATTORNEY

EXHIBIT

FUND: DRAINAGE FUND
DEPARTMENT:
DATE: March 2, 2021
BUDGET CHANGE #

FUND	G/L ACCT #	DESCRIPTIONS	CURRENT BUDGET	DR	CR	REVISED BUDGET
417	5307-553120	CAPITAL OUTLAY -	3,665,950	25,000		3,690,950
417		FUND BALANCE -DON'T POST	153,396		25,000	128,396
						-
						-
						-
						-
						-
			$ 3,819,346	$ 25,000	$ 25,000	$ 3,819,346

(Round up all amounts to the nearest dollar)

Justification:

Appropriation for engineering services.

Department Head Approval — Date

Finance Director — Date

City Manager — Date

V. APPOINTMENTS

A. Discussion and consideration to approve Resolution 2021-23 appointing a member to an unexpired term to the Parks and Recreation Advisory Board and authorize the Mayor to execute any related documents. (Staffed by Parks and Recreation Department.)

Omar Rodriguez, Parks and Recreation Director, stated Edward Mejia, Mario Cano and Jose Calderon have expressed interest in serving.

Commissioner Farias seconded by Mayor Pro Tem Muñoz moved to appoint Jose Calderon to the Parks & Recreation Advisory Board as presented. The motion carried unanimously; Mayor Suarez was present and voting.

For the record following is the resolution.

RESOLUTION NO. 2021-23

A RESOLUTION OF THE CITY OF WESLACO APPOINTING ONE MEMBER TO THE PARKS & RECREATION BOARD.

WHEREAS, the City of Weslaco has established the Parks & Recreation Board pursuant to Section 98-83 of the Weslaco Municipal Code of Ordinances; and,

WHEREAS, Members shall be appointed for terms of three years; provided that where the appointment is to fill a vacancy of an existing member prior to the expiration of his term, such appointment shall be for the remainder of the term of the predecessor. Upon the expiration of each term of each of these seven members, a like number of those whose terms shall expire shall be appointed to serve for a term of three years from August 1st of each year until their successors are appointed and shall qualify.

WHEREAS, The Parks and Recreation board shall be an advisory board and make recommendations to the city commission. The city commission shall have final approval of all goals and objectives that will be implemented within the parks and playgrounds of the city.

WHEREAS**,** the Parks & Recreation Board members shall serve without compensation.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS the following individual is appointed to serve an un-expired term on the Parks & Recreation Board.

NAME	UN-EXPIRED TERM ENDING
Jose Calderon	08/01/2022

PASSED AND APPROVED on this 16th day of March 2021.

CITY OF WESLACO
/s/David Suarez, MAYOR

ATTEST:
/s/Norma A. Cantu, CITY SECRETARY

APPROVED AS TO FORM:
/s/Juan E. Gonzalez, CITY ATTORNEY

VI. PRESENTATION

A. Presentation and discussion on the Public Safety Building (Fire/Police) project. (Staffed by City Manager.)

Eli Ochoa, ERO Architects, presented an update to the public safety buildings stating the construction phase documents to be completed end of May 2021 and request bids June 2021; comprised of two lots for fire and police; fire department would be 14,600 at an estimated cost of $2.7million and police department would be 32,000 sq. ft plus 5,000 sq. ft. (metal building) at an estimated cost of $8.5million; went over the floor plans, site plans and proposed parking for fire and police stating color schemes would be back to the commission for approval.

Presentation only. No action required.

VII. NEW BUSINESS

A. Discussion and consideration after public hearing on behalf of Domingo Gonzalez on Ordinance 2021-11 to rezone 313 W Pike Blvd. Also being Lot 18-19, Block 19, Esplanada Subdivision, Weslaco, Hidalgo County, Texas from R-1 One-family dwelling district to B-2 secondary and highway business district and authorize the Mayor to execute any related documents. First reading of Ordinance 2021-11. Possible action. (Staffed by Planning & Code Enforcement Department.)

Rebekah de la Fuente, Planning and Code Enforcement Director, stated nineteen property owners were notified with no objection received; property is south of Palm Plaza and surrounding area to the north and east is commercial. The Planning and Zoning Commission and staff recommended approval based on the 2040 Land Use Map and the use conforms to the surrounding area.

Mayor Pro Tem Muñoz, seconded Commissioner Lopez moved to approve Ordinance 2021-11 to rezone 313 W. Pike Blvd being Lot 18-19, Block 19, Esplanada Subdivision. The motion carried unanimously; Mayor Suarez was present and voting.

B. Discussion and consideration after public hearing on behalf of Marally Guajardo to approve a Conditional Use Permit to operate an event center at 501 S Texas Blvd., also being Lot 43-44, Block 42, Weslaco Original Townsite, Weslaco, Hidalgo County, Texas and authorize the Mayor to execute any related documents. Possible action. (Staffed by Planning & Code Enforcement Department.)

Rebekah de la Fuente stated twenty-three property owners were notified with no objection received; applicant is proposing an event center; location is in a B-3 district that would not require construction of parking. The Planning and Zoning Commission and staff recommended approval as location has operated as an event center before.

Mayor Pro Tem Muñoz seconded by Commissioner Lopez moved to approve Conditional Use Permit to operate an event center at 501 S. Texas Blvd. being Lot 43-44, Weslaco Original Townsite subdivision district as presented. The motion carried unanimously; Mayor Suarez was present and voting.

C. Discussion and consideration to approve a variance from the Subdivision Ordinance 26-37, on behalf of Heriberto Garcia, to defer the assessment of park fees for San Pedro Estates Subdivision from the developer to the contractor/owner during the construction stage of the property and authorize the Mayor to execute any related documents. Possible action. (Staffed by Planning and Code Enforcement Department.)

Mayor Pro Tem Muñoz seconded by Commissioner Lopez moved to approve.

Rebekah de la Fuente stated the developer requested the assessment of park fees ($400 per residential lot) be deferred to the property owner; city's subdivision ordinance requires either land dedication for residential subdivisions or park fees will be assessed prior to recording of subdivision plat or prior to the issuance of building permit by the city; any exception to the ordinance requires Commission approval. Staff noted a similar request for a variance was

approved on how the fees would be collected.

In response to Commissioner Farias and Mayor Suarez, staff recommended denial as it would be difficult to collect fees because the development is outside city limits and permits are not issued by the City; prior variance approved because the development was inside city limits and the developer paid half of fees with remaining fees due collected at the time a building permit issued. The ordinance has been in place since 2014 and to date no waiver issued.

Mayor Suarez called the question on the original motion. The motion failed unanimously; Mayor Suarez was present and voting.

D. Discussion and consideration to approve the Final Plat for Pike District Subdivision– being 36.052 acres out of Farm Tract 163, West and Adams Tract Subdivision, Weslaco, Hidalgo County, Texas located approximately the southeast corner of W. Pike Blvd and Milanos Rd. and authorize the Mayor to execute any related documents. Possible action. (Staffed by Planning & Code Enforcement Department.)

Rebekah de la Fuente stated this was a proposed one-hundred thirteen lot subdivision; inside city limits; serviced with water and sewer from the city. The Planning and Zoning Commission and staff recommended approval.

Commissioner Kerr seconded by Commissioner Lopez moved to approve Final Plat for Pike District Subdivision being 36.052 acres out of Farm Tract 163, West and Adams Tract Subdivision as presented. The motion carried unanimously; Mayor Suarez was present and voting.

E. Discussion and consideration to approve the Final Plat for Gonzalez-Vasquez Subdivision– being 2.24 acres out of Lot 1, Kevin Subdivision, Weslaco, Hidalgo County, Texas located approximately 733 FT west of Westgate drive on Mile 10 and authorize the Mayor to execute any related documents. Possible action. (Staffed by Planning & Code Enforcement Department.)

Rebekah de la Fuente stated this was a proposed two (2) lot subdivision; outside city limits; serviced with water by the North Alamo Water Supply Company and sewer by On-Site Sanitary Facility (OSSF); developer requested a variance for OSSF as the nearest sewer line is 1,000 feet to the east; developer has complied with all departmental comments. The Planning and Zoning Commission recommended approval of the final plat with the variance; staff recommended approval of the final plat with compliance of the ordinance.

Mayor Pro Tem Muñoz seconded by Commissioner Lopez moved to approve to the Final Plat with variance for Gonzalez-Vasquez Subdivision being 2.24 acres out of Lot 1 Kevin Subdivision as presented with variance. The motion carried unanimously; Mayor Suarez was present and voting.

F. Discussion and consideration to accept and award Insight Public Sector as the vendor for Basic Maintenance of Internal Connections in response to the Library's Request for Proposal within the E-Rate Year 24 cycle, and authorize the Mayor to execute any related documents. Possible action. (Staffed by Library Department.)

Arnold Becho, Library Director, stated two proposals received; respondent Barcom did not adhere to the criteria set forth in the request for proposals and respondent Insight Public Sector did and staff has worked with them in the past; city has participated with E-Rate Program that provides discounts for technology services and equipment and recommended approval to award Insight Public Sector for basic maintenance of internal connections for the library for the E-Rate Year 24 cycle stating monies are budgeted.

Commissioner Farias seconded by Commissioner Lopez moved to award Insight Public Sector as the vendor for Basic Maintenance of Internal Connections for Library's Request for Proposal within the E-Rate Year 24 cycle as presented. The motion carried unanimously; Mayor Suarez was present and voting.

G. Discussion and consideration to approve Ordinance 2021-12 to abandon 10' of Right-of-Way located at the Southeast corner of Lot 14, Block 161, West Tract Subdivision and authorize the Mayor to execute any related documents. First reading of Ordinance 2021-12. Possible action. (Staffed by Engineering Department.)

Rebekah de la Fuente stated the owner had dedicated 20 feet of right-of-way on the west side of Border Road when she subdivided the property; the proposed new right-of-line will be located a few feet from the front door of her residence and owner requested consideration to abandon 10 feet on the west side of Border Road. Staff recommended approval as there is sufficient right-of-way for widening of the roadway.

Mr. Jose de los Santos, on behalf of the applicant Norma Vallejo, thanked the Mayor, Commission and staff for the favorable consideration and assistance.

Mayor Pro Tem Muñoz seconded by Commissioner Pedraza moved to approve Ordinance 2021-12 to abandon 10' of Right-of-Way located at Southeast corner of Lot 14 Block 161 West Tract Subdivision as presented. The motion carried unanimously; Mayor Suarez was present and voting.

H. Discussion and consideration to accept and award the purchase of a Mobile Column Lift, as specified on RFB No. 2020-21-07 to the lowest and most advantageous bidder Arnold Oil Company, in an amount not to exceed $59,644.02 and authorize the Mayor to execute any related documents. Possible action. (Staffed by Public Works Department.)

David Arce, Deputy Public Works Director, stated twelve (12) bids were received; staff evaluated and tabulated; lowest bidder did not meet the standards on the request for proposals (cost of accessories) all others did. Staff recommended approval to award the next lowest respondent Arnold Oil in the amount of $59,644.02 and is within budget.

Commissioner Farias second by Commissioner Lopez moved to approve purchase of a Mobile Column Lift as specified on RFB NO. 2020-21-07 to Arnold Oil Company in an amount not to exceed $59,644.02 as presented. The motion carried unanimously; Mayor Suarez was present and voting.

I. Discussion and consideration to ratify Purchase Order No. 21-2698 to contract OMT Utilities for emergency repairs on a collapsed manhole located at 18th St. & Airport Dr. in the amount of $112,500 and authorize the Mayor to execute all related documents. Possible action. (Staffed by Public Works Department.)

Pete Garcia, Public Works Director, stated an emergency repair for a collapsed manhole on 18th St. & Airport Dr. was done; staff solicited three quotes and recommended approval to ratify the purchase order issued to OMT Utilities in the amount of $112,500 for the emergency repairs of the collapsed manhole.

Commissioner Kerr seconded by Commissioner Pedraza moved to ratify Purchase Order No. 21-2698 to contract OMT Utilities for emergency repairs on collapsed manhole located at 18th St. & Airport Dr. in the amount of $112,500 as presented. Motion carried unanimously; Mayor Suarez was present and voting.

J. Discussion and consideration on Resolution 2021-24 designating the Mayor as authorized representative to execute any and all documents for the Cleckler-Heald and B Garza Regional Detention Pond drainage project and authorize the Mayor to execute any related documents. Possible action. (Staffed by City Manager.)

The City Manager stated the Texas Water Development Board will need an interlocal agreement between the City and Weslaco-ISD for the proposed detention facility on school property by April 1st; property has been staked as requested by school board trustees for visualization of the project. The City Manager stated a workshop will be needed between the City and School to come to terms on the partnership for the project and stated either Monday or Tuesday 5:30 p.m. at city hall. Staff recommended approval of the resolution authorizing the Mayor to execute any related documents for this project.

Mayor Suarez stated he understood the school board wanted the workshop on site. The City Manager stated he will follow up with school board and discuss with them on-site or city hall and get back to the commission with date, time, and location.

Mayor Pro Tem Muñoz seconded by Commissioner Lopez moved to approve Resolution 2021-24 designating the Mayor as authorized representative to execute all documents for Cleckler-Heald and B. Garza Regional Detention Pond drainage project as presented. Motion carried unanimously; Mayor Suarez was present and voting.

Following for the record is the resolution.

RESOLUTION NO. 2021-24

WHEREAS, The City of Weslaco finds it in the best interest of the citizens of Weslaco, Hidalgo County, Texas for city wide drainage improvements.

WHEREAS, The City of Weslaco designates Mayor David Suarez as the authorized official for the purposes of executing any and all documents as required for the Cleckler-Heald and B Garza Regional Detention Pond Project.

NOW THEREFORE, BE IT RESOLVED that the Weslaco City Commission designates Mayor David Suarez as the authorized official for the purposes of executing all documents as required for the Cleckler-Heald and B Garza Regional Detention Pond Project.

Passed and Approved this 16th day of March 2021.

CITY OF WESLACO
/s/David Suarez, MAYOR

ATTEST:
/s/Norma A. Cantu, CITY SECRETARY

APPROVED AS TO FORM:
/s/Juan E. Gonzalez, CITY ATTORNEY

VIII. EXECUTIVE SESSION

At 6:09 p.m. Commissioner Pedraza seconded by Commissioner Lopez moved to convene the regular meeting in Executive Session. The motion carried unanimously; Mayor Suarez was present and voting.

At 6:39 p.m. Mayor Suarez stated the City Commission had completed its Executive Session and reconvened the regular meeting as open to the public.

IX. POSSIBLE ACTION ON WHAT IS DISCUSSED IN EXECUTIVE SESSION

A. Personnel - Discussion regarding the goals, objectives, and evaluation of the City Manager for the City of Weslaco as authorized by section §551.074 of the Texas Government Code.

No action.

B. Legal Consultation -- Consultation with City Attorney regarding Christopher De Leon as authorized by section §551.071 of the Texas Government Code.

No action.

C. Legal Consultation -- Consultation with City Attorney regarding any and all necessary legal action to dispose of abandoned aircraft located at Mid Valley Airport, 1901 Joe Stephens near Hanger B as authorized by section §551.071 of the Texas Government Code.

Commissioner Pedraza seconded by Commissioner Lopez moved to authorize legal action proceed to dispose of abandoned aircraft located at Mid Valley Airport, 1901 Joe Stephens near Hanger B as discussed in executive session. The motion carried unanimously; Mayor Suarez was present and voting.

D. Legal Consultation -- Consultation with City Attorney regarding the Commercial Contract and Tax Abatement agreement related to the sale of real property located at 400 Illinois Street as authorized by section §551.071 of the Texas Government Code.

Mayor Pro Tem Muñoz seconded by Commissioner Lopez moved to authorize the Mayor to execute the Commercial Contract and Tax Abatement agreement for real property located at 400 Illinois Street subject to the approval of a reinvestment/enterprise zone as discussed in executive session. The motion carried unanimously; Mayor Suarez was present and voting.

E. Real Property - Consultation with City Attorney on the purchase, sale, exchange, lease or value of real property located on Dragon Fly Street as authorized by section §551.072 of the Texas Government Code.

No action.

F. Real Property - Consultation with City Attorney on the purchase, sale, exchange, lease, or value of real property located at 216 S. Kansas Avenue as authorized by section §551.072 of the Texas Government Code.

Mayor Pro Tem Muñoz seconded by Commissioner Lopez moved to reject the offer of real property located at 216 S. Kansas Avenue as discussed in executive session. The motion carried unanimously; Mayor Suarez was present and voting.

X. ADJOURNMENT

Commissioner Kerr seconded by Commissioner Lopez moved to adjourn the meeting of March 16, 2021 at 6:40 p.m. The motion carried unanimously; Mayor Suarez was present and voting.

CITY OF WESLACO

_____

MAYOR, David Suarez

ATTEST:

_____

Norma A. Cantu, CITY SECRETARY

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4049

From:
REBEKAH DE LA FUENTE

Subject:
Approval of Ordinance 2021-11 to rezone 313 W Pike Blvd. Also being Lot 18-19, Block 19, Esplanada Subdivision, Weslaco, Hidalgo County, Texas from R-1 One-family dwelling district to B-2 secondary and highway business district and authorize the Mayor to execute any related documents. (First reading held March 16, 2021; staffed by Planning & Code Enforcement Department.)

Background:
The applicant is requesting to rezone property R-1 One-family dwelling district.to B-2 secondary and highway business district. Nineteen (19)property owners within 200 feet of the applicant's property were notified by letter on February 19, 2021.

Funding Source (budget code, if applicable)**:**

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:
Mayor's Signature
Ordinance - First Reading
Ordinance - Final Reading

If item previously considered, provide date and action by Commission:

If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:
Notice of the application and the Public Hearing for the Planning and Zoning Commission and City Commission appeared in The Monitor on February 15, 2021.

Advisory Review, if any (name of board/committee, date of action, recommendation)**:**
The Planning and Zoning Commission recommended approval of the rezone request based on surrounding land use at their regular meeting of March 3, 2021.

ADELAIDA VEGA Created
REBEKAH DE LA FUENTE
Mike Perez

City Manager Comments:
Approve.

Staff Recommendation:
Staff recommends approval of rezone request based on 2040 Land Use Map and surrounding properties.

Attachments, if any:

Rezone-313 W Pike- Memo, 313 W PIKE ATTACHMENTS, 313 W Pike Blvd- Aerial, O2021-11 rezone 313 W Pike- Ordinance
Responsibilities upon Approval: Staff will advise Applicant.

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

M E M O

TO: Mayor and City Commission

FROM: Rebekah de la Fuente, Planning & Code Enforcement Director

RE: Rezone- 313 W Pike Blvd

DATE: March 8, 2021

The property owner is proposing to a Drive-thru restaurant constructed of storage containers at the proposed location. The 2040 Land Use Map has identified Pike Blvd as a commercial corridor and proposed use will conform to the surrounding neighborhood. There are currently commercial properties to the north and east of the site. No petition were received for or against this item.

The Planning & Zoning Commission recommended approval based on the existing use of the surrounding properties.

Thank you,

Rebekah de la Fuente, CFM

APPLICATION FOR REZONING

Receipt 2699853

The Planning & Zoning Commission meets every 1st Wednesday of each month at 5:30 pm.

The City Commission meets every 1st and 3rd Tuesday of each month at 5:30 pm

FILE NO. RECEIVED

DEC 14 2020

Planning & Code Enforcement Dept.

PROPOSED PROJECT

Legal Description of Property to be rezoned:

Lot 18-19 Block 19

Subdivision Name Esplanada

Street Address 313 W Pike Blvd

Existing Zoning Residential Existing Land Use Empty lot

Proposed Zoning Comercial Proposed Land Use Drive thru/Rental

✓ $305.00 non-refundable filing fee.

✓ Detailed dimensioned site plan/map must be submitted with this request.

✓ Survey and metes and bounds if the legal description is a portion of a lot.

✓ City and school tax receipts attached.

____ I have received a copy of "The Intent of Zoning Application Instructions".

APPLICANT

Name Domingo J Gonzalez Phone 9564637893

Address 328 W Zacatecas Fax: 9563515262

City Weslaco State TX Zip Code 78599 E-Mail: jules_vera@yahoo.com

OWNER

Name Domingo J Gonzalez Phone 9564637893

Address 328 W Zacatecas Fax: 9563515262

City Weslaco State TX Zip Code 78599 E-Mail: jules_vera@yahoo.com

I certify that I am the actual owner of the property described above and this application is being submitted with my consent (include corporate name if applicable); or I am authorized by the actual owner to submit this application and have attached written evidence of such authorization.

Signature _____ Date Dec/10/2020
Owner

Signature _____ Date Dec/10/2020
Applicant

Signature _____ Date _____
Authorized Agent

255 S. KANSAS AVE ■ WESLACO, TEXAS 78596-6285 ■ 956-447-3401 ■ (Fax) 956-973-3128 ■ WWW.WESLACOTX.GOV

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

PLANNING DEPARTMENT

February 19, 2021

Legal Notice

Dear Occupant:

The Weslaco Planning and Zoning Commission will hold a public hearing on Wednesday, March 3, 2021, and the City Commission will hold a public hearing on March 16, 2021 at 5:30 p.m. at the City Hall Legislative Chambers located at 255 South Kansas Avenue and via zoom to consider the following request:

Telephonic conferencing capabilities will be utilized to allow member of the public to participate remotely via Toll Free Dial In Number: +1 346 248 7799; Meeting ID: 860 6715 1275

Members of the public who wish to participate in Public Hearing on an agenda item must send their name, address and phone number via email to karevalo@weslacotx.gov by 12:00 pm on March 3, 2021. A staff member will contact you with instructions via phone call to address your public comment.

REZONE REQUEST:

Domingo Gonzalez is requesting to rezone 313 W Pike Blvd. Also being Lot 18-19, Block 19, Esplanada Subdivision, Weslaco, Hidalgo County, and Texas from R-1 One-family dwelling district.to B-2 secondary and highway business district.

The public is hereby invited to attend and express their support or opposition to the request. You may also file a written notice supporting or protesting this action. For more information please call the Planning Department at (956) 447-3403.

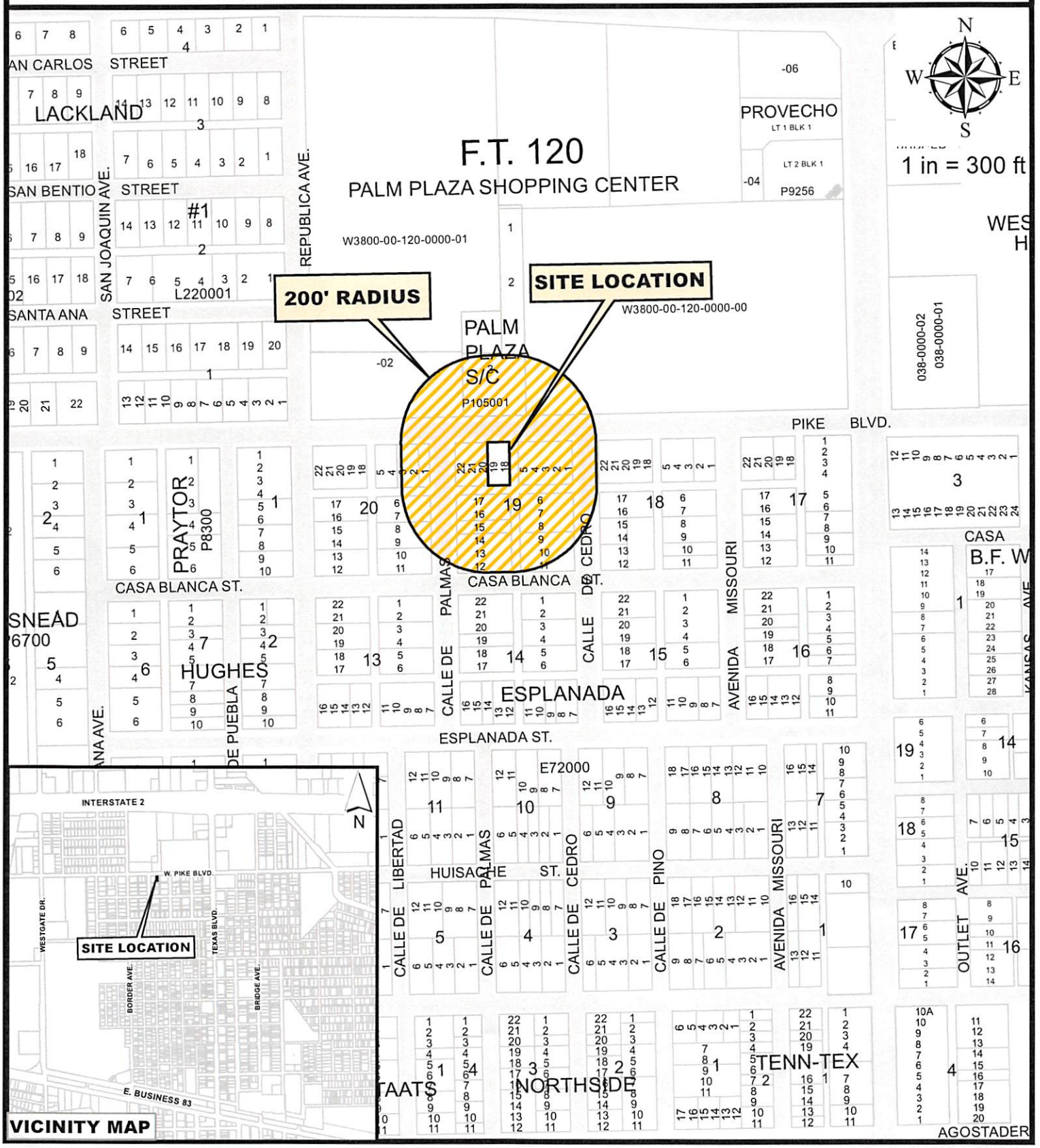
Si desea información en español, por favor llame al departamento de Planeación de la ciudad de Weslaco, (956) 447-3403.

Sincerely,

Rebekah de la Fuente, CFM
Planning Director

CITY OF WESLACO

Engineering Department



Domingo J. Gonzalez

313 West Pike Blvd.

ESPLANADA SUBDIVISION BLK 19 LTS 18-19

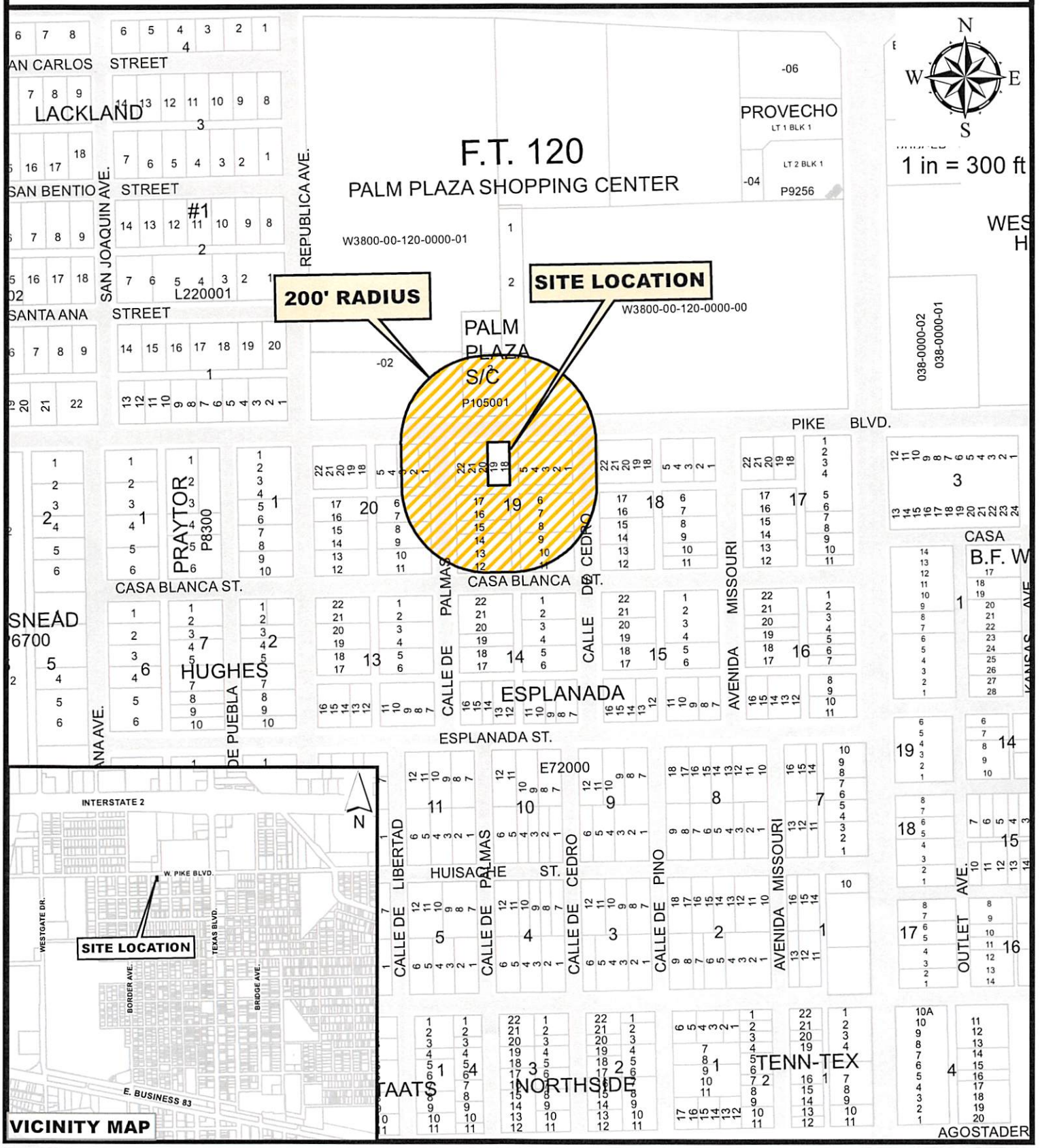
BLOCK 163, F.T. 121, LOT 1

Purpose for the Rezoning request

Existing zoning:	R-1
Existing land use:	Empty Lot
Proposed zoning:	B-3
Proposed land use:	Commercial

CITY OF WESLACO

Engineering Department



Domingo J. Gonzalez

313 West Pike Blvd.

ESPLANADA SUBDIVISION BLK 19 LTS 18-19

BLOCK 163, F.T. 121, LOT 1

Purpose for the Rezoning request

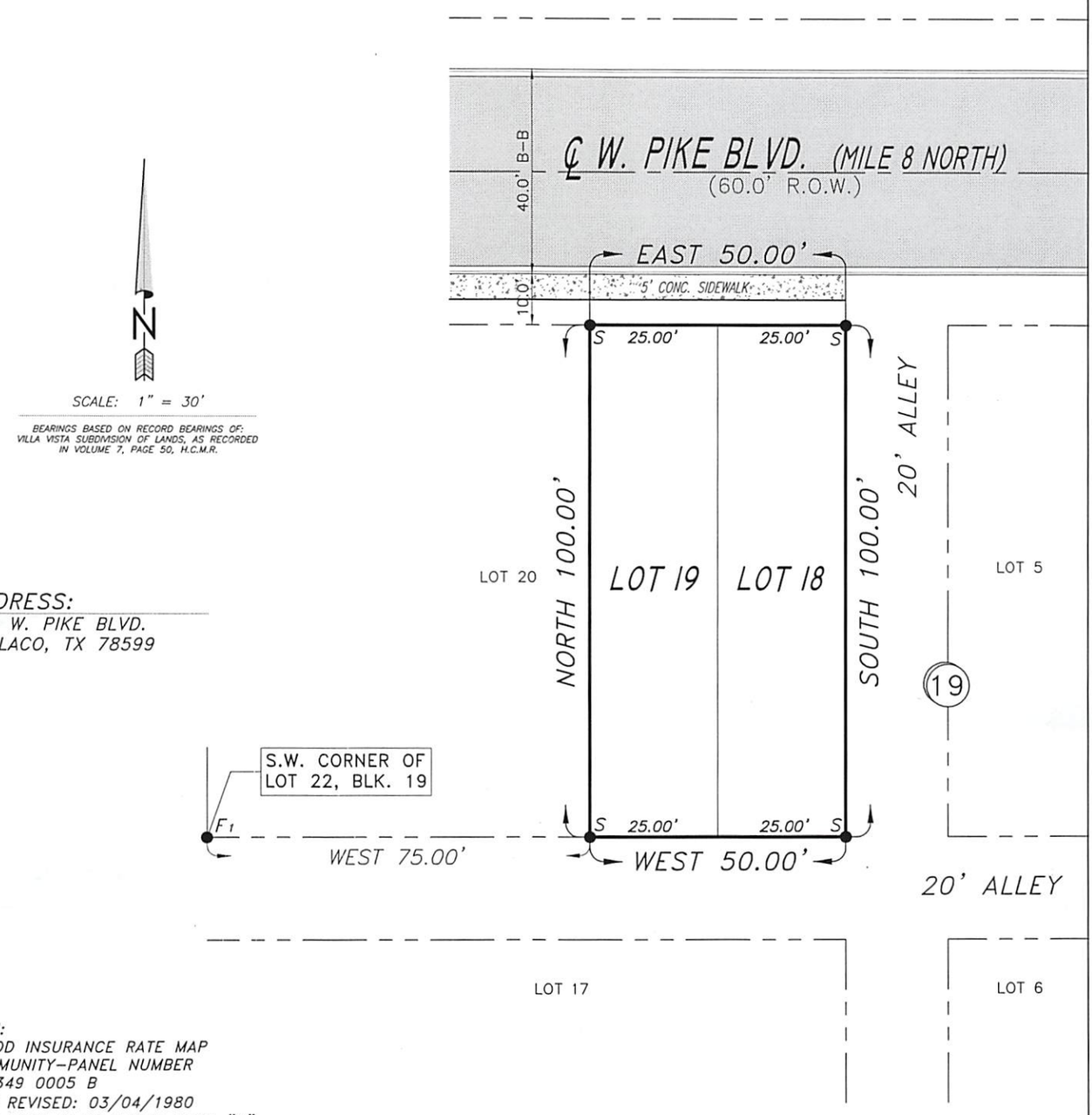
Existing zoning:	R-1
Existing land use:	Empty Lot
Proposed zoning:	B-3
Proposed land use:	Commercial

City of Weslaco Code Enforcement Dept.

FEB 18, 2021

CANTU JULIAN SR SR 4311 RJ JOHNS AVE WESLACO TX 78599-3234	E7200-00-018-0018-00 ESPLANADA BLK 18 LTS 18-19-20-21 -22 215 W PIKE BLVD	L: 43750 B: 26555
MEDINA JUAN M JR 3803 CENIZO ST MERCEDES TX 78570	E7200-00-019-0001-00 ESPLANADA BLK 19 LTS 1-5 309 W PIKE BLVD	L: 68750 B: 169042
BRIONES ELVIRA G 809 N CEDRO ST WESLACO TX 78596-4712	E7200-00-019-0006-00 ESPLANADA BLK 19 LTS 6-7-8 809 N CEDRO ST	L: 39375 B: 20524
SALAZAR EMMA Q & LEONEL R 110 S 29TH ST DONNA TX 78537	E7200-00-019-0009-00 ESPLANADA BLK 19 LOT 9 801	L: 13125 B: 0
SALAZAR EMMA Q & LEONEL R 110 S 29TH ST DONNA TX 78537	E7200-00-019-0010-00 ESPLANADA BLK 19 LTS 10-11 801 N CEDRO ST	L: 26250 B: 90771
SOSA JOSE PO BOX 1121 WESLACO TX 78599-1121	E7200-00-019-0012-00 ESPLANADA BLK 19 LTS 12-13-14 804 N PALMAS ST	L: 39375 B: 16240
GARCIA SAUL & GLENDA D 808 N PALMAS ST WESLACO TX 78596-4743	E7200-00-019-0015-00 ESPLANADA BLK 19 LT 15 808	L: 13125 B: 37709
GARCIA SAUL & MA VICTORIA 810 N PALMAS ST WESLACO TX 78596-4743	E7200-00-019-0016-00 ESPLANADA BLK 19 LTS 16-17 810	L: 26250 B: 17384
GONZALEZ DOMINGO J 328 W ZACATECAS ST WESLACO, TX 78599-4450	E7200-00-019-0018-00 ESPLANADA BLK 19 LTS 18-19 313 W PIKE BLVD	L: 17500 B: 0
ZAVALA MARIA A 805 N PALMAS ST WESLACO TX 78596-4742	E7200-00-019-0020-00 ESPLANADA BLK 19 LTS 20-21-22 321 W PIKE BLVD	L: 26250 B: 21592
CASTILLO DAVID JR & ELIDA G 6723 N WESTGATE DR WESLACO TX 78599-5680	E7200-00-020-0001-00 ESPLANADA BLK 20 LT 1 815 N PALMAS ST	L: 8750 B: 11057
MORA MAXIMO & SANDRA GUERRA & 2513 ULEX AVE MCALLEN TX 78504-4581	E7200-00-020-0002-00 ESPLANADA BLK 20 LTS 2-3 403 W PIKE BLVD	L: 17500 B: 19189

MARTINEZ, CATARINO, Jr 407 W PIKE BLVD WESLACO TX 78596-4750	E7200-00-020-0004-00 ESPLANADA BLK 20 LTS 4-5 407 W PIKE BLVD	L: 17500 B: 59305
GARZA MARIA ESTELLA 811 N PALMAS ST WESLACO TX 78596-4742	E7200-00-020-0006-00 ESPLANADA BLK 20 LTS 6-7 811	L: 26250 B: 15725
ZAVALA MARIA TORRES & ROLANDO 805 N PALMAS ST WESLACO TX 78596-4742	E7200-00-020-0008-00 ESPLANADA BLK 20 LTS 8-9 805	L: 26250 B: 71898
RODRIGUEZ RENE & GUADALUPE 801 N PALMAS ST WESLACO TX 78596-4742	E7200-00-020-0010-00 ESPLANADA BLK20 LTS 10-11 801	L: 26250 B: 73268
ITHACA INVESTMENTS LTD PO BOX 461406 SAN ANTONIO TX 78246	P1050-01-001-0003-00 PALM PLAZA SHOP CENTER #1 BLK LOT 3 EXC N96'-W91' 1015 N TEXAS BLVD	L: 0 B: 0
SAN MARTIN DE PORRES CHURCH PO BOX 172 WESLACO TX 78599-0172	W3800-00-120-0000-00 WEST TRACT BLK FT 120 5.20 AC 901 N TEXAS BLVD	L: 1585584 B: 3140796
WESLACO PALM PLAZA LTD PO BOX 461406 SAN ANTONIO TX 78246-1406	W3800-00-120-0000-01 WEST TRACT BNG AN IRR TR N688.8' -W1021.05' AKA TR A,B,C & N96'-S 1025 N TEXAS BLVD	L: 4616896 B: 3667611



SCALE: 1" = 30'

BEARINGS BASED ON RECORD BEARINGS OF: VILLA VISTA SUBDIVISION OF LANDS, AS RECORDED IN VOLUME 7, PAGE 50, H.C.M.R.

ADDRESS:
313 W. PIKE BLVD.
WESLACO, TX 78599

FIRM:
FLOOD INSURANCE RATE MAP
COMMUNITY-PANEL NUMBER
480349 0005 B
MAP REVISED: 03/04/1980
THIS AREA IS IN FLOOD ZONE "C"

LEGEND:
F - FOUND 1/2"ø IRON ROD
F1 - FOUND 1/2"ø PIPE
S - SET 1/2"ø IRON ROD WITH A CAP LABELED "RPLS 4204"

I, RAUL E. GARCIA, REGISTERED PROFESSIONAL LAND SURVEYOR, CERTIFY THAT THE ABOVE IS A TRUE AND ACCURATE PLAT OF THE LANDS AS SURVEYED UNDER MY DIRECTION AND THAT THERE ARE NO VISIBLE DISCREPANCIES, VISIBLE EASEMENTS, CONFLICTS SHORTAGES IN AREA, BOUNDARY LINE CONFLICTS, PROTRUSIONS, EXCEPT AS SHOWN.

STATE OF TEXAS
REGISTERED
RAUL E. GARCIA
4204
PROFESSIONAL
LAND SURVEYOR

REGISTERED PROFESSIONAL LAND SURVEYOR # 4204

PLAT SHOWING

ALL OF LOTS 18 AND 19, BLOCK 19, ESPLANADA SUBDIVISION, AS RECORDED IN VOLUME 8, PAGE 26, MAP RECORDS, HIDALGO COUNTY, TEXAS.

This survey is being provided solely for the use of the current parties and that no license has been created, expressed or implied, to copy the survey except as is necessary in conjunction with the original transaction which shall take place within a six (6) months time period.

NOTES:
OVERHEAD AND UNDERGROUND FACILITIES ARE NOT SHOWN ON THIS SURVEY.
SURVEY COMPLETED WITHOUT THE BENEFIT OF A TITLE COMMITMENT.

R.E. Garcia Associates
R. E. GARCIA & ASSOCIATES
ENGINEERS, SURVEYORS, PLANNERS
ENGINEER (F-5001) & SURVEYOR (10015300)
116 NORTH 12th AVE.
EDINBURG, TEXAS 78541 (956) 381-1061
EMAIL: REGAASSOC@AOL.COM

TITLE: BOUNDARY SURVEY
DATE: JUNE 29, 2020 REV:
JOB # 2020-097 BOOK T-148/PG.52
SCALE: 1" = 30'
DRAWN BY: E.S.

TAX RECEIPT

PABLO (PAUL) VILLARREAL JR., PCC
HIDALGO COUNTY TAX ASSESSOR - COLLECTOR
PO BOX 178
EDINBURG, TEXAS 78540

Chc # 2867

Certified Owner:
GONZALEZ DOMINGO J
328 W ZACATECAS ST
WESLACO, TX 78599-4450

Legal Description:
ESPLANADA BLK 19 LTS 18-19

Parcel Address: 313 W PIKE BLVD
Legal Acres: 0.1148

Remit Seq No: 45206666
Receipt Date: 12/10/2020
Deposit Date: 12/10/2020
Print Date: 12/10/2020 11:48 AM
Printed By: JACKIE148
Appr. Dist. No.: 171322

Deposit No: E20345148A
Validation No: 900000059343067
Account No: E7200-00-019-0018-00
Operator Code: JACKIE148

Year	Tax Unit Name	Rec Type	Tax Value	Tax Rate	Levy Paid	P&I	Coll Fee Paid	Tota
2020	Hidalgo County	TL	17,750	0.575000	102.06	0.00	0.00	102.06
2020	Drainage Dist #1	TL	17,750	0.102600	18.21	0.00	0.00	18.21
2020	City Of Weslaco	TL	17,750	0.696700	123.66	0.00	0.00	123.66
2020	Weslaco Isd	TL	17,750	1.018900	180.85	0.00	0.00	180.85
2020	South Texas Isd	TL	17,750	0.049200	8.73	0.00	0.00	8.73
2020	South Texas College	TL	17,750	0.171800	30.49	0.00	0.00	30.49
					$464.00	$0.00	$0.00	$464.( )

> - -

- - <

Check Number(s):
2867

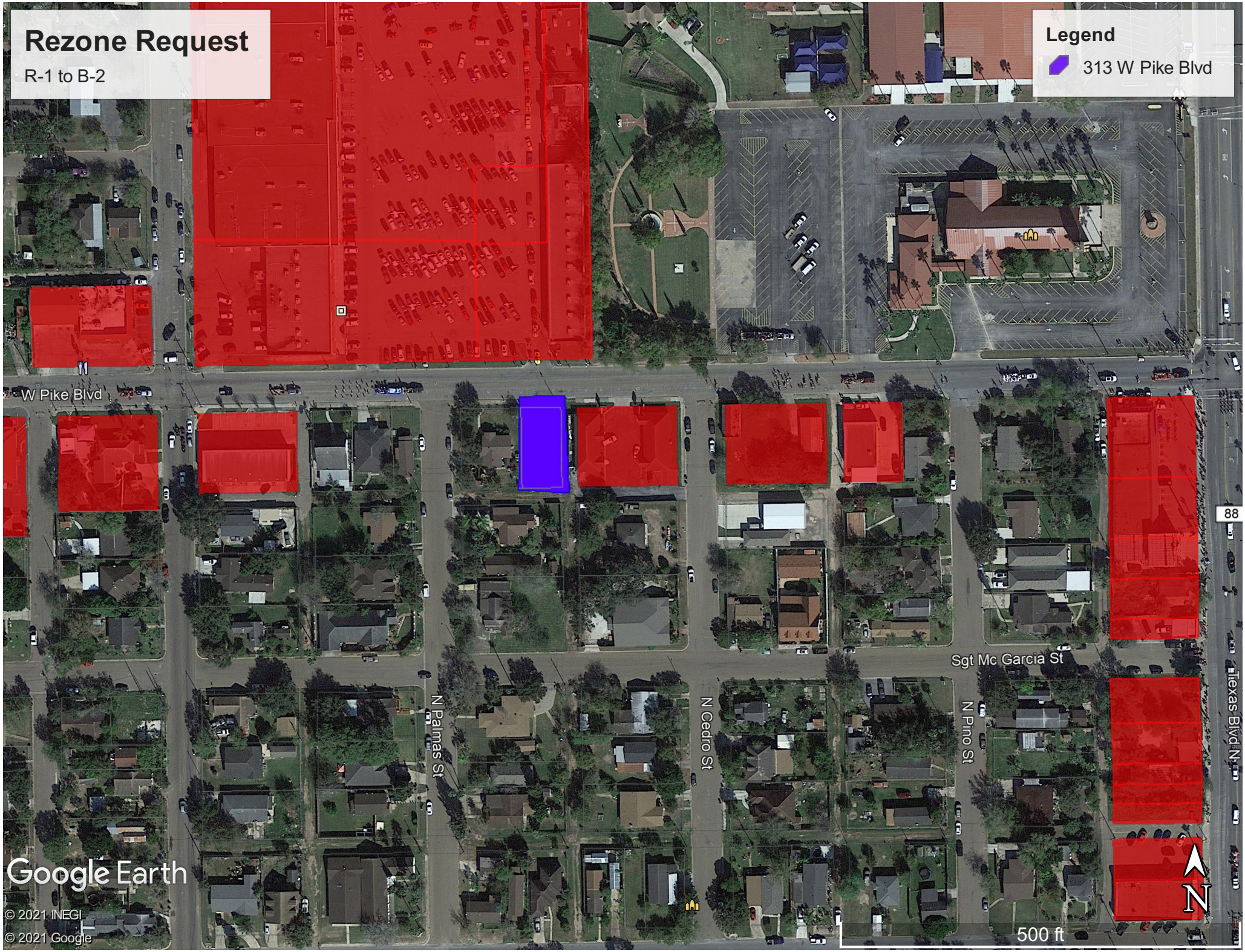
PAYMENT TYPE:
Checks: $464.00

Exemptions on this property:

Total Applied: $464.00
Total Tendered: $6,093.83
(for accounts paid on 12/10/2020)
Change Paid: $0.00

Account No: E7200-00-019-0018-00
PAYER: 22985142
DOMINGO J GONZALEZ
JULIE A VERA
328 W ZACATECAS
WESLACO, TX 78596

51.1.12


Rezone Request
R-1 to B-2
Legend
313 W Pike Blvd
W Pike Blvd
N Palmas St
N Cedro St
N Pino St
Sgt Mc Garcia St
Texas Blvd N
88
Google Earth
© 2021 INEGI
© 2021 Google
500 ft
N

ORDINANCE NO. 2021-11

AN ORDINANCE AMENDING ZONING ORDINANCE NO. 2018-02 AND AMENDING THE ZONING MAP OF THE CITY OF WESLACO TO CHANGE THE ZONING OF REZONE 313 W PIKE BLVD. ALSO BEING LOT 18-19, BLOCK 19, ESPLANADA SUBDIVISION, WESLACO HIDALGO COUNTY, FROM R-1 ONE-FAMILY DWELLING TO B-2 SECONDARY AND HIGHWAY BUSINESS DISTRICT SUBDIVISION DISTRICT BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS:

SECTION I: To rezone from an R-1 One-family dwelling to B-2 secondary and highway business district located at 313 W Pike Blvd. Also being Lot 18-19, Block 19, Esplanada Subdivision, Weslaco, Hidalgo County, Weslaco, Hidalgo County, Texas.

SECTION II: That this ordinance shall become effective upon its passage.

PASSED AND APPROVED on first reading at a regular meeting of the City Commission this 16th day of March 2021.

PASSED AND APPROVED on second reading at a regular meeting of the City Commission this 6th day of April 2021.

CITY OF WESLACO

_____
David Suarez, MAYOR

ATTEST:

_____
Norma A. Cantu, CITY SECRETARY

APPROVED AS TO FORM:

_____
Juan E. Gonzalez, CITY ATTORNEY

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4028
From:	
Subject: Approval of Ordinance 2021-12 to abandon 10' of Right-of-Way located at the Southeast corner of Lot 14, Block 161, West Tract Subdivision and authorize the Mayor to execute any related documents. (First reading held March 16, 2021; staffed by Engineering Department.)	
Background: See Attached Memo.	
Funding Source (budget code, if applicable)**:**	

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted: Mayor's Signature Ordinance - First Reading Ordinance - Final Reading
If item previously considered, provide date and action by Commission:
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**
ADELAIDA VEGA Created Albert Aldana Mike Perez
City Manager Comments: Approve.
Staff Recommendation: Staff recommends approval.
Attachments, if any: 03-12-21CCMemo_ROW Abandonment, Exihibit A O2021-12, O2021-12 Abandoni 10' ROW
Responsibilities upon Approval:

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

DATE: March 12, 2021

TO: Weslaco City Commission &
Mr. Mike Perez, City Manager

FROM: Albert J. Aldana, P.E.
City Engineer

SUBJECT: 10-Foot ROW Abandonment
Vallejo Subdivision Located on Border Rd & Sugarcane St

Dear Commissioners,

Recently, Mrs. Norma Vallejo, subdivided her property and in accordance with Thoroughfare Plan ROW requirements, she dedicated 20 feet of ROW on the west side of Border Rd, to the City of Weslaco. Soon thereafter she realized that the new ROW line is located a few feet from the front door to her existing home. Mrs. Vallejo then requested that the city consider abandoning 10-feet of ROW on the west side of Border Rd.

Engineering staff evaluated the existing ROW and determined that a maximum of 70 feet of ROW is sufficient to accommodate the optimal roadway widening section. The optimal roadway would consist of two northbound lanes and two southbound lanes near the intersection. A 52' back to back roadway could be accommodated within the 70 feet of right of way. As a result, the ROW could be reduced from 80 feet to 70 feet at this location.

Staff recommends approval of the proposed 10-foot ROW abandonment.

Attached please find an Exhibit that identifies the proposed ROW abandonment.

Exhibit A

N

0 20 40 80

SCALE: 1"=40'

RIGHT OF WAY ABANDONMENT

City of Weslaco

WWW.WESLACOTX.GOV
(TEL) 956-968-3181 255
S. KANSAS WESLACO,
TEXAS 78599

WEST & ADAMS NO.39AC
LOT 14 BLK 161

50' ROW

TEJAS DOS LOT 1 BLK 9

EXIST. 10'
UTILITY
EASEMENT
M.R.H.C #
3167552

10.00'

EXIST. 80' R.O.W.
M.R.H.C # 3167552

LEGEND
EX. PROPERTY LINE
EX. CENTER LINE
PROP. ROW LINE

VALLEJO LOT 1

100.00'

100.00'

20'

40'

10' RIGHT OF WAY
TO BE ABANDONED

60'

10' RIGHT OF WAY
TO REMAIN IN PLACE

20'
M.R.H.C #
3167552

155.00'

159.26'

PRAISE TABERNACLE
CHURCH LOT 2

70' R.O.W.

VALLEJO LOT 2

H.C.C.I.D. No. 9 CANAL ROW

2,892.15 SQ.FT.
0.066 AC

EXIST. 10'
UTILITY
EASEMENT
M.R.H.C #
3167552

℄ MILE 5 1/2 WEST ROAD

10'

EXIST. 20'
R.O.W.
M.R.H.C #
3167552

35.36'

29.13'

49.20'

14.04'

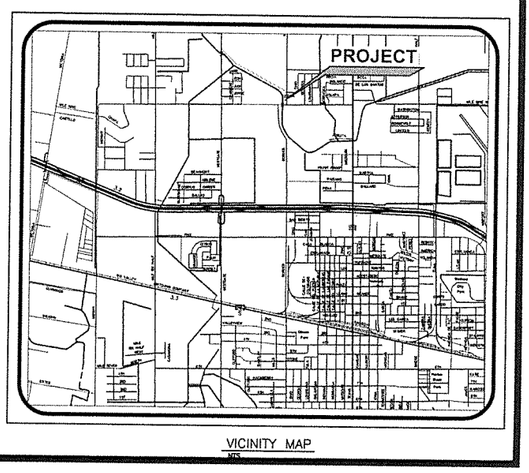
30'

℄ MILE 9 NORTH ROAD

EXIST. 80' ROW

50'

WEST TRACT-W269.95'-N1237.85' AN
IRR TR EXC N CENTER 0.50AC FOR
IMPS FT 126 6.01AC NET



VICINITY MAP

ORDINANCE NO. 2021-12

AN ORDINANCE ABANDONING 10' RIGHT-OF-WAY FROM THE SOUTHEAST CORNER OF LOT 14, BLOCK 161 OUT OF THE WEST TRACT SUBDIVISION, IN HIDALGO COUNTY, WESLCO, TEXAS AND ORDAINING OTHER MATTERS WITH RESPECT TO THE SUBJECT MATTER HEREIN.

BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS, that:

WHEREAS, 20 feet of Right-of-Way was dedicated to the City of Weslaco from the southeast corner of Lot 14, Block 161 out of West Tract Subdivision, in Hidalgo County, Texas which is more particularly described in Exhibit "A", which is attached hereto and incorporated by reference herein; and

WHEREAS, said dedicated ROW was recorded in Document Number 3167557 of the Map Records of Hidalgo County, Texas; and

WHEREAS, the City requires only 10 feet of ROW dedication as indicated in Exhibit "A"; and

WHEREAS, it is the opinion of the Weslaco City Commission of the City of Weslaco that it is in the best interest of the City of Weslaco that said 10' Right-of-Way be abandoned.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WESLACO, HIDALGO COUNTY, TEXAS:

The 10' Right-of-Way described in Exhibit "A", shall be and the same is hereby abandoned.

PASSED AND APPROVED on first reading at a regular meeting of the City Commission this 16th day of March 2021.

PASSED AND APPROVED on second reading at a regular meeting of the City Commission this 6th day of April 2021.

CITY OF WESLACO

_____
David Suarez, MAYOR

ATTEST:

_____
Norma A. Cantu, CITY SECRETARY

APPROVED AS TO FORM:

_____
Juan E. Gonzalez, CITY ATTORNEY

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4061	
From:		
Subject: Approval on amendments and extension from April 7, 2021 to May 7, 2021 for Disaster Declaration (COVID-19) and any reports related to such executive orders and authorize the Mayor to execute any related documents. (Staffed by City Manager.)		
Background:		
Funding Source (budget code, if applicable)**:**		
Amount:	Term of Impact:	Identified in Current Budget:
Additional Action Prompted: Mayor's Signature		
If item previously considered, provide date and action by Commission:		
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:		
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**		
ADELAIDA VEGA Mike Perez	Created	
City Manager Comments: Approve.		
Staff Recommendation: Approve.		
Attachments, if any:		
Responsibilities upon Approval:		

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4079	
From:		
Subject: Approval to authorize staff solicit proposals for three (3) police units and authorize the Mayor to execute any related documents. (Staffed by Police Department.)		
Background:		
Funding Source (budget code, if applicable)**:**		
Amount:	Term of Impact:	Identified in Current Budget:
Additional Action Prompted:		
If item previously considered, provide date and action by Commission:		
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:		
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**		
ADELAIDA VEGA ROBERT LOPEZ Mike Perez	Created/Initiated New	
City Manager Comments: Approve.		
Staff Recommendation:		
Attachments, if any:		
Responsibilities upon Approval:		

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4066

From:
ROBERT LOPEZ

Subject:
Approval to accept Homeland Security Grant Program's Operation Stonegarden award for $230,000 with NO MATCH REQUIRED to fund overtime to meet OPSG goals and objectives and purchase a Police Unit, with police equipment and authorize the Mayor to execute any related documents. (Staffed by Police Department.)

Background:
The purpose of the Homeland Security Grant Program (HSGP) is to support state and local efforts to prevent terrorism and other catastrophic events and to prepare the Nation for the threats and hazards that pose the greatest risk to the security of the United States. Funding will be used to pay overtime for officer to meet the goals and objectives of OPSG. Funding will also be used to purchase equipment needed to complete this mission.

Funding Source (budget code, if applicable)**:**
Homeland Security Grant Program Governor's Office

Amount: $230,000	Term of Impact: 12 months	Identified in Current Budget: No

Additional Action Prompted:
Mayor's Signature

If item previously considered, provide date and action by Commission:
02/04/2021 Resolution 2021-17 was signed approving the application of this grant.

If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:

Advisory Review, if any (name of board/committee, date of action, recommendation)**:**

ROBERT LOPEZ	Created/Initiated
ROBERT LOPEZ	Approved
Mike Perez	New

City Manager Comments:
Approve.

Staff Recommendation:
Approval

Attachments, if any:
Stonegarden OPSG Grant 3173406 Statement of Grant Award,
SOGA_CongratulatoryLetter_HSGD_2018-03-01 (12)

Responsibilities upon Approval:

Finance will submit FSR. Police will submit Progress Reports.

Statement of Grant Award (SOGA)

The Statement of Grant Award is the official notice of award from the Office of the Governor (OOG). This Grant Agreement and all terms, conditions, provisions and obligations set forth herein shall be binding upon and shall inure to the benefit of the Parties and their respective successors and assigns and all other State of Texas agencies and any other agencies, departments, divisions, governmental entities, public corporations, and other entities which shall be successors to each of the Parties or which shall succeed to or become obligated to perform or become bound by any of the covenants, agreements or obligations hereunder of each of the Parties hereto.

The approved project narrative and budget for this award are reflected in eGrants on the 'Narrative' and 'Budget/Details' tabs. By accepting the Grant Award in eGrants, the Grantee agrees to strictly comply with the requirements and obligations of this Grant Agreement including any and all applicable federal and state statutes, regulations, policies, guidelines and requirements. In instances where conflicting requirements apply to a Grantee, the more restrictive requirement applies.

The Grant Agreement includes the Statement of Grant Award; the OOG Grantee Conditions and Responsibilities; the Grant Application in eGrants; and the other identified documents in the Grant Application and Grant Award, including but not limited to: 2 CFR Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards; Chapter 783 of the Texas Government Code, Title 34, Part 1, Chapter 20, Subchapter E, Division 4 of the Texas Administrative Code, and the Uniform Grant Management Standards (UGMS) developed by the Comptroller of Public Accounts; the state Funding Announcement or Solicitation under which the grant application was made, and for federal funding, the Funding Announcement or Solicitation under which the OOG was awarded funds; and any applicable documents referenced in the documents listed above. For grants awarded from the U.S. Department of Justice, the current applicable version of the Department of Justice Grants Financial Guide and any applicable provisions in Title 28 of the CFR apply. For grants awarded from the Federal Emergency Management Agency (FEMA), all Information Bulletins and Policies published by the FEMA Grants Program Directorate apply. The OOG reserves the right to add additional responsibilities and requirements, with or without advance notice to the Grantee.

By clicking on the 'Accept' button within the 'Accept Award' tab, the Grantee accepts the responsibility for the grant project, agrees and certifies compliance with the requirements outlined in the Grant Agreement, including all provisions incorporated herein, and agrees with the following conditions of grant funding. The grantee's funds will not be released until the grantee has satisfied the requirements of the following Condition(s) of Funding and Other Fund-Specific Requirement(s), if any, cited below:

Grant Number:	3173406	**Award Amount:**	$230,000.00
Date Awarded:	3/23/2021	**Grantee Cash Match:**	$0.00
Grant Period:	03/01/2021 - 02/28/2022	**Grantee In Kind Match:**	$0.00
Liquidation Date:	05/29/2022	**Total Project Cost:**	$230,000.00
Program Fund:	HS-Homeland Security Grant Program		

	(HSGP)
Grantee Name:	Weslaco, City of
Project Title:	Hidalgo-2020 OPSG
Grant Manager:	Jerry Ding
DUNS Number:	036562767
CFDA:	97.067 - Homeland Security Grant Program (HSGP)
Federal Awarding Agency:	U.S. Department of Homeland Security, Federal Emergency Management Agency
Federal Award Date:	9/4/2020
Federal/State Award ID Number:	EMW-2020-SS-00054
Total Federal Award/State Funds Appropriated:	$98,320,229.00
Pass Thru Entity Name:	Texas Office of the Governor – Homeland Security Grants Division (HSGD)
Is the Award R&D:	No
Federal/State Award Description:	The purpose of the HSGP is to support state and local efforts to prevent terrorism and other catastrophic events and to prepare the Nation for the threats and hazards that pose the greatest risk to the security of the United States. The HSGP provides funding to implement investments that build, sustain, and deliver the 31 core capabilities essential to achieving the National Preparedness Goal (the Goal) of a secure and resilient Nation. The building, sustainment, and delivery of these core capabilities are not exclusive to any single level of government, organization, or community, but rather, require the combined effort of the whole community.

GOVERNOR GREG ABBOTT

Dear Grantee:

Congratulations on your award! To activate your agency's grant, the Authorized Official must log on to eGrants at https://eGrants.gov.texas.gov and go to the 'My Home' tab. In the 'Pending Applications' section, locate the application with a 'Current Status' of "Pending AO Acceptance of Award". Click on the grant number and proceed to the 'Accept Award' tab. From this tab, click on the 'Accept' button. Grants must be accepted within 45 calendar days of the date the award was issued.

Be sure to review the Grantee Conditions and Responsibilities Memo for a quick overview of general items every grantee should be aware of. You can also find more detailed information on the eGrants website including helpful resources, links, and tools needed to properly administer HSGD grants. The Guide to Grants, also on the website, contains answers to questions frequently asked by grantees.

If you have any questions regarding this award, feel free to contact your grant manager, whose name is referenced in the Statement of Grant Award or you may always contact our office via the eGrants Help Desk at eGrants@gov.texas.gov.

We look forward to working with you to ensure the success of your program

Nancy N Carrales

Nancy N. Carrales
Executive Director
Homeland Security Grants Division

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4068
From: Olga Garza	
Subject: Approval to authorize staff solicit sealed bids for three pickup units under Sanitation Dept. and one pickup unit under Public Works Administration and authorize the Mayor to execute any related documents. (Staffed by Public Works Department.)	
Background: Public Works Department is requesting authorization to solicit sealed bids for the purchase of three pickup trucks that will be utilized for Sanitation Division as presented in the budget and one pickup truck which will be utilized under Public Works administration.	
Funding Source (budget code, if applicable)**:**	

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:	
If item previously considered, provide date and action by Commission:	
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:	
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**	
Olga Garza Pete Garcia Mike Perez	Created/Initiated Approved New
City Manager Comments: Approve.	
Staff Recommendation: Staff recommends approval.	
Attachments, if any:	
Responsibilities upon Approval:	

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4067
From: Olga Garza	
Subject: Approval to authorize staff to solicit sealed bids for the remodeling of the Weslaco Recycling Building located on S Border Ave. and Mile 5 N Road and authorize the Mayor to execute any related documents. (Staffed by Public Works Department.)	
Background: Public Works Dept. is requesting approval to solicit sealed bids for the remodeling of the Weslaco Recycling Center which will be the future site of Sanitation Division once the city takes over garbage services for our residents as presented under the proposed solid waste budget.	
Funding Source (budget code, if applicable)**:**	

Amount:	Term of Impact:	Identified in Current Budget:
Additional Action Prompted:		
If item previously considered, provide date and action by Commission:		
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:		
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**		
Olga Garza Pete Garcia Mike Perez	Created/Initiated Approved New	
City Manager Comments: Approve.		
Staff Recommendation: Staff recommends approval.		
Attachments, if any:		
Responsibilities upon Approval:		

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4083

From:
Olga Garza

Subject:
Approval on Resolution 2021-25 to increase citizen members from five to seven, decrease Commission members from three to one, and remove Republic Services representative on the Recycling Task Force Committee and authorize the Mayor to execute any related documents. (Staffed by Public Works Department.)

Background:
As approved by the Recycling Task Force Committee meeting on 3/25/21, the committee has recommended to increase citizen members to seven, decrease commission members to one, and remove Republic Services member. The total number of members decreased from ten to nine.

Funding Source (budget code, if applicable)**:**

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:
Resolution
Mayor's Signature

If item previously considered, provide date and action by Commission:

If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:

Advisory Review, if any (name of board/committee, date of action, recommendation)**:**

ADELAIDA VEGA	Created/Initiated
Olga Garza	Approved
David Arce	Approved
Pete Garcia	Approved
Mike Perez	New

City Manager Comments:
Approve.

Staff Recommendation:
Approve.

Attachments, if any:
R2021-25 Recycling Task force FINAL

Responsibilities upon Approval:
Execute and retain.

RESOLUTION NO. 2021-25

A RESOLUTION OF THE CITY OF WESLACO ESTABLISHING MEMBERSHIP OF THE AD HOC CITIZENS' COMMITTEE KNOWN AS THE WESLACO RECYCLING COMMITTEE TASK FORCE

WHEREAS, Resolution 2017-20 passed and approved on March 7, 2017 established an ad hoc citizens' committee to solicit suggestions, make recommendations, and encourage participation toward the planning and facilitating of programs, activities, and awareness on the importance of recycling; and

WHEREAS, the composition of members approved was three members (3) would be from the Weslaco City Commission; one (1) representative of Public Works Department, one (1) representative of Republic Services and five (5) citizens for a total membership of ten (10);

WHEREAS, the commission desires to support and foster greater public participation from interested individuals wishing to serve their community and on April 6, 2021 the consensus was to increase citizen members from five (5) to seven (7), decrease members of the Weslaco City Commission from (3) to one (1), and remove one (1) representative of Republic Services for a total of nine (9) members;

WHEREAS, members shall serve without compensation and may be eligible for reappointment.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS THAT the membership of citizens on the Weslaco Recycling Committee Task Force increased from five to seven.

PASSED AND APPROVED on this 6th day of April 2021.

CITY OF WESLACO

_____

David Suarez, **MAYOR**

ATTEST:

_____

Norma A. Cantu, **CITY SECRETARY**

APPROVED AS TO FORM:

_____

Juan E. Gonzalez, **CITY ATTORNEY**

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4082
From: Olga Garza	
Subject: Approval to authorize staff to solicit sealed bids to purchase 96-Gallon residential garbage bins and authorize Mayor to execute any related documents. (Staffed by Public Works Department.)	
Background: Public Works Dept. is requesting approval to solicit sealed bids for the purchase of 12,000 residential garbage bins (96-Gallon) which will distributed to residents as we transition into operating garbage collection in-house. Republic Services has agreed to continue services utilizing city-owned bins until the city takes over.	
Funding Source (budget code, if applicable)**:**	

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:	
If item previously considered, provide date and action by Commission:	
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:	
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**	
ADELAIDA VEGA	Created/Initiated
Olga Garza	Approved
David Arce	Approved
Pete Garcia	Approved
Mike Perez	New
City Manager Comments: Approve.	
Staff Recommendation: Staff recommends approval.	
Attachments, if any:	
Responsibilities upon Approval:	

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4070

From:

Subject:
Approval of request from the Weslaco Youth Football League to use Harlon Block Park field for team practices and authorize the Mayor to execute any related documents. (Staffed by Parks and Recreation Department.)

Background:
The Parks & Recreation Advisory Board met on February 17th at their Regular monthly meeting and reviewed a "Return to Play" plan submitted by the Weslaco Youth Football League.

As per the adopted Board policy guide when considering local "Return to Play" and Work Safe Plans the following was considered:
Sport operators that conduct programs (youth/adult) on city facilities must implement a "Return to Play" plan aligned with the recommendation of their affiliated State/National Governing Body for their specific sport. (i.e. Youth Soccer = USA Youth Soccer and South Texas Youth Soccer).
The "Return to Play" plan must be submitted to the City of Weslaco Office of Emergency Management's Work Safe Plan application for approval.
The WYFL's request is for the use of Harlon Block Park – West Field to conduct practices for their competitive level group – Weslaco Pride teams. These teams travel around the Valley and the State to compete in tackle football in the Texas Youth Football Association. Their plan involves the following:

- March – May; 4 nights a week 6:15 p.m. - 8:00 p.m.
- Creating four quadrants on the west field
- Assigning one team to each quadrant
- Teams have 2-3 coaches and 15-25 players
- Parents will be required to stay in/at their parked vehicle

Their plan was reviewed by the Board with a favorable recommendation to begin play as per their submitted plan and "TYFA's COVID-19 Safety Protocols".

Funding Source (budget code, if applicable)**:**

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:
Mayor's Signature

If item previously considered, provide date and action by Commission:

If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:

Advisory Review, if any (name of board/committee, date of action, recommendation)**:**

The Parks & Recreation Board received and reviewed the request from the Weslaco Youth Football League and gave it a favorable recommendation.	
OMAR RODRIGUEZ OMAR RODRIGUEZ Mike Perez	Created/Initiated Approved New
City Manager Comments: Approve.	
Staff Recommendation: Staff approves request.	
Attachments, if any: MEMO to Mayor regarding return to play WYFL Pride workouts, 2021 Request Permission- Harlon Block, Covid-19 Safety Protocols	
Responsibilities upon Approval:	

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

DATE; **February 25, 2021**

TO: **Mayor David Suarez**

FROM: **Johnny Cavazos, Chairman – Weslaco Parks & Recreation Advisory Board**

CC: **Mike R. Perez, City Manager**
Omar Rodriguez, Parks & Recreation – Director
Antonio Lopez, Emergency Manager

SUBJECT: **Sports Leagues "Return to Play" policy**

The Parks & Recreation Advisory Board met on February 17th at their Regular monthly meeting and reviewed a "Return to Play" plan submitted by the Weslaco Youth Football League.

As per the adopted Board policy guide when considering local "Return to Play" and Work Safe Plans the following was considered:

> *Sport operators that conduct programs (youth/adult) on city facilities must implement a "Return to Play" plan aligned with the recommendation of their affiliated State/National Governing Body for their specific sport. (i.e. Youth Soccer = USA Youth Soccer and South Texas Youth Soccer).*
>
> *The "Return to Play" plan must be submitted to the City of Weslaco Office of Emergency Management's Work Safe Plan application for approval.*

The WYFL's request is for the use of Harlon Block Park – West Field to conduct practices for their competitive level group – Weslaco Pride teams. These teams travel around the Valley and the State to compete in tackle football in the Texas Youth Football Association. Their plan involves the following:

- March – May; 4 nights a week 6:15 p.m. - 8:00 p.m.
- Creating four quadrants on the west field
- Assigning one team to each quadrant
- Teams have 2-3 coaches and 15-25 players
- Parents will be required to stay in/at their parked vehicle

Their plan was reviewed by the Board with a ***favorable*** recommendation to begin play as per their submitted plan and "TYFA's COVID-19 Safety Protocols".

If you any questions, please feel free to call me at your convenience at (956) 9745-4560. Please find attached Work Safe Plan, TYFA'S COVID-19 Safety Protocols and Park location diagram.


RETURN TO PLAY
WORK SAFETY PLAN
SUBMISSIONS
Weslaco Youth Football League
Weslaco Pride Workouts
PLAN:
HARLON BLOCK PARK -WEST FIELD
PRACTICE ONLY
4 GROUPS/QUADRANTS
15 - 25 players per group
4 NIGHTS A WEEK 6:15p - 8:00p
MARCH - MAY
PARENTS REQUIRED TO STAY AT VEHICLE
North
RR
#38
outh
RR
MID North
1
2
West Field
East Field
3
4
MID Middle
MID South

WESLACO PRIDE SPORTS

P.O. Box 1261; Weslaco, Texas 78599; Ph:(956)200-3972

February 11, 2021

Re: Practice Area Permission

Good afternoon Omar,

Our Weslaco Pride football teams are gearing up for the upcoming Texas Youth Football Association Spring season. Weslaco Pride is the competitive travel side to our Weslaco Youth Football League, and we are requesting permission to use the West side of the center area at Harlon Block Park, for practices only, during the 2021 Spring tackle season. Games begin mid April and run through the end of May, but we would like to start our practices the first week of March in order properly condition and prepare our youth athletes for the upcoming season. We will have 4 teams participating this spring (5U-flag, 7U, 9U & 11U tackle). I am including with this letter our Work Safe plan and a plan diagram to show how we will divide up our teams during practices for you and our Parks board to review. Please feel free to contact me with any questions and/or concerns.

Sincerely,

Belinda Ibarra, Gen. Mgr.
Weslaco Pride Sports
weslacopridesports@gmail.com
Cell: (956)463-3127



COVID-19

SAFETY PROTOCALS

TYFA COVID-19 SAFETY MEASURES

As the State of Texas begins to start youth sports activities again, TYFA offers the following requirements and recommendations for ways in which our organizations can protect players, families, and communities and slow the spread of the Coronavirus Disease (COVID-19) for the upcoming season.

TYFA organizations may adopt additional protocols consistent with their specific needs and circumstances to help protect the health and safety of all employees, contractors, volunteers and participants, but they cannot lessen the TYFA protocols.

COVID-19 has affected not only our daily lives but has for the foreseeable future changed the way will conduct youth athletics. Our season will be played under safety measures that will help lessen the spread of the Coronavirus and mitigate exposure. We understand that this is fundamental change, but we will have to conform to proceed.

Change is always difficult and conformity from your volunteers and parents will require some understanding and patience.

Protocols for Volunteers

Requirements	Recommendations
Face coverings/masks (over nose and mouth) are to be worn by Volunteers at practice and games	Sanitize sports equipment before and after use
Must undergo daily temperature checks to ensure they are not running a fever.	Volunteers should not drink from athlete or team coolers or squirt bottles
Must wash or disinfect hands before practice and anytime the leave the practice area	
Limit contact with parents at practice and practice social distancing if interacting with parents (6 feet)	

Must complete a COVID-19 health Questionnaire before beginning any workouts, practices, etc..	
If you are sick, stay home	

Protocols for Organizations

Requirements	Recommendations
Designate an individual as the TYFA Safety Officer (TSO) who is wholly or partially dedicated to ensuring the organization is following the health protocols adopted by the league are being successfully implemented.	
Ensure that at each practice there is some type of handwashing or sanitizing station	

Protocols for Athletes

Requirements	Recommendations
Athletes must have personal coolers and organizations should not use communal drinking coolers etc..	Parents should screen their athletes before and after practice
If players are ill, keep them home	
Sanitize hands	

Protocols for Parents

Requirements	Recommendations
All will be required to wear a cloth face covering (over the nose and mouth) at practices and TYFA Games.	Individuals should avoid being in a group larger than 10 individuals. Within these groups, individuals should, to the extent possible, minimize in-person contact with others not in the individual's household.
Parents will be prohibited from attending practice. They may drop off their athletes and wait in their car or leave.	Individuals that fall in the "at risk" category should be encouraged not to attend practices, games or events.

If you are sick, stay home	

Protocols for Facilities

Requirements	Recommendations
Ensure fans and spectators are wearing face coverings (nose and mouth) before entering game fields	
.	
Make hand sanitizer, disinfecting wipes, soap and water, or similar disinfectant readily available throughout the facility.	
Clean sideline benches before and after game days as well as between games	
Develop, train, and implement increased daily sanitization protocols for common surfaces, restrooms, recreational equipment, and facilities	
Concession stand personnel must be gloved and masked.	

*These recommendations and requirements may be changed as State and federal policies around COVID-19 continue to change

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4074	
From:		
Subject: Approval on Externship/Practicum (MOU) Agreement between South Texas Vocational Technical Institute and City of Weslaco Fire Department to provide clinical and practical learning experience for students in the medical field programs and authorize the Mayor to execute any related documents. (Staffed by Fire Department.)		
Background:		
Funding Source (budget code, if applicable)**:**		
Amount:	Term of Impact:	Identified in Current Budget:
Additional Action Prompted: Mayor's Signature		
If item previously considered, provide date and action by Commission:		
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:		
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**		
ADELAIDA VEGA Antonio Lopez Mike Perez	Created/Initiated New	
City Manager Comments: Approve.		
Staff Recommendation:		
Attachments, if any: South Texas Vocational Technical Institute Agreement		
Responsibilities upon Approval:		

EXTERNSHIP/PRACTICUM AGREEMENT
between
South Texas Vocational Technical Institute - Weslaco
(the "School")
and
The City of Weslaco Fire Department
(the "Site")

1. PURPOSE

This Agreement between the parties above is made as of the 25 day of March 2021, for the purpose of jointly providing a practical learning experience for students in the School's Medical Assisting, Dental Assisting, and Medical Administrative Assisting Technologies programs (the "Programs").

2. THE SCHOOL'S RESPONSIBILITIES

The School understands and agrees to be responsible for the following:

A. To provide any necessary classroom instruction to students prior to beginning their work at the externship site.
B. To coordinate with the Site's designated representative in scheduling students for the externship.
C. To designate a(n) Externship/Practicum Coordinator from the School to serve as a liaison with the Site.
D. To provide learning objectives, evaluation guidelines, policies and procedures to the site supervisor.

3. THE SITE'S RESPONSIBILITIES

The Site agrees to be responsible for the following:

A. To provide the students with experience in the field in areas that align with the skill set students acquire in the School's Program.
B. To provide all equipment and supplies required to adequately perform all functions required to complete the externship.
C. To provide the School with evaluation reports regarding each student's performance during the externship.
D. To verify the hours worked by the students.
E. To ensure the students are adequately supervised during the externship experience.

4. GENERAL PROVISIONS

A. The parties understand and agree that the Site may request the withdrawal of a student provided the School is furnished with prompt written documentation of circumstances that necessitated such withdrawal.
B. The parties understand and agree that this agreement is in effect until 25th of March , 2022 and may be terminated earlier by either party with 30 days'

prior written notice to the other party; provided, however, that any of the School's students who remain in their scheduled externship experience at the Site at the effective date of any termination or expiration of this Agreement shall be allowed to complete that experience at the Site.

C. The parties understand and agree that no student shall be considered an employee, or an employee substitute, of the Site and that neither the School nor the Site shall be responsible for workers' compensation insurance. Students may shadow employees of the Site or do independent projects, but with adequate supervision by employees of the Site.
D. The parties understand that the School provides accident insurance coverage for its students. The parties understand and agree that the responsibility of the School for accident coverage for its students shall be limited to and controlled by the terms of the School's applicable insurance policy then in effect.
E. This Agreement may be amended or revised only by mutual written agreement of the parties hereto.

5. HIPAA COMPLIANCE

The School acknowledges that its students may be exposed to protected health information (as defined in the Health Insurance Portability and Accountability Act of 1996 and the rules and regulations promulgated thereunder) during the course of their learning activities at the Site. The School agrees to inform its students that protected health information is confidential and that students may not access, use or disclose protected health information during the course of their learning activities except under the direction of authorized employees or agents of the Site. The School also agrees to inform its students that under no circumstances may any protected health information, or any other patient or otherwise confidential information of the Site, be removed in any form (including, without limitation, (a) in paper or tangible copies, (b) in any electronic form stored on any electronic media or (c) e-mailed or conveyed by any electronic means), from the Site.

6. GOVERNING LAW

This Agreement shall be governed by and construed in accordance with the laws of the State/Commonwealth of .

7. INSURANCE AND INDEMNIFICATION

The School shall furnish the Site its current Certificate of Insurance which verifies professional and general liability coverage with a $1,000,000 aggregate limit and shall maintain said coverage throughout the term of the Agreement. The Site shall be named as an additional insured by providing written notice to the School within 30 days of execution of this agreement, and the Site shall be given 30 days advance notice of coverage cancellation. The School shall indemnify and hold the Site, its officers, directors, employees, agents, and its members, parents, subsidiaries, corporate affiliates, and their officers, directors, employees, and agents (each an "Indemnified Party") harmless against any and all claims, injuries, losses, damages, costs and expenses (including attorneys' fees),

demands, or judgments asserted against or incurred by any Indemnified Party arising out of (a) a breach of the Agreement by the School or (b) any grossly negligent, reckless, willful or criminal act or failure to act of the School, its agents, representatives, or employees in performing this Agreement.

Site shall carry, at its own expense, with insurers who are reliable and who have received a financial rating from AM BEST of A-VII or better and are authorized to do business in the state or states or jurisdictions in which work or services are to be performed by Vendor, insurance coverages of the types and with limits required by Customer but in no event less than those set forth below:

(a) Comprehensive General Liability Insurance including contractual liability coverage and products and completed operations coverage with limits of no less than $1,000,000.00 per occurrence of bodily injury, death or property damage combined, and $2,000,000,00 general aggregate

(b) Errors and Omissions insurance covering the services outlined in the Agreement and any Statement of Work executed in connection herewith, with limits not less than $5,000,000 per claim

8. NOTICES

Notice by either party will be made only in writing by certified mail, return receipt requested, or by e-mail addressed to the other party as follows:

If to the Site:

City of Weslaco Fire Department
255 S. Kansas Ave
Weslaco, Texas 78596

Attn: _____

If to the School:

1600 N. Westgate, Suite 400
Weslaco, Texas 78599

Attn:
Director of Education OR Director of Career Services

Changes to the notice addresses may be accomplished by notice in accordance with this paragraph.

9. FORCE MAJEURE

A party shall not be deemed to have breached this Agreement if its delay or failure to perform all or any part of its obligations hereunder results from a condition beyond its reasonable control, including without limitation, acts of God or the public enemy, fire, earthquake, flood, storm, strike or other labor unrest, power of communication line failure, delay or failure of transportation or supplies, or statute, or rule or action of any federal, state or local government or agency.

10. NON-DISCRIMINATION

In the performance of this Agreement, there shall be no discrimination against any person with regard to age, sex, race, color, religious creed, ancestry, national origin, handicap, or disability. Both parties hereto agree to comply with the requirements of Title VI of the Civil Rights Act of 1964 and the requirements of the equivalent state law.

THE SITE AND THE SCHOOL have executed this Agreement as of the date first written above.

By:	By:
Printed Name:	Printed Name: Jose Cruz
Title:	Director of Education

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4065

From:
ARNOLDO BECHO

Subject:
Approval to submit an application to the South Texas Literacy Coalition free book distribution program; acceptance of books upon award and authorize the Mayor to execute any related documents. (Staffed by the Library Department.)

Background:
The South Texas Literacy Coalition(STLC) is a non-profit organization dedicated to the coordination and promotion of literacy services. The STLC is interested in funding the distribution of books for programs where the need is great.

Books go to community members and are distributed during literacy events. The audience focus is children. There is no fiscal obligation. The library seeks to remain a partner. Past partnerships have been very positive. Last year we received over 1,000 books for kids of all ages.

This year we may have virtual summer reading program challenges and may distribute books thru our curbside services. Due to the Pandemic there may be no in person events. This will be contingent on the advise of local public health officials.

Funding Source (budget code, if applicable)**:**

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:

If item previously considered, provide date and action by Commission:
N/A

If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:
N/A

Advisory Review, if any (name of board/committee, date of action, recommendation)**:**
None at this time

MARICARMEN GARCIA	Created/Initiated
ARNOLDO BECHO	Approved
Mike Perez	Final Approval

City Manager Comments:
Approve.

Staff Recommendation:
Staff recommends approval.

Attachments, if any:
memo - Request to apply for the STLC free book program 2021, South Texas Literacy Coalition -Book Request Form

Responsibilities upon Approval:
The library will execute the agreement and return it to STLC. The library will then work with STLC to coordinate and document book dispersal events.

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

March 23, 2021

To: David Suarez, Mayor; Leo Muñoz, Mayor Pro-Tem; Greg Kerr, Commissioner; Jose "JP" Rodriguez, Commissioner; Adrian Farias, Commissioner; Letty Lopez, Commissioner; Josh Pedraza, Commissioner; Mike Perez, City Manager
CC: Martin J. Mata
Fr: Arnoldo Becho, Library Director
Re: Request to reapply for the South Texas Literacy Coalition free book distribution program.

South Texas Literacy Coalition (STLC) is a non-profit organization that funds the distribution of books for qualifying programs. The books go to community members and are distributed during literacy events. The audience focus is children. The book distribution initiative is designed as a community outreach project to promote reading, family literacy, and educational achievement.

Planning and documentation is required of participating organizations but there is no fiscal obligation. The library seeks to remain a partner indefinitely, so long as there is never any fiscal responsibility. Past partnerships have been very positive. Last year, our literacy program was awarded a total of over $10,000 in free books for all ages.

This agenda item requires no additional funding and adds no cost to the library budget. Library staff strongly supports the request. Please feel free to contact me with any questions, I will be happy to provide additional information.

Thank you for the time,

Arnoldo Becho
Library Director, City of Weslaco
Phone: 956.973.3144
Email: abecho@weslacopl.us

Book Request Form

The South Texas Literacy Coalition Distributes an average of 60,000 books every year at community events. Our Book Distribution Initiative was designed to put free new books in the hands of children that come from low income households that don't have access to them otherwise.

* Required

ALL REQUESTS MUST BE SUBMITTED AT LEAST 3 WEEKS PRIOR TO EVENT DATE

Please watch before filling out form



Name of Organization *

Your answer

Request edit access

Purpose of Organization *

Your answer

Name of point of contact *

Your answer

Email *

Your answer

Phone Number *

Your answer

Is this your first time requesting books from The STLC? *

- [ ] Yes
- [ ] No

If No, when was the last date you requested books?

Date

mm/dd/yyyy





Request edit access

Are you an active follower on our social media platforms? *

- ◯ Yes
- ◯ No

We allow organizations to submit book requests twice a year.

Are you requesting more than 250 Books? *

If you are requesting more than 250 books you will receive a follow up email with instructions.

- ◯ Yes
- ◯ No

Request edit access

Reading levels you are requesting *

We give a total of 250 books to every organization that submits a book request form.We customize the selection depending on your selected reading levels chosen below. Also please keep in mind that books will have to be picked up from our facility Monday-Friday, 10am-3pm. You will be notified when your books are ready for pick up and will be given appointment options for pick up.

	0 Books	25 Books	50 Books	75 Books	100 Books	125 Books	150 Books	175 Books	200 Books
Toddlers (Pre-K - K)	○	○	○	○	○	○	○	○	○
Early Elementary (1st-2nd)	○	○	○	○	○	○	○	○	○
Elementary (3rd-5th)	○	○	○	○	○	○	○	○	○
Middle School (6th-8th)	○	○	○	○	○	○	○	○	○
High school (9th-12th)	○	○	○	○	○	○	○	○	○

Name of Event *

Your answer

Event Description *

Request edit access

Your answer

Event & Organization Objectives *

Your answer

Date of event *

Date

mm/dd/yyyy

Event Start Time *

Your answer

Event Location *

Your answer

Are you Requesting a Speaker at your event or a Exhibitor? *

The date and time will be taken into consideration, If a staff member of the STLC is available on the date of your event, you will be notified of our RSVP.

- [ ] Speaker
- [ ] Exhibitor
- [ ] Virtual Presentation

Request edit access

- [ ] Virtual Presentation
- [ ] No, Thank you

IMPACT Stories

You will be sent a follow up email once your event has passed with a link to fill out an impact story. It is very important that you fill this form out as it will be taken into consideration the following time you request books from The South Texas Literacy Coalition.

Thank You!

Your Book Request will be submitted and processed for approval. You will be notified if and when your request has been approved. Stay on the look out for a phone call or an email from our programing and outreach associate.

Submit

Never submit passwords through Google Forms.

This content is neither created nor endorsed by Google. Report Abuse - Terms of Service - Privacy Policy

Google Forms

Request edit access

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4059
From:	
Subject: Discussion and consideration on Resolution 2021-26 appointing members to the Ambulance Advisory Board for terms set to expire April 17 and May 6 and authorize the Mayor to execute any related documents. Possible action. (Staffed by Fire Department.)	
Background: The terms of Dr. Sandra Esquivel and Patrick Kennedy are set to expire. Dr. Sandra Esquivel has expressed to staff her interest in continuing to serve and will be submitting an updated application and attend the city commission meeting. Staff has not been able to confirm the intent from Patrick Kennedy at the time of posting.	
Funding Source (budget code, if applicable)**:**	

Amount:	Term of Impact:	Identified in Current Budget:
Additional Action Prompted: Mayor's Signature Resolution		
If item previously considered, provide date and action by Commission:		
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:		
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**		
ADELAIDA VEGA Antonio Lopez Mike Perez		Created
City Manager Comments: Approve.		
Staff Recommendation:		
Attachments, if any: Ambulance Advisory Board as of 033021, R2021-26 Ambulance Board expired term - Copy		
Responsibilities upon Approval:		

AMBULANCE ADVISORY BOARD

TERM EXPIRES	FIRST NAME	LAST NAME
3/15/2022	Patrick	Gonzalez
2/16/2022	Sergio	Lozano, DDS
2/7/2022	Lt. Ted	Walensky
4/17/2021	Patrick B.	Kennedy
5/6/2021	Sandra	Esquivel
3/20/2023	George	Guerra
12/20/2022	Annette	Valadez

As of 033021

RESOLUTION NO. 2021-26

A RESOLUTION OF THE CITY OF WESLACO APPOINTING TWO MEMBERS TO THE AMBULANCE ADVISORY BOARD.

WHEREAS, the City of Weslaco has established the Ambulance Advisory Board pursuant to Section 14-1(A) of Ordinance No. 78-39; and

WHEREAS, the terms of the members of this board are for two years; and

WHEREAS, the Ambulance Advisory Board members shall serve without compensation; and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS THAT the following individuals have been appointed to serve on the Ambulance Advisory Board with terms to begin and expire as follows:

NAME	TERM BEGINNING	TERM ENDING
_____	04/17/2021	04/17/2023
_____	05/06/2021	05/06/2023

PASSED AND APPROVED on this 6th day of April 2021.

CITY OF WESLACO

_____
David Suarez, **MAYOR**

ATTEST:

_____
Norma A. Cantu, **CITY SECRETARY**

APPROVED AS TO FORM:

_____
Juan E. Gonzalez, **CITY ATTORNEY**

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4073
From:	
Subject: Discussion and consideration to approve request from the Weslaco Area Chamber of Commerce to hold a Mini Texas Onion Fest on Saturday May 1, 2021 (free community event) on South Kansas Street, placement of banners and signs promoting the event on South Kansas Street and around town, waiver of appropriate fees from ordinances associated with event and authorize the Mayor to execute any related documents. Possible action. (Staffed by Weslaco Area Chamber of Commerce.)	
Background:	
Funding Source (budget code, if applicable)**:**	

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:	
If item previously considered, provide date and action by Commission:	
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:	
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**	
ADELAIDA VEGA Mike Perez	Created
City Manager Comments: Approve.	
Staff Recommendation:	
Attachments, if any: Letter for TOF-Weslaco Chamber	
Responsibilities upon Approval: Notify requestor of action taken.	

March 31, 2021

Mr. Mike Perez, City Manager
City of Weslaco
255 S. Kansas
Weslaco, TX 78596

Dear Mr. Perez,

On behalf of the Weslaco Area Chamber of Commerce and the Texas Onion Fest Committee, I respectfully request that the following item be placed on the agenda for review and approval.

The Annual Texas Onion Fest, sponsored by the Weslaco Area Chamber of Commerce was cancelled for 2020, due to the current health crisis. As we approached the early months of 2021 the goal was to run the festival, however we have been faced with similar issues in running this event while considering the safety and care of our community. After careful consideration, meetings with the committee and city leaders, we have determined that in lieu of our regular festival, we will run a small FREE community event. The event is scheduled for Saturday, May 1, 2021 from 10AM-6PM. For the event we would like to request the use of South Kansas Street for this activity.

We would also like to request a waiver of all fees and ordinances associated with the event. We will again have family area, music, arts & crafts, and food booths. We would also like to request support to place signage promoting event around town. And as always, the support from the Weslaco Public Facilities Department, Parks & Recreation Department, Police Department, Fire Department and the EMS as in years past.

We look forward to hosting this free family event and safely start organizing future activities for the local residents and community at large.

Sincerely,

Barbara Jean Garza
President/CEO
Weslaco Chamber of Commerce

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4027
From:	
Subject: Discussion to accept and file the City of Weslaco's Annual Financial Report (AFR) for fiscal year ending September 30, 2020 as presented by Carr, Riggs & Ingram, LLC and authorize the Mayor to execute any related documents. Possible action. (Staffed by Finance Department.)	
Background:	
Funding Source (budget code, if applicable)**:**	

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:	
If item previously considered, provide date and action by Commission:	
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:	
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**	
NORMA CANTU VIDAL ROMAN Mike Perez	Created/Initiated Approved New
City Manager Comments: Accept and file.	
Staff Recommendation: Staff recommends acceptance and filing of AFR.	
Attachments, if any: Annual Financial Report Memo, City of Weslaco- AFR, Required Communications	
Responsibilities upon Approval:	

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

Date: April 6, 2021

To: Mayor and City Commission
CC: Mike R. Perez, City Manager

FR: Vidal Roman, Finance Director

Re: Fiscal Year Ending 2020 Annual Financial Report (AFR)

The Auditing firm recently completed the Annual Financial Report and is ready to present it to the City Commission for acceptance and filing. Note that this report has already been filed for the Annual Award with the Governmental Finance Officers Association in a timely basis.

Staff recommends acceptance and filing of the Report.

City of Weslaco, Texas



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended 2019-2020

EST 1919 TO 2019 100 Weslaco

WWW.WESLACOTX.GOV

CITY OF WESLACO, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2020

Issued by:

Mike Perez, City Manager

Vidal Roman, Finance Director

Table of Contents

Page No.

INTRODUCTORY SECTION

City Officials 1
Letter of Transmittal 3
GFOA Certificate of Achievement 7
Organizational Chart 8

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT 9

MANAGEMENT'S DISCUSSION AND ANALYSIS 15

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statements
Statement of Net Position 25
Statement of Activities 26

Fund Financial Statements

Governmental Fund Financial Statements
Balance Sheet 28
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position 29
Statement of Revenues, Expenditures and Changes in Fund Balances 30
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities 31

Proprietary Fund Financial Statements
Statement of Net Position 32
Statement of Revenues, Expenses and Changes in Net Position 34
Statement of Cash Flows 35

Fiduciary Fund Financial Statements
Statement of Fiduciary Net Position 36
Statement of Changes in Fiduciary Net Position 37

Notes to Financial Statements 39

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual - General Fund 92

Table of Contents

Page

REQUIRED SUPPLEMENTARY INFORMATION- Continued

Schedule of Changes in Net Pension Liability and Related Ratios-
Texas Municipal Retirement System 94
Schedule of Changes in Net Pension Liability and Related Ratios-
Firemen's Pension 95
Schedule of Contributions For Texas Municipal Retirement System
Pension Plan and Firemen's Pension Plan 96
Schedule of Changes in Total OPEB Liability and Related Ratios-
Texas Municipal Retirement System- Supplemental Death Benefits Fund 97
Schedule of Changes in Total OPEB Liability and Related Ratios-
Firefighter Retiree Health Care Plan 98
Notes to Schedule of Contributions For Texas Municipal Retirement System
Pension Plan and Firemen's Pension Plan 99
Notes to Required Supplementary Information 100

OTHER SUPPLEMENTARY INFORMATION

Nonmajor Governmental Funds
Combining Balance Sheet 102
Combining Statement of Revenues, Expenditures and Changes in Fund Balances 104

Comparative Individual Fund Statements

General Fund
Comparative Balance Sheets 106
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 107

Special Revenue Funds

Hotel/Motel Tax
Comparative Balance Sheets 108
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 109
Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget and Actual- Hotel/Motel Tax Fund 110

Library Fund
Comparative Balance Sheets 111
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 112

Building Depreciation Fund
Comparative Balance Sheets 113
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 114

Capital Projects Funds

2013 Certificate of Obligation Construction Fund
Comparative Balance Sheets 115
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 116

Table of Contents

Page

OTHER SUPPLEMENTARY INFORMATION - Continued

Capital Projects Funds

Capital Improvement Program Fund
Comparative Balance Sheets 117
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 118
Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget and Actual- Capital Improvement Program Fund 119

Fire Department Equipment Replacement Fund
Comparative Balance Sheets 120
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 121
Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget and Actual- Fire Department Equipment Replacement Fund 122

Storm Water Improvement Fund
Comparative Balance Sheets 123
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 124
Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget and Actual- Storm Water Improvement Fund 125

2019 Bond Construction Fund
Comparative Balance Sheets 126
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 127

Debt Service Funds

Debt Service Fund
Comparative Balance Sheets 128
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 129
Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget and Actual- Debt Service Fund 131

Series 2019 Debt Service Fund
Comparative Balance Sheets 132
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 133

Enterprise Funds
Water and Wastewater Fund
Comparative Statements of Net Position 134
Comparative Statements of Revenues, Expenses and Changes in Net Position 136
Comparative Statements of Cash Flows 137
Schedule of Revenues, Expenses and Changes in Net Position –
Budget and Actual- Water and Wastewater Fund 138

Table of Contents

Page

OTHER SUPPLEMENTARY INFORMATION – Continued

Solid Waste Fund
- Comparative Statements of Net Position 140
- Comparative Statements of Revenues, Expenses and Changes in Net Position 141
- Comparative Statements of Cash Flows 142
- Schedule of Revenues, Expenses and Changes in Net Position – Budget and Actual- Solid Waste Fund 143

Airport Fund
- Comparative Statements of Net Position 144
- Comparative Statements of Revenues, Expenses and Changes in Net Position 145
- Comparative Statements of Cash Flows 146
- Schedule of Revenues, Expenses and Changes in Net Position – Budget and Actual- Airport Fund 147

Internal Service Fund

Equipment Replacement Fund
- Comparative Statements of Net Position 148
- Comparative Statements of Revenues, Expenses, and Changes in Net Position 149
- Comparative Statements of Cash Flows 150

Fiduciary Funds

Firemen's Relief and Retirement Pension Trust fund
- Comparative Statements of Fiduciary Net Position 151
- Comparative Statements of Changes in Fiduciary Net Position 152

Marion Booth Endowment Fund Private Purpose Trust Fund
- Comparative Statements of Fiduciary Net Position 153
- Comparative Statements of Changes in Fiduciary Net Position 154

Component Unit

Economic Development Corporation of Weslaco
- Comparative Balance Sheets 155
- Comparative Statements of Revenues, Expenditures and Changes in Fund Balances 156
- Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position 157
- Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities 158

Supplemental Statements and Schedules
- Schedule of Taxes Receivable – By Fund 159
- Analysis of Tax Collections, Adjustments and Allocation to Funds 160

Table of Contents

Page

OTHER SUPPLEMENTARY INFORMATION – Continued

Bonded Debt Requirements

Limited Tax Refunding Bonds, Series 2012 161
Tax and Revenue, Certificates of Obligation, Series 2013 162
Limited Tax Refunding Bonds, Series 2016 163
Certificates of Obligation, Series 2018 164
General Obligation Bonds, Series 2019 165
Tax and Revenue, Certificates of Obligation, Series 2012 166
Tax and Revenue, Certificates of Obligation, Series 2014 167
Limited Tax Refunding Bonds, Series 2016 168
Limited Tax Refunding Bonds, Series 2017 169
Economic Development Sales Tax Revenue Refunding Bonds, Series 2012 170

STATISTICAL SECTION

Net Position by Component – Last Ten Fiscal Years 173
Changes in Net Position – Last Ten Fiscal Years 174
Fund Balances of Governmental Funds – Last Ten Fiscal Years 176
Changes in Fund Balances, Governmental Funds – Last Ten Fiscal Years 177
Property Tax Levies and Collections – Last Ten Fiscal Years 178
Assessed Value of Taxable Property – Last Ten Fiscal Years 179
Principal Property Taxpayers – Current Calendar Year and Nine Years Ago 180
Property Tax Rates and Tax Levies – All Overlapping Governments
Last Ten Fiscal Years 181
Computation of Direct and Overlapping Debt 183
Legal Debt Margin Information – Last Ten Fiscal Years 184
Pledged – Revenue Coverage – Last Ten Fiscal Years 186
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years 187
Ratios of General Bonded Debt Outstanding by Type – Last Ten Fiscal Years 189
Taxable Sales by Industry – Last Ten Calendar Years 190
Sales Tax Revenue Payers by Industry – Calendar Years 2019 and 2010 192
Direct and Overlapping Sales Tax Rates – Last Ten Fiscal Years 193
Miscellaneous Statistical Facts 194
Demographic and Economic Statistics – Last Ten Calendar Years 195
Operating Indicators and Capital Asset Statistics by Function/Program 196
Top Ten Principal Employers – 2019 and 2010 197
Full-Time Equivalent Employees by Function – Last Ten Fiscal Years 198

COMPLIANCE SECTION

Independent Auditors' 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* 199
Independent Auditors' Report on Compliance For the Major Program And on Internal Control Over Compliance Required by The Uniform Guidance 203
Schedule of Findings and Questioned Costs 207
Corrective Action Plan 211
Summary Schedule of Prior Audit Findings 212
Schedule of Expenditures of Federal Awards 213
Notes on Accounting Policies for Federal Awards 214

City of Weslaco, Texas
City Officials

Mayor	David Suarez
Mayor Pro-tem	Leo Munoz
Commissioners	Letty Lopez Jose JP Rodriguez Greg Kerr Josh Pedraza Adrian Farias
City Manager	Mike Perez
Assistant City Manager/ Aviation Director	Andrew Munoz
Finance Director	Vidal Roman
City Secretary	Norma A. Cantu
City Attorney	Juan E. Gonzalez
Chief Appraiser	Rolando Garza Hidalgo County Appraisal District
Collector of Taxes	Paul Villarreal County of Hidalgo
Chief of Police	Joel Rivera
Fire Chief	Antonio Lopez
Municipal Court Administrator	Rosa Huerta
Planning and Code Enforcement Director	Rebekah De La Fuente
Human Resources Director	Veronica Ramirez
Information Technology	J. Martin Vela
Parks and Recreation Director	Omar Rodriguez
Public Facilities Director	Pete Garcia, Jr.
Library Director	Arnold Becho

(This page intentionally left blank)

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

March 26, 2021

The Honorable Mayor David Suarez,
City Commission and
Citizens of the City of Weslaco

The Comprehensive Annual Financial Report (the "Annual Report") of the City of Weslaco, Texas (the City) for the fiscal year ended September 30, 2020, is submitted in accordance with Section 28 of the City Charter.

Management assumes full responsibility for the completeness and reliability of the information contained in this report.

To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed 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.

Carr, Riggs, & Ingram, LLC, has issued an unmodified ("clean") opinion of the City of Weslaco's financial statements for the year ended September 30, 2020. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the City of Weslaco

The City of Weslaco, Texas, established in 1919, is located in the southern tip of Texas in the heart of the Rio Grande Valley, which is considered to be one of the top growth areas in the state, and in the country. The City currently occupies a land area of 15 square miles and serves an estimated population of 41,629. The City is authorized to levy a property tax on both real and personal properties located within its boundaries.

The City of Weslaco has operated under the Council-Manager form of government since incorporation in 1928. Policy-making and legislative authority are vested in a City Commission consisting of a Mayor and six Commissioners. The City Commission is responsible, among other things, for enacting ordinances, adopting the budget, appointing committees, and hiring both the City Manager and City Attorney. The City Manager is responsible for implementing the policies and ordinances of the City Commission, for managing the day-to-day operations of the City, and for appointing the directors of the various departments. The Commission is elected on non-partisan basis. The Mayor and Commissioners serve three-year staggered terms, with two commissioners elected every year except for every third year when the Mayor is elected.

The City provides a full range of services, including police and fire protection; emergency medical services; the construction and maintenance of highways, streets, and other infrastructure; and recreational activities and cultural events. Water and wastewater services are also provided by the City. The City is also financially accountable for a legally separate economic development corporation, which is reported separately within the City of Weslaco's financial statements as a component unit. Additional information on this legally separate entity can be found in Note 1 in the notes to the financial statements.

The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit requests for appropriation to the City Manager during the budget process. The City Manager uses these requests to initiate a proposed budget. The City Manager then presents this proposed budget to the Commission for review. The City Commission is required to hold public hearings on the proposed budget and to adopt a final budget no later than September 30th, the end of the City's fiscal year. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g. police). Department directors may, with City Manager's approval, make transfers of appropriations within their departments. Transfers of appropriations between departments, however, require the approval of the City Commission. Budget-to-Actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on page 92 as part of the required supplementary information. For governmental and proprietary funds, other than the general fund, with appropriated annual budgets, this comparison is presented within the other supplementary section of this report beginning on page 110.

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 operates.

Local Economy. Located in the center of the Rio Grande Valley, the City of Weslaco continues to experience steady growth. Both property values and sales tax revenues reflect an increase in comparison to prior year and are expected to continue growing in the next few years.

According to the Texas Workforce Commission data link (TRACER), the unemployment rate had remained between 7 and 9 percent over the last few years. In 2019, the rate increased to 9.9 percent. The largest employer is the Weslaco Independent School District with 2,358 employees.

Due to its strong and healthy economy, the City of Weslaco has maintained a credit rating of AA- from Standard and Poor's, and Moody's continues to maintain the City's rating at "A2".

Long-term Financial Planning. Unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) in the general fund at year end was 37.8% of total General Fund Revenues. The goal is always to maintain at least 25%. The unrestricted fund balance at September 30, 2020, exceeded the goal, and some excess funds were transferred to the Capital Improvement Project Fund, as planned. This fund, now going into its fifth year, allows the City to self-fund improvements such as sidewalks, traffic signals, park improvements, and street paving to avoid and/or decrease dependence on debt financing for such infrastructure.

The City Commission in the past five years had focused on evaluating the City's property tax rate. This focus was driven by the desire to give taxpayers the best value for their money as well as making Weslaco more attractive to business and residents looking to relocate. The City Commission reduced the tax rate by a penny in 2014, when it stood at $0.6667 per $100 value. This evaluation of the tax rate has continued each year since and now stands at our current $0.6967 per $100.00 valuation for the 2020 tax year. Further decreases are not planned at this time to allow for the goal of self-funding infrastructure improvements through the CIP Fund.

Cash Management Policies and Practices. Cash temporarily idle during the year was invested in TEXPOOL, during periods when their rates were higher than the depository banks' rates. All funds kept with the depository bank are collateralized at a minimum rate of 102% of the market value. The City continues to evaluate ways in which further earnings could be realized.

Pension and Other Post-Employment Benefits. The City of Weslaco contributes to a single employer defined benefit pension plan for its fire fighters. Every two years, an independent actuary engaged by the pension plan calculates the amount of benefits that can be paid to beneficiaries of the plan in light of the number of participants, contribution rates, and projected investment earnings, in order to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. As a matter of policy, the City of Weslaco fully funds each year's annual required contribution to the pension plan as determined by the actuary. The City also provides post medical insurance for fire fighter retirees paying for half of the premium up to the time the retiree is eligible for Medicare.

The City of Weslaco also provides pension benefits for its employees not covered by the firefighters' pension plan. These benefits are provided through a defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS). The City of Weslaco contributes based on a 2 to 1 ratio. The employees' current contribution rate is 7%.

Acknowledgements

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance and Administration Departments. We would like to express our appreciation to all staff that assisted and contributed to the preparation of this report. Credit also must be given to the Mayor and City Commission for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Weslaco finances.

Respectfully submitted,

Mike R. Perez
City Manager

Vidal Roman
Finance Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Weslaco
Texas

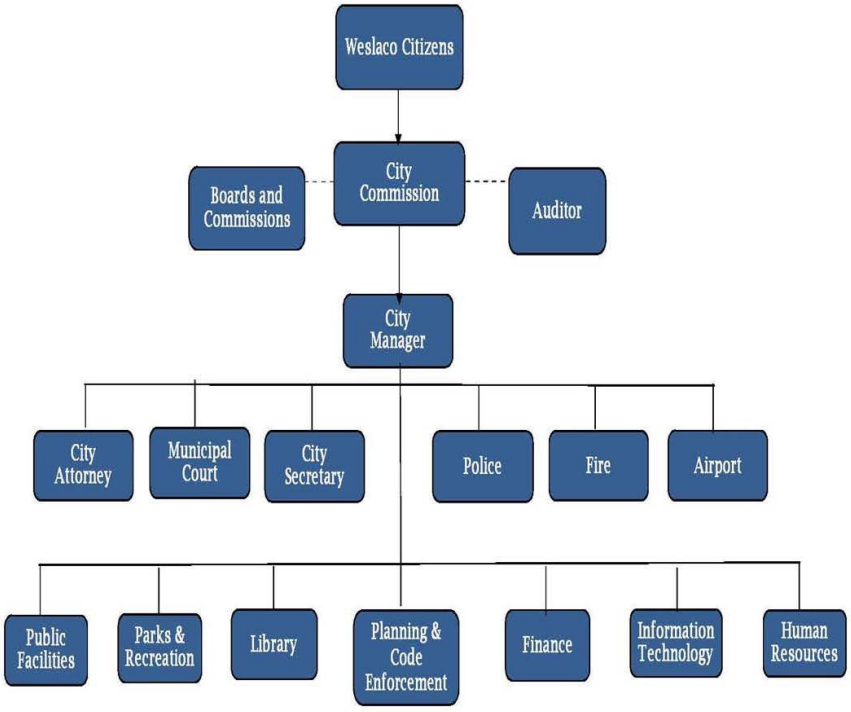
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

September 30, 2019

Christopher P. Morrill

Executive Director/CEO

City of Weslaco
Organizational Chart



REPORT

CRI CARR RIGGS & INGRAM
CPAs and Advisors

Carr, Riggs & Ingram, LLC
402 East Tyler Avenue
Harlingen, TX 78550-9122

(956) 423-3765
(956) 428-7520 (fax)
CRIcpa.com

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and Members
of the City Commission
City of Weslaco, Texas

Report on the Financial Statements

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 Weslaco, 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 Weslaco, Texas' basic financial statements as listed in the table of contents. We did not audit the financial statements of the Weslaco Economic Development Corporation, which is the only aggregate discretely presented component unit and represents 100 percent of the assets, net position and revenues of the aggregate discretely presented component unit.

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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Weslaco Economic Development Corporation, which represent 100 percent of the assets, net position, and revenues of the aggregate discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Weslaco Economic Development Corporation, is based solely on the report of the other auditors. 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 from 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 auditors' 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 auditors consider 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.

(This page intentionally left blank)

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, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Weslaco, Texas as of September 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

The previously issued financial statements have been restated to account for the correction of a misstatement related to the prior period. As further discussed in Note 2, the City's financial statements were restated and the effect of the adjustment was a decrease to beginning fund balance. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information on pages 15 through 23 and 92 through 100 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 opinions on the financial statements that collectively comprise the City Weslaco, Texas' basic financial statements. The introductory section, other supplementary information, supplemental statements and schedules, bonded debt requirements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is 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 is also not a required part of the basic financial statements.

(This page intentionally left blank)

The other supplementary information, supplemental statements and schedules, bonded debt requirements, and the schedule of expenditures of federal 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 other supplementary information, supplemental statements and schedules, bonded debt requirements, and the schedule of expenditures of federal 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 26, 2021 on our consideration of the City of Weslaco, Texas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Weslaco, Texas' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Weslaco, Texas' internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

Harlingen, Texas
March 26, 2021

(This page intentionally left blank)

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Weslaco, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Weslaco for the fiscal year 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, which can be found on pages 3-6 of this report.

FINANCIAL HIGHLIGHTS

The City's total net position increased $5,725,118 as a result of this year's operations. Net position from governmental activities increased $5,439,636, while net position from business-type activities increased $285,482. This reflects a 8.5% increase to total net position.

- Governmental Activities – Revenues and Expenses Compared to Last Year – Total revenues increased about $5.3M from last year, with the majority increase in operating grants due to COVID-19 operations. Sales tax showed a moderate increase of $339,300 or 3.4%, property tax revenues increased by $980,111 while franchise tax revenues decreased by $66,844. Expenses increased $26,342 from last year.
- Business-Type Activities – Revenues and Expenses Compared to Last Year- Total revenues saw an increase of $1,285,424 from last year. Charges for all services increased by $822,753. Expenses increased about 10.4% or $1,101,747 in water and wastewater services. Solid waste expenses saw an increase of about 2.4% or $107,387 due to an increase of fees assessed by the company that provides collection of brush services. Expenses from airport services also increased by $137,260, or 13.3%.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. The government-wide financial statements provide information about the activities of the City as a whole and present a longer-term view of the City's finances. These statements include all assets and deferred outflows of resources and liabilities and deferred inflows of resources of the City, and the statements are presented on the accrual basis of accounting, which is similar to the accounting used by most private-sector companies.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Activities of the City as a whole include governmental activities, and business-type activities. Governmental activities are those activities which are financed primarily through taxes and grants.

Most of the City's basic services are reported as governmental activities. Business-type activities are those activities that are intended to recover all or a significant portion of their costs through user fees and charges. Utility system operations are a common example of business-type activities.

The government-wide financial statements include not only the City itself (known as the primary government), but also the Weslaco Economic Development Corporation (EDC), which is a legally separate entity, and reported as a discretely presented component unit. The City Commission appoints the EDC board members and sets expenditure caps over which the City of Weslaco Commissioners' approval is required. Financial information for this discretely presented component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 25-27 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains eleven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the 2019 Bond Construction Fund, which are the only reported major funds. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund, Debt Service Fund, Hotel Occupancy Tax Fund, Capital Improvement Program Fund, and Fire Department Equipment Replacement Fund. In addition, the City also adopts an annual appropriated budget for its Water and Wastewater, Solid Waste, and Airport Proprietary Funds. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget in the required supplementary information of this report. All other budgetary comparison schedules have been provided for in the other supplementary information of this report.

The basic governmental fund financial statements can be found on pages 28-31 of this report.

Proprietary Funds

The City maintains two different types of proprietary funds. 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 Water and Wastewater Fund, for its Solid Waste Fund and for its Airport Fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the business-type activities section of the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Wastewater Fund, the Solid Waste Fund, and the Airport Fund, all of which are considered to be major enterprise funds of the City of Weslaco.

The basic proprietary fund financial statements can be found on pages 32-35 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City of Weslaco's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City recognizes two fiduciary funds: the Firemen's Relief and Retirement Fund, which is a pension trust fund, and the Marion Booth Endowment Fund, which is a private purpose trust fund.

The basic fiduciary fund financial statements can be found on pages 36-37 of this report.

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 begin on page 39 of this report. In fiscal year 2020, the City adopted a new statement of financial accounting standards issued by the Governmental Accounting Standards Board. These newly adopted accounting standards, and other recently issued accounting pronouncements, can be found in Note 1.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $78,080,793 at the close of the most recent fiscal year.

On September 30, 2020, the City had an outstanding bonds balance of $68,315,000, excluding $880,000 in the component unit. The City has unspent bond proceeds on its recently issued 2018 and 2019 bonds to be used for its drainage projects and purchase of equipment for the maintenance of its drainage ditches.

At the end of the current fiscal year, the City of Weslaco reported negative balance of unrestricted net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The negative unrestricted net position is mainly due to the City's recognition of pension and OPEB liabilities in accordance with GASB Statement No. 68 and 75.

Table 1, below illustrates a comparative summary of the City's statement of net position at September 30, 2020 and 2019.

Table 1
City of Weslaco, Texas- Net Position

	Primary Government					
	Governmental Activities		Business-type Activities			
	2020	2019	2020	2019	Total 2020	Total 2019
Current assets	$ 33,551,128	$ 33,235,738	$ 4,485,122	$ 5,063,485	$ 38,036,250	$ 38,299,223
Capital assets, net	53,904,990	51,643,691	100,224,704	101,101,950	154,129,694	152,745,641
Total assets	87,456,118	84,879,429	104,709,826	106,165,435	192,165,944	191,044,864
Deferred outflows of resources- deferred charge	178,082	203,831	1,778,044	1,955,361	1,956,126	2,159,192
Deferred outflows of resources- pensions	2,060,259	3,223,576	100,318	256,750	2,160,577	3,480,326
Deferred outflows of resources- OPEB	529,533	296,155	13,185	4,308	542,718	300,463
Total deferred outflows of resources	2,767,874	3,723,562	1,891,547	2,216,419	4,659,421	5,939,981
Total assets and deferred outflows of resources	$ 90,223,992	$ 88,602,991	$ 106,601,373	$ 108,381,854	$ 196,825,365	$ 196,984,845
Current liabilities	$ 4,244,423	$ 4,220,309	$ 1,816,646	$ 1,813,214	$ 6,061,069	$ 6,033,523
Non-current liabilities						
Due within one year	3,344,683	3,147,132	3,575,236	3,247,473	6,919,919	6,394,605
Due in more than one year	34,264,513	37,735,125	53,803,190	56,095,389	88,067,703	93,830,514
Municipal net pension liability	6,341,943	8,791,058	839,320	1,052,286	7,181,263	9,843,344
Firemen's net pension liability	5,668,100	4,806,025	-	-	5,668,100	4,806,025
OPEB liability- TMRS Supplemental death	800,860	639,791	71,293	57,287	872,153	697,078
OPEB liability- reitree health care	2,021,161	2,454,914	-	-	2,021,161	2,454,914
Total liabilities	56,685,683	61,794,354	60,105,685	62,265,649	116,791,368	124,060,003
Deferred inflows of resources- pensions	1,704,229	409,146	132,018	38,017	1,836,247	447,163
Deferred inflows of resources- OPEB	112,250	117,297	4,707	4,707	116,957	122,004
Total deferred inflows of resources	1,816,479	526,443	136,725	42,724	1,953,204	569,167
Net position						
Net investment in capital assets	34,782,635	32,298,614	47,636,213	47,630,121	82,418,848	79,928,735
Restricted	1,411,010	1,134,772	1,012,923	1,010,581	2,423,933	2,145,353
Unrestricted (deficit)	(4,471,815)	(7,151,192)	(2,290,173)	(2,567,221)	(6,761,988)	(9,718,413)
Total net position	31,721,830	26,282,194	46,358,963	46,073,481	78,080,793	$ 72,355,675
Total liabilities, deferred inflows of resources and net position	$ 90,223,992	$ 88,602,991	$ 106,601,373	$ 108,381,854	$ 196,825,365	$ 196,984,845

Governmental Activities

The property tax levy increased by $191,124 (0.2%) from the prior year due mostly to recent bond election approved by the citizens for drainage improvements and increases in valuation or new improvements added to the rolls. The tax rate increased to $0.6967 per $100 for the 2019 tax year levy. A concerted effort on the part of the City Commission will continue to maintain or reduce the tax rate, while continuing to provide the same level of services. It is believed that this approach to making the City more attractive to business provides the stimulus to invest in further improvements that result in increased values.

Total sales taxes of the City amounted to $13,870,029 for the year which is an increase of $452,400 or 3.4% over the last fiscal year. 25% of the total amount collected goes to the Weslaco Economic Development Corporation. The remainder stays in the General Fund where it makes up about 38.7% of General Fund revenues in support of governmental functions, such as public safety, library services and recreation.

Operating grants for governmental activities amounted to $6,120,352 in the General Fund, mostly due to federal funding received from CARES Act to aid in mitigating the COVID-19 pandemic. It is the practice of the City of Weslaco to seek opportunities for grants whenever possible to improve City services and quality of life in our community.

Table 2, below presents the cost of each of the City's programs, as well as the revenues generated to support those programs. The difference between the two is the change in net position.

Table 2
City of Weslaco, Texas- Changes in Net Position

	Primary Government						
	Governmental Activities		Business-type Activities				
	2020	2019	2020	2019	Total 2020	Total 2019	Percent 2020
Program Revenues:							
Charges for services	$ 3,426,349	$ 4,292,614	$ 18,544,020	$ 17,721,267	$ 21,970,369	$ 22,013,881	39.07%
Operating grants and contributions	6,120,352	889,479	-	-	6,120,352	889,479	10.88%
Capital grants and contributions	435,057	625,616	1,381,244	911,329	1,816,301	1,536,945	3.23%
General Revenues:							
Property taxes	13,107,912	12,127,801	-	-	13,107,912	12,127,801	23.31%
Non-property taxes	12,690,487	12,405,340	-	-	12,690,487	12,405,340	22.57%
Unrestricted investment earnings	200,243	272,670	5,880	13,124	206,123	285,794	0.37%
Other income	320,215	409,575	-	-	320,215	409,575	0.57%
Total revenue	36,300,615	31,023,095	19,931,144	18,645,720	56,231,759	49,668,815	100.00%
Expenses							
General government	7,411,268	7,758,658	-	-	7,411,268	7,758,658	14.67%
Public safety	17,299,968	16,513,542	-	-	17,299,968	16,513,542	34.25%
Emergency medical services	200,937	185,668	-	-	200,937	185,668	0.40%
Public works	4,652,366	4,498,314	-	-	4,652,366	4,498,314	9.21%
Culture and recreation	2,282,570	2,319,476	-	-	2,282,570	2,319,476	4.52%
Interest on long term debt	1,195,174	1,299,788	-	-	1,195,174	1,299,788	2.37%
Water and sewer services	-	-	11,700,765	10,599,018	11,700,765	10,599,018	23.17%
Solid waste services	-	-	4,590,974	4,483,587	4,590,974	4,483,587	9.09%
Airport	-	-	1,172,619	1,035,359	1,172,619	1,035,359	2.32%
Total expenses	33,042,283	32,575,446	17,464,358	16,117,964	50,506,641	48,693,410	100.00%
Increase in net position before Transfers and special items	3,258,332	(1,552,351)	2,466,786	2,527,756	5,725,118	975,405	
Transfers	2,181,304	2,440,561	(2,181,304)	(2,440,561)	-	-	
Change in net position	5,439,636	888,210	285,482	87,195	5,725,118	975,405	
Net position- beginning	26,282,194	25,393,984	46,073,481	45,986,286	72,355,675	71,380,270	
Net postion- ending	$ 31,721,830	$ 26,282,194	$ 46,358,963	$ 46,073,481	$ 78,080,793	$ 72,355,675	

Business-Type Activities

Business-type activities continue to account for about 59 % of the City of Weslaco's net position. Water and sewer rates remained the same as prior years. There was also a slight change in solid waste collection fees.

The net position of the Water and Wastewater Fund increased by $1,027,743 from current year operations which increased from the prior year change in net position of $807,122. This was the result of increase in charges for services and capital grants offset by an increase of operating expenses. Operating revenues increased by $588,697 and operating expenses increased by $1,196,632. Transfers to other funds also decreased by $535,131 to make the current payments on long-term debt.

The net position of the Solid Waste Fund decreased ($339,989) due to continued transfers to the capital improvement fund. Operating revenues increased by $253,240 and operating expenses increased by $107,387. Transfers to other funds (to the Capital Improvements Program Fund) remained consistent with prior year.

The net position of the Airport Fund increased to ($402,272), due mostly to an increase in other services and charges. The Airport Fund receives revenues from fuel sales, hangar rentals, and grants. Any shortfalls are subsidized by the General Fund. Short of grant and subsidies from the General Fund, the Airport would have experienced an operating loss of ($869,894). Improvements continue to have minimal effect at the Airport, yet the City will continue striving with a new business plan.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As the end of the current fiscal year, the City of Weslaco's governmental funds reported combined ending fund balances of $26,934,087. Approximately 34% of this total amount, or $9,151,461 constitutes unassigned fund balance, which is available for spending at the government's discretion. This represents 23.6% of operating expenditures. The remainder of fund balance is non-spendable, restricted, or assigned to indicate that it is not available for new spending because it has already been assigned for a specific purpose or restricted for debt or future capital projects.

The General Fund is the chief operating fund of the City of Weslaco. At the end of the current fiscal year, the general fund's unassigned fund balance was $9,151,461 which increased by $1,186,270 from the prior unassigned fund balance of $7,965,191 which was mainly attributed to increases in taxes, non-property taxes and fees and COVID grant funding received in the current year. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 31% of the total General Fund expenditures, while total fund balance represents 40.8% of that same amount. While it is recommended that the General Fund should have an unassigned fund balance of no less than 5% to 15% of operating expenditures, the City has placed the target unassigned fund balance in the General Fund at 25%.

The City Commission increased the tax rate to $0.6967 for the 2019 tax year levy with the passage of the 2019 Drainage Bond issue. In addition, sales tax revenues increased by 3.4% from prior year.

The debt service fund and the 2019 Series debt service fund have a total combined fund balance of $526,173, all of which is restricted for the repayment of debt service. The scheduled tax supported debt service payments for fiscal year 2020 was $3,377,955, including interest paid of $1,027,955.

Proprietary Funds

The City of Weslaco's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Water and Wastewater Fund at the end of the year amounted to ($2,763,217), which was a decrease of ($534,250) from last year. Operating revenues increased by $588,697 and operating expenses increased by $1,196,632. The result was operating income decreased by $607,935 compared to last year.

The unrestricted net position of the Solid Waste Fund amounted to $1,124,837 at the end of the year, a decrease of $277,339 from the prior year. Operating revenue increased by $253,240 from last year, while operating expenses increased by $107,387. It should be noted that the decrease in net position of $339,989 was affected by transfers of $1,125,000 to other funds.

The unrestricted net position for the Airport Fund amounted to $(651,793). The airport will continue making improvements, yet operations are back to normal. The Airport commenced in the construction of additional hangers to accommodate demands.

General Fund Budgetary Highlights

The original budgeted revenue of $27,379,484 represented a 7.8% increase over the previous year's budgeted amount. The 2020 budget was amended to recognize additional projected revenue, for a final revenue budget of $28,522,004. Taxes represent about 76.6% of total General Fund budgeted revenue.

The original adopted General Fund expenditures were $27,758,828. However, circumstances arose which required the expenditure of additional funds that were not foreseen prior to the commencement of the fiscal year. Each year the City performs a mid-year review of the budget. If it is determined that funds are available, certain amendments are proposed to the City Commission for their review and approval. These amendments increased the General Fund's appropriations by $1,428,269, to $29,187,097 of expenditures. The increase was attributed to overtime in the police and fire departments and capital outlay for the police department as well as additional transfer to the Economic 380 agreements. The City continued on Phase II on the installation of a new system in the Police department, this cost was offset by a grant.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City of Weslaco's investment in capital assets for its governmental and business type activities as of September 30, 2020, amounts to $154,129,694 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, park facilities, roads and highways, and construction in progress. The City of Weslaco's investment in capital assets for the current fiscal year increased by 1.0%

Table 3
City of Weslaco- Capital Assets

	Primary Government					
	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land,	$ 6,227,175	$ 4,900,165	$ 3,952,884	$ 2,551,870	$ 10,180,059	$ 7,452,035
Infrastucture	7,629,307	7,629,307	-	-	7,629,307	7,629,307
Buildings	20,411,626	18,494,359	1,679,646	1,679,646	22,091,272	20,174,005
Equipment	15,168,595	13,558,222	8,199,721	7,926,322	23,368,316	21,484,544
Improvements	45,667,355	45,448,801	129,540,911	80,930,572	175,208,266	126,379,373
Capital leases	6,911,937	6,911,937	7,474,943	6,934,391	14,386,880	13,846,328
Construction in progress	3,213,163	2,401,877	550,534	47,850,254	3,763,697	50,252,131
Totals at historical cost	105,229,158	99,344,668	151,398,639	147,873,055	256,627,797	247,217,723
Accumulated depreciation	(51,324,168)	(47,700,977)	(51,173,935)	(46,771,105)	(102,498,103)	(94,472,082)
Total capital assets, net	$ 53,904,990	$ 51,643,691	$ 100,224,704	$ 101,101,950	$ 154,129,694	$ 152,745,641

Additional information on the City of Weslaco's capital assets can be found in Note 5 starting on page 57 of this report.

Long-Term Debt

At year end of the current fiscal year, the City of Weslaco had total bonded debt outstanding of $68,315,000, excluding $880,000 in the component unit. Total bonded debt is comprised of debt backed by the full faith and credit of the government.

The City of Weslaco maintains an "AA-"rating from Standard and Poor's, which is the City's highest rating to date. Moody's rates the City at an "A2" for general obligation debt.

Additional information on the City of Weslaco's long-term debt can be found in Note 6 on page 59 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The employment rate for the City of Weslaco increased by decreased by 5.2% to 88.6% from 93.8% a year ago. This is attributed to the COVID-19 Pandemic. This rate compares to the state's average employment rate of 92.3%.

The property tax rate remained the same for the 2020 tax year, or fiscal year ending September 30, 2021. Sales tax is projected to increase by 1%. The 2020-2021 adopted budget is a fiscally responsible balanced budget.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of Weslaco's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, 255 S Kansas Avenue, Weslaco, Texas 78596.

(This page intentionally left blank)

FINANCIAL STATEMENTS

City of Weslaco, Texas
Statement of Net Position

September 30, 2020

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Unit
Assets				
Cash and cash equivalents	$ 14,405,676	$ 460,389	$ 14,866,065	$ 6,376,134
Cash and cash equivalents- restricted	413,775	1,666,452	2,080,227	-
Investments	6,124,870	-	6,124,870	-
Investments, restricted	-	562,681	562,681	-
Receivables, net	7,900,547	3,240,923	11,141,470	12,152
Due from primary government	-	-	-	283,274
Land Escrow	-	-	-	31,473
Internal balances	1,757,422	(1,757,422)	-	-
Notes receivables	-	-	-	3,223,281
Prepaid bond insurance costs	55,477	18,996	74,473	-
Assets held for sale	2,874,000	-	2,874,000	-
Other prepaid items	10,306	-	10,306	-
Inventories	9,055	293,103	302,158	-
Capital assets not being depreciated	17,069,645	4,503,418	21,573,063	16,500
Capital assets, net of depreciation	36,835,345	95,721,286	132,556,631	4,934,221
Total assets	87,456,118	104,709,826	192,165,944	14,877,035
Deferred Outflows of Resources				
Deferred charge on refunding	178,082	1,778,044	1,956,126	-
Deferred outflows related to pensions	2,060,259	100,318	2,160,577	-
Deferred outflows related to OPEB	529,533	13,185	542,718	-
Total Deferred Outflows of Resources	2,767,874	1,891,547	4,659,421	-
Total Assets and Deferred Outflows of Resources	$ 90,223,992	$ 106,601,373	$ 196,825,365	$ 14,877,035
Liabilities				
Accounts payable	$ 1,765,939	$ 1,377,850	$ 3,143,789	$ 119,110
Due to component unit	283,274	-	283,274	-
Accrued expenses	1,886,431	438,796	2,325,227	3,727
Unearned revenue	308,779	-	308,779	-
Non-current liabilities:				
Due within one year	3,344,683	3,575,236	6,919,919	280,000
Due in more than one year				
Other liabilities due in more than one year	34,264,513	53,803,190	88,067,703	600,000
Municipal net pension liability	6,341,943	839,320	7,181,263	-
Firemen's net pension liability	5,668,100	-	5,668,100	-
OPEB liability- TMRS SDB	800,860	71,293	872,153	-
OPEB liability- retiree health care	2,021,161	-	2,021,161	-
Total Liabilities	56,685,683	60,105,685	116,791,368	1,002,837
Deferred Inflows of Resources				
Deferred inflows related to pensions	1,704,229	132,018	1,836,247	-
Deferred inflows related to OPEB	112,250	4,707	116,957	
Total Deferred Inflows of Resources	1,816,479	136,725	1,953,204	-
Net Position				
Net investment in capital assets	34,782,635	47,636,213	82,418,848	4,950,721
Restricted for:				
Debt service	526,173	999,333	1,525,506	320,000
Special revenue funds	884,837	-	884,837	-
Capital projects	-	13,590	13,590	-
Unrestricted	(4,471,815)	(2,290,173)	(6,761,988)	8,603,477
Total Net Position	31,721,830	46,358,963	78,080,793	13,874,198
Total Liabilities, Deferred Inflows of Resources, and Net Position	$ 90,223,992	$ 106,601,373	$ 196,825,365	$ 14,877,035

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

City of Weslaco, Texas
Statement of Activities

For the Fiscal Year Ended September 30, 2020

Functions/programs	Expenses	Program Revenues: Charge for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government				
Governmental activities:				
General government	$ 7,411,268	$ 1,384,500	$ -	$ -
Public safety	17,299,968	633,021	6,120,352	329,532
Emergency medical services	200,937	1,390,260	-	-
Public works	4,652,366	-	-	105,525
Culture and recreation	2,282,570	18,568	-	-
Interest on long-term debt	1,195,174	-	-	-
Total governmental activities	33,042,283	3,426,349	6,120,352	435,057
Business-type activities:				
Water and Wastewater services	11,700,765	12,865,310	-	1,163,622
Solid waste services	4,590,974	5,375,985	-	-
Airport	1,172,619	302,725	-	217,622
Total business-type activities	17,464,358	18,544,020	-	1,381,244
Total primary government	$ 50,506,641	$ 21,970,369	$ 6,120,352	$ 1,816,301
Component Unit:				
General government and administration	$ 229,832	$ -	$ -	$ -
Property management	653,575	234,234	-	-
Promotion and development	209,324	-	17,085	-
Development services	1,145,169	-	-	-
Interest on long-term debt	28,568	-	-	-
Total componen unit	$ 2,266,468	$ 234,234	$ 17,085	$ -

General Revenues:
- Taxes:
  - Ad valorem
  - Sales
  - Occupancy
  - Franchise and other
- Investment earnings
- Gain (loss) on sale/retirement of capital assets
- Miscellaneous

Transfers

Total general revenues and transfers

Change in net position

Net position at beginning of year

Net position at end of year

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

Net (Expenses) Revenue And Changes in Net Position			
Primary Government			
Governmental Activities	Business-type Activities	Total	Component Unit
$ (6,026,768)	$ -	$ (6,026,768)	$ -
(10,217,063)	-	(10,217,063)	-
1,189,323	-	1,189,323	-
(4,546,841)	-	(4,546,841)	-
(2,264,002)	-	(2,264,002)	-
(1,195,174)	-	(1,195,174)	-
(23,060,525)	-	(23,060,525)	-
-	2,328,167	2,328,167	-
-	785,011	785,011	-
-	(652,272)	(652,272)	-
-	2,460,906	2,460,906	-
(23,060,525)	2,460,906	(20,599,619)	-
$ -	$ -	$ -	$ (229,832)
-	-	-	(419,341)
-	-	-	(192,239)
-	-	-	(1,145,169)
-	-	-	(28,568)
			(2,015,149)
13,107,912	-	13,107,912	-
10,402,522	-	10,402,522	3,467,507
381,039	-	381,039	-
1,906,926	-	1,906,926	-
200,243	5,880	206,123	104,750
-	-	-	200,000
320,215	-	320,215	355,931
2,181,304	(2,181,304)	-	-
28,500,161	(2,175,424)	26,324,737	4,128,188
5,439,636	285,482	5,725,118	2,113,039
26,282,194	46,073,481	72,355,675	11,761,159
$ 31,721,830	$ 46,358,963	$ 78,080,793	$ 13,874,198

City of Weslaco, Texas
Governmental Funds
Balance Sheet

September 30, 2020

	General Fund	2019 Bond Construction Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	$ 1,213,862	$ 8,399,895	$ 4,791,919	$ 14,405,676
Cash and cash equivalents- restricted	413,775	-	-	413,775
Investments	4,665,642	472,409	986,819	6,124,870
Receivables (net of allowance for uncollectibles):				
Ad valorem taxes	738,406	-	287,032	1,025,438
Sales taxes	1,133,096	-	-	1,133,096
Ambulance fees	1,525,330	-	-	1,525,330
Other	3,989,829	-	226,854	4,216,683
Due from other funds	2,021,913	-	82,739	2,104,652
Assets held for sale	2,874,000	-	-	2,874,000
Prepaid items	10,306	-	-	10,306
Inventories	9,055	-	-	9,055
Total Assets	$ 18,595,214	$ 8,872,304	$ 6,375,363	$ 33,842,881
Liabilities				
Accounts payable	$ 1,937,882	$ 16,250	$ 95,081	$ 2,049,213
Accrued salaries and payroll taxes	727,918	-	-	727,918
Other liabilities	617,265	-	-	617,265
Due to other funds	86,529	-	10,432	96,961
Payable from restricted assets	413,775	-	-	413,775
Unearned revenue	308,779	-	-	308,779
Total Liabilities	4,092,148	16,250	105,513	4,213,911
Deferred Inflows of Resources				
Unavailable revenue- ad valorem taxes	603,382	-	236,639	840,021
Unavailable revenue- grants	329,532	-	-	329,532
Unavailable revenue- EMS fees	1,525,330	-	-	1,525,330
Total Deferred Inflows of Resources	2,458,244	-	236,639	2,694,883
Fund Balances				
Nonspendable	19,361	-	-	19,361
Restricted	-	8,856,054	4,577,778	13,433,832
Assigned	2,874,000	-	1,455,433	4,329,433
Unassigned	9,151,461	-	-	9,151,461
Total Fund Balances	12,044,822	8,856,054	6,033,211	26,934,087
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 18,595,214	$ 8,872,304	$ 6,375,363	$ 33,842,881

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

City of Weslaco, Texas
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position

September 30, 2020

	Governmental Activities
Total fund balance-governmental funds	$ 26,934,087
Amounts reported for governmental activities in the statement of net position are different because:	
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds.	2,694,883
Capital assets used in governmental activities are not current financial resources and therefore, are not reported in the governmental fund balance sheet. This is the amount of governmental assets $100,160,636 net of accumulated depreciation totaling $(46,266,178). Not included in this amount are internal service fund assets of $10,532.	53,894,458
Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in governmental funds balance sheet.	(127,473)
Bond insurance is the only bond issuance cost allowed after implementation of GASB Statement No 65. This is the unamortized cost of bond insurance cost paid by the City on prior bond issuances	55,477
Deferred outflows of resources related to amounts deferred on refundings of long-term debt are not reported in the governmental funds.	178,082
Internal service funds are used by management to charge the cost of certain activities. The assets and liabilities of certain internal service funds are included in the governmental activities statement of net position.	(239,737)
Long-term liabilities are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet.	(37,609,196)
Included in the noncurrent assets/(liabilities) is the recognition of the City's net pension (liability) required by GASB Statement No 68 in the amount of ($6,341,943), a deferred resource outflows in the amount of $831,830, and a deferred resource inflow in the amount of ($1,272,748). This resulted in a (decrease) in net position.	(6,782,861)
Included in the noncurrent (liabilities) is the recognition of the City Firemen's net pension (liability) required by GASB 68 in the amount of ($5,668,100), a deferred resource outflows in the amount of $1,228,429 and a deferred resource inflow in the amount of ($431,481). This resulted in a (decrease) in net position.	(4,871,152)
Included in the noncurrent (liabilities) is the recognition of the City's total OPEB liability required by GASB 75 in the amount of ($2,822,021), a deferred resource outflow in the amount of $529,533, and a deferred resource inflow in the amount of ($112,250). This resulted in a (decrease) in net position.	(2,404,738)
Net position of governmental activities	$ 31,721,830

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

City of Weslaco, Texas
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended September 30, 2020

	General Fund	2019 Bond Construction Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Property taxes	$ 9,619,717	$ -	$ 3,484,198	$ 13,103,915
Nonproperty taxes	12,309,448	-	381,039	12,690,487
Fees and charges	2,271,717	-	113,322	2,385,039
Fines and forfeitures	356,116	-	-	356,116
Licenses and permits	653,513	-	-	653,513
Intergovernmental	6,120,352	-	105,525	6,225,877
Investment income	162,416	-	37,827	200,243
Miscellaneous	320,215	-	-	320,215
Total Revenues	31,813,494	-	4,121,911	35,935,405
Expenditures				
General government	6,430,299	-	295,087	6,725,386
Public safety	17,260,498	-	1,794,183	19,054,681
Public works	2,829,452	1,143,946	1,570,445	5,543,843
Culture and recreation	1,459,934	-	566,930	2,026,864
Economic development	591,644	-	-	591,644
Debt service:				
Principal	879,965	-	2,839,244	3,719,209
Interest and fees	36,291	-	1,117,579	1,153,870
Total Expenditures	29,488,083	1,143,946	8,183,468	38,815,497
Excess (deficiency) of revenues over expenditures	2,325,411	(1,143,946)	(4,061,557)	(2,880,092)
Other financing sources (uses):				
Issuance of debt	-	-	440,000	440,000
Sale of capital assets	-	-	194,261	194,261
Transfers in	2,683,817	-	1,812,573	4,496,390
Transfers out	(2,315,086)	-	-	(2,315,086)
Total other financing sources (uses)	368,731	-	2,446,834	2,815,565
Net change in fund balances	2,694,142	(1,143,946)	(1,614,723)	(64,527)
Fund balances at beginning of year	10,844,329	10,000,000	7,647,934	28,492,263
Prior period adjustment	(1,493,649)	-	-	(1,493,649)
Fund balances at beginning of year, adjusted	9,350,680	10,000,000	7,647,934	26,998,614
Fund balances at end of year	$ 12,044,822	$ 8,856,054	$ 6,033,211	$ 26,934,087

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

City of Weslaco, Texas
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

For the Fiscal Year Ended September 30, 2020

	Governmental Activities
Net change in fund balances-total governmental funds	$ (64,527)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the government-wide 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 depreciation ($3,546,007) exceeded capital outlay $6,122,591 in the current period. Not included in this amount is depreciation in the internal service fund of ($103,366).	2,576,584
In the statement of activities, only the gain (loss) on the sale of assets is reported, whereas in the funds, the proceeds from the sale increase financial resources.	(211,919)
The change in compensated absences and accrued interest on long-term debt of $244,372 and ($468) are reported as a increase to expenditures in the statement of activities but not in the governmental funds.	(244,840)
Issuance of debt related to notes payable are recorded as other financing sources in the governmental funds while they are recorded as long term debt in the statement of net position.	(440,000)
Bond premiums, discounts, insurance, and deferred charges are recognized in the funds in the year the bonds are sold, but they are recorded as an asset, deferred resource outflow or liability and amortized over the life of the bonds in the statement of activities.	203,536
Some revenues, such as property taxes, EMS fees, and grants will not be collected for several months after the City's fiscal year end, therefor, they are not considered "available" revenues in the governmental funds.	365,210
Repayment of bond, capital lease and note payable principal, and liabilities under chapter 380 agreements are reported as expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	3,719,209
Internal Service funds are used by management to charge the costs of certain activities. The net revenue (loss) of the internal service funds is reported with governmental activities.	(103,366)
GASB Statement No 68 requires that certain expenditures be de-expended and recorded as deferred resource outflows. These contributions made after the measurement date of 12/31/2019 caused the change in ending net position to increase in the amount of $683,818. Contributions made before the measurement date but after the previous measurement date were reversed from deferred resource outflows and recorded as a current year expense. This caused a decrease in the change in net position totaling ($611,527). The City's reported TMRS net pension expense had to be recorded. The net pension expense (decreased) the change in net position by ($503,156). The result of these changes is to (decrease) the change in net position.	(430,865)
Firemen pension contributions reported in the funds were greater than the calculated pension expense on the statement of activities and therefore increase net position.	(440,495)
The implementation of GASB 75 required that certain expenditures be de-expended and recorded as deferred resource outflows. These contributions made after the measurement date of 12/31/19 caused the change in the ending net position to increase in the amount of $14,447. Contributions made before the measurement date but after the previous measurement date were reversed from deferred resource outflows and recorded as a current year expense. This caused a decrease in the change in net position totaling ($12,230). The City's reported TMRS OPEB expense had to be recorded. The net OPEB expense (decreased) the change in net position by ($61,202). In addition to this the City's reported Firemen Retiree Health Care OPEB expense had to be recorded. The net OPEB expense increased the change in net position by $570,094. The result of these changes is to (decrease) the change in net position.	511,109
Change in net position of governmental activities	$ 5,439,636

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

City of Weslaco, Texas
Proprietary Funds
Statement of Net Position

September 30, 2020

	Business-Type Activities				Governmental Activities
	Water and Wastewater Fund	Solid Waste Fund	Airport Fund	Totals	Internal Service Fund
Assets					
Current Assets					
Cash and cash equivalents	$ 432,813	$ -	$ 27,576	$ 460,389	$ -
Cash and cash equivalents- restricted	1,652,862	-	13,590	1,666,452	-
Investments- restricted	562,681	-	-	562,681	-
Receivables, net of allowances for uncollectibles	2,285,042	820,550	135,331	3,240,923	-
Due from other funds	-	2,000,000	-	2,000,000	-
Inventories	254,530	-	38,573	293,103	-
Prepaid items	18,996	-	-	18,996	-
Total current assets	5,206,924	2,820,550	215,070	8,242,544	-
Non-current assets					
Land	665,175	421,247	2,866,462	3,952,884	-
Buildings	362,324	668,781	648,541	1,679,646	-
Equipment	5,824,096	1,734,678	640,947	8,199,721	4,997,658
Improvements	-	-	-	-	70,864
Infrastructure	115,771,542	64,461	13,704,908	129,540,911	-
Capital leases	6,934,391	540,552	-	7,474,943	-
Construction-in-progress	453,476	-	97,058	550,534	-
Total non-current assets	130,011,004	3,429,719	17,957,916	151,398,639	5,068,522
Accumulated depreciation	(43,169,530)	(2,353,018)	(5,651,387)	(51,173,935)	(5,057,990)
Total non-current assets, net	86,841,474	1,076,701	12,306,529	100,224,704	10,532
Total assets	92,048,398	3,897,251	12,521,599	108,467,248	10,532
Deferred outflows of resources					
Deferred outflows related to pensions	83,503	2,158	14,657	100,318	-
Deferred outflows related to OPEB	9,980	470	2,735	13,185	-
Deferred charge on refunding	1,778,044	-	-	1,778,044	-
Total deferred outflows of resources	1,871,527	2,628	17,392	1,891,547	-
Total assets and deferred outflows of resources	$ 93,919,925	$ 3,899,879	$ 12,538,991	$ 110,358,795	$ 10,532

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

City of Weslaco, Texas
Proprietary Funds
Statement of Net Position- Continued

September 30, 2020

	Business-Type Activities				Governmental Activities
	Water and Wastewater Fund	Solid Waste Fund	Airport Fund	Totals	Internal Service Fund
Liabilities					
Current Liabilities:					
Accounts payable	$ 947,439	$ 391,694	$ 38,717	$ 1,377,850	$ -
Accrued salaries and other liabilities	153,415	-	32,768	186,183	-
Due to other funds	2,259,258	890,709	607,455	3,757,422	250,269
Current portion of long term debt	3,407,201	110,581	57,454	3,575,236	-
Accrued interest on bonds	252,613	-	-	252,613	-
Total current liabilities	7,019,926	1,392,984	736,394	9,149,304	250,269
Noncurrent liabilities:					
Compensated absences	78,807	18,725	33,203	130,735	-
Customer deposits	1,274,450	-	3,594	1,278,044	-
Revenue bonds payable, net of unamortized premiums	44,464,654	-	-	44,464,654	-
Capital lease payable	5,698,351	461,985	-	6,160,336	-
Note payable	-	-	1,397,045	1,397,045	-
Landfill closure	-	372,376	-	372,376	-
Net pension liability	709,455	16,629	113,236	839,320	-
OPEB liability	54,505	2,399	14,389	71,293	-
Total noncurrent liabilities	52,280,222	872,114	1,561,467	54,713,803	-
Total liabilities	59,300,148	2,265,098	2,297,861	63,863,107	250,269
Deferred inflows of resources					
Deferred inflows related to pensions	105,853	3,551	22,614	132,018	-
Deferred inflows related to OPEB	3,530	177	1,000	4,707	-
Total deferred inflows of resources	109,383	3,728	23,614	136,725	-
Net Position					
Net investment in capital assets	36,274,278	506,216	10,855,719	47,636,213	10,532
Restricted for:					
Revenue bond retirement	999,333	-	-	999,333	-
Construction	-	-	13,590	13,590	-
Unrestricted	(2,763,217)	1,124,837	(651,793)	(2,290,173)	(250,269)
Total net position	34,510,394	1,631,053	10,217,516	46,358,963	(239,737)
Total liabilities, deferred inflows of resources, and net position	$ 93,919,925	$ 3,899,879	$ 12,538,991	$ 110,358,795	$ 10,532

City of Weslaco, Texas
Proprietary Funds
Statement of Revenues, Expenses and Changes in Net Position

For the Fiscal Year Ended September 30, 2020

	Business Type Activities				Governmental Activities
	Water and Wastewater Fund	Solid Waste Fund	Airport Fund	Total	Internal Service Fund
Operating Revenues:					
Water services	$ 7,483,073	$ -	$ -	$ 7,483,073	$ -
Sewer services	5,318,493	-	-	5,318,493	-
Charges for services	-	5,375,985	302,600	5,678,585	-
Miscellaneous	63,744	-	125	63,869	-
Total operating revenues	12,865,310	5,375,985	302,725	18,544,020	-
Operating Expenses:					
Personal services	845,022	106,773	270,744	1,222,539	-
Other services and charges	2,035,775	186,927	212,734	2,435,436	-
Supplies	209,394	8,032	232,826	450,252	-
Contractual services	3,037,989	4,256,525	-	7,294,514	-
Depreciation	3,939,191	32,717	430,922	4,402,830	103,366
Total operating expenses	10,067,371	4,590,974	1,147,226	15,805,571	103,366
Operating income (loss)	2,797,939	785,011	(844,501)	2,738,449	(103,366)
Non-operating revenues (expenses)					
Investment income	5,880	-	-	5,880	-
Interest expense	(1,633,394)	-	(25,393)	(1,658,787)	-
Total non-operating (expenses)	(1,627,514)	-	(25,393)	(1,652,907)	-
Income (loss) before transfers and capital contributions	1,170,425	785,011	(869,894)	1,085,542	(103,366)
Transfers in (out) and capital contributions					
Capital Improvement fees	696,141	-	-	696,141	-
Capital grants	467,481	-	217,622	685,103	-
Transfers in	5,429,883	-	250,000	5,679,883	-
Transfers out	(6,736,187)	(1,125,000)	-	(7,861,187)	-
Total transfers and capital contributions	(142,682)	(1,125,000)	467,622	(800,060)	-
Change in net position	1,027,743	(339,989)	(402,272)	285,482	(103,366)
Net position- beginning	33,482,651	1,971,042	10,619,788	46,073,481	(136,371)
Net position- ending	$ 34,510,394	$ 1,631,053	$ 10,217,516	$ 46,358,963	$ (239,737)

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

City of Weslaco, Texas
Proprietary Funds
Statement of Cash Flows

For the Fiscal Year Ended September 30, 2020

	Business Type Activities				Governmental Activities
	Water and Wastewater Fund	Solid Waste Fund	Airport Fund	Total	Internal Service Fund
Cash flows from operating activities					
Cash received from customers	$ 12,662,443	$ 5,231,011	$ 266,593	$ 18,160,047	$ -
Payments to suppliers	(5,075,884)	(4,023,828)	(424,101)	(9,523,813)	-
Payments to employees	(614,132)	(96,728)	(248,732)	(959,592)	-
Net cash provided by (used in) operating activities	6,972,427	1,110,455	(406,240)	7,676,642	-
Cash flows from noncapital financing activities					
Transfers from other funds	5,429,883	-	250,000	5,679,883	-
Transfers to other funds	(6,736,187)	(1,125,000)	-	(7,861,187)	-
Net cash provided by (used in) noncapital financing activities	(1,306,304)	(1,125,000)	250,000	(2,181,304)	-
Cash flows from capital and related financing activities					
Purchase of capital assets	(1,521,318)	(540,552)	(1,439,014)	(3,500,884)	-
Interest paid on bonds	(2,456,712)	-	-	(2,456,712)	-
Interest paid on notes payable	-	-	(25,393)	(25,393)	-
Capital lease proceeds	-	570,485	-	570,485	-
Notes payable proceeds	-	-	1,450,810	1,450,810	-
Retirement of bonds	(2,811,750)	-	-	(2,811,750)	-
Landfill closure costs	-	(15,388)	-	(15,388)	-
Capital grants	-	-	196,809	196,809	-
Capital improvement fees	696,141	-	-	696,141	-
Net cash provided by (used in) capital and related financing activites	(6,093,639)	14,545	183,212	(5,895,882)	-
Cash flow from investing activities:					
Interest on cash and investments	5,880	-	-	5,880	-
Purchase of capital assets	226,974	-	-	226,974	-
Net cash provided by investing activities	232,854	-	-	232,854	-
Net (decrease) in cash and cash equivalents	(194,662)	-	26,972	(167,690)	-
Cash and cash equivalents, beginning of year	2,280,337	-	14,194	2,294,531	-
Cash and cash equivalents, end of year	$ 2,085,675	$ -	$ 41,166	$ 2,126,841	$ -
Reconciliation of operating income (loss) to net cash provided by used in operating activities					
Operating income (loss)	$ 2,797,939	$ 785,011	$ (844,501)	$ 2,738,449	$ (103,366)
Adjustments to reconcile income (loss) from operations to net cash from operating activities:					
Depreciation	3,939,191	32,717	430,922	4,402,830	103,366
(Increase) decrease in accounts receivables	(295,126)	(144,974)	(36,132)	(476,232)	-
(Increase) decrease in inventories	(93,630)	-	(7,219)	(100,849)	-
(Increase) decrease in prepaid items	18,940	-	-	18,940	-
(Increase) decrease in deferred outflows	287,983	5,533	31,356	324,872	-
Decrease (increase) in accounts payable	22,706	1,646	(33,427)	(9,075)	-
Decrease (increase) in accrued salaries and other liabilities	21,064	-	6,111	27,175	-
Decrease (increase) in due to other funds	259,258	420,477	62,105	741,840	-
Decrease (increase) in customer deposits	92,259	-	-	92,259	-
Decrease (increase) in compensated absences	562	13,981	6,849	21,392	-
Decrease (increase) in net pension liability	(159,725)	(7,986)	(45,255)	(212,966)	-
Decrease (increase) in OPEB liability	10,505	525	2,976	14,006	-
Decrease (increase) in deferred inflows	70,501	3,525	19,975	94,001	-
Total adjustments	4,174,488	325,444	438,261	4,938,193	103,366
Net cash provided (used) by operations	$ 6,972,427	$ 1,110,455	$ (406,240)	$ 7,676,642	$ -
Supplemental disclosure of noncash activities					
Contributed capital assets from Urban County	$ 467,481	$ -	$ -	$ 467,481	$ -

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

City of Weslaco, Texas
Fiduciary Funds
Statement of Fiduciary Net Position

September 30, 2020

	Pension Trust fund	Private-purpose Trust fund
	Firemen's Relief and Retirement Fund	Marion Booth Endowment Fund
Assets		
Cash	$ 7,573	$ 16,711
Investments, at fair value:		
Certificates of deposit	-	494,114
Equities	9,405,149	-
Mutual funds	117,985	-
Corporate bonds	782,304	-
Money market mutual funds	737,809	-
Municipal bonds	1,781,537	-
Total Assets	$ 12,832,357	$ 510,825
Liabilities		
Accounts payable	$ -	$ 501
Total Liabilities	-	501
Net Position		
Net position restricted for pensions and other purposes	12,832,357	510,324
Total Net Position	12,832,357	510,324
Total Liabilities and Net Position	$ 12,832,357	$ 510,825

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

City of Weslaco, Texas
Fiduciary Funds
Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended September 30, 2020

	Pension Trust fund	Private-purpose Trust fund
	Firemen's Relief and Retirement Fund	Marion Booth Endowment Fund
Additions		
Contributions		
Employer contributions	$ 599,436	$ -
Plan member contributions	599,436	-
Total contributions	1,198,872	-
Investment income		
Net appreciation in fair value of investments	87,988	-
Interest and dividends	310,148	10,228
Total investment income	398,136	10,228
Less investment expense	(66,104)	-
Net investment income	332,032	10,228
Total additions	1,530,904	10,228
Deductions		
Benefits paid	595,725	-
Refunds of contributions	-	-
Administrative expenses	32,661	2,519
Total deductions	628,386	2,519
Net change in fiduciary net position	902,518	7,709
Net position, beginning of year	11,929,839	502,615
Net position, end of year	$ 12,832,357	$ 510,324

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

(This page intentionally left blank)

NOTES TO FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Weslaco, Texas (the "City") was incorporated September 18, 1919, under the provisions of Act 279, P.A. 1909, as amended (Home Rule City Act). The City operates under a Commission-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, solid waste, health and social services, culture and recreation, education, public improvements, planning and zoning, and general administrative services.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments includes those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled *Audits of State and Local Governmental Units*.

Financial Reporting Entity

The City is a municipal corporation governed by an elected mayor and six-member governing commission (the "Commission"). The accompanying financial statements present the City and its component unit, the entity for which the City is considered to be financially accountable. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City. The accounting policies of the City conform to generally accepted accounting principles (GAAP) as applied to governmental units. The more significant accounting policies used by the City are described below.

In evaluating the City as a reporting entity, management has considered all potential component units in accordance with Section 2100: *Defining the Financial Reporting Entity* of the Governmental Accounting Standards Board (GASB) Codification.

Discretely Presented Component Unit

The Economic Development Corporation of Weslaco (the "EDC") was merged and incorporated under the provisions of the Development Corporation Act of 1979, as amended, for the purpose of promoting economic development within the City. The EDC has separate corporate powers that distinguish it as being a legally separate entity from the City. The City has the ability to impose its will, and has a financial benefit and financial accountability over the EDC. The EDC is governed by seven members who are appointed by and serve at the pleasure of the Mayor. A copy of the EDC's financial statements can be obtained by contacting the Weslaco Economic Development Corporation at 275 S. Kansas, Weslaco, Texas 78596.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide and Fund Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues.*

Separate financial statements are provided for governmental funds, proprietary fund and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 90 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the City.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

The proprietary, pension trust fund, and private-purpose trust funds are reported using the *economic resources measurement* focus and the *accrual basis of accounting*.

Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the City's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As discussed earlier, the City has one discretely presented component unit. While the Development Corporation of Weslaco is considered to be a major component unit, it is nevertheless shown in separate column in the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the City's wastewater and sanitation services functions and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements

The fund financial statements provide information about the City's funds, including its fiduciary funds and blended component units. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The *2019 Bond Construction fund* is used to account for bond proceeds used to fund for acquisition and construction of capital activities related to City drainage projects.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

***Fund Financial Statements (Continued*)**

The City reports the following major enterprise funds:

The *Water and Wastewater Fund* is used to account for the provision of water and wastewater services to the residents of the City. Activities of the fund include administration, operations and maintenance of the water and wastewater system and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for water and wastewater debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the funds.

The *Solid Waste Fund* is used to account for operations of solid waste collection and disposal services. All costs are financed through charges to solid waste customers.

The *Airport Fund* accounts for the provision of airport facilities to area residents. All activities necessary to provide such services are accounted for in this fund. The fund is financed primarily by the City of Weslaco operating grants, hangar rentals and tie-down fees.

Additionally, the City reports the following fund types:

Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes other than capital projects.

The *debt service fund* is used to account for the accumulation of resources that are restricted for the payment of principal and interest on long-term obligations of governmental funds.

Capital projects funds account for the acquisition and construction of the City's major capital facilities, other than those financed by proprietary funds.

Internal Service Fund which is used to account for the capital acquisitions and leasing services provided to departments of the City.

The *pension trust funds* account for the activities of the Weslaco Firemen's Relief and Retirement Fund, which accumulate resources for pension benefit payments to qualified public safety employees.

The *private-purpose trust fund* accounts for contributions made on behalf of outside parties.

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

***Fund Financial Statements (Continued*)**

Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements.

Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

Budgetary Information

Budgetary basis of accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General, Hotel/Motel Tax- Special Revenue, Debt Service Fund, Capital Improvement Program, Storm Water Improvement Fund, and Fire Department Equipment Replacement- Capital Project Funds. Other capital projects funds are appropriated on a project-length basis. Certain special revenue funds do not have appropriated budgets since other means control the use of these resources (e.g., grant awards and endowment requirements) and sometimes span a period of more than one fiscal year. In addition, the Water and Wastewater, Solid Waste, and Airport Proprietary Funds also employ formal budgetary integration as a management control device during the year. Budgets for these funds are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP).

The appropriated budget is prepared by fund, function, and department. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the commission. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget or are canceled pursuant to state regulations.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Information (Continued)

Excess of expenditures over appropriations

At September 30, 2020, expenditures exceeded appropriations in eight departments in the General Fund. These amounts were attributed to underestimation of actual expenditures and unforeseen cost in overtime, supplies, utilities, and maintenance of city vehicles. Revenue was available to cover the excess this year. The departments and the excess expenditures over appropriations are as follows:

City Manager	$ 4,665
Finance	25,739
Human resources	28,509
Law	41,205
Fire Department	723,611
Emergency Management Department	900,962
Drain Ditch Department	231,308
Other Economic Development	6,859
Debt Service- principal retirement	214,875

Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

Cash and Cash Equivalents

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Cash of all funds, including restricted cash is pooled into common pooled accounts in order to maximize investment opportunities. Each fund whose monies are deposited in the pooled cash accounts has equity therein, and interest earned on the investment of these monies is allocated based upon relative equity at month end. An individual fund's pooled cash are available upon demand and are considered to be "cash equivalents" when preparing these financial statements. In addition, any marketable securities not included in the common pooled accounts that are purchased with a maturity of ninety days or less are also considered to be "cash equivalents".

Negative balances incurred in pooled cash at year-end are treated as inter-fund receivables of the General Fund and inter-fund payables of the deficit fund.

Investments

Investments for the City are reported at fair value (generally based on quoted market prices) except for the position in the TexPool public fund investment pool (Pool). The pool meets all of the specified criteria in Section I50: *Investments* to qualify to elect to measure their investments at amortized cost. Accordingly, the fair value of the City's position in the pool is equal to the value of the pooled shares.

Other investments are carried at fair value as defined in GASB Statement No 72 "*Fair Value Measurement and Application*". Consistent with GASB Statement No 72, the City categorizes its fair value measurements within the fair value hierarchy. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. For the City's Firemen's Relief and Retirement Fund Investments a detail of the fair value hierarchy of investments held by the City are disclosed in Note 3 to the financial statements.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Receivables and payables

Unbilled receivables – An amount for unbilled revenue is recorded in the Water and Wastewater Fund and Solid Waste Fund for services rendered, but not yet billed as of the end of the fiscal year. The receivable is derived from the cycle billings generated subsequent to fiscal year end and prorated for usage in September.

Allowance for doubtful accounts – Accounts receivable have been reported net of the allowance for doubtful accounts. Accounts receivable in excess of 120 days are subject to being considered as uncollectible.

Unearned revenue **–** Unearned revenue recorded on the governmental fund balance sheet represents amounts received before eligibility requirements are met.

Interfund Activities and Transactions

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds” within the fund financial statements. Long-term borrowings between funds are classified as “advances to other funds” or “advances from other funds” in the fund financial statements. These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any residual balance outstanding between the governmental and business-type activities at the end of the fiscal year, which are reported in the government-wide financial statements as internal balances.

Interfund transactions are reflected as services provided, reimbursements, or transfers. Services provided, deemed to be at or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when on fund incurs a cost, charges the appropriate benefitting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or business-type funds are funds are netted as part of the reconciliation to the government-wide presentation.

Restricted Assets

Certain assets of the City are classified as restricted assets on the statement of net position because their use is limited by law through constitutional provisions or enabling legislation; or by restrictions imposed externally by creditors, grantors, contributors or laws or regulations of other governments. Special restricted asset accounts have been established to account for the sources and uses of these limited use assets as follows:

Customer deposit accounts – Deposited in non-interest bearing accounts and refunded upon termination of service with the City and satisfaction of all obligations due.

Bond and capital activities– Includes certain proceeds from issuance of revenue bonds, as well as certain resources set aside for the repayment of bonds or future capital activities.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reflected at acquisition value. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has not been capitalized during the construction period on property, plant and equipment.

Assets capitalized, not including infrastructure assets, have an original cost of $1,000 or more and over one year of useful life. Infrastructure assets capitalized have an original cost of $5,000 or more. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Buildings	20 - 50 years
Water and Wastewater System	30 - 50 years
Infrastructure	20 - 35 years
Machinery and Equipment	5 - 10 years
Improvements	20 years

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents 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 City has three (3) items that qualify for reporting as deferred outflows of resources, the *deferred amount on refunding*, the *deferred outflows related to pensions,* and the *deferred outflows related to OPEB*, each reported in the government-wide and proprietary funds statements of net position. The deferred amount on refunding results from debt refinancing, whereby the reacquisition price of the funding debt instruments exceed their net carrying amount. The deferred amount on refunding is amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows related to pensions and OPEB are an aggregate of items related to pensions and other post-employment benefits as calculated in accordance with GASB Codification Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria*. The deferred outflows related to pensions and OPEB will be recognized as either pension or OPEB expense or a reduction in the net pension liability or OPEB liability in future reporting years.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two (2) items that qualify for reporting as deferred inflows of resources. The *deferred inflows related to pensions and OPEB* are an aggregate of items related to pensions and other post-employment benefits as calculated in accordance with GASB Codification Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria*. The deferred inflows related to pensions and OPEB will be recognized as a reduction to pension or OPEB expense in future reporting years.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows of Resources (Continued)

Unavailable revenue, which arises only under a modified accrual basis of accounting, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Compensated Absences

The City's policy allows employees to accumulate unused sick leave on an unlimited basis and vacation leave up to 30 days except vacation leave accrued prior to December 1990, which shall be refunded in full.

Non-civil service employees who were hired before October 1, 2008 and who have completed ten years of employment are entitled to be paid up to 30 days of accumulated sick leave, 60 days for those employees with 11 to 20 years and 90 days for 21 years or more and any accumulated vacation up to 30 days, upon termination. Employees who were hired after October 1, 2008 shall be refunded in full one hundred and twenty (120) hours upon separation of employment, from accumulated vacation leave.

Civil service employees hired are entitled to be paid any accumulated vacation, but must complete five years of employment with the City to be entitled to be paid up to 90 days of accumulated sick leave upon termination. Sick leave in excess of maximum limits is not paid upon termination, but will be paid only upon illness while employed by the City.

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds and is recorded as an adjustment to interest expense. Bonds payable are reported net of the applicable bond premium or discount. In accordance with GASB Codification Section I30: *Interest Costs – Imputation*, bond issuance costs are expensed in the period incurred except for prepaid insurance costs.

Pensions

For purposes of measuring the net pension liability, pension related deferred outflows and inflows of resources, and pension expense, City specific information about its Fiduciary Net Position in the Texas Municipal Retirement System (TMRS) and additions to/deductions from the City's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Information regarding the City's Total Pension Liability is obtained from TMRS through a report prepared for the City by TMRS consulting actuary, Gabriel Roeder Smith & Company, in compliance with Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Other Post-Employment Benefits (OPEB)

The fiduciary net position of the Texas Municipal Retirement System (TMRS) Supplemental Death Benefit and the Firefighter Retiree Healthcare benefit has been determined using the flow of economic resources measurement focus and full accrual basis of accounting.

This includes for purposes of measuring the total OPEB liability, deferred outflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities, and additions to/deductions from the applicable OPEB's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. Information regarding the City's total OPEB liability related to the TMRS Supplemental Death Benefit is obtained from TMRS through a report prepared by TMRS consulting actuary, Gabriel Roeder Smith & Company, in compliance with Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.* Information regarding the City's total OPEB liability related to the Firefighter Retiree Healthcare is obtained from a report prepared by the City's consulting actuary, Retirement Horizons, in compliance with Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.*

Categories and Classification of Fund Equity

Net position flow assumption – Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied. The City reported deficit net position in the Internal Service Fund in the amount of ($239,737).

Fund balance flow assumptions – Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund balance policies – Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The City itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, specifies the following classifications:

Nonspendable fund balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Categories and Classification of Fund Equity (Continued)

Restricted fund balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The governing council is the highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Assigned fund balance – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. The governing commission has by resolution authorized the City Manager to assign fund balance. The commission may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned fund balance – Unassigned fund balance is the residual classification for the General Fund.

Revenues and Expenditures/Expenses

Program revenues – Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property taxes – Property taxes attach as an enforceable lien on property as of January 1. Property taxes are levied as of October 1. The county appraisal district certifies the tax roll by July 25th. This tax roll is used by the City to adopt a tax rate by September 1st or soon thereafter. The tax bills are mailed on October 1 or soon thereafter and are due and payable upon receipt. The billings become delinquent as of February 1 of the following calendar year and penalties and interest may be assessed by the City.

Proprietary funds operating and nonoperating revenues and expenses – Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water and Wastewater Fund, Solid Waste Fund, Airport Fund and internal service funds are charges to customers for sales and services. The Water and Wastewater Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. 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 nonoperating revenues and expenses.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, March 26, 2021 and determined there were no events that occurred that required disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

Recently Issued and Implemented Accounting Pronouncements

In fiscal year 2020, the City implemented GASB Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance. The primary objective of this statement was to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. The Statement extended the effective dates of certain accounting and financial reporting provisions in statements that were first effective for reporting periods beginning after June 15, 2018.

The Governmental Accounting Standards Board has issued statements that will become effective in future years. These statements are as follows:

In January 2017, the GASB issued Statement No. 84, *Fiduciary Activities*. This Statement seeks to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. GASB 84 will be effective for the fiscal years beginning after December 15, 2019.

In June 2017, the GASB issued Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this Statement are effective for fiscal years beginning after June 15, 2021.

In June 2018, the GASB issued Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recently Issued and Implemented Accounting Pronouncements (continued)

In August 2018, the GASB issued Statement No. 90, *Majority Equity Interests – An Amendment of GASB Statements No. 14 and No. 61*. The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. A majority equity interest that meets the definition of an investment should be measured using the equity method, unless it is held by a special-purpose government engaged only in fiduciary activities, a fiduciary fund, or an endowment (including permanent and term endowments) or permanent fund. Those governments and funds should measure the majority equity interest at fair value. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. The requirements should be applied retroactively, except for the provisions related to (1) reporting a majority equity interest in a component unit and (2) reporting a component unit if the government acquires a 100 percent equity interest. Those provisions should be applied on a prospective basis.

In May 2019, the GASB issued Statement No. 91, *Conduit Debt Obligations*. The primary objectives of this statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021.

The City is evaluating the requirements of the above statements and the impact on reporting.

NOTE 2: PRIOR PERIOD ADJUSTMENT

Prior year accounts receivable and allowance for doubtful accounts related to Emergency Medical Services (EMS) were adjusted to defer fund level revenue in accordance with the current financial resources measurement focus. The prior year has been restated to account for the prior period adjustment for these changes. The effect of the adjustment was a decrease to beginning General Fund balance in the amount of $1,493,649.

NOTE 3: DEPOSITS AND INVESTMENTS

It is the City's policy, as well as a requirement in its depository agreement, for deposits plus accrued interest thereon to be 102% secured by collateral valued at fair value, less the amount of the Federal Deposit Insurance Corporation insurance. The City's deposits, including certificates of deposit, were fully insured or collateralized as required by the state statutes at September 30, 2020. At year-end, the respective bank balance totaled $17,060,031. Of the total bank balance, $500,000 was covered by Federal Depository Insurance Corporation (FDIC). The remainder was covered by collateral with a value of $28,000,000. The collateral was held at third party banks (safekeeping banks) in the City's name under a joint safekeeping agreement between various banks and the City.

Investments

State statutes, city bond ordinances, city resolutions, and an investment policy adopted by the City Commission authorize the City's investments. The City is authorized to invest in obligations of the United States of America, its agencies and instrumentalities, direct obligations of the State of Texas and agencies thereof, 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 equivalent), certificates of deposit of state and national banks domiciled in Texas, fully collateralized direct repurchase agreements with a defined termination date secured by obligations of the United States or its agencies and instrumentalities pledged with a third party, joint pools of political subdivisions in the State of Texas which invest in instruments and follow practices allowed by law, and commercial paper with a 270 day limit and an A1P1 rating by two rating agencies.

Investment with investment maturities, including accrued interest, as of September 30, 2020 are as follows:

	Investment Maturities (in years)		
	Value	1 or less	Greater than 1 year
Primary Government			
TexPool	$ 6,687,551	$ 6,687,551	$ -

A reconcilement of cash and investments follows:

	Primary Government			
	Governmental Activities	Business-type Activities	Total	Component Unit
Cash and cash equivalents	$ 14,405,676	$ 460,389	14,866,065	$ 6,376,134
Restricted cash	413,775	1,666,452	2,080,227	-
Total cash and cash equivalents	14,819,451	2,126,841	16,946,292	6,376,134
Investments:				
TexPool	6,124,870	-	6,124,870	-
TexPool - Restricted	-	562,681	562,681	-
Total investments	6,124,870	562,681	6,687,551	-
Total cash and investments	$ 20,944,321	$ 2,689,522	$ 23,633,843	$ 6,376,134

See Note 6 for components of cash and investment restrictions.

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment.

Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flows and liquidity needed for operations. The investment policy states that the dollar weighted average maturity of 12 months or less will be calculated using the stated final maturity date of each security.

Credit Risk

As of September 30, 2020, the investments in TexPool investment pools were rated AAAm by Standard and Poor's.

The City's investment policy limits authorized investments to certain Texas government investments pools, obligations of or guaranteed by the U. S. and State of Texas and their agencies thereof, certificates of deposit of Texas banks and fully collateralized repurchase agreements.

Public Funds Investment Pools

TexPool is a public funds investment pool created by the Texas Treasury Safekeeping Trust Company (Trust Company) to provide a safe environment for the placement of local government funds in authorized short-term, fully-collateralized investments, including direct obligations of, or obligations guaranteed by, the United States or State of Texas or their agencies; federally insured certificates of deposit issued by Texas banks or savings and loans; and fully collateralized direct repurchase agreements secured by United States Government agency securities and placed through a primary government securities dealer.

The Trust Company was incorporated by the State Treasurer by authority of the Texas Legislature as a special purpose trust company with direct access to the services of the Federal Reserve Bank to manage, disburse, transfer, safekeep, and invest public funds and securities more efficiently and economically. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters.

The City reports its local government investment pools at amortized cost as permitted by Section I50: *Investments* of the GASB Codification. In addition, the pools do not have any limitations and restrictions on withdrawals such as notice periods or maximum transaction amounts. The pools do not impose any liquidity fees or redemption gates.

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Firemen's Relief and Retirement Fund Investments

The Firemen's Relief and Retirement Fund Investments are recorded at fair value as of September 30, 2020. The composition of these investments is as follows:

	Fair Value
Equities	$ 9,405,149
Mutual funds	117,985
Fixed income	
Money market mutual funds	737,809
Municipal bonds	1,781,537
Corporate bonds	782,304
Total fixed income	3,301,650
Total investments	$ 12,824,784

The Firemen's fund has adopted the provisions of GASB Statement 72 and fully disclosed in the notes to the financial statements the fair value hierarchy and the methods of valuing the related investments as required under generally accepted accounting principles. A summary of the hierarchy is as follows:

Level 1 inputs are quoted prices in active markets for identical assets	$ 10,922,183
Level 2 inputs are signficant other observable inputs	1,902,601
Total investments	$ 12,824,784

Debt and equity securities, and money market mutual funds classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing techniques. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Because of the complexity of the portfolio, the Firemen's Board of Trustees relies on its consultant to provide the necessary guidance to accomplish the Plan's objective. The Board also understands that return objectives can be achieved while assuming market volatility. The Board is willing to forgo potential return in strong markets in return for protection against a severe decline during weak periods.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Plan will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Plan, and are held by either the counterparty or the counterparty's trust department or agent but not in the Plan's name. All investment securities are held in the Plan's name.

Concentration of Credit Risk

The allocation of assets among various asset classes is set by the Board with the objective of optimizing the investment return of the Plan within a framework of acceptable risk and diversification. For major asset classes (e.g., domestic equities, international equities, fixed income, alternative investments, private equity and real estate, and specialty), the investment policy establishes a minimum and maximum percentage allocation for each classification of investments.

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Firemen's Relief and Retirement Fund Investments - Continued

Interest Rate Risk

The Plan invests in fixed income securities including, but not limited to, investments representing instruments with an obligated fixed rate of interest. Instruments may have an investment grade or noninvestment grade rating. Purchases and sales, investment selection and implementation of investment strategies are delegated to the discretion of the investment manager, subject to compliance with its management agreement and the Plan's Investment Policy.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of the investment. Interest rate risk is the greatest risk faced by an investor in the fixed income market. The price of a fixed income security typically moves in the opposite direction of the change in interest rates. The Plan does not have a formal investment policy that limits investment maturities as a means of managing its exposure to potential fair value losses arising from future changes in interest rates, but rather mandates such limits within the Investment Management Services Contract.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Plan does not have a formal policy limiting investment credit risk, but rather mandates such limits within the Investment Management Services Contract.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. Realized and unrealized gains and losses on investments which result from changes in foreign currency exchange rates have been included in the net appreciation (depreciation) in fair value of investments.

NOTE 4: RECEIVABLES

Receivables at September 30, 2020, consist of the following:

	Primary Government								
	Governmental			Business-type					
	General Fund	Other Governmental Funds	Total	Water and Wastewater	Solid Waste	Airport Fund	Total	Total Primary Government	Component Unit
Ad valorem taxes	$ 1,205,217	$ 438,531	$ 1,643,748	$ -	$ -	$ -	$ -	$ 1,643,748	$ -
Sales taxes	1,133,096	-	1,133,096	-	-	-	-	1,133,096	283,274
Customer charges	136,208	-	136,208	3,850,743	1,507,809	135,331	5,493,883	5,630,091	-
Hotel/Motel taxes	-	193,106	193,106	-	-	-	-	193,106	-
Ambulance fees	8,111,437	-	8,111,437	-	-	-	-	8,111,437	-
Grants receivable	3,451,731	-	3,451,731	-	-	-	-	3,451,731	-
Other	484,443	33,748	518,191	-	-	-	-	518,191	12,152
Gross receivables	14,522,132	665,385	15,187,517	3,850,743	1,507,809	135,331	5,493,883	20,681,400	295,426
Less allowance for uncollectibles	(7,135,471)	(151,499)	(7,286,970)	(1,565,701)	(687,259)	-	(2,252,960)	(9,539,930)	-
Net total receivables	$ 7,386,661	$ 513,886	$ 7,900,547	$ 2,285,042	$ 820,550	$135,331	$ 3,240,923	$11,141,470	$ 295,426

NOTE 4: RECEIVABLES (Continued)

Property tax revenues are recognized when they become available in the fund statements. Available includes those property tax receivables expected to be collected within sixty days after year end.

Property taxes attach as an enforceable lien on property as of January 1. Property taxes are levied as of October 1. The county appraisal district certifies the tax roll by July 25th. This tax roll is used by the City to adopt a tax rate by September 1st or soon thereafter. The tax bills are mailed on October 1 or soon thereafter and are due and payable upon receipt. The billings become delinquent as of February 1 of the following calendar year and penalties and interest may be assessed by the City.

As an inducement to expand their business operations to the City's Industrial Park, the Economic Development Corporation of Weslaco, accepted notes from various businesses. These notes are for cash loans, and sale of industrial park lots. The loans carry various credit incentives up to the amounts of the loans and sometimes beyond the initial loans. The credits vary by individual entities. The credits involve construction of buildings, leasing of existing properties at the industrial park, employing local residents and the purchase of goods and services from merchants in the local area. All notes receivable carry incentives to the extent of the note receivable balance.

The following is a summary of notes receivable payable to the EDC at September 30, 2020:

Loan to CIL Properties	$	85,469
Loan to CIL Hangars, LLC		155,853
Loan to Valley Striping		94,593
Loan to Trinity Development		40,224
Promissory note from LRGVDC (Building Sale)		1,195,364
Promissory note from SDI Weslaco Holdings, Inc.		200,968
Promissory note from City of Weslaco		1,450,810
Total notes receivable	$	3,223,281

Total note receivable from SDI Weslaco Holdings, LLC (SDI) was $2,213,255 at 8% interest rate. This note is secured by a Chapter 380 Economic Development Agreement between the City of Weslaco, Texas and SDI. SDI has assigned the annual payments due from the City to the Economic Development Corporation, of Weslaco, Texas until the note is paid in full. The note is payable in annual payments, until March 1, 2030. The 380 Agreement was to facilitate the construction of infrastructure improvements for a commercial development. The EDC spurred the development by advancing $2,213,255 of the $3,300,000 project. In the current year, the City of Weslaco paid $224,451 under the 380 Agreement.

Notes with Economic Incentives

The economic incentive portion of the notes receivable balances have been recognized as expenditures in current year operations, as well as the long-term note receivable advance. As the entities earn their incentives, the note balances will be reduced accordingly, with an equal offset to unavailable revenue. That is to control compliance with the agreements. The long-term note receivable principal payments are recognized as revenues, with equal off-set to unavailable revenue. Note balances had equal unavailable revenue at September 30, 2020.

NOTE 5: CAPITAL ASSETS

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

	Beginning Balance	Additions	Transfers	Retirements	Ending Balance
Governmental Activities					
Capital assets not being depreciated					
Land	$ 4,900,165	$ 1,521,271	$ -	$ (194,261)	$ 6,227,175
380 Agreements Infrastructure	7,629,307	-	-	-	7,629,307
Construction-in-progress	2,401,877	2,746,907	(1,935,621)	-	3,213,163
Total capital assets, not being depreciated	14,931,349	4,268,178	(1,935,621)	(194,261)	17,069,645
Capital assets being depreciated					
Buildings	18,494,359	-	1,917,267	-	20,411,626
Equipment	13,558,222	1,654,213	-	(43,840)	15,168,595
Improvements	45,448,801	200,200	18,354	-	45,667,355
Capital Leases	6,911,937	-	-	-	6,911,937
	84,413,319	1,854,413	1,935,621	(43,840)	88,159,513
Less accumulated depreciation for:					
Buildings	8,303,110	462,359	-	-	8,765,469
Equipment	9,543,853	1,131,300	-	(26,182)	10,648,971
Improvements	26,849,526	1,496,515	-	-	28,346,041
Capital Leases	3,004,488	559,199	-	-	3,563,687
Total accumulated depreciation	47,700,977	3,649,373	-	(26,182)	51,324,168
Total capital assets being depreciated, net	36,712,342	(1,794,960)	1,935,621	(17,658)	36,835,345
Governmental activities, capital assets, net	$ 51,643,691	$ 2,473,218	$ -	$ (211,919)	$ 53,904,990

Depreciation expense was charged as a direct expense to governmental functions of the primary government as follows:

Governmental activities	
General government	$ 704,321
Public safety	676,129
Emergency medical services	184,284
Public works	1,548,538
Culture and recreation	536,101
	$ 3,649,373

NOTE 5: CAPITAL ASSETS (Continued)

	Beginning Balance	Additions	Transfers/ Reclassification	Retirements	Ending Balance
Business-type Activities:					
Capital assets not being depreciated					
Land	$ 2,551,870	$ 1,401,014	$ -	$ -	$ 3,952,884
Construction in progress	47,850,254	556,310	(47,856,030)	-	550,534
Total capital assets not being depreciated	50,402,124	1,957,324	(47,856,030)	-	4,503,418
Capital assets being depreciated					
Buildings	1,679,646	-	-	-	1,679,646
Equipment	7,926,322	273,399	-	-	8,199,721
Improvements	80,930,572	754,309	47,856,030	-	129,540,911
Capital leases	6,934,391	540,552	-	-	7,474,943
Total capital assets being depreciated	97,470,931	1,568,260	47,856,030	-	146,895,221
Less accumulated depreciation for:					
Building	1,370,405	20,359	-	-	1,390,764
Equipment	6,910,849	651,335	-	-	7,562,184
Improvements	38,489,851	3,731,136	-	-	42,220,987
Total accumulated depreciation	46,771,105	4,402,830	-	-	51,173,935
Total capital assets being depreciated, net	50,699,826	(2,834,570)	47,856,030	-	95,721,286
Business-type activities capital assets, net	$ 101,101,950	$ (877,246)	$ -	$ -	$ 100,224,704

Depreciation expense was charged as direct expense to business-type functions of the primary government as follows:

Business-type activities:	
Water and wastewater	$ 3,939,191
Solid waste	32,717
Airport	430,922
Total depreciation expense- Business-type activities	$ 4,402,830

	Beginning Balance	Additions	Transfers/ Reclassification	Retirements	Ending Balance
Component Unit:					
Capital assets not being depreciated					
Construction in progress	$ -	$ 16,500	$ -	$ -	$ 16,500
Total capital assets not being depreciated	-	16,500	-	-	16,500
Capital assets being depreciated					
Buildings	5,469,816	-	-	-	5,469,816
Machinery and equipment	137,528	42,140	-	-	179,668
Total capital assets being depreciated	5,607,344	42,140	-	-	5,649,484
Less accumulated depreciation	607,225	108,038	-	-	715,263
Total capital assets being depreciated, net	5,000,119	(65,898)	-	-	4,934,221
Component Unit capital assets, net	$ 5,000,119	$ (49,398)	$ -	$ -	$ 4,950,721

Depreciation of $65,898 was charged to general government functions.

NOTE 6: LONG-TERM DEBT

Business-Type Activities Bonded Debt

Business-type activities bonded debt as of September 30, 2019 is as follows:

$24,335,000 Tax and Revenue Certificate of Obligation, Series 2012, dated January 15, 2012, due in annual installments varying from $1,345,000 to $2,305,000 through February 15, 2032, bearing interest rates of 4.00% - 5.00%.	$1,200,000
$9,075,000 Tax and Revenue Certificate of Obligation, Series 2014, dated March 1, 2014, due in annual installments varying from $75,000 to $1,355,000 through February 15, 2034, bearing interest rates of 4.50%.	8,920,000
$15,750,000 Limited Tax Refunding Bonds, Series 2016, dated June 7, 2016, due in annual installments varying from $290,000 to $2,285,000 through August 15, 2032, bearing interest rates of 4.00%-5.00%.	13,850,000
$19,545,000 Limited Tax Refunding Bonds, Series 2017, dated August 16, 2017, due in annual installments varying from $500,000 to $2,285,000 through February 15, 2027, bearing interest rates of 4.00%-5.00%.	19,045,000
Total Business-Type Activities Bonded Debt	$43,015,000

Business-Type Activities Capital Leases

Business-type activities capital lease debt as of September 30, 2020 is as follows:

$434,278 Kansas State Bank lease agreement dated January 18, 2019. The terms of the capital lease include annual payments of $70,552 beginning March 2019. The lease was used to fund purchase of equipment.	$ 336,553
$7,446,877 Frost Municipal lease agreement dated December 1, 2017. The terms of the capital lease include annual payments of $606,289 beginning January 2019. The lease was used to fund building lighting, HVAC upgrades, and replacing traffic light signals. A portion of this lease and annual payments are recorded in the City's Governmental Activities.	5,785,243
$570,485 Government Capital Corporation lease agreement dated June 16, 2020. The terms of the capital lease include 5 annual payments of $122,848 beginning July 2, 2021. The lease was used to fund the purchase of a vehicle, tractor, and grapple truck.	570,485
Total Business-Type Activities Capital Lease Debt	$ 6,692,281

Business-type Activities Note Payable

Business-type activities Note Payable from direct borrowing as of September 30, 2020 is as follows:

A note dated November 20, 2019 and payable to the Economic Development Corporation of Weslaco for $1,450,810. Interest on the note is payable on June 20 and December 20 of each year commencing on June 20, 2020 and annual principal payments of $53,765 beginning December 20, 2020, continuing annually thereafter until December 20, 2024. The interest rate is a fixed 3.00%. The note is secured by a vendor's lien and superior title.	$ 1,450,810

NOTE 6: LONG-TERM DEBT (Continued)

Governmental Activities Bonded Debt

Governmental activities bonded debt as of September 30, 2020 is as follows:

$3,940,000 Certificates of Obligation, Series 2018, dated October 1, 2018 due in annual installments of $279,756 to $288,471 through February 19, 2038, bearing interest at 3.0% to 5.0%.	$3,660,000
$11,915,000 Limited Tax Refunding Bonds, Series 2012, Dated August 15, 2013, due in annual installments varying from $980,000 to $1,470,000 through February 15, 2023, bearing interest rates of 2.00% - 3.00%.	4,300,000
$6,750,000 Tax and Revenue Certificate of Obligation, Series 2013, dated September 19, 2013, due in annual installments varying from $90,000 to $570,000 through August 15, 2033, bearing interest rates of 2.00% - 5.00%.	5,795,000
$3,735,000 Limited Tax Refunding Bonds, Series 2016, dated June 7, 2016, due in annual installments varying from $265,000 to $530,000 through February 15, 2027, bearing interest rates of 4.00%-5.00%.	2,915,000
$8,850,000 General Obligation Bonds, Series 2019, dated September 15, 2019, due in annual installments varying from $190,000 to $670,000 through February 15, 2039, bearing interest rates of 1.00%-3.00%.	8,630,000
Total Governmental Activities Bonded Debt	$25,300,000

Governmental Activities Capital Leases

Governmental activities capital lease debt as of September 30, 2020 is as follows:

$525,000 Frost Municipal lease agreement dated January 28, 2016. The terms of the capital lease include annual payments of $60,288 beginning October 2016. The lease was used to purchase a fire truck.	327,731
$779,159 Frost Municipal lease agreement dated September 21, 2016. The terms of the capital lease include annual payments of $162,593 beginning November 2016. The lease was used to purchase police radios, base stations, and dispatch consoles.	159,207
$670,000 Frost Municipal lease agreement dated December 12, 2016. The terms of the capital lease include annual payments of $76,883 beginning September 2017. The lease was used to purchase a fire truck.	419,919
$218,544 Frost Municipal lease agreement dated January 17, 2017. The terms of the capital lease include annual payments of $47,041 beginning February 2018. The lease was used to purchase an ambulance and other vehicle.	90,579
$60,564 Frost Municipal lease agreement dated July 12, 2017. The terms of the capital lease include annual payments of $13,153 beginning February 2016. The lease was used to purchase a brush truck.	25,216

NOTE 6: LONG-TERM DEBT (Continued)

$7,446,877 Frost Municipal lease agreement dated December 1, 2017. The terms of the capital lease include annual payments of $606,289 beginning January 2019. The lease was used to fund building lighting, HVAC upgrades, and replacing traffic light signals. A portion of this lease and annual payments are recorded in the City's Water and Wastewater fund.	840,619
$225,000 City National Capital Finance lease agreement dated December 8, 2017. The terms of the capital lease include annual payments of $25,602 beginning December 2018. The lease was used to purchase public safety equipment.	184,198
$87,728 City National Capital Finance lease agreement dated February 28, 2018. The terms of the capital lease include annual payments of $19,074 beginning February 2019. The lease was used to purchase a vehicle.	54,109
$450,000 City National Capital Finance lease agreement dated April 7, 2018. The terms of the capital lease include annual payments of $98,035 beginning April 2019. The lease was used to purchase police vehicles.	277,730
$150,000 City National Capital Finance lease agreement dated June 8, 2018. The terms of the capital lease include annual payments of $31,847 beginning June 2018. The lease was used to purchase an ambulance.	60,538
$74,562 City National Capital Finance lease agreement dated January 18, 2019. The terms of the capital lease include annual payments of $16,374 beginning January 2020. The lease was used to purchase vehicles.	54,771
Total Governmental Activities Capital Lease Debt	$2,494,617

Governmental Activities Note Payable

Governmental activities Note Payable debt as of September 30, 2020 is as follows:

A note dated December 9, 2016 and payable to Carlos J. Garza, Christiaan Van Der Graaff and Ysabella Van Der Graaff for $456,707. The terms of the note include principal and interest payments of $5,421 beginning January 9, 2017, continuing monthly thereafter until December 9, 2021, when the entire balance, including principal and interest will be due and payable. The interest rate is a fixed 7.00%. The note is secured by a vendor's lien and superior title.	$ 316,053
A note dated October 18, 2019 and payable to Valley Growers Gin and Supply Company for $440,000. Terms of payment include 36 monthly installments of interest only of $2,200 beginning on November 18, 2019, continuing thereafter until October 18, 2022 when the entire principal balance shall be due and payable. The note is secured by a vendor's lien and superior title.	440,000
Total Governmental Activities Note Payable from Direct Borrowing	$ 756,053

NOTE 6: LONG-TERM DEBT (Continued)

Component Unit Bonded Debt

Component Unit bonded debt as of September 30, 2020 is as follows:

$2,870,000 Economic Development Sales Tax Revenue Refunding Bond Series 2012, due in annual installments not exceeding $305,000 beginning February 15, 2013 through February 15, 2023, with interest of 3.40%.	$880,000
Total Revenue Bonds	$880,000

Transactions for the year ended September 30, 2020 are summarized as follows:

	Balance October 1	Additions	Deletions	Balance September 30	Due Within One Year
Governmental Activities:					
Notes Payable	$ 357,091	$ 440,000	$ 41,038	$ 756,053	$ 40,129
Total notes from direct borrowings	357,091	440,000	41,038	756,053	40,129
General Obligation Bonds	8,850,000	-	220,000	8,630,000	190,000
Certificates of Obligation	18,800,000	-	2,130,000	16,670,000	2,190,000
Capital Leases	3,199,442	-	704,825	2,494,617	560,822
Bond Premium	2,071,103	-	238,224	1,832,879	-
380 Agreement Infrastructure	4,211,673	-	623,346	3,588,327	-
Compensated Absences	3,392,948	244,372	-	3,637,320	363,732
Municipal net pension liability	8,791,058	-	2,449,115	6,341,943	-
Firemen's net pension liability	4,806,025	862,075	-	5,668,100	-
OPEB liability- SDB	639,791	161,069	-	800,860	-
OPEB liability- Retiree health care	2,454,914	-	433,753	2,021,161	-
Total Governmental Activities	57,574,045	1,707,516	6,840,301	52,441,260	3,344,683
Business-Type Activities:					
Notes Payable	$ -	$ 1,450,810	$ -	$ 1,450,810	$ 53,765
Total notes from direct borrowings	-	1,450,810	-	1,450,810	53,765
Certificate of Obligation and Refunding Bonds	45,880,000	-	2,865,000	43,015,000	2,975,000
Bond Premium	5,233,304	-	808,651	4,424,653	-
Capital Leases	6,532,513	570,485	410,717	6,692,281	531,945
Compensated Absences	123,496	68,504	46,738	145,262	14,526
Customer deposits	1,185,785	92,259	-	1,278,044	-
Landfil Closure	387,764	35,581	50,969	372,376	-
Municipal net pension liability	1,052,286	-	212,966	839,320	-
OPEB liability- SDB	57,287	14,006	-	71,293	-
Total Business-Type Activities	60,452,435	2,231,645	4,395,041	58,289,039	3,575,236
Total Primary Government	$ 118,026,480	$ 3,939,161	$ 11,235,342	$ 110,730,299	$ 6,919,919
Component Unit:					
Revenue Bonds	$ 1,155,000	$ -	$ 275,000	$ 880,000	$ 280,000
Total Component Unit	$ 1,155,000	$ -	$ 275,000	$ 880,000	$ 280,000

NOTE 6: LONG-TERM DEBT (Continued)

General Obligation Bonds and Certificates of Obligation

General Obligation Bonds are direct obligations issued on a pledge of the general taxing power for the payment of the debt obligations of the City. General Obligation Bonds and Certificates of Obligation require the City to compute, at the time that taxes are levied, the rate of tax required to provide (in each year that bonds are outstanding) the funds to pay for interest and principal at maturity. The City is in compliance with this requirement. No General Obligation bonds were issued for the fiscal year ended September 30, 2020.

Revenue Bonds

Water and Wastewater Revenue Bonds constitute special obligations of the City solely secured by a lien on and pledge of the net revenues of the Water and Sewer system.

The Revenue Bonds are collateralized by the revenue of the water and wastewater system and the various special funds established by the bond ordinances. The ordinances provide that the revenue of the system is to be used first to pay operating and maintenance expenses of the system and second to establish and maintain the Revenue Bond funds remaining revenue may then be used for any lawful purpose.

The ordinances also contain provisions which, among other items, restrict the issuance of additional Revenue Bonds unless the special fund noted above contain the required amounts and certain financial ratios are met. The City is in compliance with all significant financial requirements as of September 30, 2020.

Sales Tax Revenue Bonds are direct obligations issued on a pledge of the City's sales tax revenues allocated to the Economic Development Corporation, in accordance with state statutes.

No Revenue Bonds were issued for the fiscal year ended September 30, 2020.

Tax Notes

On March 1, 2014, the City issued the Tax and Revenue Certificate of Obligation Note, Series 2014 for $9,075,000. The proceeds of the certificate will be used for financing, the design construction, equipping, renovation, and/or rehabilitation of the City’s Waterworks and Wastewater Systems.

Defeased Bonds Outstanding

The City issued refunding bonds to defease certain outstanding bonds for the purpose of consolidation and to achieve debt service savings. The City has placed the proceeds from the refunding issues in irrevocable escrow accounts with a trust agent to ensure payment of debt service on the refunded bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City’s financial statements. The balance of defeased debt outstanding as of September 30, 2020 amounted to $39,325,000.

Bonds Authorized and Unissued

At September 30, 2020, the City had no General Obligations Bonds and Revenue Bonds which were authorized and unissued.

NOTE 6: LONG-TERM DEBT (Continued)

The following table summarizes the restricted cash and investments as of September 30, 2020:

	Governmental Activities	Business-Type Activities	Primary Government
Restricted cash:			
Cash restricted for construction	$ -	$ 1,123,253	$ 1,123,253
Cash restricted from PEG fee collection	413,775	-	413,775
Cash restricted for bond retirement	-	529,609	529,609
Cash restricted from customer utility deposits	-	-	-
Cash in escrow	-	13,590	13,590
Total restricted cash	$ 413,775	$ 1,666,452	$ 2,080,227
Restricted investments:			
Restricted for construction	$ -	$ 92,957	$ 92,957
Restricted for bond retirement	-	469,724	469,724
Restricted for bond reserve	-	-	-
Total restricted investments	$ -	$ 562,681	$ 562,681

Debt service requirements to maturity for governmental activities and business-type activities are as follows:

General Obligation Bonds

	Governmental Activities		
Year Ending September 30,	Principal	Interest	Total Requirements
2021	$ 190,000	$ 365,950	$ 555,950
2022	200,000	356,200	556,200
2023	210,000	345,950	555,950
2024	350,000	331,950	681,950
2025	370,000	313,950	683,950
2026-2030	2,145,000	1,273,950	3,418,950
2031-2035	2,635,000	778,100	3,413,100
2036-2040	2,530,000	207,400	2,737,400
Total	$ 8,630,000	$ 3,973,450	$ 12,603,450

Certificates of Obligations and Refunding Bonds

	Governmental Activities			Business-Type Activities		
Year Ending September 30,	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2020	$ 2,190,000	$ 627,703	$ 2,817,703	$ 2,975,000	$ 1,978,400	$ 4,953,400
2021	2,260,000	564,818	2,824,818	3,085,000	1,853,526	4,938,526
2022	2,340,000	487,856	2,827,856	3,230,000	1,710,826	4,940,826
2023	995,000	422,531	1,417,531	3,500,000	1,561,351	5,061,351
2024	1,045,000	375,956	1,420,956	3,655,000	1,398,951	5,053,951
2025-2029	4,265,000	1,230,681	5,495,681	17,030,000	4,521,304	21,551,304
2030-2034	2,780,000	427,675	3,207,675	9,540,000	948,452	10,488,452
2035-2039	795,000	58,044	853,044	-	-	-
Total	$ 16,670,000	$ 4,195,264	$ 20,865,264	$ 43,015,000	$ 13,972,810	$ 56,987,810

NOTE 6: LONG-TERM DEBT (Continued)

Notes Payable

Notes Payable

	Governmental Activities			Business-Type Activities		
Year Ending September 30,	Principal	Interest	Total Requirements	Principal	Interest	Total Requirements
2021	$ 43,902	$ 47,550	$ 91,452	$ 53,765	$ 42,718	$ 96,483
2022	46,973	44,479	91,452	53,765	41,105	94,870
2023	490,266	16,986	507,252	53,765	39,492	93,257
2024	53,797	11,255	65,052	53,765	37,879	91,644
2025	57,583	7,469	65,052	1,235,750	18,536	1,254,286
2026-2030	63,532	3,500	67,032	-	-	-
Total	$ 756,053	$ 131,239	$ 887,292	$ 1,450,810	$ 179,730	$ 1,630,540

Debt service requirements to maturity for the component unit are as follows:

	Revenue Bonds		
Year Ending September 30,	Principal	Interest	Total
2021	$ 280,000	$ 25,160	$ 305,160
2022	295,000	15,385	310,385
2023	305,000	5,185	310,185
Total	$ 880,000	$ 45,730	$ 925,730

The following is a schedule of the future minimum lease payments under capital leases as of September 30, 2020:

Capital Leases

	Governmental Activities				
Year Ending September 30,	City National Capital Finance Lease	Frost Muncipal Lease	Frost Municipal Lease	Frost Municipal Lease	Frost Municipal Lease
2021	$ 16,374	$ 60,288	$ 162,593	$ 13,153	$ 47,041
2022	16,374	60,288	-	13,153	47,041
2023	16,374	60,288	-	-	-
2024	16,374	60,288	-	-	-
2025	-	60,288	-	-	-
2026-2030	-	60,288	-	-	-
2031-2035	-	-	-	-	-
Total minimum lease payments	65,496	361,728	162,593	26,306	94,082
Less the amount representing Interest	(10,725)	(33,997)	(3,386)	(1,090)	(3,503)
Present value of net minimum lease payments	$ 54,771	$ 327,731	$ 159,207	$ 25,216	$ 90,579

NOTE 6: LONG-TERM DEBT (Continued)

	Governmental Activities				
Year Ending September 30,	Frost Municipal Lease	Frost Municipal Lease	City National Capital Finance Lease	City National Capital Finance Lease	City National Capital Finance Lease
2021	$ 76,883	$ 76,935	$ 25,602	$ 19,074	$ 98,035
2022	76,883	76,935	25,602	19,074	98,035
2023	76,883	76,935	25,602	19,074	98,035
2024	76,883	76,935	25,602	-	-
2025	76,883	76,935	25,602	-	-
2026-2030	76,883	384,675	76,806	-	-
2031-2035	-	230,806	-	-	-
Total minimum lease payments	461,298	1,000,156	204,816	57,222	294,105
Less the amount representing Interest	(41,379)	(159,537)	(20,618)	(3,113)	(16,375)
Present value of net minimum lease payments	$ 419,919	$ 840,619	$ 184,198	$ 54,109	$ 277,730

	Governmental Activities	
Year Ending September 30,	City National Capital Finance Lease	Total Requirements
2021	$ 31,847	$ 627,825
2022	31,847	465,232
2023	-	373,191
2024	-	256,082
2025	-	239,708
2026-2030	-	598,652
2031-2035	-	230,806
Total minimum lease payments	63,694	2,791,496
Less the amount representing Interest	(3,156)	(296,879)
Present value of net minimum lease payments	$ 60,538	$ 2,494,617

	Business-Type Activities			
Year Ending September 30,	City National Capital Finance Lease	Kansas State Bank Lease	Government Capital Corporation	Total Requirements
2021	$ 529,354	$ 70,552	$ 122,848	$ 722,754
2022	529,354	70,552	122,848	722,754
2023	529,354	70,552	122,848	722,754
2024	529,354	209,639	122,848	861,841
2025	529,354		122,848	652,202
2026-2030	2,646,770	-	-	2,646,770
2031-2035	1,588,062	-	-	1,588,062
Total minimum lease payments	6,881,602	421,295	614,240	7,917,137
Less the amount representing Interest	(1,096,359)	(84,742)	(43,755)	(1,224,856)
Present value of net minimum lease payments	$ 5,785,243	$ 336,553	$ 570,485	$ 6,692,281

NOTE 7: PROPERTY TAX

The State of Texas Constitution limits the City's ad valorem tax rate for all purposes to $2.50 per one hundred dollars of assessed valuation. Ad valorem tax revenue during the year ended September 30, 2020 was levied using a rate of $.6967 per one hundred dollars of assessed valuation based on 100 percent of estimated market value.

Legislation has been passed by the Texas Legislature which affects the methods of property appraisal in the City. This legislation, with certain exceptions, exempts intangible personal property, household goods, and family-owned automobiles (unless specifically authorized by resolution of the governing body) from taxation. In addition, this legislation creates a "Property Tax Code" and provides, among other things, for the establishment of county appraisal districts and for a state property board.

The appraisal of property within the city is the responsibility of the Hidalgo County Tax Appraisal District.

The Appraisal District is required under the Property Tax Code to appraise all property within the county on the basis of 100 percent of its market value. The value of real property within the Appraisal District must be reviewed every five years; however, the City may, at its own expense, require annual reviews of appraised values. The City may challenge appraised values established by the Appraisal District through various appeals and, if necessary, legal action. Under this legislation, the City continues to set tax rates on city property. However, if the effective tax rate, excluding tax rates for bonds and other contractual obligations, adjusted for new improvements, exceeds the rate of the previous year by more than 8 percent, qualified voters of the city may petition for an election to determine whether to limit the tax rate to no more than 8 percent above the effective tax rate.

The City bills and collects its own property taxes through a contractual agreement with the County of Hidalgo. Collections of the city taxes and remittance of them are accounted for in the County of Hidalgo Tax Collection Agency Fund. City property tax revenues are recognized when levied to the extent that they result in current receivables. January 1 is the assessment date. March 31 is the end of the rendition period for the Appraisal District.

By September 30, the City adopts the tax rate. Taxes are due on October 1, the levy date, and are delinquent after the following January 31. Tax liens are automatic on January 1 each year. The tax lien is part of a lawsuit for property that can be filed any time after taxes become delinquent (February 1). The City usually waits until after July 1 to file suits on real estate property. As of July 1, 15% collection costs may be added to all delinquent accounts. Current tax collections for the year ended September 30, 2020, were 96.3% of the tax levy.

Property taxes at the fund level are recorded as receivables and deferred inflows at the time the taxes are assessed. Revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible in time to be a resource for payment of obligations incurred during the fiscal year and therefore susceptible to accrual in accordance with Generally Accepted Accounting Principles have been recognized as revenue.

NOTE 8: INTERFUND RECEIVABLES AND PAYABLES

Inter-fund balances at September 30, 2020 consisted of the following individual fund receivables and payables:

Receivable Fund	Payable Fund						
	General Fund	Water and Wastewater Fund	Solid Waste Fund	Airport Fund	Other Governmental Funds	Internal Service Fund	Total
General Fund	$ 3,790	$ 259,258	$ 890,709	$ 607,455	$ 10,432	$ 250,269	$ 2,021,913
Solid Waste Fund	-	2,000,000	-	-	-	-	2,000,000
Other Governmental Funds	82,739	-	-	-	-	-	82,739
	$ 86,529	$ 2,259,258	$ 890,709	$ 607,455	$ 10,432	$ 250,269	$ 4,104,652

Interfund balances are due to timing on cash transfers and to cover deficits at year end. These are expected to be funded once reimbursement is received in the respective funds. There is a long-term advance from the Solid Waste Fund to the Water and Wastewater fund adopted by resolution in September of 2015 to be repaid within a five year period.

NOTE 9: TRANSFERS

Transfers at September 30, 2020 consisted of the following:

	Transfer in Funds				
Transfer Out Funds	General Fund	Other Governmental Funds	Water and Wastewater Fund	Airport Fund	Total
General Fund	$ 993,255	$ 812,573	$ 259,258	$ 250,000	$ 2,315,086
Water and Wastewater Fund	1,565,562	-	5,170,625	-	6,736,187
Solid Waste Fund	125,000	1,000,000	-	-	1,125,000
	$ 2,683,817	$ 1,812,573	$ 5,429,883	$ 250,000	$ 10,176,273

Transfers to the capital improvement fund and firemen's equipment replacement fund were made in accordance with ordinances to fund City projects and replace old equipment. In addition, there was a transfer out of the general fund to supplement the airport fund for expenditures in excess of revenues. There was a transfer from the general fund to water and wastewater fund for the payment certain capital improvements. There were transfers from water and wastewater and solid waste funds to the general fund in accordance with City policy to fund future projects.

NOTE 10: DEFINED BENEFIT - PENSION PLANS

A. Texas Municipal Retirement System (TMRS)

Plan Description

The City of Weslaco participates as one of 887 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with TMRS act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Section 401(a) of the Internal Revenue Code. TMRS issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.tmrs.com.

All eligible employees of the City are required to participate in TMRS.

Benefits Provided

TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS.

At retirement, the benefits are calculated as if the sum of the employee's contributions, with interest, and the city-financing monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

Employees covered by benefit terms

At the December 31, 2019 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	167
Inactive employees entitled to but not yet receiving benefits	161
Active employees	240
	568

Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the City matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the City. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

NOTE 10: DEFINED BENEFIT - PENSION PLANS (Continued)

Employees for the City of Weslaco, Texas were required to contribute 7.00% of their annual gross earnings during the fiscal year. The contribution rates for the City were 8.00% and 8.52% in calendar 2019 and 2020, respectively. The City's contributions to TMRS for the year ended September 30, 2020 were $946,759 and were equal to the required contributions.

Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2019, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial assumptions:

The Total Pension Liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	2.0% per year
Investment Rate of Return	6.75%, net of pension plan investment expense, including inflation

Salary increases were based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with the Public Safety table used for males and he General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by Scale UMP to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees is used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

The actuarial assumptions used in the December 31, 2019 valuation were developed primarily from the actuarial investigation of the experience of TMRS over the four year period from December 31, 2014 to December 31, 2018. They were adopted in 2019 and first used in the December 31, 2019 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income in order to satisfy the short-term and long-term funding needs of TMRS.

NOTE 10: DEFINED BENEFIT - PENSION PLANS (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive). The target allocation and best estimates of real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return (Arithmetic)
Global Equity	30.0%	5.30%
Core Fixed Income	10.0%	1.25%
Non-Core Fixed Income	20.0%	4.14%
Real Return	10.0%	3.85%
Real Estate	10.0%	4.00%
Absolute Return	10.0%	3.48%
Private Equity	10.0%	7.75%
Total	100.0%	

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

NOTE 10: DEFINED BENEFIT - PENSION PLANS (Continued)

Schedule of Changes in Net Pension Liability

The change in the City's net pension liability for TMRS pension for the fiscal year ended September 30, 2020 is as follows:

	Increase (Decrease)		
	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a)-(b) Net Pension Liability (Asset)
Balance at December 31, 2018	$ 46,803,406	$ 36,960,062	$ 9,843,344
Changes for the year			
Service cost	1,548,576	-	1,548,576
Interest	3,140,037	-	3,140,037
Difference Between expected/actual experience	(156,422)	-	(156,422)
Changes of assumptions	112,715	-	112,715
Contributions- employer	-	871,252	(871,252)
Contributions- employee	-	761,861	(761,861)
Net investment income	-	5,707,131	(5,707,131)
Benefit payments, including refunds of employee contributions	(2,117,240)	(2,117,240)	-
Administrative expenses	-	(32,286)	32,286
Other charges	-	(971)	971
Net changes	2,527,666	5,189,747	(2,662,081)
Balance at December 31, 2019	$ 49,331,072	$ 42,149,809	$ 7,181,263

Net pension liability amounts are allocated between the governmental activities and business-type activities in the statement of net position by $6,341,943 and $839,320, respectively.

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 have been 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 in Discount Rate (5.75%)	Discount Rate (6.75%)	1% Increase in Discount Rate (7.75%)
City's net pension liability	$ 14,263,197	$ 7,181,263	$ 1,377,990

NOTE 10: DEFINED BENEFIT - PENSION PLANS (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2020 the City recognized pension expense in the amount of $1,418,161. At September 30, 2020 the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience (net of current year amortization)	$ 104,124	$ 117,608
Changes in actuarial assumptions	84,746	-
Differences between expected and actual investment earnings (net of current year amortization)	-	1,287,158
Contributions subsequent to measurement date	743,278	-
Total	$ 932,148	$ 1,404,766

Deferred outflows/inflows of resources related to pensions are allocated between the governmental activities and business-type activities in the statement of net position. Please see Note 13 for the aggregate amount of deferred outflows/inflows of resources, pension and OPEB liabilities, and pension and OPEB expenses.

$743,278 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2021. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending September 30,	
2021	$ (327,783)
2022	(350,904)
2023	105,584
2024	(642,793)

NOTE 10: DEFINED BENEFIT - PENSION PLANS (Continued)

B. Firemen's Pension Plan

Plan Description

The Board of Trustees of the Weslaco Firemen's Relief and Retirement Fund is the administrator of a single-employer defined benefit pension plan. The Firemen's Relief and Retirement Fund is considered part of the City of Weslaco's financial reporting entity and is included in the City's financial reports as a pension trust fund.

A stand-alone report for the Firemen's Relief and Retirement fund is publicly available at City Hall located at 255 S. Kansas Avenue, Weslaco, Texas 78596, and complies with GASB Statement No. 67 *Financial Reporting for Pension Plans,* an amendment of GASB Statement No. 25.

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	28
Current employees	69
Total	97

The Firemen's Relief and Retirement Fund provides service retirement, death, disability and withdrawal benefits. These benefits vest after twenty years of credited service. Employees may retire at age 55 with twenty years of service. The monthly benefit at retirement is equal to a base benefit of 2.65% of the highest 60-month average salary multiplied by his years of service, with a maximum of 20 years, but not less than $1,000; plus a longevity benefit equal to $132 for each year of service in excess of 20 years. Under this plan, Weslaco firefighters are required to contribute 12% of their pay to the fund. The City of Weslaco is required to make contributions which will equal 12% of pay.

The City of Weslaco Firemen's Relief and Retirement Plan was organized under the Texas Local Fire Fighters Retirement Act (TLFFRA). TLFFRA allows for paid and part-paid fire departments and volunteer fire departments in participating cities to administer their own local retirement systems. The Act provides a general framework for the establishment of TLFFRA systems, including some investment restrictions, but leaves administration, plan design, contributions, and specific investments to each system's local board. Systems operating under TLFFRA are entirely locally funded.

In 2013 the Office of the Fire Fighter's Pension Commissioner was abolished under the Senate Bill 220 by the Texas Sunset Commission. Accordingly, the duties and responsibilities assigned to the Commissioner were transferred to the Texas Pension Review Board (PRB).

The Texas Pension Review Board (PRB) is mandated to oversee all Texas public retirement systems, both state and local, in regard to their actuarial soundness and compliance with state law. The PRB monitors the financial and actuarial soundness of 93 actuarially funded defined benefit public retirement systems in Texas, as well as their compliance with state law.

NOTE 10: DEFINED BENEFIT - PENSION PLANS (Continued)

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The Weslaco Firemen's Relief and Retirement Fund's financial statements are prepared using the accrual basis of accounting. The fund operates on a fiscal year and employee and employer contributions are recognized as revenue in the period in which they are received by the fund.

Method Used to Value Investments

The Weslaco Firemen's Relief and Retirement Fund's investments are reported at fair market value. There is no provision for the amortization of premium or discount in the purchase price of these assets. Investment income is recognized as it is received. Gains and losses on the sale of assets are recognized as of the transaction date.

Net Pension Liability

The City's Net Pension Liability (NPL) for the Firemen's Fund was measured as of September 30, 2020, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of September 30, 2020.

Actuarial Assumptions

Valuation date	September 30, 2020
Actuarial cost method	Entry age - normal
Remaining amortization period	16.3 years, closed
Asset valuation method	market value
Actuarial assumptions:	
Investment rate of return	7.25%
Projected salary increases	3.25% per annum
Inflation	2.5%

There were no changes in actuarial assumptions or benefits from the prior valuation. The base benefit was increased from 2.5% to 2.65% per year of service, with a maximum of 20 years since the previous actuarial valuation.

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation (assumed 2.5%). Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocations as of September 30, 2020 are summarized in the following table:

Asset Class	Long-term Expected Real Rate of Return (Arithmetic)
Equity	6.0%
Fixed Income	4.0%
Cash	0.0%

NOTE 10: DEFINED BENEFIT - PENSION PLANS (Continued)

Discount rate: The discount rate used to measure the total pension liability was 7.25% net of investment expense. The projection of cash flows used to determine the discount rate assumed that the City contribution would equal 12% of payroll and that member contributions would equal 12% of compensation. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension investments was applied to all periods of benefit payments to determine the total pension liability.

Schedule of Changes in Net Pension Liability- The change in net pension liability for the Firemen's Fund for the fiscal year ended September 30, 2020 is as follows:

	Increase (Decrease)		
	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a)-(b) Net Pension Liability (Asset)
Balance at September 30, 2019	$ 16,735,864	$ 11,929,839	$ 4,806,025
Changes for the year			
Service cost	594,954	-	594,954
Interest	1,235,267	-	1,235,267
Difference Between expected/actual experience	(270,772)	-	(270,772)
Changes of assumptions	286,156	-	286,156
Contributions- employer	-	599,436	(599,436)
Contributions- employee	-	599,436	(599,436)
Net investment income	-	328,295	(328,295)
Benefit payments, including refunds of employee contributions	(595,725)	(595,725)	-
Administrative expenses	-	(28,930)	28,930
Changes in benefit terms	514,707	-	514,707
Net changes	1,764,587	902,512	862,075
Balance at September 30, 2020	$ 18,500,451	$ 12,832,351	$ 5,668,100

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 7.25% as well as what the City's net pension liability would be if it were to be calculated using the discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
City's net pension liability	$ 8,642,153	$ 5,668,100	$ 3,260,529

NOTE 10: DEFINED BENEFIT - PENSION PLANS (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2020 the City recognized pension expense in the amount of $1,039,931. At September 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience (net of current year amortization)	$ 246,891	$ 315,163
Changes in actuarial assumptions	260,140	116,318
Differences between expected and actual investment earnings (net of current year amortization)	721,398	-
Total	$ 1,228,429	$ 431,481

Please see Note 13 for total deferred outflows/inflows of resources from other pension and OPEB liabilities.

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

Fiscal Year Ending September 30,	
2021	$ 181,079
2022	221,862
2023	254,705
2024	127,302
2025	15,888
Thereafter	(3,888)

C. Other Plans

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

NOTE 10: DEFINED BENEFIT - PENSION PLANS (Continued)

C. Other Plans (continued)

In prior years the Internal Revenue code specified that the plan's assets were the property of the City until paid or made available to participants, subject only on an equal basis to the claims of the City's general creditors. A 1996 federal law now requires all assets and income of the Internal Revenue Code 457 deferred compensation plans to be held in trust, custodial accounts, or annuity contracts for the exclusive benefit of the participants and their beneficiaries.

Assets of the City's plan are administered by private corporations under contract with the City. The private administrators have amended the plans to comply with the federal law. Consequently, the plan's assets and liabilities have been removed from the City's financial statements.

D. Summary of Pension Plans

	City- TMRS	Firemen's Pension Plan	Total City-TMRS and Firemen's Pension Plan
Total pension liability	$49,331,072	$ 18,500,451	$ 67,831,523
Plan fiduciary net position	42,149,809	12,832,351	54,982,160
Net pension liability	7,181,263	5,668,100	12,849,363
Deferred outflows of resources	$ 932,148	$ 1,228,429	$ 2,160,577
Deferred inflows of resources	$ 1,404,766	$ 431,481	$ 1,836,247
Pension expense	$ 1,418,161	$ 1,039,931	$ 2,458,092

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS

A. TMRS Supplemental Death Benefit Fund (SBDF)

The City also participates in a single-employer, defined benefit group-term life insurance known as the Supplemental Death Benefits Fund (SDBF) administered by the Texas Municipal Retirement System (TMRS). This is a voluntary program in which 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). The death benefit for retirees is considered an other postemployment benefit ("OPEB") and is a fixed amount of $7,500. As the SDBF covers both active and retiree participants, with no segregation of assets, the SDBF is considered to be an unfunded OPEB plan (i.e. no assets are accumulated).

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

Employees covered by benefit terms

At the December 31, 2019 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	132
Inactive employees entitled to but not yet receiving benefits	33
Active employees	240
	405

Contributions

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.

Employees for the City of Weslaco were required to contribute 0.06% of their annual gross earnings during the fiscal year. The contribution rates for the City of Weslaco were 0.16% and 0.18% in calendar year 2019 and 2020, respectively. The City's contributions to the SDBF for the year ended September 30, 2020 were $19,772, and were equal to the required contributions.

Actuarial assumptions:

The Total OPEB Liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Valuation date:	12/31/2019
Inflation	2.50%
Salary Increases	3.50% to 11.50%, including inflation
Discount rate*	2.75%
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.
Mortality rates- service retirees	2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP.
Mortality rates- disabled retirees	2019 Municipal Retirees of Texas Mortality Tables with a 4 year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

*the discount rate was based on the Fidelity Index's "20-year Municipal GO AA Index" rate as of December 31, 2019.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study for the period of December 31, 2014 to December 31, 2018.

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

Total OPEB Liability

The City's Total OPEB Liability was measured as of December 31, 2019, and was determined by an actuarial valuation as of that date. The following presents a summary of the changes in Total OPEB liability:

	Increase (Decrease) Total OPEB Liability
Balance at December 31, 2018	$ 697,078
Changes for the year:	
Service cost	24,960
Interest	26,224
Difference between expected/actual experience	(15,235)
Changes of assumptions	144,552
Benefit payments, including refunds of employee contributions	(5,426)
Net changes	175,075
Balance at December 31, 2019	$ 872,153

Total OPEB liability amounts are allocated between the governmental activities and business-type activities in the statement of net position by $800,860 and $71,293, respectively.

Sensitivity of the 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 2.75%, as well as what the City's total OPEB liability would have been if it were calculated using a discount rate that is 1 percentage point lower (1.75%) or 1 percentage point higher (3.75%) than the current rate.

	1% Decrease in Discount Rate (1.75%)	Discount Rate (2.75%)	1% Increase in Discount Rate (3.75%)
City's total OPEB liability	$ 1,056,800	$ 872,153	$ 728,668

OPEB Expense and Deferred Outflows of Resources Related to OPEBs

For the year ended September 30, 2020 the City recognized combined OPEB expense in the amount of $71,949. At September 30, 2020 the City reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience (net of current year amortization)	$ -	$ 25,067
Changes in actuarial assumptions	147,471	33,788
Contributions subsequent to the measurement date	15,703	-
Total	$ 163,174	$ 58,855

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

Deferred outflows of resources related to the total OPEB liability related to the supplemental death benefit are allocated between the governmental activities and business-type activities in the statement of net position. Please see Note 13 for the aggregate amount of deferred outflows/inflows of resources, pension and OPEB liabilities, and pension and OPEB expenses.

The $15,703 which are reported as deferred outflows of resources related to OPEBs resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the year ending September 30, 2021. Other amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending September 30,		
2021	$	20,765
2022		20,765
2023		17,498
2024		14,106
2025		15,482

B. Firefighter Retiree Health Care

As part of the City's collective bargaining agreement the City makes available health care benefits to all firefighters who retire from the City under a single-employer health insurance plan. All current full-time firefighters covered under the collective bargaining agreement are eligible for the plan after age 55 with at least 20 years of service. The City's coverage continues until the retiree is eligible for Medicare. Under the plan retired firefighters pay 50% of the insurance premium for their coverage with the other 50% coverage being paid by the City. Retired firefighters must pay 100% of the insurance premium coverage to cover their spouse.

Firefighters who are eligible for retirement, but instead choose to terminate employment, are not eligible for coverage under the plan. In addition, retirees who elect to opt-out of the plan do not receive any cash payment in lieu of participating in the plan.

Spouses and dependents are eligible for COBRA coverage for 18 months (or up to 36 months under certain circumstances) following members retirement date. Spouse and dependent(s) are responsible for payment of the full premium amount. Retirees are required to enroll in Medicare once eligible. Retirees pay Medicare premiums. The City does not provide subsidized retiree vision or dental care coverage. Nor does the City provide subsidized retiree life insurance coverage. Life insurance coverage carried at the time of retirement is portable.

Employees covered by benefit terms

At the September 30, 2020 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	1
Active employees	66
	67

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

Funding Policy and Annual Firefighter Retiree Health Care Plan Cost

The City's annual firefighter retiree health care plan cost is based upon the annual actuarially determined contribution of the employer ("ADC"), an amount actuarially determined in accordance with the parameters of GASB Statement No. 75. The ADC represents an accrual that, if expensed annually, will recognize the normal cost each year and an amount to amortize any unfunded actuarial liabilities (or funding excess) over thirty years. The City has not established a trust to fund the Firefighter Retiree Health Care Plan liability and intend to continue the pay-as-you-go funding method. The plan does not issue a separate financial report.

Actuarial assumptions:

The total OPEB liability in the September 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Valuation date:	September 30, 2020

Methods and Assumptions

Actuarial Cost Method	Individual Entry-Age Normal
Discount Rate	2.40% as of September 30, 2020
Inflation	2.50%
Salary Increases	3.25% per annum for wage inflation. 5.16% grading down to 0.00% per annum for longevity and promotion based on years of service
Mortality Rates	SOA Public Safety Mortality tables with generational mortality projection using Scale MP-20193 Separate rates for employees and retirees. Separate rates for males and females.
Health Care Trend Rates	7.75% for 2020 decreasing by 0.25% per year until the ultimate rate of 4.50% is reached in 2033.
Retirement Rates	50% for those retiring between age 55-59; 100% for those retiring at age 60. No participation after retiree reaches eligibility age for Medicare.

Other Information:

Notes:	The discount rate changed from 2.75% as of October 1, 2019 to 2.40% as of September 30, 2020.

Discount Rate: For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. For the purpose of this valuation, the municipal bond rate is 2.40% (based on the daily rate closest to but not later than the measurement date of the Fidelity "20-Year Municipal GO AA Index"). The discount rate was 3.75% as of the prior measurement date.

Plan Assets: There are no plan assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

Total OPEB Liability

The City's Total OPEB Liability related to the Firefighter Retiree Health Care OPEB was measured as of September 30, 2020, and was determined by an actuarial valuation as of that date.

The following presents a summary of the changes in Total OPEB liability:

	Total OPEB Liability
Balance at September 30, 2019	$ 2,454,914
Changes for the year:	
Service cost	194,173
Interest	72,446
Difference between expected/actual experience	15,219
Changes of assumptions	147,060
Contributions - employer	(14,704)
Changes in benefit terms	(847,947)
Net changes	(433,753)
Balance at September 30, 2020	$ 2,021,161

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

Sensitivity of Total OPEB Liability to the Discount Rate Assumption: Regarding the sensitivity of the total OPEB liability to changes in the discount rate, the following presents the plan's total OPEB liability, calculated using a discount rate of 2.40%, as well as what the plan's total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

	1% Decrease in Discount Rate (1.40%)	Discount Rate (2.40%)	1% Increase in Discount Rate (3.40%)
City's total OPEB liability	$ 2,247,800	$ 2,021,161	$ 1,812,859

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

Sensitivity of Total OPEB Liability to the Healthcare Cost Trend Rate Assumption: Regarding the sensitivity of the total OPEB liability to changes in the healthcare cost trend rates, the following presents the plan's total OPEB liability, calculated using the assumed trend rates as well as what the plan's total OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

	1% Decrease in trend	Current trend	1% Increase in trend
City's total OPEB liability	$ 1,712,571	$ 2,021,161	$ 2,395,431

OPEB Expense and Deferred Inflows of Resources Related to Firefighter Retiree Health Care OPEB.

For the year ended September 30, 2020, the City recognized a pension expense of ($555,390). At September 30, 2020, the City reported deferred inflows of resources related to Firefighter Retiree Health Care OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences bettwteen expected and actual experience	$ 14,131	$ -
Changes in assumptions	365,413	58,102
Total	$ 379,544	$ 58,102

Amounts reported as deferred inflows of resources related to Firefighter Retiree Health Care OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending September 30,	
2021	$ 25,933
2022	25,933
2023	25,933
2024	25,933
2025	25,933
Thereafter	191,777

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

C. Summary of Other Post-Employment Benefits

	City TMRS SDBF Plan	Firefighter Retiree Health Care Plan	Total City-TMRS SDB and Firefighter Retiree Health Care Plan
Total OPEB liability	$ 872,153	$ 2,021,161	$ 2,893,314
Plan fiduciary net position	-	-	-
Net pension liability	872,153	2,021,161	2,893,314
Deferred outflows of resources	$ 163,174	$ 379,544	$ 542,718
Deferred inflows of resources	$ 58,855	$ 58,102	$ 116,957
OPEB expense	$ 71,949	$ (555,390)	$ (483,441)

NOTE 12: DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

The statement of net position reports deferred outflows of resources in connection with the consumption of net position that applies to a future period. The components of deferred outflows of resources are as follows:

	Governmental Activities	Business-type Activities	Total Primary Government
Deferred outflows of resources:			
Pensions:			
Deferred outflows related to TMRS pension	$ 831,830	$ 100,318	$ 932,148
Deferred outflows related to Firemen's pension	1,228,429	-	1,228,429
Total deferred outflows related to pensions	2,060,259	100,318	2,160,577
OPEB:			
Deferred outflows related to TMRS Supplemental Death Benefit OPEB	149,989	13,185	163,174
Deferred outflows related to Firefighter Retiree Health Care OPEB	379,544	-	379,544
Total deferred outflows related to OPEB	529,533	13,185	542,718
Other:			
Deferred outflows related to deferred charge on refunding	178,082	1,778,044	1,956,126
Total deferred outflows of resources	$ 2,767,874	$ 1,891,547	$ 4,659,421

NOTE 12: DEFERRED OUTFLOWS/INFLOWS OF RESOURCES (Continued)

In addition to deferred outflows of resources the governmental activities reported $308,779 in unearned revenue related to deposits received on park dedication fees.

The statement of net position reports deferred inflows of resources in connection with an acquisition of net position that applies to a future period. The components of deferred inflows of resources are as follows:

	Governmental Activities	Business-type Activities	Total Primary Government
Deferred inflows of resources:			
Pensions:			
Deferred inflows related to TMRS pension	$ 1,272,748	$ 132,018	$ 1,404,766
Deferred inflows related to Firemen's pension	431,481	-	431,481
Total deferred inflows related to pensions	1,704,229	132,018	1,836,247
OPEB:			
Deferred inflows related to TMRS Supplemental Death Benefit OPEB	$ 54,148	$ 4,707	$ 58,855
Deferred inflows related to Firefighter Retiree Health Care OPEB	58,102	-	58,102
Total deferred inflows related to OPEB	112,250	4,707	116,957
Total deferred outflows of resources	$ 1,816,479	$ 136,725	$ 1,953,204

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. The City reported deferred inflows of resources as of September 30, 2020 as follows:

	General Fund	Debt Service Fund	Total Governmental Funds	Component Unit
Deferred inflows of resources:				
Unavailable revenues- property taxes	$ 603,382	$ 236,639	$ 840,021	$ -
Unavailable revenues- EMS fees	1,525,330	-	1,525,330	-
Unavailable revenues- grants	329,532	-	329,532	-
Unavailalbe revenues- notes receivable	-	-	-	3,223,281
	$ 2,458,244	$ 236,639	$ 2,694,883	$ 3,223,281

NOTE 13: CITY ADVISORY NON-PROFIT CORPORATION

There are five non-profit corporations owned by the City of Weslaco that are used to attract and promote industry, hospital and housing facilities. The City Hospital and Housing Corporations (four) act as advisory boards which review and provide recommendations to the City Commission. There are no financial transactions involved.

Weslaco Development Committee, Inc. dissolved during the 2002 fiscal year. The Weslaco Economic Development Corporation absorbed the Weslaco Development Committee, Inc. assets and liabilities. The EDC operations are reported as a discretely presented component unit.

NOTE 14: PROPRIETARY FUND-SANITARY LANDFILL

Recognition of closure and post-closure costs

State and federal EPA laws require final cover closure as well as post-closure care of the City of Weslaco landfill site in Alton, Texas. The Governmental Accounting Standards Board issued Statement No. 18-*Accounting for Municipal Solid Waste Landfill Closure and Post-Closure Care Costs*. This statement addresses the financial statement effect of the EPA rules and state rules and requires that all closure and post-closure costs be recognized during the operating life of the landfill. The City's landfill is currently inactive.

The closure and post-closure costs considered are based on this inactive state. If the landfill begins receiving wastes, the closure and post-closure and related liability balance will have to be revised based on the capacity of the landfill that will be used.

Approximately twenty-five percent of the landfill capacity has been used to date. Based on the current capacity used, $372,376 was estimated as a closure and post-closure cost. This includes cost related to the transfer station, underground petroleum storage tanks, and landfill closure and post-closure costs and is adjusted for inflation. The landfill has been closed and post-closure costs liability is estimated at $372,376. These costs are currently reflected in the financial statements of the Solid Waste Fund. As costs are incurred during the year, the liability will be reduced. The City met the state's financial assurance requirements during the current fiscal year. The landfill remains in an inactive status as of September 30, 2020. The post-closure costs include lab tests, gas monitoring, leachate disposal and general monitoring maintenance during its inactive status.

NOTE 15: COMMITMENTS

At September 30, 2020, the City had ongoing commitments related to the following:

Project	Original Amount	Expensed	Remaining Commitment
Governmental Activities:			
FM 1015 Road Improvement Phase 1	$ 815,871	$ 815,871	$ -
Westgate Road Improvement Project	753,741	753,741	-
North Side Park	1,020,000	267,684	752,316
Pleasant View Project	4,775,000	742,387	4,032,613
Austin & Merida	500,000	61,097	438,903
Flap Gates	1,000,000	338,800	661,200
New Police and Fire Station	11,250,000	132,005	11,117,995
Mile 5 N. Rd. Improvement	101,578	101,578	-
Total governmental Activities	20,216,190	3,213,163	17,003,027
Business-Type Activities:			
Airport Kapal Project	129,000	59,058	69,942
Total business-type activities	129,000	59,058	69,942
Total Primary Government	$ 20,345,190	$ 3,272,221	$ 17,072,969

Construction in progress amounts for which project contracts have not been finalized are not reflected in the schedule.

NOTE 15: COMMITMENTS (Continued)

The Economic Development Corporation of Weslaco extended economic incentives to the following entities as follows:

Incentives	Paid in Commitment	Paid in Prior Year	Paid in Current Year	Balance Due
Wal-Mart Neighborhood	$ 900,000	$ 400,000	$ -	$ 500,000
R 5 Eateries (Bar B Cutie)	160,000	133,333	13,333	13,334
Claudia Hernandez-Project Smile	75,000	15,000	-	60,000
Rio Prevision Machine (Project Knob)	68,778	24,300	-	44,478
Kapal Cabinet House, LLC	255,192	139,128	69,564	46,500
Kapal Cabinet House, LLC (II)	50,840	-	50,840	-
Coastal Deli, Inc. d/b/a Jason's Deli	134,300	44,767	44,767	44,766
Kapal Millwork	62,414	-	48,114	14,300
RGV Solar Power Systems	50,000	25,000	-	25,000
City of Weslaco (Alley)	30,000	4,750	-	25,250
City of Weslaco (Drainage)	415,468	-	-	415,468
Domain Development Corp.	350,000	-	116,667	233,333
A3H Foods II, LP	75,000	-	25,000	50,000
A3H Foods II, LP (Project Box)	150,000	-	-	150,000
LF Trinity (Project Fire & Water)	67,092	-	-	67,092
Dr. Rolando Rios (Project Eye)	47,707	-	-	47,707
Pharmaceutical Processing (Project Eli)	52,500	-	-	52,500
Weslaco Glass (Project Windshield)	24,950	-	-	24,950
Tomasita Hernandez (Project Tommy)	5,000	-	5,000	-
Roberta Reyes-Ramos (Project Bravo)	5,000	-	5,000	-
Dance Time (Project Angie)	5,000	-	-	5,000
Harbor Freight (Project Dock)	106,378	-	-	106,378
City of Weslaco (Sports Complex)	500,000	-	100,000	400,000
Total Monetary Incentives	$ 3,590,619	$ 786,278	$ 478,285	$ 2,326,056

Subsequent year balances of $2,326,056 are contingent on the business entities maintaining agreed upon employment levels and other conditions of the loan/grant incentives. This amount is not recognized as a liability in the financial statements.

NOTE 16: RISK MANAGEMENT

The City is exposed to various risks or torts; theft of, damage to, and destruction of assets; injuries to employees, citizens and the general public; and natural disasters. The City has purchased group health insurance, life insurance, general liability insurance, and workmen's compensation insurance. The City has also purchased insurance coverage for fire and extended coverage on buildings and contents; and fire, lightning, and windstorm insurance for its vehicles for damages in excess of certain limits. There were no significant reductions in insurance coverage from coverage in the prior year by major category risk. In addition, there were no material insurance settlements exceeding insurance coverage in any of the past three years.

NOTE 17: CONTINGENT LIABILITIES

The City participates in a number of federally assisted grant programs such as the Community Development Block Grants, and the Texas Department of Transportation. These programs are subject to program compliance audits by the grantors or their representatives. The audit of these programs for/or including the year ended September 30, 2020 have not yet been conducted. Accordingly, the City's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

NOTE 17: CONTINGENT LIABILITIES (Continued)

The City is involved in litigation claims against it from time to time that are generally incidental to its operations. However, it is the opinion of the City's management that the City's liability in those cases that are not covered by liability insurance will not be material to the financial statements for these contingent liabilities. The City is currently involved in one litigation claim that presents possible exposure not covered by liability insurance. The City is actively defending the case and the amount, if any, of ultimate liability has not yet been determined.

NOTE 18: 380 ECONOMIC DEVELOPMENT PROGRAM AGREEMENT

The City of Weslaco is committed to the promotion of high quality development in all parts of the City and to an ongoing improvement in the quality of life for its citizens. The City of Weslaco has previously developed economic development programs and incentives designed to encourage high quality business, commercial, professional sports and manufacturing concerns to locate, remain, and expand in the City of Weslaco. Now the City of Weslaco seeks to enhance its economic development efforts to attract and retain high quality development and jobs by establishing Chapter 380 Economic Development Program Agreements.

These 380 Economic Development Program Agreements are established in an effort to develop and expand the local economy by promoting and encouraging development and redevelopment projects that enhance the City's economic base, and diversify and expand job opportunities or by promoting and encouraging projects that create additional revenue for the City without substantially increasing the demand on City services or infrastructure. The ultimate goal and public purpose of programs established is to protect and enhance the City's fiscal ability to provide high quality municipal services for the safety, comfort and enjoyment of Weslaco residents.

The following table lists the total Economic Development Program Agreements of the active Chapter 380 Economic Development Program Agreements:

		Payments		
Agreement	Total Payments	Prior Years	Current Year	Balance
SDI Weslaco Holdings, LLC	$ 3,300,000	$ 2,565,224	$ 322,025	$ 412,751
HEB Grocery Company, LP	3,530,000	2,702,103	301,321	526,576
* Tri-Gen University Apartments	-	-	-	2,649,000
	$ 6,830,000	$ 5,267,327	$ 623,346	$ 3,588,327

*Effective February 1, 2018 the City entered into a Chapter 380 Agreement with Tri-Gen for a facility development project consisting of apartments. The City's obligation under the Chapter 380 agreement is reflected in the balance noted in the table above. City management plans to sell the development project including land acquired and has assigned the proceeds to satisfy this obligation. The total amount of the obligation of the chapter 380 Agreement and the acquisition value of the land acquired to begin the project is recorded as assets held for sale in the amount of $2,874,000.

NOTE 18: 380 ECONOMIC DEVELOPMENT PROGRAM AGREEMENT- (Continued)

Sales Tax Rebate Agreements

In addition to the Chapter 380 Agreements, the City also offered sales rebates as additional incentives to the developer and retail establishments, locating within the SDI development project. These rebates are not recorded as a liability or commitment, as the individual amounts are not known until the sales taxes are collected. The total rebates have been set at $10,500,000. These are to be reimbursed over ten years, beginning April 1, 2011. Total reimbursed sales tax proceeds to date is $5,833,367, of which $591,644 is current proceeds reimbursed. Total rebates balance owed is $4,666,633.

NOTE 19: FUND BALANCES

Nonspendable –balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

Restricted – external parties have restricted these funds to be used for their intended purpose.

Committed – the City Commission has authorized the City to use these funds for specifically identified purposes.

Unassigned – the unassigned fund balance has no constraints.

The City of Weslaco reported fund balances in the following classifications as of September 30, 2020:

	General Fund	2019 Bond Construction Fund	Other Governmental Funds	Total	Component Unit
Nonspendable:					
Inventories	$ 9,055	$ -	$ -	$ 9,055	$ -
Prepaid items	10,306	-	-	10,306	-
Nonspendable total	19,361	-	-	19,361	-
Restricted for:					
Street improvements and other capital projects	-	8,856,054	3,166,768	12,022,822	-
Tourism	-	-	702,921	702,921	-
Library activities	-	-	14,364	14,364	-
Project development	-	-	167,552	167,552	-
Debt Service	-	-	526,173	526,173	-
Restricted total	-	8,856,054	4,577,778	13,433,832	-
Assigned:					
Assigned for debt service	-	-	-	-	320,000
Assigned for capital projects	-	-	1,455,433	1,455,433	-
Assigned for chapter 380 agreement	2,874,000	-	-	2,874,000	-
Total assigned	2,874,000	-	1,455,433	4,329,433	320,000
Unassigned	9,151,461	-	-	9,151,461	6,263,923
Total Fund Balance	$12,044,822	$ 8,856,054	$ 6,033,211	$26,934,087	$6,583,923

NOTE 20: NET POSITION

Net position is composed of three categories: net investment in capital assets, restricted and unrestricted.

	Governmental Activities	Business-type Activities	Component Unit
Net investment in capital assets:			
Capital assets, net of accumulated depreciation	$ 53,904,990	$ 100,224,704	$ 4,950,721
Less related liabilities	(29,489,997)	(51,158,091)	-
Less unamortized bond premium	(1,832,879)	(4,424,654)	-
Plus deferred charge on refunding	178,082	1,778,044	-
Plus unexpended bond proceeds	12,022,439	1,216,210	-
Net investment in capital assets	34,782,635	47,636,213	4,950,721
Restricted net position consists of the following:			
Debt service	526,173	999,333	320,000
Tourism	702,921	-	-
Library activities	14,364	-	-
Building depreciation fund	167,552	-	-
Capital projects	-	13,590	-
Restricted net position	1,411,010	1,012,923	320,000
Unrestricted net position	(4,471,815)	(2,290,173)	8,603,477
Total net position	$ 31,721,830	$ 46,358,963	$ 13,874,198

NOTE 21: RELATED PARTY TRANSACTIONS

On November 20, 2019, the City of Weslaco entered into a promissory note with the Economic Development Corporation of Weslaco for $1,450,810 for the purchase of land. Interest on the note is payable on June 20 and December 20 of each year commencing on June 20, 2020 and annual principal payments of $53,765 beginning December 20, 2020, continuing annually thereafter until December 20, 2024 at which time total principal plus interest is due. The interest rate is fixed at 3.00%. The note is secured by a vendor's lien and superior title.

During the fiscal year ended September 30, 2020, the City of Weslaco, Texas reimbursed the Economic Development Corporation of Weslaco a total of $307,567. The reimbursement was for the following cost sharing expenditures: $300,000 for Weslaco Small Business Loan Grants, $1,400 for advertising and promotion, and $6,167 for repairs.

NOTE 22: UNCERTAINTIES

In March 2020, the World Health Organization made the assessment that the outbreak of a novel coronavirus (COVID-19) can be characterized as a pandemic. As a result, uncertainties have arisen that may have a significant negative impact on the operating activities and results of the City. The occurrence and extent of such an impact will depend on future developments, including (i) the duration and spread of the virus, (ii) government quarantine measures, (iii) voluntary and precautionary restrictions on travel or meetings, (iv) the effects on the financial markets, and (v) the effects on the economy overall, all of which are uncertain.

REQUIRED SUPPLEMENTARY INFORMATION

City of Weslaco, Texas
Schedule of Revenues, Expenditures and Changes in Fund Balance- Budget and Actual
General Fund

For the Year Ended September 30, 2020

	Budget			Variance Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property taxes - including penalty and interest	$ 9,834,485	$ 9,834,485	$ 9,619,717	$ (214,768)
Nonproperty taxes	12,034,797	12,005,797	12,309,448	303,651
Fees and charges	2,888,590	2,493,590	2,271,717	(221,873)
Fines and forfeitures	595,116	408,316	356,116	(52,200)
Licenses and permits	574,029	587,029	653,513	66,484
Intergovernmental	1,066,753	2,813,773	6,120,352	3,306,579
Investement income	203,000	203,000	162,416	(40,584)
Miscellaneous	182,714	176,014	320,215	144,201
Total revenues	27,379,484	28,522,004	31,813,494	3,291,490
EXPENDITURES				
General government				
City Commission	126,097	136,097	119,642	16,455
City Manager	359,920	379,288	383,953	(4,665)
City Secretary	389,574	369,574	323,268	46,306
Finance	872,291	867,791	893,530	(25,739)
Human resources	279,135	290,035	318,544	(28,509)
Building Maintenance	836,008	848,508	806,000	42,508
Municipal Court	257,274	257,274	254,588	2,686
Planning & Code Enforcement	1,373,680	1,378,680	1,282,785	95,895
Information Technology	1,259,786	1,254,786	1,049,350	205,436
Law	313,460	302,460	343,665	(41,205)
Non-departmental activities	682,392	682,392	654,974	27,418
Total general government	6,749,617	6,766,885	6,430,299	336,586
Public safety				
Police Department	8,662,687	9,969,788	8,881,026	1,088,762
Fire Department	6,279,927	6,279,927	7,003,538	(723,611)
Emergency Medical Services Department	325,900	323,900	309,396	14,504
Emergency Management Department	53,576	165,576	1,066,538	(900,962)
Total public safety	15,322,090	16,739,191	17,260,498	(521,307)
Public works				
Public Works Administration	286,551	285,451	277,266	8,185
Streets Department	1,278,145	1,318,145	1,283,571	34,574
Drain Ditch Department	718,592	757,592	988,900	(231,308)
Fleet Maintenance Shop Department	362,952	362,952	279,715	83,237
Total public works	2,646,240	2,724,140	2,829,452	(105,312)
Culture and Recreation				
Parks & Recreation Department	832,881	797,881	644,232	153,649
Library Department	921,834	872,834	815,702	57,132
Total culture and recreation	1,754,715	1,670,715	1,459,934	210,781
Other Economic Development	584,785	584,785	591,644	(6,859)
Debt service				
Principal retirement	665,090	665,090	879,965	(214,875)
Interest and fees	36,291	36,291	36,291	-
Total debt service	701,381	701,381	916,256	(214,875)
Total expenditures	27,758,828	29,187,097	29,488,083	(300,986)
EXCESS OF REVENUES OVER EXPENDITURES	(379,344)	(665,093)	2,325,411	2,990,504

City of Weslaco, Texas
Schedule of Revenues, Expenditures and Changes in Fund Balance- Budget and Actual
General Fund- Continued

For the Year Ended September 30, 2020

	Budget			Variance Final Budget Positive (Negative)
	Original	Final	Actual	
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	$ 48,095	$ 48,095	$ -	$ (48,095)
Transfers in	1,690,561	1,690,561	2,683,817	993,256
Transfers out	(1,370,000)	(1,610,000)	(2,315,086)	705,086
Total other financing sources	368,656	128,656	368,731	240,075
NET CHANGE IN FUND BALANCE	$ (10,688)	$ (536,437)	2,694,142	$ 3,230,579
Fund balance -- beginning			10,844,329	
Prior period adjustment			(1,493,649)	
Fund balances at beginning of year, adjusted			9,350,680	
Fund balance -- ending			$ 12,044,822	

The accompanying notes to required supplementary information are an integral part of this schedule.

City of Weslaco, Texas
Schedule of Changes in Net Pension Liability and Related Ratios- Texas Municipal Retirement System

For the Plan Years Ended December 31,	2019	2018	2017	2016	2015	2014
Total Pension Liability						
Service cost	$ 1,548,576	$ 1,489,094	$ 1,511,814	$ 1,414,112	$ 1,184,809	$ 1,162,103
Interest (on the total pension liability)	3,140,037	2,968,169	2,805,747	2,738,324	2,603,802	2,504,972
Changes of benefit terms	-	-	-	-	-	-
Difference between expected and actual experience	(156,422)	155,641	93,970	(1,124,865)	734,282	(303,648)
Changes of assumptions	112,715	-	-	-	828,135	-
Benefit payments, including refunds of employee contributions	(2,117,240)	(2,075,643)	(1,912,199)	(2,242,933)	(1,947,228)	(1,978,636)
Net change in total pension liability	2,527,666	2,537,261	2,499,332	784,638	3,403,800	1,384,791
Total pension liability – beginning	46,803,406	44,266,145	41,766,813	40,982,175	37,578,375	36,193,584
Total pension liability – ending (a)	$ 49,331,072	$ 46,803,406	$ 44,266,145	$ 41,766,813	$ 40,982,175	$ 37,578,375
Plan Fiduciary Net Position						
Contributions – employer	871,252	$ 833,181	$ 741,999	$ 572,328	$ 561,365	$ 542,202
Contributions – employee	761,861	729,948	710,237	662,199	611,176	591,732
Net investment income	5,707,131	(1,157,250)	4,762,284	2,240,914	50,055	1,882,469
Benefit payments, including refunds of employee contributions	(2,117,240)	(2,075,643)	(1,912,199)	(2,242,933)	(1,947,228)	(1,978,636)
Administrative expense	(32,286)	(22,377)	(24,692)	(25,318)	(30,493)	(19,657)
Other	(971)	(1,169)	(1,251)	(1,365)	(1,506)	(1,616)
Net change in plan fiduciary net position	5,189,747	(1,693,310)	4,276,378	1,205,825	(756,631)	1,016,494
Plan fiduciary net position – beginning	36,960,062	38,653,372	34,376,994	33,171,169	33,927,800	32,911,306
Plan fiduciary net position – ending (b)	$ 42,149,809	$ 36,960,062	$ 38,653,372	$ 34,376,994	$ 33,171,169	$ 33,927,800
Net Pension Liability – Ending (a) – (b)	$ 7,181,263	$ 9,843,344	$ 5,612,773	$ 7,389,819	$ 7,811,006	$ 3,650,575
Plan fiduciary net position as a percentage of total pension liability	85.44%	78.97%	87.32%	82.31%	80.94%	90.29%
Covered payroll	$ 10,851,968	$ 10,427,824	$ 10,119,236	$ 9,452,621	$ 8,731,090	$ 8,453,317
Net pension liability as a percentage of covered payroll	66.17%	94.39%	55.47%	78.18%	89.46%	43.19%

GASB 68 requires 10 fiscal years of data to be provided in this schedule. However, until a full 10-year trend is compiled, this schedule provides the information of those years for which information is available.

City of Weslaco, Texas
Schedule of Changes in Net Pension Liability and Related Ratios- Firemen's Pension

For the Plan Years Ended September 30,	2020	2019	2018	2017	2016	2015
Total Pension Liability						
Service cost	$ 594,954	$ 555,465	$ 497,258	$ 463,644	$ 421,208	$ 398,097
Interest (on the total pension liability)	1,235,267	1,159,947	1,087,522	995,631	848,579	845,051
Changes of benefit terms	514,707	-	-	445,218	427,638	-
Difference between expected and actual experience	(270,772)	-	(99,445)	-	479,811	-
Changes of assumptions	286,156	-	-	-	(226,052)	-
Benefit payments, including refunds of employee contributions	(595,725)	(832,135)	(764,180)	(548,162)	(645,296)	(833,923)
Net change in total pension liability	1,764,587	883,277	721,155	1,356,331	1,305,888	409,225
Total pension liability – beginning	16,735,864	15,852,587	15,131,432	13,775,101	12,469,213	12,059,988
Total pension liability – ending (a)	$ 18,500,451	$ 16,735,864	$ 15,852,587	$ 15,131,432	$ 13,775,101	$ 12,469,213
Plan Fiduciary Net Position						
Contributions – employer	$ 599,436	$ 519,826	$ 516,557	$ 483,771	$ 440,112	$ 394,360
Contributions – employee	599,436	513,232	509,963	476,078	425,463	388,865
Net investment income	328,295	207,493	928,177	882,963	755,912	(127,198)
Benefit payments, including refunds of employee contributions	(595,725)	(832,135)	(764,180)	(548,162)	(645,296)	(833,923)
Administrative expense	(28,930)	(55,756)	(42,719)	(51,417)	(45,252)	(85,190)
Other	-	-	-	-	-	-
Net change in plan fiduciary net position	902,512	352,660	1,147,798	1,243,233	930,939	(263,086)
Plan fiduciary net position – beginning	11,929,839	11,577,179	10,429,381	9,186,148	8,255,209	8,518,295
Plan fiduciary net position – ending (b)	$ 12,832,351	$ 11,929,839	$ 11,577,179	$ 10,429,381	$ 9,186,148	$ 8,255,209
Net Pension Liability – Ending (a) – (b)	$ 5,668,100	$ 4,806,025	$ 4,275,408	$ 4,702,051	$ 4,588,953	$ 4,214,004
Plan fiduciary net position as a percentage of total pension liability	69.36%	71.28%	73.03%	68.93%	66.69%	66.20%
Covered payroll	$ 4,995,300	$ 4,276,933	$ 4,249,692	$ 3,967,317	$ 3,545,525	$ 3,119,208
Net pension liability as a percentage of covered payroll	113.47%	112.37%	100.61%	118.52%	129.43%	135.10%

GASB 68 requires 10 fiscal years of data to be provided in this schedule. However, until a full 10-year trend is compiled, this schedule provides the information of those years for which information is available.

City of Weslaco, Texas
Schedule of Contributions
For Texas Municipal Retirement System Pension Plan and Firemen's Pension Plan

For the years ended September 30,	2020	2019	2018	2017	2016	2015
Primary Government- Texas Municipal Retirement System						
Actuarial determined contribution	$ 946,759	$ 858,290	$ 817,077	$ 714,301	$ 613,090	$ 562,443
Contributions in relation to actuarially determined contribution	(946,759)	(858,290)	(817,077)	(714,301)	(613,090)	(562,443)
Contribution deficiency (excess)	-	-	-	-	-	-
Covered payroll	$11,267,095	$10,731,656	$ 10,428,523	$ 9,900,449	$ 9,710,623	$ 8,538,660
Contributions as a percentage of covered payroll	8.40%	8.00%	7.84%	7.21%	6.31%	6.59%

For the years ended September 30,	2020	2019	2018	2017	2016	2015
Primary Government- Firemen's Pension						
Actuarial determined contribution	$ 599,436	$ 513,232	$ 516,557	$ 476,078	$ 425,463	$ 379,251
Contributions in relation to actuarially determined contribution	(599,436)	(519,826)	(516,557)	(483,771)	(440,112)	(394,360)
Contribution deficiency (excess)	-	(6,594)	-	(7,693)	(14,649)	(15,109)
Covered payroll	$ 4,995,300	$ 4,276,933	$ 4,249,692	$ 3,967,317	$ 3,545,525	$ 3,119,208
Contributions as a percentage of covered payroll	12.00%	12.00%	12.16%	12.00%	12.00%	12.16%

GASB 68 requires 10 fiscal years of data to be provided in this schedule. However, until a full 10-year trend is compiled, this schedule provides the information of those years for which information is available.

City of Weslaco, Texas
Schedule of Changes in Total OPEB Liability and Related Ratios
Texas Municipal Retirement System- Supplemental Death Benefits Fund

For the Plan Year ended December 31,	2019	2018	2017
Total OPEB Liability			
Service cost	$ 24,960	$ 27,112	$ 22,262
Interest (on the total OPEB liability)	26,224	24,287	23,866
Changes of benefit terms	-	-	-
Difference between expected and actual experience	(15,235)	(19,296)	-
Change of assumputions	144,552	(52,100)	60,004
Benefit payments, including refunds of employee contributions	(5,425)	(6,257)	(6,072)
Net Change in Total OPEB Liability	175,076	(26,254)	100,060
Total OPEB Liability - Beginning	697,077	723,331	623,272
Total OPEB Liability - Ending (a)	$ 872,153	$ 697,077	$ 723,332
Covered Employee Payroll	$10,851,968	$10,427,824	$10,119,236
Total OPEB Liability as a Percentage of Covered Employee Payroll	8.04%	6.68%	7.15%

Notes to Schedule:

(1) Schedule is intended to show 10 years. Additional years will be presented as the information becomes available.
(2) No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.
(3) Due to the SDBF being considered an unfunded OPEB plan under GASB Statement No. 75, benefit payments are treated as being equal to the employer's yearly contribution for retirees.

City of Weslaco, Texas
Schedule of Changes in Total OPEB Liability and Related Ratios
Firefighter Retiree Health Care Plan

For the Plan Year ended September 30,	2020	2019	2018
Total OPEB Liability			
Service cost	$ 194,173	$ 148,081	$ 152,688
Interest (on the total OPEB liability)	72,446	80,682	69,225
Changes of benefit terms	(847,947)	-	-
Difference between expected and actual experience	15,219	-	-
Change of assumputions	147,060	267,652	(73,262)
Benefit payments, including refunds of employee contributions	(14,704)	(12,780)	(5,084)
Net Change in Total OPEB Liability	(433,753)	483,635	143,567
Total OPEB Liability - Beginning	2,454,914	1,971,279	1,827,712
Total OPEB Liability - Ending (a)	$ 2,021,161	$ 2,454,914	$ 1,971,279
Covered Employee Payroll	$ 4,995,300	$ 4,276,933	$ 4,249,692
Total OPEB Liability as a Percentage of Covered Employee Payroll	40.46%	57.40%	46.39%

Notes to Schedule:

(1) Schedule is intended to show 10 years. Additional years will be presented as the information becomes available.
(2) No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.
(3) Due to the Firefighter Retiree Health Care Plan being considered an unfunded OPEB plan under GASB Statement No. 75, benefit payments are treated as being equal to the employer's yearly contribution for retirees.

City of Weslaco, Texas
Notes to Schedule of Contributions
For Texas Municipal Retirement System Pension Plan and Firemen's Pension Plan

Texas Municipal Retirement System Pension Plan

Valuation Date:	Actuarially determined contribution rates are calculated as December 31 and become effective in January 13 months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	25 Years
Asset Valuation Method	10 Year Smoothed Market; 15% Soft Corridor
Inflation	2.5%
Salary Increases	3.5% to 10.5% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience – based table based on rates that are specific to the City's plan of benefits. Last updated for the 2015 valuation pursuant to an experience study of the period 2010 – 2014.
Mortality	RP2000 Combined Mortality Table with Blue Collar Adjustment with male rates multiplied by 109% and female rates multiplied by 103% and projected on a fully generational basis with scale BB.
Other Information:	1) Granted 30% ad hoc COLA. 2) Granted 50% ad hoc USC with transfer.

Firemen's Pension

Contributions to the fund are based on negotiations between the members and the City rather than an actuarially determined rate. The funding policy of the Weslaco Firemen's Relief and Retirement Fund requires contributions from both the City and the firefighters. The City's contribution rate is currently 12.0% of member payroll for firefighters. Each active member contributes 12.0% of member payroll.

The base benefit was increased from 2.5% to 2.65% per year of service, with a maximum of 20 years. This change increased the service retirement and pre-retirement death benefit. There have been no other plan changes since the prior valuation.

There were no changes to actuarial methods since the prior valuation. The mortality assumption was updated to the Society of Actuaries Public Safety 2010 tables with generational projection using Scale MP-2019. There have been no other assumption changes since the prior valuation. The investment rate of return was 7.25%.

Budgetary Information

The City adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

a) The city manager prepares a proposed budget for the next succeeding fiscal year and submits it to the Commission prior to October 1. The recommended budget includes proposed expenditures and the sources of receipts to finance them.

b) Complete copies of the proposed budget are made available for public inspection. Public hearings are conducted to obtain taxpayers' comments.

c) The budget is enacted through passage of an ordinance and becomes the basis for the tax rates levied by the commission.

d) The city manager is authorized to transfer budgeted amounts between line items within a department; however, any revisions that alter the total expenditures of any department must be approved by the council. Expenditures may not exceed legal appropriations at the department level. All appropriations lapse at year end.

e) Formal budgetary integration is employed as a management control device during the year for the General, Hotel/Motel Tax - Special Revenue, Debt Service Fund, and Capital Improvement Program and Fire Department Equipment Replacement- capital project funds. In addition, the Water and Wastewater, Solid Waste, and Airport Proprietary Funds and the Equipment Replacement Internal Service Fund also employ formal budgetary integration as a management control device during the year. Budgets for these funds are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP).

f) Budgets are legally adopted on a basis consistent with GAAP except for transfers, debt service, and certain intragovernment amounts.

g) The budgetary comparison schedule shown in the accompanying required supplementary information presents comparisons of the legally adopted budget, as amended, with actual results. The originally adopted budget is presented for purposes of comparison to the final, amended budget.

OTHER SUPPLEMENTARY INFORMATION

Special revenue fund: **Hotel/Motel Tax Fund** was established to account for monies collected from local hotel occupancy taxes. The funds are used for expenditures that enhance and promote tourism and benefit the convention and hotel industry.

Special revenue fund: **Library Fund** was established to account for monies that have been collected from the sole use of the city's Library through fund raising donations from various charitable organizations.

Special revenue fund: **Building Depreciation Fund** was established to account for monies that have been collected from the rental agreement between the City and Weslaco Economic Development Corporation for the Weslaco Business Visitor and Event Center.

Capital project fund: **Capital Improvement Fund** was established to account for financial resources to be used for the acquisition or construction of major capital facilities.

Capital project fund: **Fire Department Equipment Replacement fund** is used to fund an apparatus replacement program for all fire and emergency medical services.

Capital project fund: **2013 Certificate of Obligation Construction Fund** was established to account for improvements to streets, parks, downtown, and the City's cemetery.

Capital project fund: **Stormwater Improvement Fund** was established to account for improvements to drainage throughout the City.

*Debt Service Fund***: Debt Service Fund** is used to account for the accumulation of financial resources for the payment of principal, interest and related costs on general long-term debt paid primarily from taxes levied by the City. The fund balance of the Debt Service Fund is restricted to signify the amounts that are restricted exclusively for debt service expenditures.

*Debt Service Fund***: 2019 Series Debt Service Fund** is used to account for the accumulation of financial resources for the payment of principal, interest and related costs on the 2019 Series General Obligation Bonds primarily from taxes levied by the City. The fund balance of the 2019 Series Debt Service Fund is restricted to signify the amounts that are restricted exclusively for debt service expenditures.

Weslaco Economic Development Corporation (EDC): The five-member board of directors is appointed by the City Commission. The EDC is authorized to administer the distribution of the proceeds of any development bonds issued and the proceeds of certain development sales taxes received on behalf of the City. The EDC's operational and capital budget must be approved by the City Commission.

City of Weslaco, Texas
Non-Major Governmental Funds Combining Balance Sheet

September 30, 2020

	Special Revenue Funds			Capital Projects Fund	
	Hotel/ Motel Tax Fund	Library Fund	Building Depreciation Fund	Capital Improvement Fund	Fire Department Equipment Replacement Fund
Assets					
Cash and cash equivalents	$ 573,022	$ 14,364	$ 158,401	$ 283,059	$ 286,422
Investments	-	-	-	909,862	-
Receivables (net of allowance for uncollectibles):					
Ad valorem taxes	-	-	-	-	-
Other	193,106	-	9,151	-	-
Due from other funds	-	-	-	-	-
Total Assets	$ 766,128	$ 14,364	$ 167,552	$ 1,192,921	$ 286,422
Liabilities					
Accounts payable	$ 63,207	$ -	$ -	$ 23,910	$ -
Due to other funds	-	-	-	-	-
Total Liabilities	63,207	-	-	23,910	-
Deferred Inflows of Resources					
Unavailable revenue- ad valorem taxes	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-
Fund Balances					
Restricted	702,921	14,364	167,552	-	-
Assigned	-	-	-	1,169,011	286,422
Total Fund Balance	702,921	14,364	167,552	1,169,011	286,422
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 766,128	$ 14,364	$ 167,552	$ 1,192,921	$ 286,422

Capital Projects Fund			Debt Service Funds		
2013 Certificate of Obligation Construction Fund	Stormwater Improvement Fund	Total	Debt Service Fund	2019 Series Debt Service Fund	Total Non Major Governmental Funds
$ 986,374	$ 2,108,287	$ 4,409,929	$ 381,990	$ -	$ 4,791,919
55,474	-	965,336	21,483	-	986,819
-	-	-	268,769	18,263	287,032
24,597	-	226,854	-	-	226,854
-	-	-	75,736	7,003	82,739
$ 1,066,445	$ 2,108,287	$ 5,602,119	$ 747,978	$ 25,266	$ 6,375,363
$ -	$ 7,964	$ 95,081	$ -	$ -	$ 95,081
-	-	-	-	10,432	10,432
-	7,964	95,081	-	10,432	105,513
-	-	-	223,948	12,691	236,639
-	-	-	223,948	12,691	236,639
1,066,445	2,100,323	4,051,605	524,030	2,143	4,577,778
-	-	1,455,433	-	-	1,455,433
1,066,445	2,100,323	5,507,038	524,030	2,143	6,033,211
$ 1,066,445	$ 2,108,287	$ 5,602,119	$ 747,978	$ 25,266	$ 6,375,363

City of Weslaco, Texas
Non-Major Governmental Funds Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

For the Fiscal Year Ended September 30, 2020

	Special Revenue Funds			Capital Projects Funds	
	Hotel/ Motel Tax Fund	Library Fund	Building Depreciation Fund	Capital Improvement Fund	Fire Department Equipment Replacement Fund
Revenues					
Property taxes	$ -	$ -	$ -	$ -	$ -
Nonproperty taxes	381,039	-	-	-	-
Fees and charges	-	-	113,322	-	-
Intergovernmental	-	-	-	100,000	-
Investment income	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total Revenue	381,039	-	113,322	100,000	-
Expenditures					
General government	-	-	-	-	-
Public safety	-	-	-	1,794,183	-
Public works	-	-	-	653,740	-
Culture and recreation	360,793	-	1,400	204,737	-
Debt service:					
Principal	-	-	-	203,631	285,613
Interest and fees	-	-	-	48,214	41,410
Total Expenditures	360,793	-	1,400	2,904,505	327,023
Excess (deficiency) of revenues over expenditures	20,246	-	111,922	(2,804,505)	(327,023)
Other financing sources (uses)					
Sale of capital assets	-	-	-	194,261	-
Issuance of debt	-	-	-	440,000	-
Transfers in	-	-	-	1,520,000	192,573
Total other financing sources (uses)	-	-	-	2,154,261	192,573
Net change in fund balances	20,246	-	111,922	(650,244)	(134,450)
Fund balances- beginning of year	682,675	14,364	55,630	1,819,255	420,872
Fund balances at end of year	$ 702,921	$ 14,364	$ 167,552	$ 1,169,011	$ 286,422

			Debt Service Funds		
2013 Certificate of Obligation Construction Fund	Stormwater Improvement Fund	Total	Debt Service Fund	2019 Series Debt Service Fund	Total Non Major Governmental Funds
$ -	$ -	$ -	$ 2,929,325	$ 554,873	$ 3,484,198
-	-	381,039	-	-	381,039
-	-	113,322	-	-	113,322
5,525	-	105,525	-	-	105,525
-	-	-	37,827	-	37,827
-	-	-	-	-	-
5,525	-	599,886	2,967,152	554,873	4,121,911
295,087	-	295,087	-	-	295,087
-	-	1,794,183	-	-	1,794,183
-	916,705	1,570,445	-	-	1,570,445
-	-	566,930	-	-	566,930
-	-	489,244	2,130,000	220,000	2,839,244
-	-	89,624	695,225	332,730	1,117,579
295,087	916,705	4,805,513	2,825,225	552,730	8,183,468
(289,562)	(916,705)	(4,205,627)	141,927	2,143	(4,061,557)
-	-	194,261	-	-	194,261
-	-	440,000	-	-	440,000
-	100,000	1,812,573	-	-	1,812,573
-	100,000	2,446,834	-	-	2,446,834
(289,562)	(816,705)	(1,758,793)	141,927	2,143	(1,614,723)
1,356,007	2,917,028	7,265,831	382,103	-	7,647,934
$ 1,066,445	$ 2,100,323	$ 5,507,038	$ 524,030	$ 2,143	6,033,211

City of Weslaco, Texas
General Fund
Comparative Balance Sheets

September 30,	**2020**	*Restated* 2019
Assets		
Cash and cash equivalents	**$ 1,213,862**	$ 1,630,601
Cash and cash equivalents- restricted	**413,774.63**	348,594
Investments	**4,665,642**	3,966,041
Receivables (net of allowance for uncollectibles)		
Ad valorem taxes	**738,406**	764,565
Sales taxes	**1,133,096**	1,039,600
Ambulance fees	**1,525,330**	1,490,299
Other	**3,989,829**	1,174,165
Due from other funds	**2,021,913**	1,959,372
Assets held for sale	**2,874,000**	2,874,000
Prepaid items	**10,306**	2,057
Inventories	**9,055**	3,081
Total Assets	**$ 18,595,214**	$ 15,252,375
Liabilities		
Accounts payable	**$ 1,937,882**	$ 1,274,773
Accrued salaries and payroll taxes	**727,918**	410,028
Other liabilities	**617,265**	1,499,042
Due to to other funds	**86,529**	46,959
Payable from restricted assets	**413,775**	348,594
Unearned revenue	**308,779**	217,758
Total Liabilities	**4,092,148**	3,797,154
Deferred Inflows of Resources		
Unavailable revenue- ad valorem taxes	**603,382**	610,892
Unavailable revenue- grants	**329,532**	-
Unavailable revenue- EMS fees	**1,525,330**	1,493,649
Total Deferred Inflows of Resources	**2,458,244**	2,104,541
Fund Balances		
Nonspendable	**19,361**	5,138
Assigned	**2,874,000**	2,874,000
Unassigned	**9,151,461**	6,471,542
Total Fund Balances	**12,044,822**	9,350,680
Total Liabilities, Deferred Inflows of Resources and Fund Balances	**$ 18,595,214**	$ 15,252,375

City of Weslaco, Texas
General Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	*Restated* 2019
Revenues		
Property taxes	**$ 9,619,717**	$ 9,320,949
Nonproperty taxes	**12,309,448**	12,055,612
Fees and charges	**2,271,717**	2,772,333
Fines and forfeitures	**356,116**	503,972
Licenses and permits	**653,513**	693,682
Intergovernmental	**6,120,352**	1,390,095
Investment income	**162,416**	222,974
Miscellaneous	**320,215**	353,746
Total Revenues	**31,813,494**	27,313,363
Expenditures		
General government	**6,430,299**	6,237,293
Public safety	**17,260,498**	15,084,024
Public works	**2,829,452**	2,438,151
Culture and recreation	**1,459,934**	1,259,204
Economic development	**591,644**	590,635
Debt service:		
Principal	**879,965**	862,483
Interest and fees	**36,291**	44,562
Total Expenditures	**29,488,083**	26,516,352
Excess (deficiency) of revenues over expenditures	**2,325,411**	797,011
Other financing sources (uses):		
Sale of capital assets	**-**	55,829
Transfers in	**2,683,817**	2,801,817
Transfers out	**(2,315,086)**	(2,444,268)
Total other financing sources (uses)	**368,731**	413,378
Net change in fund balances	**2,694,142**	1,210,389
Fund balances at beginning of year	**9,350,680**	9,423,776
Prior period adjustment	**-**	(1,283,485)
Fund balances at beginning of year, as adjusted	**9,350,680**	8,140,291
Fund balances at end of year	**$ 12,044,822**	$ 9,350,680

City of Weslaco, Texas
Special Revenue Funds
Hotel/Motel Tax
Comparative Balance Sheets

September 30,	**2020**	2019
Assets		
Cash and cash equivalents	**$ 573,022**	$ 542,047
Receivables (net of allowance for uncollectibles):		
Other	**193,106**	145,967
Total assets	**$ 766,128**	$ 688,014
Liabilities		
Accounts payable	**$ 63,207**	$ 5,339
Total liabilities	**63,207**	5,339
Fund balance		
Restricted	**702,921**	682,675
Total fund balance	**702,921**	682,675
Total liabilities and fund balance	**$ 766,128**	$ 688,014

City of Weslaco, Texas
Special Revenue Funds
Hotel/Motel Tax
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	2019
Revenues		
Nonproperty taxes	**$ 381,039**	$ 349,728
Total revenues	**381,039**	349,728
Expenditures		
Culture and recreation	**360,793**	304,759
Total expenditures	**360,793**	304,759
Net change in fund balances	**20,246**	44,969
Fund balances at beginning of year	**682,675**	637,706
Fund balances at end of year	**$ 702,921**	$ 682,675

City of Weslaco, Texas
Special Revenue Funds
Schedule of Revenues, Expenditures and Changes in Fund Balance- Budget and Actual- Hotel/Motel Tax

For the Fiscal Year Ended September 30, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Nonproperty taxes	$ 360,000	$ 360,000	$ 381,039	$ 21,039
Expenditures				
Culture and recreation				
Parks & recreation department	437,760	437,760	360,793	76,967
Net change in fund balances	$ (77,760)	$ (77,760)	$ 20,246	$ 98,006
Fund balances at beginning of year			682,675	
Fund balances at end of year			$ 702,921	

City of Weslaco, Texas
Special Revenue Funds
Library Fund
Comparative Balance Sheets

September 30,	**2020**	2019
Assets		
Cash and cash equivalents	**$ 14,364**	$ 14,364
Total assets	**$ 14,364**	$ 14,364
Liabilities	**$ -**	$ -
Total liabilities	**-**	-
Fund balance		
Restricted	**14,364**	14,364
Total fund balances	**14,364**	14,364
Total liabilities and fund balance	**$ 14,364**	$ 14,364

City of Weslaco, Texas
Special Revenue Funds
Library Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	2019
Revenues	**$ -**	$ -
Expenditures	**-**	-
Net change in fund balances	**-**	-
Fund balances at beginning of year	**14,364**	14,364
Fund balances at end of year	**$ 14,364**	$ 14,364

City of Weslaco, Texas
Special Revenue Funds
Building Depreciation Fund
Comparative Balance Sheets

September 30,		**2020**		2019
Assets				
Cash and cash equivalents	**$**	**158,401**	$	91,263
Receivables (net of allowance for uncollectibles):				
Other		**9,151**		-
Total assets	**$**	**167,552**	$	91,263
Liabilities				
Accounts payable	**$**	**-**	$	35,633
Total liabilities		**-**		35,633
Fund balance				
Restricted		**167,552**		55,630
Total fund balance		**167,552**		55,630
Total liabilities and fund balance	**$**	**167,552**	$	91,263

City of Weslaco, Texas
Special Revenue Funds
Building Depreciation Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	2019
Revenues		
Fees and charges	**$ 113,322**	$ 112,463
Total revenues	**113,322**	112,463
Expenditures		
Culture and recreation	**1,400**	56,833
Total expenditures	**1,400**	56,833
Net change in fund balances	**111,922**	55,630
Fund balances at beginning of year	**55,630**	-
Fund balances at end of year	**$ 167,552**	$ 55,630

City of Weslaco, Texas
Capital Projects Funds
2013 Certificates of Obligation Construction Fund
Comparative Balance Sheets

September 30,		**2020**		**2019**
Assets				
Cash and cash equivalents	**$**	**986,374**	$	1,745,085
Investments		**55,474**		271,696
Receivables (net of allowance for uncollectibles):				
Other		**24,597**		24,597
Total assets	**$**	**1,066,445**	$	2,041,378
Liabilities				
Accounts payable	**$**	**-**	$	685,371
Due to to other funds		**-**		-
Total liabilities		**-**		685,371
Fund balance				
Restricted		**1,066,445**		1,356,007
Total fund balances		**1,066,445**		1,356,007
Total liabilities and fund balance	**$**	**1,066,445**	$	2,041,378

City of Weslaco, Texas
Capital Projects Funds
2013 Certificates of Obligation Construction Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	2019
Revenues		
Intergovernmental	**$ 5,525**	$ -
Total revenues	**5,525**	-
Expenditures		
General government	**295,087**	-
Total expenditures	**295,087**	-
Net change in fund balances	**(289,562)**	-
Fund balances at beginning of year	**1,356,007**	1,356,007
Fund balances at end of year	**$ 1,066,445**	$ 1,356,007

City of Weslaco, Texas
Capital Projects Funds
Capital Improvement Program Fund
Comparative Balance Sheets

September 30,		**2020**		**2019**
Assets				
Cash and cash equivalents	**$**	**283,059**	$	568,400
Investments		**909,862**		1,552,491
Total assets	**$**	**1,192,921**	$	2,120,891
Liabilities				
Accounts payable	**$**	**23,910**	$	301,636
Total liabilities		**23,910**		301,636
Fund balance				
Assigned		**1,169,011**		1,819,255
Total fund balances		**1,169,011**		1,819,255
Total liabilities and fund balance	**$**	**1,192,921**	$	2,120,891

City of Weslaco, Texas
Capital Projects Funds
Capital Improvement Program Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	2019
Revenues		
Intergovernmental revenue	**$ 100,000**	$ -
Miscellaneous revevnue	**-**	125,000
Total Revenues	**100,000**	125,000
Expenditures		
Public safety	**1,794,183**	775,447
Public works	**653,740**	1,116,565
Culture and recreation	**204,737**	331,389
Debt service:		
Principal	**203,631**	188,521
Interest and fees	**48,214**	39,125
Total expenditures	**2,904,505**	2,451,047
Deficiency of revenues over expenditures	**(2,804,505)**	(2,326,047)
Other financing sources (uses):		
Proceeds from sale of assets	**194,261**	-
Issuance of debt	**440,000**	-
Transfers in	**1,520,000**	1,470,000
Total other financing sources	**2,154,261**	1,470,000
Net change in fund balances	**(650,244)**	(856,047)
Fund balances at beginning of year	**1,819,255**	2,675,302
Fund balances at end of year	**$ 1,169,011**	$ 1,819,255

City of Weslaco, Texas
Capital Projects Funds
Schedule of Revenues, Expenditures and Changes in Fund Balance- Budget and Actual-
Capital Improvement Program Fund

For the Fiscal Year Ended September 30, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Intergovernmental	$ 725,000	$ 725,000	$ 100,000	$ (625,000)
Total Revenues	725,000	725,000	100,000	(625,000)
Expenditures				
Public safety				
Police Department	1,050,000	1,050,000	700,403	349,597
Fire Department	150,000	150,000	1,093,780	(943,780)
	1,200,000	1,200,000	1,794,183	(594,183)
Public works				
Streets Department	896,000	896,000	653,740	242,260
Culture and Recreation				
Parks & Recreation Department	1,220,000	1,220,000	204,737	1,015,263
Debt service:				
Principal	155,892	155,892	203,631	(47,739)
Interest and fees	6,701	6,701	48,214	(41,513)
Total Expenditures	3,478,593	3,478,593	2,904,505	574,088
Deficiency of revenues over expenditures	(2,753,593)	(2,753,593)	(2,804,505)	(50,912)
Other financing sources (uses):				
Proceeds from sale of assets	1,800,000	1,800,000	194,261	(1,605,739)
Issuance of debt	-	-	440,000	440,000
Transfers in	1,570,000	1,570,000	1,520,000	(50,000)
Total other financing sources	3,370,000	3,370,000	2,154,261	(1,215,739)
Net change in fund balances	$ 616,407	$ 616,407	(650,244)	$ (1,266,651)
Fund balances at beginning of year			1,819,255	
Fund balances at end of year			$ 1,169,011	

City of Weslaco, Texas
Capital Projects Funds
Fire Department Equipment Replacement Fund
Comparative Balance Sheets

September 30,	**2020**	2019
Assets		
Cash and cash equivalents	**$ 286,422**	$ 420,872
Total Assets	**$ 286,422**	$ 420,872
Liabilities	**$ -**	$ -
Fund Balance		
Assigned	**286,422**	420,872
Total Liabilities and Fund Balance	**$ 286,422**	$ 420,872

City of Weslaco, Texas
Capital Projects Funds
Fire Department Equipment Replacement Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	2019
Revenues	**$ -**	$ -
Expenditures		
Public safety	**-**	112,846
Debt service:		
Principal	**285,613**	267,024
Interest and fees	**41,410**	46,701
Total Expenditures	**327,023**	426,571
Ddeficiency of revenues over expenditures	**(327,023)**	(426,571)
Other financing sources (uses):		
Transfers in	**192,573**	408,371
Issuance of debt	**-**	71,145
Total other financing sources	**192,573**	479,516
Net change in fund balances	**(134,450)**	52,945
Fund balances at beginning of year	**420,872**	367,927
Fund balances at end of year	**$ 286,422**	$ 420,872

City of Weslaco, Texas
Capital Projects Funds
Schedule of Revenues, Expenditures and Changes in Fund Balance- Budget and Actual-
Fire Department Equipment Replacement Fund

For the Fiscal Year Ended September 30, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues	$ -	$ -	$ -	$ -
Expenditures				
Public safety				
Fire Department	174,570	174,570	-	174,570
Debt service:				
Principal	373,688	373,688	285,613	88,075
Interest and fees	41,411	41,411	41,410	1
Total Expenditures	589,669	589,669	327,023	262,646
Deficiency of revenues over expenditures	(589,669)	(589,669)	(327,023)	262,646
Other financing sources (uses):				
Other financing sources	174,750	174,750	-	(174,750)
Transfers in	450,000	450,000	192,573	(257,427)
Total other financing sources	624,750	624,750	192,573	(432,177)
Net change in fund balance	$ 35,081	$ 35,081	(134,450)	$ (169,531)
Fund balance at beginning of year			420,872	
Fund balance at end of year			$ 286,422	

City of Weslaco, Texas
Capital Projects Funds
Storm Water Improvement Fund
Comparative Balance Sheets

September 30,	**2020**	2019
Assets		
Cash and cash equivalents	**$ 2,108,287**	$ 2,917,529
Total Assets	**$ 2,108,287**	$ 2,917,529
Liabilities		
Accounts Payable	**$ 7,964**	$ 501
Total Liabilities	**7,964**	501
Fund Balance		
Restricted	**2,100,323**	2,917,028
Total Liabilities and Fund Balance	**$ 2,108,287**	$ 2,917,529

City of Weslaco, Texas
Capital Projects Funds
Storm Water Improvement Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	2019
Revenues	**$ -**	$ -
Expenditures		
Public works	**916,705**	1,191,208
Debt service:		
Interest and fees	**-**	70,712
Total Expenditures	**916,705**	1,261,920
Deficiency of revenues over expenditures	**(916,705)**	(1,261,920)
Other financing sources (uses):		
Transfers in	**100,000**	100,000
Issuance of debt	**-**	4,078,948
Total other financing sources	**100,000**	4,178,948
Net change in fund balances	**(816,705)**	2,917,028
Fund balances at beginning of year	**2,917,028**	-
Fund balances at end of year	**$ 2,100,323**	$ 2,917,028

City of Weslaco, Texas
Capital Projects Funds
Schedule of Revenues, Expenditures and Changes in Fund Balance- Budget and Actual-
Storm Water Improvement Fund

For the Fiscal Year Ended September 30, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues	$ -	$ -	$ -	$ -
Expenditures				
Public works				
Drain Ditch Department	2,673,147	2,673,147	916,705	1,756,442
Total Expenditures	2,673,147	2,673,147	916,705	1,756,442
Deficiency of revenues over expenditures	(2,673,147)	(2,673,147)	(916,705)	1,756,442
Other financing sources (uses):				
Transfers in	100,000	100,000	100,000	-
Total other financing sources	100,000	100,000	100,000	-
Net change in fund balance	$ (2,573,147)	$ (2,573,147)	(816,705)	$ 1,756,442
Fund balance at beginning of year			2,917,028	
Fund balance at end of year			$ 2,100,323	

City of Weslaco, Texas
Capital Projects Funds
2019 Bond Construction Fund
Comparative Balance Sheets

September 30,	**2020**	2019
Assets		
Cash and cash equivalents	**$ 8,399,895**	$ 10,000,000
Investments	**472,409**	-
Total Assets	**$ 8,872,304**	$ 10,000,000
Liabilities		
Accounts Payable	**$ 16,250**	$ -
Total Liabilities	**16,250**	-
Fund Balance		
Restricted	**8,856,054**	10,000,000
Total Liabilities and Fund Balance	**$ 8,872,304**	$ 10,000,000

City of Weslaco, Texas
Capital Projects Funds
2019 Bond Construction Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	2019
Revenues	**$ -**	$ -
Expenditures		
Public works	**1,143,946**	-
Interest and fees	**-**	107,256
Total Expenditures	**1,143,946**	107,256
Deficiency of revenues over expenditures	**(1,143,946)**	(107,256)
Other financing sources (uses):		
Issuance of debt	**-**	10,107,256
Total other financing sources	**-**	10,107,256
Net change in fund balances	**(1,143,946)**	10,000,000
Fund balances at beginning of year	**10,000,000**	-
Fund balances at end of year	**$ 8,856,054**	$ 10,000,000

City of Weslaco, Texas
Debt Service Fund
Comparative Balance Sheets

September 30,		**2020**		2019
Assets				
Cash and cash equivalents	**$**	**381,990**	$	250,072
Investments		**21,483**		38,934
Receivables (net of allowance for uncollectibles)				
Ad valorem taxes		**268,769**		279,420
Due from other funds		**75,736**		38,809
Total assets	**$**	**747,978**	$	607,235
Liabilities	**$**	**-**	$	-
Total liabilities		**-**		-
Deferred inflows of resources				
Unavailable revenue- ad valorem taxes		**223,948**		225,132
Total deferred inflows of resources		**223,948**		225,132
Fund balance				
Restricted		**524,030**		382,103
Total liabilities, deferred inflows of resources and fund balances	**$**	**747,978**	$	607,235

City of Weslaco, Texas
Debt Service Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	2019
Revenues		
Property taxes	**$ 2,929,325**	$ 2,766,176
Investment income	**37,827**	49,696
Total revenues	**2,967,152**	2,815,872
Expenditures		
Debt service:		
Principal	**2,130,000**	2,091,072
Interest and fees	**695,225**	743,205
Total expenditures	**2,825,225**	2,834,277
Net change in fund balance	**141,927**	(18,405)
Fund balances at beginning of year	**382,103**	400,508
Fund balances at end of year	**$ 524,030**	$ 382,103

(This page intentionally left blank)

City of Weslaco, Texas
Schedule of Revenues, Expenditures and Changes in Fund Balance- Budget and Actual- Debt Service Fund

For the Fiscal Year Ended September 30, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Property taxes	$ 3,641,611	$ 3,641,611	$ 2,929,325	$ (712,286)
Investment income	46,000	46,000	37,827	(8,173)
Total revenues	3,687,611	3,687,611	2,967,152	(720,459)
Expenditures				
Debt service:				
Principal	2,690,833	2,690,833	2,130,000	560,833
Interest and fees	694,681	694,681	695,225	(544)
Total expenditures	3,385,514	3,385,514	2,825,225	(560,289)
Net change in fund balance	$ 302,097	302,097	$ 141,927	$ (160,170)
Fund balance at beginning of year			382,103	
Fund balance at end of year			$ 524,030	

City of Weslaco, Texas
Series 2019 Debt Service Fund
Comparative Balance Sheets

September 30,	**2020**	2019
Assets		
Receivables (net of allowance for uncollectibles)		
Ad valorem taxes	**$ 18,263**	$ -
Due from other funds	**7,003**	-
Total assets	**$ 25,266**	$ -
Liabilities		
Due to to other funds	**10,432**	-
Total liabilities	**10,432**	-
Deferred inflows of resources		
Unavailable revenue- ad valorem taxes	**12,691**	-
Total deferred inflows of resources	**12,691**	-
Fund balance		
Restricted	**2,143**	-
Total liabilities, deferred inflows of resources and fund balances	**$ 25,266**	$ -

City of Weslaco, Texas
Series 2019 Debt Service Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended September 30,	**2020**	2019
Revenues		
Property taxes	**$ 554,873**	$ -
Total revenues	**554,873**	-
Expenditures		
Debt service:		
Principal	**220,000**	-
Interest and fees	**332,730**	-
Total expenditures	**552,730**	-
Net change in fund balance	**2,143**	-
Fund balances at beginning of year	**-**	-
Fund balances at end of year	**$ 2,143**	$ -

City of Weslaco, Texas
Enterprise Funds
Water and Wastewater Fund
Comparative Statements of Net Position

September 30,	**2020**	**2019**
Assets		
Current assets		
Cash and cash equivalents	**$ 432,813**	$ 225,446
Cash and cash equivalents- restricted	**1,652,862**	2,054,891
Investments- restricted	**562,681**	789,655
Receivables,		
net of allowances for uncollectibles	**2,285,042**	1,989,916
Inventories	**254,530**	160,900
Prepaid items	**18,996**	37,936
Total current assets	**5,206,924**	5,258,744
Non-current assets		
Land	**665,175**	665,175
Buildings	**362,324**	362,324
Equipment	**5,824,096**	5,550,697
Infrastructure	**115,771,542**	70,175,369
Capital Leases	**6,934,391**	6,934,391
Construction-in-progress	**453,476**	44,797,842
Total non-current assets	**130,011,004**	128,485,798
Accumulated depreciation	**(43,169,530)**	(39,230,338)
Total non-current assets, net	**86,841,474**	89,255,460
Total assets	**92,048,398**	94,514,204
Deferred outflows of resources		
Deferred outflows related to pensions	**83,503**	200,827
Deferred outflows related to OPEB	**9,980**	3,322
Deferred charge on refunding	**1,778,044**	1,955,361
Total deferred outflows of resources	**1,871,527**	2,159,510
Total assets and deferred outflows of resources	**$ 93,919,925**	$ 96,673,714

City of Weslaco, Texas
Enterprise Funds
Water and Wastewater Fund
Comparative Statements of Net Position- Continued

September 30,	**2020**	2019
Liabilities		
Current liabilities:		
Accounts payable	**$ 947,439**	$ 924,733
Accrued salaries and other liabilities	**153,415**	132,351
Due to other funds	**2,259,258**	2,000,000
Current portion of long term debt	**3,407,201**	3,243,951
Accrued interest on bonds	**252,613**	267,281
Total current liabilities	**7,019,926**	6,568,316
Noncurrent liabilities:		
Compensated absences	**78,807**	78,245
Customer deposits	**1,274,450**	1,182,191
Capital lease payable	**5,698,351**	6,161,945
Revenue bonds payable, net of unamortized premiums	**44,464,654**	48,248,304
Net pension liability	**709,455**	869,180
OPEB liability	**54,505**	44,000
Total noncurrent liabilities	**52,280,222**	**56,583,865**
Total liabilities	**59,300,148**	63,152,181
Deferred inflows of resources		
Deferred inflows related to pensions	**105,853**	35,352
Deferred inflows related to OPEB	**3,530**	3,530
Total deferred inflows of resources	**109,383**	38,882
Net Position		
Net investment in capital assets	**36,274,278**	35,783,631
Restricted for:		
Revenue bond retirement	**999,333**	996,487
Unrestricted	**(2,763,217)**	(3,297,467)
Total net position	**34,510,394**	33,482,651
Total liabilities, deferred inflows of resources, and net position	**$ 93,919,925**	$ 96,673,714

City of Weslaco, Texas
Enterprise Funds
Water and Wastewater Fund
Comparative Statements of Revenues, Expenses and Changes in Net Position

For the Fiscal Years Ended September 30,	**2020**	2019
Operating revenues:		
Water services	**$ 7,483,073**	$ 7,090,130
Sewer services	**5,318,493**	5,057,874
Miscellaneous	**63,744**	128,609
Total operating revenues	**12,865,310**	12,276,613
Operating expenses:		
Personal services	**845,022**	888,498
Other services and charges	**2,035,775**	2,058,901
Supplies	**209,394**	223,795
Contractual services	**3,037,989**	2,765,472
Depreciation	**3,939,191**	2,934,073
Total operating expenses	**10,067,371**	8,870,739
Operating income	**2,797,939**	3,405,874
Non-operating revenues (expenses)		
Investment income	**5,880**	13,124
Interest expense	**(1,633,394)**	(1,728,279)
Total non-operating revenues (expenses)	**(1,627,514)**	(1,715,155)
Income (loss) before transfers and capital contributions	**1,170,425**	1,690,719
Transfers in (out) and capital contributions		
Transfers in	**5,429,883**	5,705,757
Transfers out	**(6,736,187)**	(7,271,318)
Capital improvement fees	**696,141**	642,214
Capital grants	**467,481**	39,750
Total transfers and capital contributions	**(142,682)**	(883,597)
Change in net position	**1,027,743**	807,122
Net position- beginning	**33,482,651**	32,675,529
Net position- ending	**$ 34,510,394**	$ 33,482,651

City of Weslaco, Texas
Enterprise Funds
Water and Wastewater Fund
Comparative Statements Cash Flows

For the Fiscal Years Ended September 30,	**2020**	2019
Cash flows from operating activities		
Cash received from customers	**$ 12,662,443**	$ 12,547,000
Payments to suppliers	**(5,075,884)**	(5,452,262)
Payments to employees	**(614,132)**	(627,162)
Net cash provided by operating activities	**6,972,427**	6,467,576
Cash flows from noncapital financing activities		
Transfers from other funds	**5,429,883**	5,705,757
Transfers to other funds	**(6,736,187)**	(7,271,318)
Net cash used in noncapital financing activities	**(1,306,304)**	(1,565,561)
Cash flows from capital and related financing activities		
Purchase of capital assets	**(1,521,318)**	(2,078,581)
Interest paid on bonds	**(2,456,712)**	(2,586,616)
Retirement of bonds	**(2,811,750)**	(2,317,266)
Capital improvement fees	**696,141**	642,214
Net cash used in capital and related financing activites	**(6,093,639)**	(6,340,249)
Cash flow from investing activities:		
Interest on cash and investments	**5,880**	13,124
Purchase of investments	**226,974**	(11,227)
Net cash provided by (used) in investing activities	**232,854**	1,897
Net (decrease) in cash and cash equivalents	**(194,662)**	(1,436,337)
Cash and cash equivalents, beginning of year	**2,280,337**	3,716,674
Cash and cash equivalents, end of year	**$ 2,085,675**	$ 2,280,337
Reconciliation of operating income to net cash provided by operating activities		
Operating income	**$ 2,797,939**	$ 3,405,874
Adjustments to reconcile income from operations to net cash from operating activities		
Depreciation	**3,939,191**	2,934,073
(Increase) decrease in accounts receivables	**(295,126)**	195,594
(Increase) decrease in inventories	**(93,630)**	58,232
(Increase) decrease in prepaid items	**18,940**	6,162
(Increase) decrease in deferred outflows	**287,983**	72,806
Decrease (increase) in accounts payable	**22,706**	(460,480)
Decrease (increase) in accrued salaries and other liabilities	**21,064**	16,593
Decrease (increase) in due to other funds	**259,258**	(8,008)
Decrease (increase) in customer deposits	**92,259**	74,793
Decrease (increase) in compensated absences	**562**	(7,162)
Decrease (increase) in net pension liability	**(159,725)**	253,835
Decrease (increase) in OPEB liability	**10,505**	(1,576)
Decrease (increase) in deferred inflows	**70,501**	(73,160)
Total adjustments	**4,174,488**	3,061,702
Net cash provided by operations	**$ 6,972,427**	$ 6,467,576
Supplemental disclosure of noncash activities		
Contributed capital assets from Urban County	**$ 467,481**	$ 39,750
Initiation of capital lease	**-**	434,278

City of Weslaco, Texas
Enterprise Funds
Schedule of Revenues, Expenses, and Changes in Net Position- Budget and Actual-
Water and Wastewater Fund

For the Fiscal Year Ended September 30, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Operating revenues:				
Water services	$ 7,438,500	$ 7,273,500	$ 7,483,073	$ 209,573
Sewer services	5,119,700	5,019,700	5,318,493	298,793
Miscellaneous	81,751	81,751	63,744	(18,007)
Total operating revenues	12,639,951	12,374,951	12,865,310	490,359
Operating expenses:				
Water treatment				
Other services and charges	617,824	602,824	602,393	431
Contractual services	1,000,000	1,000,000	1,092,947	(92,947)
Supplies	47,000	67,870	20,055	47,815
Depreciation	-	-	146,656	(146,656)
Total water treatment	1,664,824	1,670,694	1,862,051	(191,357)
Water distribution				
Personnel services	342,636	342,636	369,586	(26,950)
Other services and charges	283,165	283,670	178,787	104,883
Supplies	48,770	49,205	28,872	20,333
Depreciation	-	-	1,175,424	(1,175,424)
Total water distribution	674,571	675,511	1,752,669	(1,077,158)
Water meter division				
Personnel services	112,951	106,951	99,217	7,734
Other services and charges	17,500	17,500	45,533	(28,033)
Supplies	188,400	263,400	45,781	217,619
Depreciation	-	-	347,602	(347,602)
Total water meter division	318,851	387,851	538,133	(150,282)
Utility billing				
Personnel services	172,750	172,750	173,917	(1,167)
Other services and charges	137,500	137,500	269,191	(131,691)
Supplies	8,600	8,600	8,679	(79)
Depreciation	-	-	327	(327)
Total utility billing	318,850	318,850	452,114	(133,264)
Waste water treatment				
Other services and charges	651,450	615,450	468,505	146,945
Contractual services	874,589	874,589	972,521	(97,932)
Supplies	10,000	82,740	9,034	73,706
Depreciation	-	-	1,006,044	(1,006,044)
Total waste water treatment	1,536,039	1,572,779	2,456,104	(883,325)
Waste water collection				
Personnel services	245,839	200,839	202,302	(1,463)
Other services and charges	558,940	655,685	471,366	184,319
Contractual services	953,775	953,775	972,521	(18,746)
Supplies	322,625	318,880	96,973	221,907
Depreciation	-	-	1,263,138	(1,263,138)
Total waste water collection	2,081,179	2,129,179	3,006,300	(877,121)
Total operating expenses	6,594,314	6,754,864	10,067,371	(3,312,507)
Operating income	6,045,637	5,620,087	2,797,939	3,802,866

City of Weslaco, Texas
Enterprise Funds
Schedule of Revenues, Expenses, and Changes in Net Position- Budget and Actual- Water and Wastewater Fund (Continued)

For the Fiscal Year Ended September 30, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Non-operating revenues (expenses)				
Investment income	12,000	12,000	5,880	6,120
Interest expense	(5,561,025)	(5,561,025)	(1,633,394)	3,927,631
Total non-operating revenues (expenses)	(5,549,025)	(5,549,025)	(1,627,514)	3,921,511
Income before transfers and capital contributions	496,612	71,062	1,170,425	1,099,363
Transfers in (out) and capital contributions				
Transfers in	6,381,213	6,381,213	5,429,883	(951,330)
Transfers (out)	(7,582,994)	(7,582,994)	(6,736,187)	846,807
Capital improvement fees	759,110	669,110	696,141	(27,031)
Capital grants	-	-	467,481	(467,481)
Total transfers and capital contributions	(442,671)	(532,671)	(142,682)	389,989
Change in net position	$ 53,941	$ (461,609)	1,027,743	$ 1,489,352
Net position- beginning			33,482,651	
Net position- ending			$ 34,510,394	

City of Weslaco, Texas
Enterprise Funds
Solid Waste Fund
Comparative Statements of Net Position

September 30,	**2020**	2019
Assets		
Current assets		
Cash and cash equivalents	**$ -**	$ -
Receivables,		
net of allowances for uncollectibles	**820,550**	675,576
Due from other funds	**2,000,000**	2,000,000
Total current assets	**2,820,550**	2,675,576
Non-current assets		
Land	**421,247**	421,247
Buildings	**668,781**	668,781
Equipment	**1,734,678**	1,734,678
Infrastructure	**64,461**	64,461
Capital lease	**540,552**	-
Total non-current assets	**3,429,719**	2,889,167
Accumulated depreciation	**(2,353,018)**	(2,320,301)
Total non-current assets, net	**1,076,701**	568,866
Total assets	**3,897,251**	3,244,442
Deferred outflows of resources		
Deferred outflows related to pensions	**2,158**	8,024
Deferred outflows related to OPEB	**470**	137
Total deferred outflows of resources	**2,628**	8,161
Total assets and deferred outflows of resources	**$ 3,899,879**	$ 3,252,603
Liabilities		
Current liabilities:		
Accounts payable	**$ 391,694**	$ 390,048
Due to other funds	**890,709**	470,232
Current portion of long term debt	**110,581**	678
Total current liabilities	**1,392,984**	860,958
Noncurrent liabilities:		
Compensated absences	**18,725**	6,147
Capital lease payable	**461,985**	-
Landfill closure	**372,376**	387,764
Net pension liability	**16,629**	24,615
OPEB liability	**2,399**	1,874
Total noncurrent liabilities	**872,114**	420,400
Total liabilities	**2,265,098**	1,281,358
Deferred inflows of resources		
Deferred inflows related to pensions	**3,551**	26
Deferred inflows related to OPEB	**177**	177
Total deferred inflows of resources	**3,728**	203
Net position		
Net investment in capital assets	**506,216**	568,866
Unrestricted	**1,124,837**	1,402,176
Total net position	**1,631,053**	1,971,042
Total liabilities, deferred inflows of resources, and net position	**$ 3,899,879**	$ 3,252,603

City of Weslaco, Texas
Enterprise Funds
Solid Waste Fund
Comparative Statements of Revenues, Expenses and Changes in Net Position

For the Fiscal Years Ended September 30,	**2020**	2019
Operating Revenues:		
Charges for services	**$ 5,375,985**	$ 5,093,075
Miscellaneous	**-**	29,670
Total operating revenues	**5,375,985**	5,122,745
Operating Expenses:		
Personal services	**106,773**	73,122
Other services and charges	**186,927**	163,279
Supplies	**8,032**	13,073
Contractual services	**4,256,525**	4,209,444
Depreciation	**32,717**	24,669
Total operating expenses	**4,590,974**	4,483,587
Operating income (loss)	**785,011**	639,158
Transfers in (out)		
Transfers out	**(1,125,000)**	(1,125,000)
Change in net position	**(339,989)**	(485,842)
Net position- beginning	**1,971,042**	2,456,884
Net position- ending	**$ 1,631,053**	$ 1,971,042

City of Weslaco, Texas
Enterprise Funds
Solid Waste Fund
Comparative Statements of Cash Flows

For the Fiscal Years Ended September 30,	**2020**	2019
Cash flows from operating activities		
Cash received from customers	**$ 5,231,011**	$ 5,217,790
Payments to suppliers	**(4,023,828)**	(3,981,093)
Payments to employees	**(96,728)**	(64,446)
Net cash provided by operating activities	**1,110,455**	1,172,251
Cash flows from noncapital financing activities		
Transfers to other funds	**(1,125,000)**	(1,125,000)
Net cash used in noncapital financing activities	**(1,125,000)**	(1,125,000)
Cash flows from capital and related financing activities		
Purchase of capital assets	**(540,552)**	(14,290)
Capital lease proceeds	**570,485**	-
Landfill closure costs	**(15,388)**	(32,961)
Net cash used in capital and related financing activites	**14,545**	(47,251)
Net (decrease) in cash and cash equivalents	**-**	-
Cash and cash equivalents, beginning of year	**-**	-
Cash and cash equivalents, end of year	**$ -**	$ -
Reconciliation of operating income to net cash provided by operating activities		
Operating income	**$ 785,011**	$ 639,158
Adjustments to reconcile income from operations to net cash from operating activities		
Depreciation	**32,717**	24,669
(Increase) decrease in accounts receivables	**(144,974)**	95,045
(Increase) decrease in deferred outflows	**5,533**	(5,225)
Increase (decrease) in accounts payable	**1,646**	(14,684)
Increase (decrease) in due to other funds	**420,477**	424,612
Increase (decrease) in compensated absences	**13,981**	(279)
Increase (decrease) in net pension liability	**(7,986)**	12,692
Increase (decrease) in OPEB liability	**525**	(79)
Increase (decrease) in deferred inflows related to pensions	**3,525**	(3,835)
Increase (decrease) in deferred inflows related to OPEB	**-**	177
Total adjustments	**325,444**	533,093
Net cash provided by operations	**$ 1,110,455**	$ 1,172,251

City of Weslaco, Texas
Enterprise Funds
Schedule of Revenues, Expenses and Changes in Net Position- Budget and Actual-
Solid Waste Fund

For the Fiscal Year Ended September 30, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Operating revenues:				
Garbage fees	$ 4,050,000	$ 4,265,846	$ 4,152,796	$ (113,050)
Brush fees	1,372,800	1,372,800	1,183,293	(189,507)
Recyclying services	5,000	5,000	3,112	(1,888)
Miscellaneous	82,000	82,000	36,784	(45,216)
Total operating revenues	5,509,800	5,725,646	5,375,985	(349,661)
Operating expenses:				
Solid waste collection				
Personnel services	-	-	2,391	(2,391)
Other services and charges	64,500	64,500	142,484	(77,984)
Contractual services	3,195,640	3,318,640	3,640,939	(322,299)
Depreciation	-	-	1,434	(1,434)
Total solid waste collection	3,260,140	3,383,140	3,787,248	(404,108)
Recycling				
Personnel services	78,986	80,986	72,287	8,699
Other services and charges	8,755	8,722	7,903	819
Supplies	6,800	6,800	5,666	1,134
Depreciation	-	-	24,188	(24,188)
Total recycling	94,541	96,508	110,044	(13,536)
Landfill				
Other services and charges	30,400	33,400	36,016	(2,616)
Total landfill	30,400	33,400	36,016	(2,616)
Brush collection				
Personnel services	-	-	32,095	(32,095)
Other services and charges	-	-	524	(524)
Contractual services	650,000	685,000	615,586	69,414
Supplies	-	-	2,366	(2,366)
Capital outlay	-	570,485	-	570,485
Depreciation	-	-	7,095	(7,095)
Total brush collection	650,000	1,255,485	657,666	597,819
Total operating expenses	4,035,081	4,768,533	4,590,974	177,559
Operating income	1,474,719	957,113	785,011	(172,102)
Transfers in (out)				
Transfers out	(1,125,000)	(1,125,000)	(1,125,000)	-
Total transfers	(1,125,000)	(1,125,000)	(1,125,000)	-
Change in net position	$ 349,719	$ (167,887)	(339,989)	$ (172,102)
Net position- beginning			1,971,042	
Net position- ending			$ 1,631,053	

City of Weslaco, Texas
Enterprise Funds
Airport Fund
Comparative Statements of Net Position

September 30,	**2020**	2019
Assets		
Current assets:		
Cash and cash equivalents	**$ 27,576**	$ 100
Cash and cash equivalents- restricted	**13,590**	14,094
Receivables,		
net of allowances for uncollectibles	**135,331**	99,199
Inventories	**38,573**	31,354
Total current assets	**215,070**	144,747
Non-current assets		
Land	**2,866,462**	1,465,448
Buildings	**648,541**	648,541
Equipment	**640,947**	640,947
Infrastructure	**13,704,908**	12,252,404
Construction-in-progress	**97,058**	1,490,750
Total non-current assets	**17,957,916**	16,498,090
Accumulated depreciation	**(5,651,387)**	(5,220,466)
Total non-current assets, net	**12,306,529**	11,277,624
Total assets	**12,521,599**	11,422,371
Deferred outflows of resources		
Deferred outflows related to pensions	**14,657**	47,899
Deferred outflows related to OPEB	**2,735**	849
Total deferred outflows of resources	**17,392**	48,748
Total assets and deferred outflows of resources	**$ 12,538,991**	$ 11,471,119
Liabilities		
Current liabilities:		
Accounts payable	**$ 38,717**	$ 72,144
Accrued salaries and other liabilities	**32,768**	26,657
Due to other funds	**607,455**	545,350
Current portion of long term debt	**57,454**	2,844
Total current liabilities	**736,394**	646,995
Noncurrent liabilities:		
Compensated absences	**33,203**	27,199
Notes payable	**1,397,045**	-
Customer deposits	**3,594**	3,594
Net pension liability	**113,236**	158,491
OPEB liability	**14,389**	11,413
Total noncurrent liabilities	**1,561,467**	200,697
Total liabilities	**2,297,861**	847,692
Deferred inflows of resources		
Deferred inflows related to pensions	**22,614**	2,639
Deferred inflows related to OPEB	**1,000**	1,000
Total deferred inflows of resources	**23,614**	**3,639**
Net Position		
Net investment of capital assets	**10,855,719**	11,277,624
Restricted for:		
Construction	**13,590**	14,094
Unrestricted	**(651,793)**	(671,930)
Total net position	**10,217,516**	10,619,788
Total liabilities, deferred inflows of resources, and net position	**$ 12,538,991**	$ 11,471,119

City of Weslaco, Texas
Enterprise Funds
Airport Fund
Comparative Statements of Revenues, Expenses and Changes in Net Position

For the Fiscal Years Ended September 30,	**2020**	2019
Operating revenues:		
Charges for services	**$ 302,600**	$ 321,634
Miscellaneous	**125**	275
Total operating revenues	**302,725**	321,909
Operating expenses:		
Personal services	**270,744**	247,744
Other services and charges	**212,734**	183,579
Supplies	**232,826**	258,497
Depreciation	**430,922**	345,539
Total operating expenses	**1,147,226**	1,035,359
Operating income (loss)	**(844,501)**	(713,450)
Non-operating revenues (expenses)		
Interest expense	**(25,393)**	-
Income (loss) before transfers and capital contributions	**(869,894)**	**(713,450)**
Transfers in (out) and capital grants		
Capital grants	**217,622**	229,365
Transfers in	**250,000**	250,000
Total transfers and capital contributions	**467,622**	479,365
Change in net position	**(402,272)**	**(234,085)**
Net position- beginning	**10,619,788**	10,853,873
Net position- ending	**$ 10,217,516**	$ 10,619,788

City of Weslaco, Texas
Enterprise Funds
Airport Fund
Comparative Statements of Cash Flows

For the Fiscal Years Ended September 30,	2020	2019
Cash flows from operating activities		
Cash received from customers	**$ 266,593**	$ 250,792
Payments to suppliers	**(424,101)**	(277,911)
Payments to employees	**(248,732)**	(231,967)
Net cash used in operating activities	**(406,240)**	(259,086)
Cash flows from noncapital financing activities		
Transfers from other funds	**250,000**	250,000
Net cash provided by noncapital financing activities	**250,000**	250,000
Cash flows from capital and related financing activities		
Purchase of capital assets	**(1,439,014)**	(79,829)
Notes payable proceeds received	**1,450,810**	-
Capital grants	**196,809**	71,802
Interest paid on notes payable	**(25,393)**	-
Net cash provided by (used) in capital and related financing activites	**183,212**	(8,027)
Net (decrease) in cash and cash equivalents	**26,972**	(17,113)
Cash and cash equivalents, beginning of year	**14,194**	31,307
Cash and cash equivalents, end of year	**$ 41,166**	$ 14,194
Reconciliation of operating loss to net cash used in operating activities		
Operating (loss)	**$ (844,501)**	$ (713,450)
Adjustments to reconcile (loss) from operations to net cash from operating activities		
Depreciation	**430,922**	345,539
(Increase) decrease in accounts receivables	**(36,132)**	(71,117)
(Increase) decrease in inventories	**(7,219)**	-
(Increase) decrease in deferred outflows	**31,356**	(29,612)
Increase (decrease) in accounts payable	**(33,427)**	66,116
Increase (decrease) in accrued salaries and other liabilities	**6,111**	18,255
Increase (decrease) in due to other funds	**62,105**	98,049
Increase (decrease) in compensated absences	**6,849**	(23,611)
Increase (decrease) in net pension liability	**(45,255)**	71,920
Increase (decrease) in OPEB liability	**2,976**	(446)
Increase (decrease) in deferred inflows related to pensions	**19,975**	(21,729)
Increase (decrease) in deferred inflows related to OPEB	**-**	1,000
Total adjustments	**438,261**	454,364
Net cash used in operations	**$ (406,240)**	$ (259,086)
Supplemental disclosure of noncash activities		
Contributed capital assets from TxDOT	**$ -**	$ 157,563

City of Weslaco, Texas
Enterprise Funds
Schedule of Revenues, Expenses and Changes in Net Position- Budget and Actual-
Airport Fund

For the Fiscal Year Ended September 30, 2020

	Budget			Variance With
	Original	Final	Actual	Final Budget
Operating revenues:				
Fuel sales	$ 220,000	$ 220,000	$ 222,981	$ 2,981
Hangar rentals	51,588	51,588	79,619	28,031
Miscellaneous	11,639	11,639	125	(11,514)
Total operating revenues	283,227	283,227	302,725	19,498
Operating expenses:				
Airport operations				
Personnel services	209,999	209,999	270,744	(60,745)
Other charges and services	103,350	103,350	112,735	(9,385)
Supplies	278,050	278,050	232,826	45,224
Depreciation	-	-	430,922	(430,922)
Total airport operations	591,399	591,399	1,047,227	(455,828)
Airport grant programs				
Other charges and services	100,000	100,000	99,999	1
Total airport grant programs	100,000	100,000	99,999	1
Total operating expenses	691,399	691,399	1,147,226	(455,827)
Operating (loss)	(408,172)	(408,172)	(844,501)	(436,329)
Non-operating revenues (expenses)				
Interest expense	-	-	(25,393)	(25,393)
Total non-operating revenues (expenses)	-	-	(25,393)	(25,393)
Income (loss) before transfers and captial contributions	(408,172)	(408,172)	(869,894)	(461,722)
Transfers in (out) and capital grants				
Transfers in	260,000	260,000	250,000	(10,000)
Capital grants	50,000	50,000	217,622	167,622
Total transfers and capital contributions	310,000	310,000	467,622	157,622
Change in net position	$ (98,172)	$ (98,172)	(402,272)	$ (304,100)
Net position- beginning			10,619,788	
Net position- ending			$ 10,217,516	

City of Weslaco, Texas
Internal Service Fund
Equipment Replacement Fund
Comparative Statements of Net Position

September 30,	**2020**	**2019**
Assets		
Current assets		
Cash and cash equivalents	**$ -**	$ -
Total current assets	**-**	-
Non-current assets		
Equipment	**4,997,658**	4,997,658
Improvements	**70,864**	70,864
Total non-current assets	**5,068,522**	5,068,522
Accumulated depreciation	**(5,057,990)**	(4,954,624)
Total non-current assets, net	**10,532**	113,898
Total assets	**$ 10,532**	$ 113,898
Liabilities		
Current liabilities:		
Due to other funds	**$ 250,269**	$ 250,269
Total current liabilities	**250,269**	250,269
Noncurrent liabilities:		
Capital lease payable	**-**	-
Total noncurrent liabilities	**-**	-
Total liabilities	**250,269**	250,269
Net Position		
Net investment in capital assets	**10,532**	113,898
Unrestricted	**(250,269)**	(250,269)
Total net position	**(239,737)**	(136,371)
Total liabilities and net position	**$ 10,532**	$ 113,898

City of Weslaco, Texas
Internal Service Fund-
Equipment Replacement Fund
Comparative Statements of Revenues, Expenses and Changes in Net Position

For the Fiscal Years Ended September 30,	**2020**	2019
Operating Revenues		
Miscellaneous	**$ -**	$ -
Total operating revenues	**-**	-
Operating Expenses:		
Depreciation	**103,366**	516,396
Total operating expenses	**103,366**	516,396
Operating (loss)	**(103,366)**	(516,396)
Non-operating revenues (expenses)		
Interest expense	**-**	(522)
(loss) before transfers	**(103,366)**	(516,918)
Transfers in (out)		
Transfers in	**-**	104,641
Change in net position	**(103,366)**	(412,277)
Net position- beginning	**(136,371)**	275,906
Net position- ending	**$ (239,737)**	$ (136,371)

City of Weslaco, Texas
Internal Service Fund-
Equipment Replacement Fund
Comparative Statements of Cash Flows

For the Fiscal Years Ended September 30,		**2020**		**2019**
Cash flows from operating activities				
Cash received from customers	$	-	$	-
Net cash provided by operating activities		**-**		-
Cash flows from noncapital financing activities				
Transfers from other funds		**-**		104,641
Net cash provided by noncapital financing activities		**-**		104,641
Cash flows from capital and related financing activities				
Retirement of capital leases		**-**		(104,119)
Interest paid on notes		**-**		(522)
Net cash used in capital and related financing activites		**-**		(104,641)
Net increase (decrease) in cash and cash equivalents		**-**		-
Cash and cash equivalents, beginning of year		**-**		-
Cash and cash equivalents, end of year	**$**	**-**	$	-
Reconciliation of operating loss to net cash provided by operating activities				
Operating (loss)	**$**	**(103,366)**	$	(516,396)
Adjustments to reconcile (loss) from operations to net cash from operating activities				
Depreciation		**103,366**		516,396
Increase (decrease) in due to other funds		**-**		-
Total adjustments		**103,366**		516,396
Net cash provided by operations	**$**	**-**	$	-

City of Weslaco, Texas
Fiduciary Funds
Firemen's Relief and Retirement
Pension Trust Fund
Comparative Statements of Fiduciary Net Position

September 30,		**2020**		**2019**
Assets				
Cash	**$**	**7,573**	$	11,098
Investments, at fair value:				
Equities		**9,405,149**		8,654,278
Mutual funds		**117,985**		-
Corporate bonds		**782,304**		1,292,024
Money market mutual funds		**737,809**		490,555
Municipal bonds		**1,781,537**		1,481,884
Total assets	**$**	**12,832,357**	$	11,929,839
Liabilities				
Accounts payable	**$**	-	$	-
Total liabilities		**-**		-
Net position				
Net position restricted for pensions		**12,832,357**		11,929,839
Total net position		**12,832,357**		11,929,839
Total liabilities and net position	**$**	**12,832,357**	$	11,929,839

City of Weslaco, Texas
Fiduciary Funds
Firemen's Relief and Retirement
Pension Trust Fund
Comparative Statements of Changes in Fiduciary Net Position

For the Fiscal Years Ended September 30,	2020	2019
Additions		
Contributions		
Employer contributions	**$ 599,436**	$ 519,827
Plan member contributions	**599,436**	513,232
Total contributions	**1,198,872**	1,033,059
Investment income		
Net appreciation in fair value of investments	**87,988**	1,173
Interest and dividends	**310,148**	269,965
Total investment income	**398,136**	271,138
Less investment expense	**(66,104)**	(63,645)
Net investment income	**332,032**	207,493
Total additions	**1,530,904**	1,240,552
Deductions		
Benefits paid	**595,725**	601,744
Refunds of contributions	**-**	230,391
Administrative expenses	**32,661**	55,756
Total deductions	**628,386**	887,891
Net change in fiduciary net position	**902,518**	352,661
Net position, beginning of year	**11,929,839**	11,577,178
Net position, end of year	**$ 12,832,357**	$ 11,929,839

City of Weslaco, Texas
Fiduciary Funds
Marion Booth Endowment Fund
Private Purpose Trust Fund
Comparative Statements of Fiduciary Net Position

September 30,	**2020**	**2019**
Assets		
Cash and cash equivalents	**$ 16,711**	$ 11,612
Investments	**494,114**	492,003
Total assets	**$ 510,825**	**$ 503,615**
Liabilities		
Accounts payable	**501**	$ 1,000
Total liabilities	**501**	1,000
Net position		
Net position restricted for other purposes	**510,324**	502,615
Total net position	**510,324**	502,615
Total liabilities and net position	**$ 510,825**	$ 503,615

City of Weslaco, Texas
Fiduciary Funds
Marion Booth Endowment Fund
Private Purpose Trust Fund
Comparative Statements of Changes in Fiduciary Net Position

For the Fiscal Years Ended September 30,		**2020**		**2019**
Additions				
Interest income	**$**	**10,228**	$	12,548
Total additions		**10,228**	$	12,548
Deductions				
Administrative expenses		**2,519**		3,038
Total deductions		**2,519**		3,038
Net change in fiduciary net position		**7,709**		9,510
Net Position, beginning of year		**502,615**		493,105
Net position, end of year	**$**	**510,324**	$	502,615

City of Weslaco, Texas
Component Unit
Economic Development Corporation of Weslaco
Comparative Balance Sheets

September 30,	**2020**	2019
Assets		
Cash and cash equivalents	**$ 6,376,134**	$ 4,776,645
Restricted assets:		
Cash and cash equivalents	**-**	733,449
Accounts receivable, net	**12,152**	458,935
Due from City of Weslaco	**283,274**	-
Land Escrow	**31,473**	-
Long-term note receivables	**3,223,281**	1,969,563
Total Assets	**$ 9,926,314**	$ 7,938,592
Liabilities		
Accounts payable	**$ 119,110**	$ 5,724
Accrued salaries and payroll taxes	**-**	7,126
Total Liabilities	**119,110**	12,850
Deferred Inflows of Resources		
Unavailable revenue- non-current receivables	**3,223,281**	1,969,563
Total deferred inflows of resources	**3,223,281**	1,969,563
Fund Balances		
Restricted for:		
Debt service	**320,000**	320,000
Capital projects	**-**	733,449
Unassigned	**6,263,923**	4,902,730
Total Fund Balances	**6,583,923**	5,956,179
Total Liabilities, Deferred Inflows of Resources and Fund Balances	**$ 9,926,314**	$ 7,938,592

City of Weslaco, Texas
Component Unit
Economic Development Corporation of Weslaco
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended September 30,	**2020**	2019
Revenues		
Nonproperty taxes	**$ 3,467,507**	$ 3,354,407
Capital grants	**-**	204,340
Program income	**648,411**	897,589
Investment income	**104,750**	128,854
Miscellaneous	**355,931**	47,322
Total Revenues	**4,576,599**	4,632,512
Expenditures		
Development Services	**3,580,672**	2,061,420
Capital outlay	**58,640**	44,355
Debt service:		
Principal	**275,000**	1,877,423
Interest and fees	**34,543**	89,164
Total Expenditures	**3,948,855**	4,072,362
Net change in fund balances	**627,744**	560,150
Fund balances at beginning of year	**5,956,179**	5,396,029
Fund balances at end of year	**$ 6,583,923**	$ 5,956,179

City of Weslaco, Texas
Component Unit
Economic Development Corporation of Weslaco
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position

September 30, 2020		
Fund balances of component unit	$	6,583,923
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		4,950,721
Long term note receivables are not available to pay for current period expenditures and therefore are not reported as available resources and deferred in the funds		3,223,281
Interest payable on long-term debt does not require current financial resources. Therefore interest payable is not reported as a liability in the component unit balance sheet.		(3,727)
Long term liabilities are not due and payable in the current period and, therefore, they are not reported in the component unit balance sheet.		(880,000)
Net position of governmental activities	$	13,874,198

City of Weslaco, Texas
Component Unit
Economic Development Corporation of Weslaco
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities

For the Fiscal Year Ended September 30, 2020

Net change in fund balances	$	627,744
Amounts reported for governmental activities in the statement of activities are different because:		
The component unit reports capital outlays as expenditures. However in the statement of activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by of depreciation ($108,038) exceeded capital outlay $58,640 in the current period.		(49,398)
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		1,253,718
The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while 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. This amount is the net effect of these differences in treatment of long-term debt and related items. Long term principal payments ($275,000) exceeded note proceeds ($-0-).		275,000
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 the component unit. Interest expense in the statement of activities differs from the amount reported in governmental funds due to the change in accrued interest $5,975 being calculated for bonds and notes payable.		5,975
Change in net position of governmental activities:	$	2,113,039

SUPPLEMENTAL STATEMENTS AND SCHEDULES

City of Weslaco, Texas
Schedule of Taxes Receivable – By Funds
At September 30, 2020

		General Fund		I & S Fund	
Tax Year	Total	%	Amount	%	Amount
2009 & Prior	$ 417,229	Various	$ 285,558	Various	$ 131,671
2010	53,959	72.47%	39,104	27.53%	14,855
2011	51,880	72.33%	37,523	27.67%	14,357
2012	50,869	72.00%	36,624	28.00%	14,245
2013	61,298	72.90%	44,686	27.10%	16,612
2014	61,594	71.91%	44,291	28.09%	17,303
2015	72,681	82.16%	59,717	17.84%	12,964
2016	88,988	83.79%	74,559	16.21%	14,429
2017	124,185	77.19%	95,854	22.81%	28,331
2018	224,910	77.14%	173,498	22.86%	51,412
2019	421,406	71.86%	302,827	28.14%	118,579
	1,628,999		1,194,241		434,758
Less Allowances for uncollectible	(618,310)		(466,811)		(151,499)
Net Amount	$ 1,010,689		$ 727,430		$ 283,259

City of Weslaco, Texas
Analysis of Tax Collections, Adjustments, and Allocation to Funds
October 1, 2019 to September 30, 2020

TAX COLLECTIONS AND ADJUSTMENTS

Tax Year	Uncollected 10/1/19	Current Assessments & Correction	Collections	Adjustments	Uncollected 9/30/20
2009 & Prior	$ 461,542	$ -	$ 29,556	$ (14,757)	$ 417,229
2010	59,747	-	4,038	(1,750)	53,959
2011	58,507	-	4,445	(2,182)	51,880
2012	59,197	-	6,216	(2,112)	50,869
2013	70,154	-	6,956	(1,900)	61,298
2014	71,169	-	8,085	(1,490)	61,594
2015	90,051	-	11,328	(6,042)	72,681
2016	117,547	-	26,322	(2,237)	88,988
2017	182,327	-	53,067	(5,075)	124,185
2018	414,861	-	133,918	(56,033)	224,910
2019	-	12,988,669	12,512,099	(55,164)	421,406
Total	$ 1,585,102	$ 12,988,669	$ 12,796,030	$ (148,742)	$ 1,628,999

ALLOCATION TO FUNDS

		General Fund		I & S Fund	
Tax Year	Collections	%	$	%	$
2009 & Prior	$ 29,556	Various	$ 21,856	Various	$ 7,700
2010	4,038	72.46%	2,926	27.54%	1,112
2011	4,445	72.33%	3,215	27.67%	1,230
2012	6,216	71.99%	4,475	28.01%	1,741
2013	6,956	72.90%	5,071	27.10%	1,885
2014	8,085	71.91%	5,814	28.09%	2,271
2015	11,328	82.16%	9,307	17.84%	2,021
2016	26,322	83.79%	22,054	16.21%	4,268
2017	53,067	77.19%	40,960	22.81%	12,107
2018	133,918	77.14%	103,306	22.86%	30,612
2019	12,512,099	73.33%	9,175,300	26.67%	3,336,799
Total	$ 12,796,030		$ 9,394,284		$ 3,401,746

BONDED DEBT REQUIREMENTS

City of Weslaco, Texas
Limited Tax Refunding Bonds, Series 2012

As of September 30, 2020

Fiscal Year	Interest Rate	Interest Payments 15-Feb	Interest Payments 15-Aug	Principal Due 15-Feb	Outstanding 30-Sep
2020		$ -	$ -	$ -	$ 4,300,000
2021	2.000%	54,635	40,637	1,400,000	2,900,000
2022	2.250%	40,637	24,550	1,430,000	1,470,000
2023	2.250%	24,550	-	1,470,000	-
Total		$ 119,822	$ 65,187	$ 4,300,000	

City of Weslaco, Texas
Tax and Revenue Certificates of Obligation, Series 2013

As of September 30, 2020

Fiscal Year	Interest Rate	Interest Payments 15-Feb	Interest Payments 15-Aug	Principal Due 15-Feb	Outstanding 30-Sep
2020		$ -	$ -	$ -	$ 5,795,000
2021	3.000%	127,300	127,300	360,000	5,435,000
2022	3.500%	121,900	121,900	370,000	5,065,000
2023	3.500%	115,425	115,425	390,000	4,675,000
2024	4.000%	108,600	108,600	380,000	4,295,000
2025	4.000%	101,000	101,000	400,000	3,895,000
2026	4.000%	93,000	93,000	415,000	3,480,000
2027	5.000%	84,700	84,700	430,000	3,050,000
2028	4.500%	73,950	73,950	450,000	2,600,000
2029	4.500%	63,825	63,825	470,000	2,130,000
2030	5.000%	53,250	53,250	495,000	1,635,000
2031	5.000%	40,875	40,875	520,000	1,115,000
2032	5.000%	27,875	27,875	545,000	570,000
2033	5.000%	14,250	14,250	570,000	-
Total		$ 1,025,950	$ 1,025,950	$ 5,795,000	

City of Weslaco, Texas
Limited Tax Refunding Bonds, Series 2016

As of September 30, 2020

Fiscal Year	Interest Rate	Interest Payment 15-Feb	Interest Payment 15-Aug	Principal Due 15-Feb	Principal Outstanding 30-Sep
2020		$ -	$ -	$ -	$ 2,915,000
2021	5.00%	70,225	62,850	295,000	2,620,000
2022	5.00%	62,850	54,975	315,000	2,305,000
2023	5.00%	54,975	46,725	330,000	1,975,000
2024	5.00%	46,725	35,350	455,000	1,520,000
2025	5.00%	35,350	23,350	480,000	1,040,000
2026	5.00%	23,350	10,600	510,000	530,000
2027	4.00%	10,600	-	530,000	-
Total		$ 304,075	$ 233,850	$ 2,915,000	

City of Weslaco, Texas
Certificates of Obligation, Series 2018

As of September 30, 2020

Fiscal Year	Interest Rate	Interest Payment 15-Feb	Interest Payment 15-Aug	Principal Due 15-Feb	Principal Outstanding 30-Sep
2020		$ -	$ -	$ -	$ 3,660,000
2021	5.00%	72,378	72,378	135,000	3,525,000
2022	5.00%	69,003	69,003	145,000	3,380,000
2023	5.00%	65,378	65,378	150,000	3,230,000
2024	5.00%	61,628	61,628	160,000	3,070,000
2025	5.00%	57,628	57,628	165,000	2,905,000
2026	5.00%	53,503	53,503	175,000	2,730,000
2027	5.00%	49,128	49,128	185,000	2,545,000
2028	4.00%	44,503	44,503	195,000	2,350,000
2029	4.00%	40,603	40,603	200,000	2,150,000
2030	3.00%	36,603	36,603	210,000	1,940,000
2031	3.25%	33,453	33,453	215,000	1,725,000
2032	3.25%	29,959	29,959	220,000	1,505,000
2033	3.38%	26,384	26,384	230,000	1,275,000
2034	3.38%	22,503	22,503	235,000	1,040,000
2035	3.50%	18,538	18,538	245,000	795,000
2036	3.50%	14,250	14,250	255,000	540,000
2037	3.63%	9,788	9,788	265,000	275,000
2038	3.63%	9,969	-	275,000	-
Total		$ 715,199	$ 705,230	$ 3,660,000	

City of Weslaco, Texas
General Obligation Bonds, Series 2019

As of September 30, 2020

Fiscal Year	Interest Rate	Interest Payment 15-Feb	Interest Payment 15-Aug	Principal Due 15-Feb	Principal Outstanding 30-Sep
2020		$ -	$ -	$ -	$ 8,630,000
2021	5.00%	185,350	180,600	190,000	8,440,000
2022	5.00%	180,600	175,600	200,000	8,240,000
2023	5.00%	175,600	170,350	210,000	8,030,000
2024	5.00%	170,350	161,600	350,000	7,680,000
2025	5.00%	161,600	152,350	370,000	7,310,000
2026	5.00%	152,350	142,600	390,000	6,920,000
2027	5.00%	142,600	132,350	410,000	6,510,000
2028	5.00%	132,350	121,600	430,000	6,080,000
2029	4.00%	121,600	112,600	450,000	5,630,000
2030	4.00%	112,600	103,300	465,000	5,165,000
2031	4.00%	103,300	93,600	485,000	4,680,000
2032	4.00%	93,600	83,500	505,000	4,175,000
2033	4.00%	83,500	73,000	525,000	3,650,000
2034	4.00%	73,000	62,000	550,000	3,100,000
2035	4.00%	62,000	50,600	570,000	2,530,000
2036	4.00%	50,600	38,700	595,000	1,935,000
2037	4.00%	38,700	26,300	620,000	1,315,000
2038	4.00%	26,300	13,400	645,000	670,000
2039	4.00%	13,400	-	670,000	-
Total		$ 2,079,400	$ 1,894,050	$ 8,630,000	

City of Weslaco, Texas
Tax and Revenue Certificates of Obligation, Series 2012

As of September 30, 2020

Fiscal Year	Interest Rate	Interest Payments 15-Feb	Interest Payments 15-Aug	Principal Due 15-Feb	Outstanding 30-Sep
2020		$ -	$ -	$ -	$ 1,200,000
2021	3.000%	18,000	18,000	1,200,000	-
Total		$ 18,000	$ 18,000	$ 1,200,000	

City of Weslaco, Texas
Tax and Revenue Certificates of Obligation, Series 2014

As of September 30, 2020

Fiscal Year	Interest Rate	Interest Payments 15-Feb	Interest Payments 15-Aug	Principal Due 15-Feb	Outstanding 30-Sep
2020		$ -	$ -	$ -	$ 8,920,000
2021	4.500%	201,300	201,300	75,000	8,845,000
2022	4.500%	200,363	200,363	75,000	8,770,000
2023	4.500%	199,238	199,238	80,000	8,690,000
2024	4.500%	198,038	198,038	80,000	8,610,000
2025	4.500%	196,438	196,438	80,000	8,530,000
2026	4.500%	194,838	194,838	90,000	8,440,000
2027	4.500%	193,038	193,038	100,000	8,340,000
2028	4.500%	191,038	191,038	1,035,000	7,305,000
2029	4.500%	167,750	167,750	1,085,000	6,220,000
2030	4.500%	143,338	143,338	1,140,000	5,080,000
2031	4.500%	117,688	117,688	1,185,000	3,895,000
2032	4.500%	91,025	91,025	1,245,000	2,650,000
2033	4.500%	63,013	63,013	1,295,000	1,355,000
2034	4.500%	33,875	33,875	1,355,000	-
Total		$ 2,190,980	$ 2,190,980	$ 8,920,000	

City of Weslaco, Texas
Limited Tax Refunding Bonds, Series 2016

As of September 30, 2020

Fiscal Year	Interest Rate	Interest Payment 15-Feb	Interest Payment 15-Aug	Principal Due 15-Feb	Principal Outstanding 30-Sep
2020		$ -	$ -	$ -	$ 13,850,000
2021	5.000%	-	292,350	1,700,000	12,150,000
2022	5.000%	292,350	247,850	1,780,000	10,370,000
2023	5.000%	247,850	201,100	1,870,000	8,500,000
2024	5.000%	201,100	151,975	1,965,000	6,535,000
2025	5.000%	151,975	100,100	2,075,000	4,460,000
2026	5.000%	100,100	45,600	2,180,000	2,280,000
2027	4.000%	45,600	-	2,280,000	-
Total		$ 1,038,975	$ 1,038,975	$ 13,850,000	

City of Weslaco, Texas
Limited Tax Refunding Bonds, Series 2017

As of September 30, 2020

Fiscal Year	Interest Rate	Interest Payment 15-Feb	Interest Payment 15-Aug	Principal Due 15-Feb	Principal Outstanding 30-Sep
2020		$ -	$ -	$ -	$ 19,045,000
2021	3.000%	456,300	456,300	-	19,045,000
2022	4.000%	456,300	456,300	1,230,000	17,815,000
2023	4.000%	431,700	431,700	1,280,000	16,535,000
2024	4.000%	406,100	406,100	1,455,000	15,080,000
2025	5.000%	377,000	377,000	1,500,000	13,580,000
2026	5.000%	339,500	339,500	1,565,000	12,015,000
2027	5.000%	300,375	300,375	1,640,000	10,375,000
2028	5.000%	259,375	259,375	1,875,000	8,500,000
2029	5.000%	212,500	212,500	1,970,000	6,530,000
2030	5.000%	163,250	163,250	2,070,000	4,460,000
2031	5.000%	111,500	111,500	2,175,000	2,285,000
2032	5.000%	57,125	57,125	2,285,000	-
Total		$ 3,571,025	$ 3,571,025	$ 19,045,000	

City of Weslaco, Texas
Economic Development Sales Tax Revenue Refunding Bonds, Series 2012

As of September 30, 2020

Fiscal Year	Interest Rate	Interest Payment 15-Feb	Interest Payment 15-Aug	Principal Due 15-Feb	Principal Outstanding 30-Sep
2020		$ -	$ -	$ -	$ 880,000
2021	3.40%	14,960	10,200	280,000	600,000
2022	3.40%	10,200	5,185	295,000	305,000
2023	3.40%	5,185	-	305,000	-
		$ 30,345	$ 15,385	$ 880,000	

STATISTICAL SECTION

City of Weslaco, Texas
Statistical Section

This part of the City of Weslaco, Texas' 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 government's overall financial health.

CONTENTS

Financial Trends ***Tables I-IV***

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

Revenue Capacity ***Tables V-VIII***

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

Debt Capacity ***Schedules IX-XII***

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.

Demographic and Economic Information ***Tables XIII-XVII***

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

Operating Information ***Tables XVIII- XX***

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report related to the services the government provides and the activities it performs.

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

(This page intentionally left blank)

CITY OF WESLACO, TEXAS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
TABLE I

Fiscal Year Ending September 30,	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental activities										
Net investment in capital assets	$ 34,782,635	$ 32,298,614	$ 28,246,600	$ 26,444,251	$ 23,122,052	$ 20,001,901	$ 11,915,869	$ 6,236,897	$ 13,564,135	$ 14,042,568
Restricted	1,411,010	1,134,772	1,052,578	952,339	1,211,727	1,787,280	11,967,344	13,059,262	5,760,438	6,259,134
Unrestricted	(4,471,815)	(7,151,192)	(3,905,194)	588,485	3,639,565	6,148,950	729,653	9,294,414	4,806,131	1,330,224
Total governmental activities net position	$ 31,721,830	$ 26,282,194	$ 25,393,984	$ 27,985,075	$ 27,973,344	$ 27,938,131	$ 24,612,866	$ 28,590,573	$ 24,130,704	$ 21,631,926
Business-type activities										
Net investment in capital assets	$ 47,636,213	$ 47,630,121	$ 46,083,251	$ 40,509,740	$ 39,969,259	$ 38,975,364	$ 34,020,461	$ 12,912,376	$ (1,310,318)	$ 25,204,572
Restricted	1,012,923	1,010,581	1,025,206	1,020,601	1,212,612	1,623,104	2,019,837	19,656,819	27,959,653	1,054,121
Unrestricted	(2,290,173)	(2,567,221)	(1,122,171)	3,647,000	2,750,097	2,884,140	2,798,504	3,095,455	5,769,530	2,533,841
Total business-type activities net position	$ 46,358,963	$ 46,073,481	$ 45,986,286	$ 45,177,341	$ 43,931,968	$ 43,482,608	$ 38,838,802	$ 35,664,650	$ 32,418,865	$ 28,792,534
Primary Government										
Net investment in capital assets	$ 82,418,848	$ 79,928,735	$ 74,329,851	$ 66,953,991	$ 63,091,311	$ 58,977,265	$ 45,936,330	$ 19,149,273	$ 12,253,817	$ 39,247,140
Restricted	2,423,933	2,145,353	2,077,784	1,972,940	2,424,339	3,410,384	13,987,181	32,716,081	33,720,091	7,313,255
Unrestricted	(6,761,988)	(9,718,413)	(5,027,365)	4,235,485	6,389,662	9,033,090	3,528,157	12,391,770	10,575,661	3,864,065
Total primary government net position	$ 78,080,793	$ 72,355,675	$ 71,380,270	$ 73,162,416	$ 71,905,312	$ 71,420,739	$ 63,451,668	$ 64,257,124	$ 56,549,569	$ 50,424,460

Source: Government-wide Statement of Activities
Fiscal 2014 net position has been restated to reflect the implementation of GASB Statement No. 68 "Accounting and Financial Reporting for Pensions" and GASB 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date"
Fiscal year 2015 Governmental Activities net position has been restated to reflect prior period adjustments related to GASB 68 implementation
Fiscal years prior to 2015 present the Economic Development Corporation as a blended component unit

CITY OF WESLACO, TEXAS
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
TABLE II

For the Fiscal Year ended September 30,

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses										
Governmental activities:										
General government	$ 7,411,268	$ 7,783,921	$ 6,439,519	$ 7,877,473	$ 7,793,661	$ 7,475,817	$ 4,699,927	$ 4,077,130	$ 4,079,035	$ 4,426,526
Public safety	17,299,968	16,488,279	15,315,946	15,375,565	13,374,018	11,530,338	10,217,398	10,714,272	10,195,023	11,562,667
Emergency medical service	200,937	185,668	151,728	144,283	137,335	101,226	269,969	332,102	462,305	398,347
Health	-	-	-	-	-	-	-	90,067	88,459	104,426
Public works	4,652,366	4,498,314	6,299,328	5,129,113	3,409,500	2,927,110	3,056,584	3,039,309	2,626,866	2,669,907
Culture and recreation	2,282,570	2,319,476	2,367,348	2,197,967	2,195,306	1,793,425	1,660,311	1,692,154	1,693,692	1,144,997
Development services	-	-	-	-	-	-	2,724,236	3,364,499	3,256,023	3,101,439
Interest on long-term debt	1,195,174	1,299,788	919,744	828,514	1,134,675	1,009,379	1,182,183	1,187,398	2,326,416	1,452,443
Total governmental activities expenses	33,042,283	32,575,446	31,493,613	31,552,915	28,044,495	24,837,295	23,810,608	24,496,931	24,727,819	24,860,752
Business-type activities:										
Water and Wastewater	11,700,765	10,599,018	10,412,234	10,639,686	11,042,489	9,955,440	8,687,380	9,435,022	9,054,734	7,768,721
Solid Waste	4,590,974	4,483,587	4,368,411	3,850,543	4,147,973	4,348,050	4,117,588	4,044,683	4,047,757	3,863,097
Airport	1,172,619	1,035,359	925,905	850,901	687,702	668,097	536,560	507,619	505,452	532,689
Total business-type activities expenses	17,464,358	16,117,964	15,706,550	15,341,130	15,878,164	14,971,587	13,341,528	13,987,324	13,607,943	12,164,507
Total primary government expenses	$ 50,506,641	$ 48,693,410	$ 47,200,163	$ 46,894,045	$ 43,922,659	$ 39,808,882	$ 37,152,136	$ 38,484,255	$ 38,335,762	$ 37,025,259
Program Revenues										
Governmental activities:										
Fees, fines, and charges for services:										
General government	$ 1,384,500	$ 1,468,352	$ 959,157	$ 896,763	$ 714,548	$ 725,949	$ 588,302	$ 405,601	$ 381,323	$ 363,068
Public Safety	633,021	811,163	978,002	1,156,105	853,586	653,606	748,737	842,122	919,126	695,632
Emergency medical services	1,390,260	1,979,726	1,487,343	1,501,101	1,350,052	1,693,132	1,250,542	1,223,157	976,167	948,437
Other activities	-	-	-	-	-	-	155,378	394,360	399,142	260,053
Culture and recreation	18,568	33,373	43,670	76,676	85,163	73,359	-	-	-	-
Operating grants and contributions	6,120,352	889,479	648,763	585,580	484,336	273,122	233,899	99,359	16,179	-
Capital grants and contributions	435,057	625,616	446,200	137,739	571,469	1,065,726	463,568	454,010	724,994	500,163
Total governmental activities program revenues	9,981,758	5,807,709	4,563,135	4,353,964	4,059,154	4,484,894	3,440,426	3,418,609	3,416,931	2,767,353
Business-type activities:										
Charges for services:										
Water and Wastewater	12,865,310	12,276,613	12,297,037	12,205,565	10,806,055	12,121,383	11,744,692	12,160,485	11,034,905	9,411,060
Solid Waste	5,375,985	5,122,745	5,095,028	5,044,351	4,725,450	5,225,429	4,860,177	4,752,518	4,646,565	4,127,015
Airport	302,725	321,909	215,430	245,143	183,291	159,919	207,034	156,302	110,894	111,261
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	1,381,244	911,329	1,001,408	2,325,711	1,658,319	4,148,622	481,853	664,218	2,424,601	154,017
Total business-type activities program revenues	19,925,264	18,632,596	18,608,903	19,820,770	17,373,115	21,655,353	17,293,756	17,733,523	18,216,965	13,803,353
Total primary government program revenues	$ 29,907,022	$ 24,440,305	$ 23,172,038	$ 24,174,734	$ 21,432,269	$ 26,140,247	$ 20,734,182	$ 21,152,132	$ 21,633,896	$ 16,570,706
Net (Expense)/Revenue										
Governmental activities	$ (23,060,525)	$ (26,767,737)	$ (26,930,478)	$ (27,198,951)	$ (23,985,341)	$ (20,352,401)	$ (20,370,182)	$ (21,078,322)	$ (21,310,888)	$ (22,093,399)
Business-type activities	2,460,906	2,514,632	2,902,353	4,479,640	1,494,951	6,683,766	3,952,228	3,746,199	4,609,022	1,638,846
Total primary government net expense	$ (20,599,619)	$ (24,253,105)	$ (24,028,125)	$ (22,719,311)	$ (22,490,390)	$ (13,668,635)	$ (16,417,954)	$ (17,332,123)	$ (16,701,866)	$ (20,454,553)

Fiscal years prior to 2015 present the Economic Development Corporation as a blended component unit
Fiscal year 2015 Governmental Activities net position has been restated to reflect prior period adjustments related to implementation of GASB 68.

CITY OF WESLACO, TEXAS
CHANGES IN NET POSITION- CONTINTUED
LAST TEN FISCAL YEARS
(accrual basis of accounting)
TABLE II- CONTINUED

For the Fiscal Years Ended September 30,

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental activities:										
Taxes:										
Ad valorem	$ 13,107,912	$ 12,127,801	$ 12,002,082	$ 11,615,301	$ 11,264,052	$ 10,352,897	$ 9,767,217	$ 9,823,287	$ 9,710,670	$ 9,632,751
Sales	10,402,522	10,063,222	9,356,472	8,929,546	8,682,523	8,779,266	11,441,937	11,182,267	10,578,320	9,864,624
Occupancy	381,039	349,728	365,473	444,151	351,911	384,439	419,960	382,934	336,419	358,390
Franchise and other	1,906,926	1,992,390	1,926,341	1,890,883	1,893,085	1,855,156	1,664,769	1,640,932	1,631,134	1,724,786
Intergovernmental	-	-	-	-	-	-	-	16,149	4,421	77,375
Investment earnings	200,243	272,670	191,883	103,608	60,217	31,839	130,602	89,278	66,619	64,147
Gain (loss) on sale/retirement of capital assets	-	55,829	-	44,939	-	-	56,720	(348,529)	116,255	100,339
Miscellaneous	320,215	353,746	858,322	353,902	721,662	232,759	377,674	226,739	249,246	301,972
Rescindment of contingency	-	-	-	-	-	-	-	-	-	550,000
Absences	-	-	-	-	-	-	-	-	191,261	-
Transfers	2,181,304	2,440,561	2,051,045	3,236,311	1,047,104	2,041,310	1,021,140	1,021,140	1,021,140	996,770
Total governmental activities	28,500,161	27,655,947	26,751,618	26,618,641	24,020,554	23,677,666	24,880,019	24,034,197	23,905,485	23,671,154
Business-type activities										
Investment earnings	5,880	13,124	7,672	2,044	1,513	1,350	4,013	19,609	13,629	109
Transfers	(2,181,304)	(2,440,561)	(2,051,045)	(3,236,311)	(1,047,104)	(2,041,310)	(1,021,140)	(1,021,140)	(1,021,140)	(996,770)
Total business-type activities	(2,175,424)	(2,427,437)	(2,043,373)	(3,234,267)	(1,045,591)	(2,039,960)	(1,017,127)	(1,001,531)	(1,007,511)	(996,661)
Total primary government	26,324,737	25,228,510	24,708,245	23,384,374	$ 22,974,963	$ 21,637,706	$ 23,862,892	$ 23,032,666	$ 22,897,974	$ 22,674,493
Change in Net Position										
Governmental activities	$ 5,439,636	$ 888,210	$ (178,860)	$ (580,310)	$ 35,213	$ 3,325,265	$ 4,509,837	$ 2,955,875	$ 2,594,597	$ 1,577,755
Business-type activities	285,482	87,195	858,980	1,245,373	449,360	4,643,806	2,935,101	2,744,668	3,601,511	642,185
Total primary government	$ 5,725,118	$ 975,405	$ 680,120	$ 665,063	$ 484,573	$ 7,969,071	$ 7,444,938	$ 5,700,543	$ 6,196,108	$ 2,219,940

CITY OF WESLACO, TEXAS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (1)
(modified accrual basis of accounting)
TABLE III

For the Fiscal Years Ended September 30,

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Fund										
Post GASB 54										
Nonspendable	$ 19,361	$ 5,138	$ 17,350	$ 18,308	$ 37,392	$ 34,790	$ 180,110	$ 33,249	$ -	$ -
Restricted	-	-	179,110	-	104,886	466,288	466,288	696,765	65,791	57,391
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	2,874,000	2,874,000	2,874,000	-	-	-	-	-	-	-
Unassigned	9,151,461	7,965,191	6,353,316	7,511,496	7,939,293	8,523,908	6,478,642	4,738,640	1,627,107	779,427
Total General Fund	$ 12,044,822	$10,844,329	$ 9,423,776	$ 7,529,804	$ 8,081,571	$ 9,024,986	$ 7,125,040	$ 5,468,654	$ 1,692,898	$ 836,818
All Other Governmental Funds										
Post GASB 54										
Nonspendable	$ -	$ -	$ -	$ -	$ 34,311	$ -	$ -	$ -	$ -	$ -
Restricted	13,433,832	15,407,807	2,408,585	3,617,027	3,958,733	5,512,740	1,793,631	1,691,574	1,772,642	1,618,055
Assigned	1,455,433	2,240,127	3,043,229	2,001,223	1,950,380	1,250,000	-	-	-	-
Unassigned, reported in:										
Special revenue funds	-	-	-	-	-	-	3,127,878	2,936,214	2,308,622	4,718,358
Capital projects funds	-	-	-	-	-	-	6,399,437	7,701,460	1,166,502	1,206,560
Total all other governmental funds	$ 14,889,265	$17,647,934	$ 5,451,814	$ 5,618,250	$ 5,943,424	$ 6,762,740	$ 11,320,946	$12,329,248	$ 5,247,766	$ 7,542,973

Source: Information obtained from the City's Annual Financial Report
(1) The City implemented GASB Statement No. 54 in fiscal year 2011

CITY OF WESLACO, TEXAS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
TABLE IV

For the Fiscal Years Ended September 30,

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Revenues										
Taxes:										
Property taxes	$ 13,103,915	$ 12,087,125	$ 12,131,253	$ 11,645,836	$ 11,273,279	$ 10,550,931	$ 9,932,967	$ 10,011,483	$ 9,710,637	$ 9,847,584
Sales	10,402,522	10,063,222	9,356,472	8,929,546	8,682,523	8,779,266	11,441,937	11,182,267	10,578,320	9,864,624
Occupancy	381,039	349,728	365,473	444,151	351,911	384,439	419,960	382,934	336,419	358,390
Franchise and other	1,906,926	1,992,390	1,926,341	1,890,883	1,893,085	1,855,156	1,664,769	1,640,932	1,631,134	1,724,786
Charges for services	2,385,039	3,094,960	2,051,705	2,003,126	1,644,414	3,471,864	2,783,840	2,832,851	2,540,973	2,565,294
Program income	-	-	-	-	-	-	360,576	389,134	341,845	150,054
Intergovernmental	6,225,877	1,390,095	893,763	723,319	1,055,805	1,338,849	697,467	569,518	745,594	577,538
Licenses and permits	653,513	693,682	719,740	664,177	493,175	479,501	446,828	405,601	381,323	363,068
Investment income	200,243	272,670	191,883	103,608	60,217	31,839	130,602	89,278	66,619	64,147
Fines and forfeitures	356,116	503,972	696,728	752,327	698,250	523,767	636,486	668,891	772,752	463,778
Contributions	-	-	-	-	-	-	2,736	50	500	142
Miscellaneous	320,215	478,746	1,059,521	314,916	889,172	394,982	374,938	527,110	248,746	301,830
Total revenues	35,935,405	30,926,590	29,392,879	27,471,889	27,041,831	27,810,594	28,893,106	28,700,049	27,354,862	26,281,235
Expenditures										
General government	6,725,386	6,237,293	6,049,070	6,395,390	6,133,070	5,991,720	4,617,587	3,697,885	3,797,404	4,310,348
Public Safety	19,054,681	15,972,317	15,490,747	15,250,314	12,165,292	10,476,065	10,483,329	10,699,897	10,327,350	11,664,128
Public Works	5,543,843	4,745,924	5,665,443	4,377,328	2,104,864	1,790,960	1,558,496	1,556,054	1,299,033	1,342,074
Health	-	-	-	-	-	-	-	85,956	84,348	100,315
Culture and recreation	2,026,864	1,952,185	2,368,044	2,136,834	1,709,199	1,376,551	1,311,421	1,428,512	1,447,298	1,073,525
Economic development	591,644	590,635	576,780	581,915	589,640	593,849	1,568,220	2,144,101	1,923,521	2,171,025
Nondepartmental	-	-	-	-	-	-	565,216	477,223	395,172	684,020
Capital outlay	-	-	-	949,108	4,530,211	4,692,755	2,390,421	823,384	2,416,513	633,058
Debt service										
Principal	3,719,209	3,409,100	3,094,444	3,347,137	2,389,617	2,418,462	2,711,314	2,526,603	2,004,577	9,628,025
Interest and fiscal charges	1,153,870	1,051,561	755,633	782,830	786,594	890,033	1,152,048	1,197,893	1,352,412	1,420,192
Advance refunding escrow	-	-	-	-	77,555	-	-	-	-	-
Total expenditures	38,815,497	33,959,015	34,000,161	33,820,856	30,486,042	28,230,395	26,358,052	24,637,508	25,047,628	33,026,710
Excess of revenues over (under) expenditures	(2,880,092)	(3,032,425)	(4,607,282)	(6,348,967)	(3,444,211)	(419,801)	2,535,054	4,062,541	2,307,234	(6,745,475)
Other Financing Sources (Uses)										
Proceeds from sale of capital assets	$ 194,261	$ 55,829	$ 92,117	$ 300,741	$ -	$ -	$ 56,720	$ 56,950	$ 124,435	$ 367,174
Debt Proceeds	440,000	14,257,349	4,506,702	2,184,974	4,450,281	658,299	-	22,157,515	1,155,000	9,044,918
Proceeds from 380 Agreements	-	-	-	-	-	-	-	-	-	-
Bond interest	-	-	-	-	-	-	-	-	-	-
Premium on bond	-	-	-	-	701,808	-	-	-	-	-
Bond redemption	-	-	-	-	(4,392,713)	-	-	(14,630,000)	-	-
Debt issuance costs	-	-	-	-	-	-	-	(366,731)	(30,323)	(101,814)
Volunteer separation expense	-	-	-	-	-	-	-	-	-	-
380 Agreement expenditures	-	-	-	-	-	-	(738,139)	(581,949)	(780,562)	(912,644)
Accrued 380 Agreement Interest	-	-	-	-	-	-	-	-	(949,937)	-
Sales Tax rebates	-	-	-	-	-	-	(580,488)	(645,082)	(843,934)	-
Transfers in	4,496,390	4,780,188	5,065,169	4,686,079	2,208,425	2,419,014	-	-	-	-
Transfers out	(2,315,086)	(2,444,268)	(3,329,170)	(1,699,768)	(1,286,321)	(2,460,758)	(700,000)	(700,000)	(480,000)	(200,000)
Total other financing sources (uses)	2,815,565	16,649,098	6,334,818	5,472,026	1,681,480	616,555	(1,961,907)	5,290,703	(1,805,321)	8,197,634
Net change in fund balances	$ (64,527)	$ 13,616,673	$ 1,727,536	$ (876,941)	$ (1,762,731)	$ 196,754	$ 573,147	$ 9,353,244	$ 501,913	$ 1,452,159
Debt service as a percentage of noncapital expenditures	14%	15%	13%	14%	14%	16%	19%	19%	17%	52%

CITY OF WESALCO, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
TABLE V

Fiscal Year	Tax Roll Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2011	2010	9,310,540	8,704,523	93.49%	537,361	9,241,884	99.26%
2012	2011	9,346,948	8,859,282	94.78%	416,479	9,275,761	99.24%
2013	2012	9,559,563	9,095,317	95.14%	386,401	9,481,717	99.19%
2014	2013	9,667,300	9,119,003	94.33%	446,866	9,565,869	98.95%
2015	2014	9,952,186	9,682,147	97.29%	151,976	9,834,123	98.81%
2016	2015	10,995,171	10,562,367	96.06%	250,955	10,813,322	98.35%
2017	2016	11,478,848	10,983,948	95.69%	474,357	11,458,305	99.82%
2018	2017	11,812,045	11,481,619	97.20%	259,969	11,741,588	99.40%
2019	2018	11,882,540	11,480,754	96.62%	192,992	11,673,746	98.24%
2020	2019	12,988,669	12,512,099	96.33%	-	12,512,099	96.33%

Source: Hidalgo County Tax Assessor-Collector
www.hidalgocountytax.org

CITY OF WESLACO, TEXAS
ASSESSED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
TABLE VI

FISCAL YEAR	RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	TAX-EXEMPT	TOTAL TAXABLE ASSESSED VALUE	TOTAL DIRECT OVERLAPPING TAX RATE
2011	773,012,581	638,233,550	352,481,585	1,411,246,131	2.6978
2012	769,592,896	652,146,592	335,597,711	1,421,739,488	2.6978
2013	792,847,612	670,099,750	336,299,548	1,462,947,362	2.6996
2014	851,914,723	646,031,643	336,831,403	1,497,946,366	2.7113
2015	804,694,927	675,552,726	388,852,013	1,480,247,653	2.7363
2016	905,060,888	755,965,371	413,829,808	1,661,026,259	2.7357
2017	934,058,109	799,468,448	410,195,911	1,733,526,557	2.7357
2018	1,001,015,474	810,655,535	483,054,753	1,811,671,009	2.7357
2019	1,038,039,659	847,999,734	497,055,323	1,886,039,393	2.7357
2020	1,045,958,898	971,674,532	517,227,567	2,017,633,430	2.5842

Source: Hidalgo County Appraisal District
www.hidalgoad.org

CITY OF WESLACO, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
CURRENT CALENDAR YEAR AND NINE YEARS AGO
TABLE VII

	2019			2010		
TAXPAYER	**TAXABLE ASSESSED VALUE**	**RANK**	**% OF TOTAL CITY TAXABLE ASSESSED VALUE**	**TAXABLE ASSESSED VALUE**	**RANK**	**% OF TOTAL CITY TAXABLE ASSESSED VALUE**
H E Butt Grocery Company	$ 40,769,270	1	2.02%	$ 38,475,794	1	2.73%
H E B Weslaco Transportation	21,405,246	2	1.06%	12,594,975	2	0.89%
Wal-Mart Real Estate Business	16,413,816	3	0.81%	8,635,324	5	0.61%
G3C Weslaco Westgate	15,173,098	4	0.75%			
Capcor Weslaco LTD	14,959,087	5	0.74%			
AEP Texas Central Co	14,077,720	6	0.70%	6,298,560	10	0.45%
Weslaco Micro-Hospital LLC	9,400,000	7	0.47%			
Jazman RGV Group	8,530,254	8	0.42%			
Lowes Home Centers Inc	7,689,390	9	0.38%	5,260,544	13	0.35%
BOYD Weslaco LTD	7,669,766	10	0.38%			
Weslaco Palm Plaza	7,638,938	11	0.38%	5,807,190	11	0.41%
Weslaco MHC Limited Partnership	7,577,505	12	0.38%			
JCPenney #1101	7,485,894	13	0.37%	6,747,644	8	0.48%
Weslaco Motors LLP	7,363,133	14	0.36%			
WesFar Apartments LLC	7,165,969	15	0.36%			
HD Development Properties LP	7,091,344	16	0.35%	4,642,820	17	0.33%
Parkwood Rentals LTD	6,587,499	17	0.33%			
HIC Texas LLC	6,226,022	18	0.31%	4,538,362	18	0.32%
RST Texas Retail Estate LP	6,106,901	19	0.30%			
Weslaco Ford/Mercury Inc	6,006,444	20	0.30%			
Clearview Weslaco LLP				10,878,712	3	0.77%
John Knox Villages				10,501,271	4	0.74%
Reyna Family Land LTD				8,626,661	6	0.61%
Wal-Mart Property Tax Department				8,164,299	7	0.58%
Lowe's #2980				6,410,698	9	0.45%
2300 Sugar Sweet Realty LLC				5,722,531	12	0.41%
Home Depot Centers Inc				5,194,551	14	0.37%
Verizon Southwest				4,868,350	15	0.34%
JC Penny #1101				4,714,172	16	0.33%
SDI Weslaco Holdings				4,524,398	19	0.32%
RGV Express LTD				4,488,802	20	0.32%
Saenz Maximo						
TOTAL	**$ 225,337,296**		**11.17%**	**$ 167,095,658**		**11.82%**

Source:
www.hidalgoad.org

CITY OF WESLACO, TEXAS
PROPERTY TAX RATES AND TAX LEVIES - ALL OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
TABLE VIII

		City Direct Rates			OVERLAPPING RATES					
FISCAL YEAR	TAX YEAR	MAINTENANCE & OPERATION	INTEREST & SINKING	(PER $100) CITY	(Per $100) WISD	STC	(Per $100) Hidalgo Co	(Per $100) DD #1	(Per $100) STISD	(Per $100) Total
PROPERTY TAX RATES										
2011	2010	0.5049	0.1918	0.6967	1.1397	0.1497	0.5900	0.0725	0.0492	2.6978
2012	2011	0.5039	0.1928	0.6967	1.1397	0.1497	0.5900	0.0725	0.0492	2.6978
2013	2012	0.5016	0.1951	0.6967	1.1397	0.1507	0.5900	0.0733	0.0492	2.6996
2014	2013	0.5006	0.1861	0.6867	1.1397	0.1500	0.5900	0.0957	0.0492	2.7113
2015	2014	0.4866	0.1901	0.6767	1.1397	0.1850	0.5900	0.0957	0.0492	2.7363
2016	2015	0.5560	0.1207	0.6767	1.1397	0.1850	0.5900	0.0951	0.0492	2.7357
2017	2016	0.5586	0.1081	0.6667	1.1597	0.1850	0.5800	0.0951	0.0492	2.7357
2018	2017	0.5146	0.1521	0.6667	1.1597	0.1850	0.5800	0.0951	0.0492	2.7357
2019	2018	0.5143	0.1524	0.6667	1.1597	0.1850	0.5800	0.0951	0.0492	2.7357
2020	2019	0.5109	0.1858	0.6967	1.0189	0.1718	0.5750	0.1026	0.0192	2.5842
TAX LEVIES										
2011	2010			9,310,540	19,795,607	37,953,268	148,860,984	18,910,655	13,752,694	248,583,748
2012	2011			9,346,948	20,111,115	38,191,930	150,274,322	19,197,219	13,901,594	251,023,128
2013	2012			9,559,563	21,597,467	43,100,124	165,736,613	19,880,682	14,279,092	274,153,542
2014	2013			9,667,300	21,552,277	42,899,924	165,736,613	25,956,088	14,279,092	280,091,295
2015	2014			9,952,186	23,002,324	54,881,207	171,956,770	27,107,682	14,792,577	301,692,745
2016	2015			10,995,171	23,464,321	56,775,623	179,965,377	28,837,880	15,689,081	315,727,453
2017	2016			11,478,848	24,406,360	59,677,412	189,058,158	30,258,335	16,467,923	331,347,036
2018	2017			11,812,045	25,578,128	61,936,282	182,090,796	31,810,341	17,291,319	330,518,911
2019	2018			11,882,540	28,008,489	70,877,607	217,365,496	34,953,292	19,071,850	382,159,273
2020	2019			12,988,669	26,647,494	69,667,829	228,197,205	40,061,569	7,861,517	385,424,283

(This page intentionally left blank)

CITY OF WESLACO, TEXAS
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
AS OF SEPTEMBER 30, 2020
TABLE IX

	GROSS DEBT Less SINKING FUND	ESTIMATED % DEBT APPLICABLE TO CITY OF WESLACO	CITY OF WESLACO SHARE OF DEBT
City of Weslaco, Texas	$ 33,648,713	100.00%	$ 33,648,713
Total Direct Debt	33,648,713		33,648,713
Weslaco Ind School Dist	68,581,526	72.44%	49,680,457
Hidalgo County	366,620,000	5.31%	19,467,522
Hidalgo Co Drainage Dist #1	172,350,000	5.54%	9,548,190
South Texas College	128,814,693	4.99%	6,427,853
Total overlapping debt	736,366,219		85,124,022
		Total direct and overlapping debt:	**$ 118,772,735**
		Percent of Assessed Valuation:	5.89%
		Direct Overlapping Debt per Capita:	$ 2,853

POPULATION:	41,629
ASSESSED VALUATION	$ 2,017,633,430

CITY OF WESLACO, TEXAS
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
TABLE X

Legal Debt Margin Calculation to Fiscal Year 2019

Assessed Value	$ 2,017,633,430
Debt Limit (10% of assessed value)	201,763,343
Debt applicable to limit:	
General oustanding debt	90,923,453
Less: Amount set aside for repayment of general obligation debt	(531,690)
Total net debt applicable to limit	90,391,763
Legal debt margin	111,371,580

	2011	2012	2013	2014
Debt Limit	$ 141,124,613	$ 142,173,949	$ 139,051,427	$ 159,911,825
Total net debt applicable to limit	24,605,645	21,684,025	26,487,380	24,605,645
Legal debt margin	$ 116,518,968	$ 120,489,924	$ 112,564,047	$ 135,306,180
Total net debt applicable to the limit as a percentage of debt limit	17.44%	15.25%	19.05%	15.39%

Note: In 1955, the State Legislature enacted the 10% debt limit rate for school districts in Texas and has subsequently been used by municipalities as a general rule in computing debt margin.

	2015	2016	2017	2018	2019	2020
$	151,195,149	$ 166,102,626	$ 173,352,656	$ 181,167,101	$ 188,603,939	$ 201,763,343
	23,040,965	19,704,803	18,296,141	16,806,190	90,541,350	90,391,763
$	128,154,184	$ 146,397,823	$ 155,056,515	$ 164,360,911	$ 98,062,589	$ 111,371,580
	15.24%	11.86%	10.55%	9.28%	48.01%	44.80%

CITY OF WESLACO, TEXAS
PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS
TABLE XI

Fiscal Year	Utility Service Charges	Less: Operating Expenses	Plus: CIP Fee (1) Non-Operating	Net Available	Debt Service		Coverage
					Principal	Interest	
2011	8,789,754	6,094,985	621,415	3,316,184	542,298	64,930	5.46
2012	10,354,040	5,846,464	680,865	5,188,441	472,092	112,753	8.87
2013	11,475,677	6,655,622	684,808	5,504,863	480,224	97,652	9.53
2014	10,649,451	7,330,737	727,055	4,045,768	492,312	82,233	7.04
2015	11,372,511	6,702,152	703,986	5,374,345	532,148	65,993	8.99
2016	10,504,921	7,162,537	649,682	3,992,065	545,981	48,918	6.71
2017	11,207,113	8,364,535	689,843	3,532,421	560,500	31,398	5.97
2018	11,429,958	5,886,226	684,998	6,228,730	574,676	13,410	10.59
2019	12,148,004	8,870,739	642,214	3,919,479	138,151	2,152	27.94
2020	12,801,566	8,575,221	696,141	4,922,486	-	-	-

CITY OF WESLACO, TEXAS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
TABLE XII

Governmental Activities

Fiscal Year	General Obligation Bonds	Certificate of Obligation	Capital Leases	Bond Premiums	Notes Payable	380 Agreement Infrastructure	Total Governmental Activities	Percentage of Personal Income	Per Capita
2011	620,800	23,223,916	-	-	-	6,815,202	30,659,918	5.78%	859.54
2012	419,200	21,776,008	-	413,195	-	6,034,640	28,643,043	5.02%	777.37
2013	208,000	26,443,550	-	610,724	-	5,452,691	32,714,965	5.65%	881.97
2014	-	24,894,102	1,693,177	563,767	-	4,714,552	31,865,598	5.41%	847.47
2015	2,006,250	21,110,000	1,947,164	516,809	-	4,094,605	29,674,828	4.84%	751.76
2016	1,532,231	19,285,000	2,099,678	1,171,661	-	3,719,205	27,807,775	4.04%	694.62
2017	1,037,731	17,800,000	2,983,316	1,000,740	431,333	2,820,616	26,073,736	3.62%	646.06
2018	527,407	16,425,000	3,921,594	1,017,845	395,458	4,804,646	27,091,950	3.49%	658.03
2019	8,850,000	18,800,000	3,199,442	2,071,103	357,091	4,211,673	37,489,309	4.83%	910.58
2020	8,630,000	16,670,000	2,494,617	1,832,879	756,053	3,588,327	33,971,876	4.32%	816.06

Business-Type Activities

Fiscal Year	General Obligation Bonds	Certificate of Obligation	Revenue Bonds	Capital Leases	Tax Notes	Bond Premiums	Total Business-Type Activities	Percentage of Personal Income	Per Capita
2011	1,300,284	2,845,000	21,290,000	-	-	-	25,435,284	4.79%	713.07
2012	1,089,792	2,470,000	45,215,000	-	8,500,000	1,366,793	58,641,585	10.27%	1,591.53
2013	870,768	2,090,000	44,790,000	-	8,040,000	1,366,793	57,157,561	9.86%	1,540.93
2014	768,456	1,700,000	44,325,000	-	7,735,000	1,800,466	56,328,922	9.56%	1,498.07
2015	529,308	19,230,000	34,700,000	-	6,545,000	1,699,141	62,703,449	10.23%	1,588.47
2016	404,029	49,260,000	870,000	-	4,810,000	4,734,806	60,078,835	8.74%	1,500.73
2017	273,745	48,090,000	440,000	-	2,620,000	6,909,104	58,332,849	8.10%	1,445.39
2018	138,853	48,090,000	-	6,501,903	-	6,082,019	60,812,775	7.83%	1,477.08
2019	-	45,880,000	-	6,532,513	-	5,233,304	57,645,817	7.42%	1,400.16
2020	-	43,015,000	-	6,692,281	-	4,424,653	54,131,934	6.88%	1,300.34

Fiscal years prior to 2015 present the Economic Development Corporation as a blended component unit.

(This page intentionally left blank)

CITY OF WESLACO, TEXAS
RATIOS OF GENERAL BONDED DEBT OUTSTANDING BY TYPE
LAST TEN FISCAL YEARS
TABLE XIII

Governmental Activities

Fiscal Year	General Obligation Bonds	Certificate of Obligation	Capital Leases	Bond Premiums	Notes Payable	Debt Service Restricted Net Assets	Net Bonded Debt	Percentage of Actual Taxable Value of Property	Per Capita
2011	620,800	23,223,916	-	-	-	603,258	23,241,458	1.65%	651.57
2012	419,200	21,776,008	-	413,195	-	924,187	21,684,216	1.53%	588.51
2013	208,000	26,443,550	-	610,724	-	949,798	26,312,476	1.80%	709.37
2014	-	24,894,102	1,693,177	563,767	-	996,317	26,154,729	1.75%	695.59
2015	2,006,250	21,110,000	1,947,164	516,809	-	798,285	24,781,938	1.67%	627.80
2016	1,532,231	19,285,000	2,099,678	1,171,661	-	540,114	23,548,456	1.42%	588.23
2017	1,037,731	17,800,000	2,983,316	1,000,740	431,333	146,217	23,106,903	1.33%	572.55
2018	527,407	16,425,000	3,921,594	1,017,845	395,458	400,508	21,886,796	1.21%	531.61
2019	8,850,000	18,800,000	3,199,442	2,071,103	357,091	382,103	32,895,533	1.74%	799.00
2020	8,630,000	16,670,000	2,494,617	1,832,879	756,053	531,690	29,851,860	1.48%	717.09

Business-Type Activities

Fiscal Year	General Obligation Bonds	Certificate of Obligation	Revenue Bonds	Capital Leases	Tax Notes	Bond Premiums	Debt Service Restricted Net Assets	Net Bonded Debt	Percentage of Actual Taxable Value of Property	Per Capita
2011	1,300,284	2,845,000	21,290,000	-	-	-	603,258	24,832,026	1.76%	696.16
2012	1,089,792	2,470,000	45,215,000	-	8,500,000	1,366,793	924,187	57,717,398	4.06%	1,566.45
2013	870,768	2,090,000	44,790,000	-	8,040,000	1,366,793	949,798	56,207,763	3.84%	1,515.32
2014	768,456	1,700,000	44,325,000	-	7,735,000	1,800,466	996,317	55,332,605	3.69%	1,471.57
2015	529,308	19,230,000	34,700,000	-	6,545,000	1,699,141	798,285	61,905,164	4.18%	1,568.25
2016	404,029	49,260,000	870,000	-	4,810,000	4,734,806	540,114	59,538,721	3.58%	1,487.24
2017	273,745	48,090,000	440,000	-	2,620,000	6,909,104	146,217	58,186,632	3.36%	1,441.76
2018	138,853	48,090,000	-	6,501,903	-	6,082,019	400,508	60,412,267	3.33%	1,467.35
2019	-	45,880,000	-	6,532,513	-	5,233,304	382,103	57,263,714	3.04%	1,390.87
2020	-	43,015,000	-	6,692,281	-	4,424,653	531,690	53,600,244	2.66%	1,287.57

Fiscal years prior to 2015 present the Economic Development Corporation as a blended component unit.

CITY OF WESLACO, TEXAS
TAXABLE SALES BY INDUSTRY
LAST TEN CALENDAR YEARS
TABLE XIV

Description	CALENDAR YEAR 2010	2011	2012	2013
Agriculture, Forestry, Fishing, Hunting	$ -	$ -	$ -	$ -
Construction	998,716	1,547,374	2,839,442	4,144,701
Manufacturing	908,666	1,043,977	944,415	1,374,389
Wholesale Trade	9,751,237	10,052,972	12,488,875	12,138,082
Retail trade	274,769,984	296,818,500	317,956,827	321,405,175
Transportation and warehousing	1,417,200	1,311,262	1,637,871	303,218
Information	6,916,201	7,440,719	9,086,834	13,229,751
Finance and insurance	2,172,227	2,096,979	1,999,036	2,177,332
Real estate, rental and leasing	3,062,869	2,730,662	2,783,960	2,881,418
Professional, scientific and technical	891,767	1,136,202	1,072,369	838,393
Administration, support, waste management, and remediation	1,730,296	3,592,463	6,176,976	5,830,822
Educational Services	17,608	38,083	57,033	60,791
Health care and social assistance	696,535	512,033	560,036	560,511
Arts, entertainment, and recreation	1,143,847	1,774,225	1,692,620	1,952,878
Accomodation and food service	70,735,449	76,342,659	82,835,766	86,549,881
Other Services	8,923,286	9,623,843	10,287,220	10,073,577
Other	16,125	19,346	15,201	17,086
Total	**$ 384,152,013**	**$ 416,081,299**	**$ 452,434,481**	**$ 463,538,005**
City Direct Sales Tax	2.00%	2.00%	2.00%	2.00%

Source:
https://mycpa.cpa.state.tx.us/allocation/QtrSalesReportByResults

2014	2015	2016	2017	2018	2019
$ 3,207	$ 481	$ -	$ -	$ -	$ -
3,219,615	4,096,068	4,826,488	4,674,526	9,760,889	12,862,191
2,222,116	2,378,251	2,445,955	2,072,963	2,107,094	5,557,368
11,505,002	10,535,297	19,201,140	16,838,228	15,259,410	17,620,327
331,306,451	321,305,069	309,212,380	305,882,008	328,057,738	329,808,142
276,655	-	281,022	-	-	411,291
13,421,501	12,686,024	12,326,179	13,508,709	14,393,780	14,811,056
2,641,731	1,607,030	2,651,045	2,878,573	3,251,223	3,255,107
2,356,502	2,654,053	5,278,955	6,528,384	7,465,029	8,590,041
989,140	1,137,739	1,024,656	1,018,046	993,481	837,433
5,368,529	2,194,032	1,768,350	2,109,445	2,299,598	3,143,185
166,539	94,791	350,578	318,639	330,995	480,058
691,519	1,256,497	941,118	704,434	767,353	674,483
2,581,663	3,673,234	3,377,805	4,406,081	4,652,256	5,176,107
96,841,186	109,219,280	111,418,585	115,038,118	122,294,284	130,022,066
10,221,189	10,775,234	11,543,232	11,810,678	15,390,148	15,836,736
19,870	22,000	6,560	16,481	14,056	2,721
$ 483,832,415	**$ 483,635,080**	**$ 486,654,048**	**$ 487,805,313**	**$ 527,037,334**	**$ 549,088,312**
2.00%	2.00%	2.00%	2.00%	2.00%	2.00%

CITY OF WESLACO, TEXAS
SALES TAX REVENUE PAYERS BY INDUSTRY
CALENDAR YEARS 2019 AND 2010
TABLE XV

	2019				2010			
	Number of Filers	**% of Total**	**Tax Liability**	**% of Total**	**Number of Filers**	**% of Total**	**Tax Liability**	**% of Total**
Construction	71	5.50%	$ 257,244	2.34%	49	4.73%	$ 19,974	0.26%
Manufacturing	60	4.65%	111,147	1.01%	38	3.67%	18,173	0.24%
Wholesale Trade	79	6.12%	352,407	3.21%	34	3.29%	195,025	2.54%
Retail trade	572	44.31%	6,596,163	60.06%	460	44.44%	5,495,400	71.53%
Transportation and warehousing	6	0.46%	8,226	0.07%	6	0.58%	28,344	0.37%
Information	22	1.70%	296,221	2.70%	26	2.51%	138,324	1.80%
Finance and insurance	20	1.55%	65,102	0.59%	20	1.93%	43,445	0.57%
Real estate, rental and leasing	16	1.24%	171,801	1.56%	15	1.45%	61,257	0.80%
Professional, scientific and technical	39	3.02%	16,749	0.15%	49	4.73%	17,835	0.23%
Administration, support, waste management, and remediation	48	3.72%	62,864	0.57%	47	4.54%	34,606	0.45%
Educational Services	8	0.62%	9,601	0.09%	6	0.58%	352	0.00%
Health care and social assistance	14	1.08%	13,490	0.12%	14	1.35%	13,931	0.18%
Arts, entertainment, and recreation	22	1.70%	103,522	0.94%	15	1.45%	22,877	0.30%
Accomodation and food service	193	14.95%	2,600,441	23.68%	132	12.75%	1,414,709	18.41%
Other Services	119	9.22%	316,735	2.88%	113	10.92%	178,466	2.32%
Other	2	0.15%	54	0.00%	11	1.06%	323	0.00%
Total	**1,291**	**100.00%**	**$ 10,981,766**	**100.00%**	**1,035**	**100.00%**	**$ 7,683,040**	**100.00%**

Note: The tax liability was calculated from amounts reported by the Comptroller's Office as sales subject to sales tax. Because of amounts retained by the state for administration and timing differences due to accounts under audit, the totals will not necessarily compare with actual sales tax rebates received by the City.

CITY OF WESLACO, TEXAS
DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN FISCAL YEARS
TABLE XVI

FISCAL YEAR	CITY DIRECT RATE	STATE RATE	TOTAL TAX RATE
2011	2.00%	6.25%	8.25%
2012	2.00%	6.25%	8.25%
2013	2.00%	6.25%	8.25%
2014	2.00%	6.25%	8.25%
2015	2.00%	6.25%	8.25%
2016	2.00%	6.25%	8.25%
2017	2.00%	6.25%	8.25%
2018	2.00%	6.25%	8.25%
2019	2.00%	6.25%	8.25%
2020	2.00%	6.25%	8.25%

CITY OF WESLACO, TEXAS
MISCELLANEOUS STATISTICAL FACTS
SEPTEMBER 30, 2020
TABLE XVII

Date of Incorporation:	1919
Date of Adoption of City Charter:	December 14, 1927
Form of Government:	Single Member District
Area:	14.72 Square Miles

Miles of Street:

Graded	1.65
Paved	227

Miles of Sewers:

Storm	97.3
Sanitary	214.2

Building Permits:

Permits Issued	591
Estimated Cost	$ 58,919,796

Fire Protection:

Number of Stations	3
Number of Employees	74
Number of Volunteers	0

Police Protection

Number of Sub-station	1
Number of Stations	1
Number of Employees	110

Recreation

Parks-Number of Acres (Developed)	175.93
Parks-Number of Acres (Undeveloped)	57.99
Skateboard Parks	1
Tennis Courts	9
Golf Courses	2
Swimming Pools	1
Parks	7

Education:

Public/Private Schools

Weslaco ISD, Grades Prek-12

High School	3
Alternative Schools	2
Middle Schools	4
Elementary Schools	11

IDEA Public Schools, Grades PreK-12
South Texas ISD, Grades 9-12
Horizon Montessori II, Grades K-8
San Martin De Porres Catholic School, Grades Prek-5
Mid Valley Christian School, Grades PreK-12

Colleges/Universities

South Texas College Mid Valley Campus
UTRGV-Robert C. Vackar College of Business & Entrepreneurship
Texas A&M University of Kingsville Citrus Center
Texas A&M University AgriLife Research & Extension Center
South Texas Vo-Tech
Valley Grande Institude for Academic Studies

City:

Number of City Employees	340
Number of Street Lights	1600

Municipal Water Plant:

Number of Connections:	11,958
Miles of Water Mains	131.0

Average Daily:	**Gallons**
Consumption	5,630,000
Daily Plant Capacity	8,800,000
Water Sold for Year	1,631,888,300

Population:

1940 Census	6,883
1950 Census	7,487
1960 Census	15,649
1970 Census	15,313
1980 Census	19,331
1990 Census	25,608
2000 Census	26,935
2010 Census	35,670
2019-Estimated	41,629

Number of Hospitals/ER's

KNAPP Medical Center	1	No. of beds	233
South Texas ER	1	No. of beds	10
Valley Baptist Micro-Hospital	1	No. of beds	22

Airports	1

Source:
City of Weslaco
Finance Department
www.weslacoedc.com
Weslaco ISD

CITY OF WESLACO, TEXAS
DEMOGRAPHIC AND ECONOMICS STATISTICS
LAST TEN CALENDAR YEARS
TABLE XVIII

CALENDAR YEAR	POPULATION	PERSONAL INCOME	PER CAPITA PERSONAL INCOME	UNEMPLOYMENT RATE
2010	34,701	514,199,418	14,818	9.9%
2011	35,670	530,698,260	14,878	11.3%
2012	36,846	570,744,540	15,490	11.4%
2013	37,093	579,466,846	15,622	10.2%
2014	37,601	589,433,276	15,676	8.2%
2015	39,474	612,754,902	15,523	10.0%
2016	40,033	687,726,907	17,179	9.7%
2017	40,358	720,148,152	17,844	7.3%
2018	41,171	776,443,889	18,859	7.4%
2019	41,629	786,455,068	18,892	9.9%

Source: www.census.gov
Source: www.wfsolutions.og

CITY OF WESLACO, TEXAS
OPERATING INDICATORS AND CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(dollars in thousands)
TABLE XIX

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government										
Building permits issued	1,964	1,946	1,935	1,998	2,001	2,039	2,099	2,309	1,688	591
Building inspections conducted	3,625	3,488	3,260	3,985	4,670	4,991	5,066	5,117	6,179	745
Police										
Physical Arrests-Adults	2,624	2,619	2,747	2,308	2,572	2,531	2,693	2,774	2,460	1,607
Physical Arrests-Juveniles	620	639	385	474	306	274	352	363	318	151
Fire										
Fire responses	1,876	1,704	1,696	1,751	2,097	1,897	1,876	2,197	2,410	2,311
EMS responses	5,042	5,486	5,251	5,919	5,443	5,880	6,424	6,511	6,614	8,607
Library										
Volumes in collection	58,814	67,800	66,368	69,903	72,514	76,787	80,723	83,145	90,066	92,098
Total volumes borrowed	60,876	64,790	46,606	53,185	53,416	52,469	49,769	50,267	55,688	44,365
Water										
New connections	133	133	126	74	121	168	281	281	377	349
Average daily consumption (million of gallons)	6.01	6.01	5.29	4.80	5.26	5.81	5.23	5.23	5.15	5.63
Peak daily consumption (million of gallons)	8.86	-	6.80	7.95	6.17	6.74	5.15	5.15	6.45	6.60
Wastewater										
Average daily wastewater treatment (million of gallons)	4.13	-	4.92	3.79	3.68	3.68	4.10	4.10	3.67	4.00
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Substations	1	1	1	1	1	1	1	1	1	1
Patrol Units	26	70	56	59	59	59	60	60	75	75
Fire Stations	3	3	3	3	3	3	3	3	3	3
Other public works										
Street (miles)	97.54	97.54	223.00	223.00	223.00	223.00	223.00	223.00	227.00	227.00
Streetlights	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600
Parks & Recreation										
Acreage (Developed)	153.53	153.53	171.97	171.97	171.97	171.97	171.97	171.97	171.97	175.93
Acreage (Undeveloped)	-	-	-	-	-	-	-	-	57.99	57.99
Playgrounds	11	11	16	16	16	16	16	16	16	16
Golf courses (private)	1	1	2	2	2	2	2	2	2	2
Water										
Water main (miles)	126.0	126.0	128.0	129.6	129.6	129.6	129.6	129.6	131.0	131.5
Fire hydrants	-	-	-	1,670	1,670	1,670	1,670	1,670	1,682	1,693
Storage capacity (million of gallons)	7.90	7.90	2.39	6.39	6.39	6.39	6.39	6.39	6.39	15.30
Wastewater										
Sanitary sewer (miles)	118.01	118.01	213.00	213.31	213.31	213.31	213.31	213.31	214.20	214.80
Storm Sewer (miles)	50.94	50.94	96.00	96.39	96.39	96.39	96.39	96.39	97.30	97.50
Treatment capacity (million of gallons)	7.25	7.25	7.25	8.25	8.25	8.25	8.25	8.25	8.25	7.40

CITY OF WESLACO, TEXAS
TOP TEN PRINCIPAL EMPLOYERS
CALENDAR YEAR 2019 AND 2010
TABLE XX

	2019			2010		
EMPLOYER	**EMPLOYEES**	**RANK**	**PERCENTAGE OF TOTAL CITY EMPLOYMENT**	**EMPLOYEES**	**RANK**	**PERCENTAGE OF TOTAL CITY EMPLOYMENT**
Weslaco ISD	2,358	1	43.39%	2,817	1	44.30%
Knapp Medical Center	900	2	16.56%	1,000	2	15.73%
HEB (3 Locations)	450	3	8.28%	407	8	6.40%
NAMCE/Woodcrafters	375	4	6.90%	592	3	9.31%
City of Weslaco	298	5	5.48%	351	5	5.52%
Wal-Mart	260	6	4.78%	260	6	4.09%
Payne Auto Group	250	7	4.60%	389	4	6.12%
South Texas College	214	8	3.94%	214	7	3.37%
Valley Grande Manor	180	9	3.31%	161	9	2.53%
Texas A&M Ag	150	10	2.76%	-	-	-
Foremost Paving				168	10	2.64%
Total	**5,435**		**100.00%**	**6,359**		**100.00%**

Source: Municipal Advisory County of Texas
https://mactexas.com/IssuerAccess/Report/TopTenEmployers/101824

CITY OF WESLACO, TEXAS
FULL TIME EQUIVALENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
TABLE XXI

Full - time Equivalent Employees as of September 30

FUNCTION	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government	38	31	36	40	53	49	51	53	53	54
Legislative	7	7	7	7	7	7	7	7	7	7
Other	31	24	29	33	46	42	44	46	46	47
Public Safety	141	132	140	136	152	162	167	171	178	179
Public Works	25	37	22	42	45	45	44	44	44	44
Health & Welfare	2	1	2	2	3	3	3	4	4	5
Recreation	3	3	2	7	12	12	12	14	11	11
Refuse Collection	4	3	3	1	1	1	2	4	2	2
Library	12	11	17	16	16	16	15	15	15	15
Water	23	22	31	22	23	17	15	14	15	15
Wastewater	0	0	14	11	12	3	4	4	5	5
Airport	4	4	3	3	3	3	4	4	4	4
Museum	0	0	0	0	0	0	0	0	0	0
Total	**252**	**244**	**270**	**280**	**320**	**311**	**317**	**327**	**331**	**334**

COMPLIANCE SECTION

CRI CARR RIGGS & INGRAM
CPAs and Advisors

Carr, Riggs & Ingram, LLC
402 East Tyler Avenue
Harlingen, TX 78550-9122

(956) 423-3765
(956) 428-7520 (fax)
CRIcpa.com

INDEPENDENT AUDITORS' 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*

Honorable Mayor and
Members of the City Commission
City of Weslaco, Texas

We have audited, in accordance with the 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 Weslaco, 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 Weslaco, Texas' basic financial statements and have issued our report thereon dated March 26, 2021. Our report includes a reference to other auditors who audited the financial statements of the aggregate discretely presented component unit, as described in our report on the City of Weslaco, Texas' financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Weslaco, Texas' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Weslaco, Texas' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Weslaco, Texas' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings and questioned costs, we did identify certain deficiencies in internal control that we consider to be a material weakness and significant deficiency.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2020-001 to be a material weakness.

(This page intentionally left blank)

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2020-002 to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Weslaco, Texas' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2020-002.

The City of Weslaco, Texas' Response to Findings

The City of Weslaco, Texas' response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The City of Weslaco, Texas' response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Cain Rigge & Ingram, L.L.C.

Harlingen, Texas
March 26, 2021

(This page intentionally left blank)

CRI CARR RIGGS & INGRAM
CPAs and Advisors

Carr, Riggs & Ingram, LLC
402 East Tyler Avenue
Harlingen, TX 78550-9122

(956) 423-3765
(956) 428-7520 (fax)
CRIcpa.com

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR THE MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Honorable Mayor and
Members of the City Commission
City of Weslaco, Texas

Report on Compliance for The Major Federal Program

We have audited the City of Weslaco's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of The City of Weslaco's major federal programs for the year ended September 30, 2020. The City of Weslaco's major federal 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Weslaco's major federal 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). Those standards and the Uniform Guidance 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 program occurred. An audit includes examining, on a test basis, evidence about the City of Weslaco's 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 Weslaco's compliance.

Opinion on The Major Federal Program

In our opinion, the City of Weslaco 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 programs for the year ended September 30, 2020.

(This page intentionally left blank)

Report on Internal Control over Compliance

Management of the City of Weslaco 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 Weslaco's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal 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 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 Weslaco's 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 program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a 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 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 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identity certain deficiencies in internal control over compliance, described in the accompanying schedule of findings and questioned costs as items 2020-003, that we consider to be significant deficiencies.

The City of Weslaco's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The City of Weslaco's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Cano Rigge & Ingram, L.L.C.

Harlingen, Texas
March 26, 2021

(This page intentionally left blank)

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified	
Internal control over financial reporting:		
* Material weakness(es) identified?	X yes	____ no
* Significant deficiencies identified that are not considered to be material weakness(es)?	X yes	____ none reported
Noncompliance material to financial statements noted?	X yes	____ 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 weakness(es)?	X yes	____ 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)?	X yes	____ no

Identification of major programs:

CFDA Number(s)	*Name of Federal Program or Cluster*
21.019	COVID-19 Coronavirus Relief Fund- CARES Act

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000
Auditee qualified as low-risk auditee?	____ yes X no

Section II – Findings Relating to the Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

A. Material Weakness in Internal Control

Reference Number: (2020-001)	**Accounting for unavailable revenue in accordance with modified accrual basis of accounting**
Criteria:	Internal controls should be designed and implemented over the accounting of governmental fund accounts receivable and related revenue to ensure amounts recorded in the financial statements are in accordance with the modified accrual basis of accounting. The material prior period adjustment in the City's financial statements is an indication of a material weakness.
Condition Found:	Accounts receivable for EMS billings for the year ended September 30, 2020 were not deferred and considered unavailable revenue in accordance with the modified accrual basis of accounting. These amounts related to EMS accounts receivable required adjustment during our audit. Our audit procedures identified other additional amounts related to grants receivable and related revenues which management also elected to correct. Because these errors were not prevented, or detected and corrected timely, there is an indication that the internal controls for accounting in accordance with the modified accrual basis of accounting were not effective for fiscal year 2020.
Cause:	The City did not have internal controls in place to review governmental fund accounts receivable and related revenue amounts, and identify and adjust for those amounts in accordance with the modified accrual basis of accounting.
Effect:	The accounting treatment for EMS accounts receivable resulted in material misstatements that were not prevented, or detected and corrected. Other amounts related to grants receivable and related revenues were not identified and adjusted by management in a timely manner.
Recommendation:	We recommend that the City review amounts recorded as accounts receivable and identify and adjust for those amounts that do not meet modified accrual basis of accounting. In addition, we recommend Management review its grant activity for proper recognition of accounts receivable and related revenues.
Views:	Management agrees with the findings. See corrective action plan beginning on page 210.

Section II – Findings Relating to the Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards- Continued

B. Significant Deficiency in Internal Control and Compliance Finding

Reference Number: (2020-002)	**Budgetary process and expenditures in excess of appropriations**
Criteria:	Internal controls should be designed to effectively monitor the budget and ensure the legal level of budgetary control is followed and any necessary amendments are processed timely. Also, City ordinance requires budget amendments to be made prior to exceeding appropriations at the department level, which is the legal level of budgetary control.
Condition Found:	As indicated in the notes to the City's financial statements, we noted instances in which the City's budget had been exceed in multiple departments in the general fund. We noted nine departments with negative variances between the final budgeted amounts and actual expenditures for an aggregate total of $2,177,733.
Cause:	Lack of proper budgeting techniques or timely action by administration to amend the budget appropriately.
Effect:	The City incurs expenditures that are not budgeted in advance by the City Commission.
Recommendation:	Monitoring of the budget versus actual comparison should continue to be made on a monthly basis, and control over expenditures should include a review of available budget amounts prior to approval of purchase orders for the expenditure of funds.
Views:	Management agrees with the findings. See corrective action plan beginning on page 210.

Section III– Findings Relating to Internal Control Over Major Programs

B. Significant Deficiency in Internal Control over Compliance

Reference Number: (2020-003) **Review of Reimbursement Request Forms and Supporting Documentation**

CFDA 21.019 COVID-19 Coronavirus Relief Fund
Passed through identifying number: 2020-HID-CRF-WES-05
Award Year: 2019-2020
Federal Agency: U.S. Department of Treasury
Passed through Hidalgo County

Criteria:	Non-federal entities are required to establish and maintain effective internal controls over compliance in accordance with 2 CFR 200.303
Condition Found:	During testing of payroll costs charged to the program, CRI identified several instances where the amounts requested on the Reimbursement Request Forms did not match the support provided. Daily Activity Reports (DARs) submitted for reimbursement did not match actual supporting documentation such as check stubs. Differences were identified in both fringe benefits, and classification of time card hours.
Cause:	Although the City did use the appropriate DARs provided by the County, the City relied on the form's automatic calculation for certain fringe benefits. Other differences were a result of oversight of the Request for reimbursements and the supporting documentation.
Effect:	The noted oversight resulted in various adjustments made by the County in their review of the reimbursement requests. The adjustment detail was not provided to the City for reconciliation of total costs charged to the program.
Questioned Cost:	$972
Recommendation:	CRI recommends that the support for the grant reimbursements be reviewed in detail by the Accountant and Finance Director prior to submitting expenditures for reimbursement. The amounts requested should be crossed checked with the supporting expenditure detail to ensure only amounts paid by the City are being requested for reimbursement.
Views:	Management agrees with the findings. See corrective action plan beginning on page 210.

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Munoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

Schedule of Findings and Questioned Costs
Corrective Action Plan

PROGRAM DESCRIPTION	CORRECTIVE ACTION PLAN
Reference Number: (2020-001)	**Accounting for unavailable revenue in accordance with modified accrual basis of accounting**
Corrective Action Plan:	Management will implement procedures that include review of governmental fund accounts receivable and related revenue amounts for EMS billing and grants and adjust for those amounts that do not meet revenue recognition in accordance with the modified accrual basis of accounting.
Reference Number: (2020-002)	**Budgetary process and expenditures in excess of appropriations**
Corrective Action Plan:	During the fiscal year there were two rounds of budget amendments designed to incorporate unbudgeted projects into the budget to prevent overages. In the new fiscal year, a mid year evaluation will be performed of all accounts and unbudgeted items and amendments will be prepared accordingly.
Reference Number: (2020-003)	**Review of Reimbursement Request Forms and Supporting Documentation**
Corrective Action Plan:	Management will implement procedures that include cross checking total reimbursement request to supporting check disbursement detail to ensure amounts requested are accurate and agree to financial records.
Contact Person:	Vidal Roman, Finance Director
Implementation Time Frame:	Ongoing during current fiscal year

City of Weslaco, Texas
Schedule of Findings and Questioned Costs
Summary Schedule of Prior Audit Findings

STATUS OF PRIOR YEAR'S FINDINGS/COMPLIANCE

Reference Number: (2019-001)	**Emergency medical service billing and reconciliation process**
Status:	Finding has been resolved, no further corrective action is currently deemed necessary. Management performed a year-end reconciliation of EMS collections receipted through the City's accounting software and amounts posted to the separate billing software to make certain balances included all relevant EMS activity.
Reference Number: (2019-002)	**Expenditures in excess of budget appropriations**
Status:	The City formally amended the budget several times during the year due to several supplements needed for expenditures that were not budgeted. However, the final budget amendments were insufficient to provide for the functional variances. See current year finding (2020-002).

City of Weslaco, Texas
Schedule of Expenditures of Federal Awards

For the Year Ended September 30, 2020

(1) FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM OR CLUSTER TITLE	(2) Federal CFDA Number	(3) Pass-through Entity Identifying Number	(4) Provided to Subrecipients	(5) Federal Expenditures
U.S. Department of Justice				
COVID-19 Coronavirus Emergency Supplemental Funding Program	16.034		-	24,560
Law Enforcement Assistance FBI Advanced Police Training	16.300		-	12,723
Public Safety Partnership and Community Policing Grants	16.710		-	79,741
Recovery Act- Assistance to Rural Law Enforcement to Combat Crime and Drugs Competitive Grant Program	16.810		-	18,042
NICS Act Record Improvement Program	16.813		-	15,000
Equitable Sharing Program	16.922		-	56,519
Passed through Office of the Governor				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	3526101	-	72,640
Violence Against Woment Formula Grants	16.588	3814701	-	14,378
Victims of Crime Act Formula Grant Program	16.575	3814601	-	33,984
Total Passed through Office of the Governor				121,002
Total U.S. Department of Justice				327,587
U.S. Department of Treasury				
Passed through Hidalgo County, Texas				
COVID -19 Coronavirus Relief Fund - CARES ACT	21.019	2020-HID-CRF-WES-05	-	4,888,975
U.S. Department of Homeland Security				
Passed through Office of the Governor				
Homeland Security Grant Program	97.067	3173404	-	108,083
Homeland Security Grant Program	97.067	3814201	-	19,000
Total passed through Office of the Governor				127,083
Total U.S. Department of Homeland Security				127,083
TOTAL EXPENDITURES OF FEDERAL AWARDS				$ 5,343,645

The accompanying notes are an integral part of this schedule

City of Weslaco, Texas
Notes on Accounting Policies for Federal Awards

General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the City of Weslaco, Texas, for the year ended September 30, 2020. The reporting entity consists of the primary government, organizations for which the primary government is financially accountable, and other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Weslaco, Texas and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

Sub-recipients

During the year ended September 30, 2020, the City of Weslaco, Texas had no sub-reciepients.

Federal Loans and Loan Guarantees

During the year ended September 30, 2020, the City had no outstanding federal loans payable or loan guarantees.

Federally Funded Insurance

During the year ended September 30, 2020, the City had no federally funded insurance.

Noncash Awards

During the year ended September 30, 2020, the City did not have any federal awards in the form of noncash assistance.

Indirect Cost Rate

The Uniform Guidance allows an organization to elect a 10% de minimus indirect cost rate. For the year ended September 30, 2020, the City did not elect to use this rate.



Required Communications for the City of Weslaco, Texas City Commission and Management

September 30, 2020

CRI CARR RIGGS & INGRAM
CPAs and Advisors

Carr, Riggs & Ingram, LLC
402 East Tyler Avenue
Harlingen, TX 78550-9122

(956) 423-3765
(956) 428-7520 (fax)
CRIcpa.com

March 26, 2021

City Commission and Management of
City of Weslaco, Texas

Dear City Commission and Management:

We are pleased to present the results of our audit of the 2020 financial statements of the City of Weslaco, Texas (the City).

This report to City Commission and management summarizes our audit, the report issued and various analyses and observations related to the City's accounting and reporting. The document also contains the communications required by our professional standards.

Our audit was designed, primarily, to express an opinion on the City's 2020 financial statements. We considered the City's current and emerging business needs, along with an assessment of risks that could materially affect the financial statements, and aligned our audit procedures accordingly. We conducted the audit with the objectivity and independence that you expect. We received the full support and assistance of the City's personnel.

At Carr, Riggs & Ingram, LLC (CRI), we are continually evaluating the quality of our professionals' work in order to deliver audit services of the highest quality that will meet or exceed your expectations. We encourage you to provide any feedback you believe is appropriate to ensure that we do not overlook a single detail as it relates to the quality of our services.

This report is intended solely for the use of the City Commission and Management and others within the City of Weslaco, Texas, and is not intended to be, and should not be, used by anyone other than these specified parties.

We appreciate this opportunity to work with you. If you have any questions or comments, please contact me at 956-423-3765 or qanderson@cricpa.com.

Very truly yours,

Quentin Anderson, CPA

As discussed with the management during our planning process and communicated to the City Commission in our engagement letter to you dated August 10, 2020, our audit plan represented an approach responsive to the assessment of risk for the City. Specifically, we planned and performed our audit to:

- Perform audit services, as requested by the City Commission and management, 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, in order to express an opinion on the City's financial statements for the year ending September 30, 2020.

- 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*; and Uniform Guidance 2 CFR Part 200 in order to express an opinion on compliance with requirements applicable to each major federal program.

- Report on internal control over compliance with the types of compliance requirements described in Uniform Guidance 2 CFR Part 200 and the OMB Compliance Supplement;

- Communicate directly with the City Commission and management regarding the results of our procedures;

- Address with the City of Commission and management any accounting and financial reporting issues;

- Anticipate and respond to concerns of the City Commission and management; and

- Address other audit-related projects as they arise and upon request.

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Weslaco, Texas for the year ended September 30, 2020, and have issued our report thereon dated March 26, 2021. We did not audit the financial statements of the Weslaco Economic Development Corporation, which is the only aggregate discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Weslaco Economic Development Corporation, is based solely on the report of other auditors. Professional standards require that we provide you with the following information related to our audit:

MATTER TO BE COMMUNICATED	AUDITOR'S RESPONSE
Auditor's responsibility under Auditing Standards Generally Accepted in the United States (GAAS) and Government Auditing Standards (GAS).	As stated in our engagement letter dated August 10, 2020, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America (GAAP) and Government Auditing Standards issued by the Comptroller General of the United States. Our audit of the financial statements does not relieve you or management of your responsibilities. As part of our audit, we considered the internal control of the City. Such considerations were solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.
Client's responsibility	Management, with oversight from those charged with governance, is responsible for establishing and maintaining internal controls, including monitoring ongoing activities; for the selection and application of accounting principles; and for the fair presentation in the financial statements of financial position, results of operations, and cash flows in conformity with the applicable framework. Management is responsible for the design and implementation of programs and controls to prevent and detect fraud. Management is responsible for overseeing nonaudit services by designating an individual, preferably from senior management, with suitable skill, knowledge, or experience; evaluate the adequacy and results of those services; and accept responsibility for them.
Planned scope and timing of the audit	Our initial audit plan was not significantly altered during our fieldwork.

MATTER TO BE COMMUNICATED	AUDITOR'S RESPONSE
Management judgments and accounting estimates *The process used by management in forming particularly sensitive accounting estimates and the basis for the auditor's conclusion regarding the reasonableness of those estimates.*	Please see the following section titled "Accounting Policies, Judgments and Sensitive Estimates and CRI Comments on Quality."
Potential effect on the financial statements of any significant risks and exposures *Major risks and exposures facing the City and how they are disclosed.*	The City has an overall risk that noncompliance with the requirements of laws or grant agreements could negatively impact the City. These items have been disclosed in the financial report.
Significant accounting policies, including critical accounting policies and alternative treatments within generally accepted accounting principles and the auditor's judgment about the quality of accounting principles	The significant accounting policies used by the City are described in Note 1 to the financial statements. New accounting policies were adopted during the fiscal year as a result of the following recently issued accounting pronouncements: • Statement No. 95, Postponement of the Effective Date of Certain Authoritative Guidance (GASB 95) The adoption of GASB Statements No. 95 had no impact on the financial statements. We noted no transactions entered into by the City during the fiscal year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were: The disclosure of long-term debt in Note 6 and prior period adjustment in Note 2 to the financial statements. The financial statement disclosures are neutral, consistent, and clear.
Significant difficulties encountered in the audit *Any significant difficulties, for example, unreasonable logistical constraints or lack of cooperation by management.*	We encountered no significant difficulties in dealing with management in performing and completing our audit.
Disagreements with management *Disagreements, whether or not subsequently resolved, about matters significant to the financial accounting, reporting, or auditing matter, that could be significant to the financial statements or the auditors' report. This does not include those that came about based on incomplete facts or preliminary information*	We are pleased to report that no such disagreements arose during the course of our audit.

MATTER TO BE COMMUNICATED	AUDITOR'S RESPONSE
Other findings or issues *Matters significant to oversight of the financial reporting practices by those charged with governance. For example, an entity's failure to obtain the necessary type of audit, such as one under Government Auditing Standards, in addition to GAAS.*	Refer to the following section titled "Internal Control Matters."
Matters arising from the audit that were discussed with, or the subject of correspondence with, management *Business conditions that might affect risk or discussions regarding accounting practices or application of auditing standards.*	None noted.
Corrected and uncorrected misstatements *All significant audit adjustments arising from the audit, whether or not recorded by the City, that could individually or in the aggregate have a significant effect on the financial statements. We should also inform the City Commission about uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented, that were determined by management to be immaterial, both individually and in the aggregate, to the financial statements taken as a whole. Any internal control deficiencies that could have prevented the misstatements.*	See "Summary of Audit Adjustments" section.
Major issues discussed with management prior to retention *Any major accounting, auditing or reporting issues discussed with management in connection with our initial or recurring retention.*	Discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.
Consultations with other accountants *When management has consulted with other accountants about significant accounting or auditing matters.*	To our knowledge, there were no such consultations with other accountants.
Written representations *A description of the written representations the auditor requested (or a copy of the representation letter).*	See "Management Representation Letter" section.

MATTER TO BE COMMUNICATED	AUDITOR'S RESPONSE
Internal control deficiencies *Any significant deficiencies or material weaknesses in the design or operation of internal control that came to the auditor's attention during the audit.*	See "Internal Control Findings" section.
Fraud and illegal acts *Fraud involving senior management, the City or those responsible for internal controls, or causing a material misstatement of the financial statements, where the auditor determines there is evidence that such fraud may exist. Any illegal acts coming to the auditor's attention involving senior management and any other illegal acts, unless clearly inconsequential.*	We are unaware of any fraud or illegal acts involving management or causing material misstatement of the financial statements.
Other information in documents containing audited financial statements *The external auditor's responsibility for information in a document containing audited financial statements, as well as any procedures performed and the results.*	Our responsibility related to documents (including annual reports, websites, etc.) containing the financial statements is to read the other information to consider whether: Such information is materially inconsistent with the financial statements; and We believe such information represents a material misstatement of fact. We have not been provided any such items to date and are unaware of any other documents that contain the audited financial statements.
Significant unusual accounting transactions *Auditor communication with governance to include auditors' views on policies and practices management used, as well as the auditors' understanding of the business purpose.*	No significant unusual accounting transactions were noted during the year.
Required Supplementary Information *The auditors' responsibility for required supplementary information accompanying the financial statements, as well as any procedures performed and the results.*	We applied certain limited procedures to the required supplementary information (RSI) that supplements the financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

MATTER TO BE COMMUNICATED	AUDITOR'S RESPONSE
Supplementary Information in relation to the financial statements as a whole ***The auditors' responsibility for supplementary information accompanying the financial statements, as well as any procedures performed and the results.***	We made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with U.S. generally accepted accounting principles, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Accounting Policies, Judgements, and Sensitive Estimates & CRI Comments on Quality

We are required to communicate our judgments about the quality, not just the acceptability, of the City's accounting principles as applied in its financial reporting. We are also required to communicate critical accounting policies and sensitive accounting estimates. Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The City may wish to monitor throughout the year the process used to compute and record these accounting estimates. The table below summarizes our communications regarding these matters.

AREA	ACCOUNTING POLICY	CRITICAL POLICY?	JUDGMENTS & SENSITIVE ESTIMATE	COMMENTS ON QUALITY OF ACCOUNTING POLICY & APPLICATION
Depreciation of property and equipment	The City depreciates property and equipment using the straight-line method.	X	The City depreciates property and equipment over their estimated useful lives which are based on the experience with similar assets and guidance provided by ASC 360.	The City's recognition methods and disclosures appear appropriate.
Other post-employment benefit obligation	The City records a liability for its post-employment benefits obligation other than pensions.	X	The OPEB liability is projected using methods and assumptions as provided in the most recent actuarial valuation, in accordance with the provisions of GASB Statement No. 75. Health care cost trend rates were based on market assessments.	We evaluated the assumptions used by the actuary in determining the total OPEB liability and found them to be in accordance with the provisions of GASB 75 and reasonable in relation to the financial statements taken as a whole.



AREA	ACCOUNTING POLICY	CRITICAL POLICY?	JUDGMENTS & SENSITIVE ESTIMATE	COMMENTS ON QUALITY OF ACCOUNTING POLICY & APPLICATION
Defined benefit pension plan	The City participates in the Texas Municipal Retirement System (TMRS), an agent multiple-employer plan administered by TMRS. TMRS utilizes an independent actuary to provide an actuarial valuation report specific to each participating employer. This report provides each participating employer with estimates of the total pension liability, fiduciary net position, related deferred outflows/inflows and actuarially required contributions in accordance with the provisions of GASB 68.	X	Key assumptions utilized by the actuary in making the estimates in accordance with GASB 68. The total pension liability was determined by an actuarial valuation as of December 31, 2019 with a measurement date of September 30, 2020.	We evaluated the assumptions used by the actuary in estimating the City's total pension liability, the fiduciary net position, and the related deferred outflows/inflows and found them to be in accordance with the provisions of GASB 68 and reasonable in relation to the financial statements taken as a whole.



AREA	ACCOUNTING POLICY	CRITICAL POLICY?	JUDGMENTS & SENSITIVE ESTIMATE	COMMENTS ON QUALITY OF ACCOUNTING POLICY & APPLICATION
Allowance for uncollectible property taxes and EMS fees	Management's estimate of the allowance for uncollectible property taxes and EMS fees is based on historical property tax revenues, and an analysis of the collectability of individual accounts. We have evaluated key factors and assumptions used to develop the allowance in determining that is reasonable in related to the financial statements.	X	The City relies on valuations based on historical information and collectability.	The management's estimates are based on City policies and are in accordance with all applicable accounting guidelines.
Municipal Solid Waste and Landfill Obligations	Based on the audit procedures we performed with respect to the City's landfill closure and postclosure care costs, we noted that the City accounts for its related liability in accordance with all applicable standards and guidelines of the provisions of the GASB codification Section L10: *Landfill Closure and Postclosure Care Cost.*	X	Engineering estimates for the closure and post closure costs were conducted when the landfill was closed. This estimate is adjusted annually for monitoring costs and by an inflationary index.	We evaluated the key factors and assumptions used to develop the closure and postclosure care costs in determining that they are reasonable in relation to the financial statements taken as a whole.



AREA	ACCOUNTING POLICY	CRITICAL POLICY?	JUDGMENTS & SENSITIVE ESTIMATE	COMMENTS ON QUALITY OF ACCOUNTING POLICY & APPLICATION
Capital lease obligations	Capital lease obligations acquired by the City are recorded based on lease agreements entered into with lessors for certain equipment. The City follows the provisions of GASB Statement No. 62 Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, paragraphs 211-271, when reporting capital lease obligations.	X	The City relies on the capital lease payment schedule obtained from the lessor that excludes cost related to maintenance agreements in developing the City's estimate for capital lease obligations.	The City's policies are in accordance with all applicable accounting guidelines and GASB.



AREA	ACCOUNTING POLICY	CRITICAL POLICY?	JUDGMENTS & SENSITIVE ESTIMATE	COMMENTS ON QUALITY OF ACCOUNTING POLICY & APPLICATION
Deferred charges on refunding	Deferred charges on refunding attributable to differences in the carrying value of refunding debt and its acquisition price are recorded and amortized over the shorter of the life of the refunded or refunding debt. The City follows the provisions of Section D20: *Debt Extinguishments and Trouble Debt Restructuring*, of the GASB Codification when reporting these deferred charges.	X	The City estimates the deferred charges on refunding using amounts reported in sources and uses of funds disclosed in official debt documents relating to carrying value of refunding debt and its acquisition price.	The City's policies are in accordance with all applicable accounting guidelines and GASB.
Compensated absences	Liabilities for compensated absences attributable to services already rendered are accrued as employees earn the rights to those benefits. The City follows the provisions of Section C60: *Compensated Absences*, of the GASB Codification when reporting these liabilities.	X	The City estimates the accrued liabilities for compensated absences using leave balances accrued at the end of the fiscal year multiplied by the pay rate in effect for each employee as of the end of the fiscal year.	The City's policies are in accordance with all applicable accounting guidelines and GASB.

AREA	ACCOUNTING POLICY	CRITICAL POLICY?	JUDGMENTS & SENSITIVE ESTIMATE	COMMENTS ON QUALITY OF ACCOUNTING POLICY & APPLICATION
Investments	The City follows the provisions of Section I50: *Investments*, of the GASB Codification when reporting investments.	X	The City relies on investment valuation information from the bank or investment manager based upon financial market information to determine current or fair value.	The City's policies are in accordance with all applicable accounting guidelines and GASB.



During the course of our audit, we accumulate differences between amounts recorded by the City and amounts that we believe are required to be recorded under GAAP reporting guidelines. Those adjustments are either recorded (corrected) by the City or passed (uncorrected). Uncorrected misstatements or the matters underlying them could potentially cause future period financial statements to be materially misstated, even if, in the auditors' judgment, such uncorrected misstatements are immaterial to the financial statements under audit. The following is a listing of the adjustments that were detected as a result of audit procedures and corrected by management during the audit:

Adjusting Journal Entries			
Adjusting Journal Entries JE # 1			
To set up a due to/from between general fund, series 2019 I&S, and ISF to cover cash deficit at 9/30/20.			
101-1003-000302	DUE FROM SERIES 2019 I&S	10,431.51	
101-1003-000540	DUE FROM SANITATION FUND	890,709.40	
101-1003-000601	DUE FROM INTERNAL SERVICE FD	250,268.79	
302-1000-001002	CLAIM ON I&S POOLED CASH	10,431.51	
540-1000-001001	CLAIM ON A/P POOLED CASH	890,709.40	
601-1000-001001	CLAIM ON A/P POOLED CASH	250,268.79	
999-2003-000000	DUE TO OTHER FUNDS	1,151,409.70	
101-1000-001001	CLAIM ON A/P POOLED CASH		1,151,409.70
302-2003-000101	DUE TO GENERAL FUND		10,431.51
540-2003-000101	DUE TO GENERAL FUND		890,709.40
601-2003-000101	DUE TO GENERAL FUND		250,268.79
999-2003-000000	DUE TO OTHER FUNDS		1,151,409.70
Total		**3,454,229.10**	**3,454,229.10**
Adjusting Journal Entries JE # 2			
To accrue mixed beverage taxes for the last quarter of the fiscal year.			
101-1002-000106	DUE FROM TX-ABC MIXED BEV	17,441.46	
101-4000-413200	ALCOHOLIC BEV TAX		17,441.46
Total		**17,441.46**	**17,441.46**
Adjusting Journal Entries JE # 3			
To reverse PY I&S accrual			
101-4000-401900	INT & PENALTY ON TAXES	17,827.01	
301-4000-401900	INTEREST & PENALTY ON TAX	5,516.73	
101-1001-004016	A/R TAX PENALTY & INTEREST		17,827.01
301-1001-004016	A/R TAX PENALTY & INTEREST		5,516.73
Total		**23,343.74**	**23,343.74**
Adjusting Journal Entries JE # 4			
To adjust for inflation related to landfill post-closure liability			
540-5334-522845	MONITORING OF LANDFILL	35,581.00	
540-2008-008000	LANDFILL CLOSURE LIABILITY		35,581.00
Total		**35,581.00**	**35,581.00**

Adjusting Journal Entries JE # 5			
To post GASB 68 Entries related to change in TMRS pension in enterprise funds			
501-2001-003025	NET PENSION LIABILITY	133,104.00	
501-5312-511128	PENSION EXPENSE-AUDIT	23,417.00	
508-2001-003025	NET PENSION LIABILITY	26,621.00	
508-5324-511128	PENSION EXPENSE-AUDIT	4,683.00	
540-2001-003025	NET PENSION LIABILITY	7,986.00	
540-5330-511128	PENSION EXPENSE-AUDIT	1,405.00	
550-2001-003025	NET PENSION LIABILITY	45,255.00	
550-5520-511128	PENSION EXPENSE-AUDIT	7,962.00	
501-1008-000001	DEFRD RESOURCE OUTFLOW-PENSION		97,770.00
501-2009-000300	DEFRD RESOURCE INFLOW-PENSION		58,751.00
508-1008-000001	DEFRD RESOURCE OUTFLOW-PENSION		19,554.00
508-2009-000300	DEFRD RESOURCE INFLOW-PENSION		11,750.00
540-1008-000001	DEFRD RESOURCE OUTFLOW-PENSION		5,866.00
540-2009-000300	DEFRD RESOURCE INFLOW-PENSION		3,525.00
550-1008-000001	DEFRD RESOURCE OUTFLOW-PENSION		33,242.00
550-2009-000300	DEFRD RESOURCE INFLOW-PENSION		19,975.00
Total		**250,433.00**	**250,433.00**

Adjusting Journal Entries JE # 6			
To post GASB 75 entries related to TMRS SDB OPEB changes in the enterprise funds			
501-1008-000002	DEFERRED OUTLFLOWS RELATED TO OPEB	5,548.00	
501-5312-511129	OPEB EXPENSE	3,206.00	
508-1008-000002	DEFERRED OUTFLOWS RELATED TO OPEB	1,110.00	
508-5324-511129	OPEB EXPENSE	641.00	
540-1008-000002	DEFERRED OUTFLOWS RELATED TO OPEB	333.00	
540-5330-511129	OPEB EXPENSE	192.00	
550-1008-000002	DEFERRED OUTFLOW RELATED TO OPEB	1,886.00	
550-5520-511129	OPEB EXPENSE	1,090.00	
501-2001-003026	NET OPEB LIABILITY		8,754.00
508-2001-003026	NET OPEB LIABILITY		1,751.00
540-2001-003026	NET OPEB LIABILITY		525.00
550-2001-003026	NET OPEB LIABILITY		2,976.00
Total		**14,006.00**	**14,006.00**

Adjusting Journal Entries JE # 7			
To record September 2020 rent from the EDC.			
602-1001-004200	ACCTS RECEIVABLE	8,651.00	
602-4000-471100	PROPERTY RENTAL		8,651.00
Total		**8,651.00**	**8,651.00**



Adjusting Journal Entries JE # 8			
To record defer net AR for EMS fees at the fund level and report as a deferred inflow- unavailable revenue.			
101-3005-005500	FUND BALANCE-UNASSIGNED	1,493,649.00	
101-4000-432610	AMBULANCE FEES	31,681.00	
101-2005-002004	UNAVAILABLE REVENUE- EMS FEES		1,493,649.00
101-2005-002004	UNAVAILABLE REVENUE- EMS FEES		31,681.00
Total		**1,525,330.00**	**1,525,330.00**

Adjusting Journal Entries JE # 9			
To record revenue and receivable for CRF expenditures made as of 9/30/2020			
101-1002-000200	DUE FROM HIDALGO COUNTY	944,108.08	
101-4000-450010	INTERGOVERNMENTAL REVENUE		944,108.08
Total		**944,108.08**	**944,108.08**

Adjusting Journal Entries JE # 10			
to reclassify architectural services related to the Hangar expansion & infrastructure development project.			
550-1007-000500	CONSTRUCTION IN PROGRESS	38,000.00	
550-2000-001000	ACCOUNTS PAYABLE		6,000.00
550-5520-553120	CAPITAL OUTLAY IMPROVEMENTS		32,000.00
Total		**38,000.00**	**38,000.00**

Adjusting Journal Entries JE # 11			
to record AP for fuel delivery			
550-5520-544018	FUEL DELIVERY	10,269.79	
550-2000-001000	ACCOUNTS PAYABLE		10,269.79
Total		**10,269.79**	**10,269.79**

Adjusting Journal Entries JE # 12			
To reclassify emergency repairs on manholes collapsed after hurricane Hannah			
101-1003-000000	DUE FROM OTHER FUNDS	259,257.75	
101-5140-580000	TRANSFERS TO OTHER FUNDS	259,257.75	
508-1000-001001	CLAIM ON A/P POOLED CASH	259,257.75	
508-1007-001200	IMPROVEMENTS OTHER THAN BLDGS	259,257.75	
101-1000-001001	CLAIM ON A/P POOLED CASH		259,257.75
101-5209-544045	OTHER SUPPLIES		259,257.75
508-2003-000101	DUE TO GENERAL FUND		259,257.75
508-4000-490100	TRANSFER FROM OTHER FUNDS		259,257.75
Total		**1,037,031.00**	**1,037,031.00**

Adjusting Journal Entries JE # 13			
Financial Reporting Purposes- to reclass capital outlay from general government to public works for drain ditch department			
101-5600-550030	PUBLIC WORKS	247,578.00	
101-5600-550010	GENERAL GOVERNMENT		247,578.00
Total		**247,578.00**	**247,578.00**



Adjusting Journal Entries JE # 14			
To reclassify the Ambulance Supplemental Program payment to intergovernmental revenue.			
101-4000-432610	AMBULANCE FEES	79,744.01	
101-4000-450010	INTERGOVERNMENTAL REVENUE		79,744.01
Total		**79,744.01**	**79,744.01**

Adjusting Journal Entries JE # 15			
To record NIBRS receivable at 9/30/2020 and recognize LRGVDC NIBRS Contribution recorded as deferred in FY 2019.			
101-1002-000001	DUE FROM US DEPT OF JUSTICE	329,532.35	
101-2005-002000	DEFERRED REVENUES	15,000.00	
101-2005-002000	DEFERRED REVENUES		329,532.35
101-4000-450010	INTERGOVERNMENTAL REVENUE		15,000.00
Total		**344,532.35**	**344,532.35**

Adjusting Journal Entries JE # 16			
To correct intergovernmental revenues			
101-1002-000000	DUE FROM OTHER GOVERNMENTS	11,267.49	
101-1002-000001	DUE FROM US DEPT OF JUSTICE	15,097.77	
101-4000-450010	INTERGOVERNMENTAL REVENUE	13,231.50	
101-1001-004210	A/R CUSTOMER CHARGES		11,656.78
101-1002-000001	DUE FROM US DEPT OF JUSTICE		1,574.72
101-4000-450010	INTERGOVERNMENTAL REVENUE		7,323.25
101-4000-450010	INTERGOVERNMENTAL REVENUE		11,267.49
101-4000-450200	FBI-VIOLENT CRIME TASK FORCE		1,729.82
101-4000-450216	DEA-HIGH INTENSITY DRUG TRAFFICKIN		6,044.70
Total		**39,596.76**	**39,596.76**



City of Weslaco, Texas
Schedule of Passed (uncorrected) Adjusting Journal Entries
Year ended September 30, 2020

Account	Description	Debit	Credit
Passed adjustment #1			
To recognize airport hangar rentals in FY 2020 nto FY 2021			
550-1001-004200	Accounts Receivable	3,178.00	
550-4000-471560	Eastside Hanger-Rental		2,228.00
550-4000-471562	Westside Hanger-Rental		950.00
		3,178.00	**3,178.00**
Passed adjustment #2			
To adjust for EDC overpayment to the City for lease of building			
602-4000-471100	Property Rental	17,295.00	
602-2005-002001	Deferred Revenue - Prepaid Rent		17,295.00
		17,295.00	**17,295.00**
	Total passed adjustments	**20,473.00**	**20,473.00**

QUALITATIVE MATERIALITY CONSIDERATIONS

In evaluating the materiality of audit differences when they do arise, we consider both quantitative and qualitative factors, for example:

- Whether the difference arises from an item capable of precise measurement or whether it arises from an estimate, and, if so, the degree of imprecision inherent in the estimate.
- Whether the difference masks a change in earnings or other trends.
- Whether the difference changes a net decrease in assets to addition, or vice versa.
- Whether the difference concerns an area of the City's operating environment that has been identified as playing a significant role in the City's operations or viability.
- Whether the difference affects compliance with regulatory requirements.
- Whether the difference has the effect of increasing management's compensation – for example, by satisfying requirements for the award of bonuses or other forms of incentive compensation.
- Whether the difference involves concealment of an unlawful transaction.

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

March 26, 2021

Carr, Riggs, Ingram, LLC
402 East Tyler
Harlingen, Texas 78550

This representation letter is provided in connection with your audit(s) of the financial statements of the City of Weslaco, Texas, which comprise the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information as of September 30, 2020, and the respective changes in financial position and, where applicable, cash flows for the years then ended, and the related notes to the financial statements, for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of March 26, 2021, the following representations made to you during your audit.

Financial Statements

1) We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated August 10, 2020, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP and for preparation of the supplementary information in accordance with the applicable criteria.
2) The primary government financial statements referred to above are fairly presented in conformity with U.S. GAAP and include all properly classified funds and other financial information of the primary government required by generally accepted accounting principles to be included in the financial reporting entity. The aggregate discretely presented component unit has been audited by other auditors whose report has been furnished to us and component management has accepted responsibility for preparing component financial information.



3) We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
5) Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
6) Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties have been appropriately accounted for and disclosed in accordance with U.S. GAAP.
7) Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements.
8) We are in agreement with the adjusting journal entries you have proposed and they have been posted to the accounts. The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole for each opinion unit. A list of the uncorrected misstatements is attached to the representation letter and required communication.
9) The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with U.S. GAAP.
10) Guarantees, whether written or oral, under which the City of Weslaco, Texas, is contingently liable, if any, have been properly recorded or disclosed.
11) We have reviewed the separately issued audit report of the Weslaco Economic Development Corporation that was audited by component auditors, and which is presented as an aggregate discretely presented component unit in the City's Comprehensive Annual Financial Report. We acknowledge Component management is responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Information Provided

12) We have provided you with:
    a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters
    b) Additional information that you have requested from us for the purpose of the audit.
    c) Unrestricted access to persons within the City of Weslaco, Texas, from whom you determined it necessary to obtain audit evidence.
    d) Minutes of the meetings of City Commission or summaries of actions of recent meetings for which minutes have not yet been prepared.
13) All material transactions have been recorded in the accounting records and are reflected in the financial statements.
14) We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.



15) Except for as made known to you, we have no knowledge of any fraud or suspected fraud that affects the City of Weslaco, Texas and involves—

- Management,
- Employees who have significant roles in internal control, or
- Others where the fraud could have a material effect on the financial statements.

16) We have no knowledge of any allegations of fraud or suspected fraud affecting the City of Weslaco's financial statements communicated by employees, former employees, regulators, or others.
17) Except for as made known to you, we have no knowledge of instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or abuse, whose effects should be considered when preparing financial statements.
18) We have disclosed to you all known actual or possible litigation, claims, and assessments whose effects should be considered when preparing the financial statements.
19) We have disclosed to you the names of the City of Weslaco's related parties and all the related party relationships and transactions, including any side agreements.

Government-specific

20) There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
21) We have taken timely and appropriate steps to remedy the findings that you have reported to us.
22) We have a process to track the status of audit findings and recommendations.
23) We have identified to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
24) We have provided our views on reported findings, conclusions, and recommendations, as well as our planned corrective actions, for the report.
25) The City of Weslaco has no plans or intentions that may materially affect the carrying value or classification of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance or net position.
26) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.
27) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that we believe have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.
28) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that we believe have a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.



29) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.
30) We are in agreement with the finding related to expenditures exceeding appropriations of the City's General Fund budget and we are not aware of any other violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.
31) As part of your audit, you assisted with preparation of the financial statements and disclosures, schedule of expenditures federal awards, necessary sections of the data collection form, and journal entries. We acknowledge our responsibility as it relates to those nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, Vidal Roman, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those financial statements and disclosures, schedule of expenditure federal awards, necessary sections of the data collection form, and journal entries.
32) The City of Weslaco has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
33) The City of Weslaco has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
34) The financial statements include all component units, appropriately present majority equity interests in legally separate organizations and joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.
35) The financial statements properly classify all funds and activities in accordance with GASB Statement No. 34, as amended.
36) All funds that meet the quantitative criteria in GASB Nos. 34 and 37 for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.
37) Components of net position (net investment in capital assets; restricted; and unrestricted) and classifications of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.
38) Investments, derivative instruments, and land and other real estate held by endowments are properly valued.
39) Provisions for uncollectible receivables have been properly identified and recorded.
40) Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.
41) Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.



42) Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.
43) Deposits and investment securities and derivative instruments are properly classified as to risk and are properly disclosed.
44) Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated or amortized.
45) We have appropriately disclosed the City of Weslaco's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and have determined that net position is properly recognized under the policy.
46) We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.
47) We acknowledge our responsibility for the required supplementary information (RSI). The RSI is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the RSI.
48) With respect to the other supplementary information on which an in-relation-to opinion is issued:
    a) We acknowledge our responsibility for presenting the other supplementary information in accordance with accounting principles generally accepted in the United States of America, and we believe the other supplementary information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America. The methods of measurement and presentation of the other supplementary information have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.
    b) If the other supplemental information is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the supplementary information no later than the date we issue the supplementary information and the auditor's report thereon.

49) With respect to federal award programs:

    a) We are responsible for understanding and complying with and have complied with, the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), including requirements relating to preparation of the schedule of expenditures of federal awards.

b) We acknowledge our responsibility for preparing and presenting the schedule of expenditures of federal awards (SEFA) and related disclosures in accordance with the requirements of the Uniform Guidance, and we believe the SEFA, including its form and content, is fairly presented in accordance with the Uniform Guidance. The methods of measurement or presentation of the SEFA have not changed from those used in the prior period and we have disclosed to you any significant assumptions and interpretations underlying the measurement or presentation of the SEFA.

c) If the SEFA is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the SEFA no later than the date we issue the SEFA and the auditor's report thereon.

d) We have identified and disclosed to you all of our government programs and related activities subject to the Uniform Guidance compliance audit, and have included in the SEFA, expenditures made during the audit period for all awards provided by federal agencies in the form of federal awards, federal cost-reimbursement contracts, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other direct assistance.

e) We are responsible for understanding and complying with, and have complied with, the requirements of federal statutes, regulations, and the terms and conditions of federal awards related to each of our federal programs and have identified and disclosed to you the requirements of federal statutes, regulations, and the terms and conditions of federal awards that are considered to have a direct and material effect on each major program.

f) We are responsible for establishing and maintaining, and have established and maintained, effective internal control over compliance for federal programs that provides reasonable assurance that we are managing our federal awards in compliance with federal statutes, regulations, and the terms and conditions of federal awards that could have a material effect on our federal programs. We believe the internal control system is adequate and is functioning as intended.

g) We have made available to you all federal awards (including amendments, if any) and any other correspondence with federal agencies or pass-through entities relevant to federal programs and related activities.

h) We have received no requests from a federal agency to audit one or more specific programs as a major program.

i) We have complied with the direct and material compliance requirements (except for noncompliance disclosed to you), including when applicable, those set forth in the *OMB Compliance Supplement*, relating to federal awards and [have identified and disclosed to you all amounts questioned and all known noncompliance with the direct and material compliance requirements of federal awards.

j) We have disclosed any communications from federal awarding agencies and pass-through entities concerning possible noncompliance with the direct and material compliance requirements, including communications received from the end of the period covered by the compliance audit to the date of the auditor's report.



k) We have disclosed to you the findings received and related corrective actions taken for previous audits, attestation engagements, and internal or external monitoring that directly relate to the objectives of the compliance audit, including findings received and corrective actions taken from the end of the period covered by the compliance audit to the date of the auditor's report.

l) Amounts claimed or used for matching were determined in accordance with relevant guidelines in OMB's Uniform Guidance (2 CFR part 200, subpart E).

m) We have disclosed to you our interpretation of compliance requirements that may have varying interpretations.

n) We have made available to you all documentation related to compliance with the direct and material compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.

o) We have disclosed to you the nature of any subsequent events that provide additional evidence about conditions that existed at the end of the reporting period affecting noncompliance during the reporting period.

p) There are no such known instances of noncompliance with direct and material compliance requirements that occurred subsequent to the period covered by the auditor's report.

q) No changes have been made in internal control over compliance or other factors that might significantly affect internal control, including any corrective action we have taken regarding significant deficiencies or material weaknesses in internal control over compliance, subsequent to the period covered by the auditor's report.

r) Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the financial statements have been prepared.

s) The copies of federal program financial reports provided you are true copies of the reports submitted, or electronically transmitted, to the respective federal agency or pass-through entity, as applicable.

t) We have charged costs to federal awards in accordance with applicable cost principles.

u) We are responsible for and have accurately prepared the summary schedule of prior audit findings to include all findings required to be included by the Uniform Guidance, and we have provided you with all information on the status of the follow-up on prior audit findings by federal awarding agencies and pass-through entities, including all management decisions.

v) We are responsible for and have ensured the reporting package does not contain protected personally identifiable information.

w) We are responsible for and have accurately prepared the auditee section of the Data Collection Form as required by the Uniform Guidance.



x) We are responsible for taking corrective action on each audit finding of the compliance audit and have developed a corrective action plan that meets the requirements of the Uniform Guidance.

y) We have disclosed to you all contracts or other agreements with service organizations, and we have disclosed to you all communications from the service organizations relating to noncompliance at the service organizations.

Signature: _____
Title: City Manager

Signature: _____
Title: Finance Director

CRI CARR RIGGS & INGRAM CPAs and Advisors

Carr, Riggs & Ingram, LLC
402 East Tyler Avenue
Harlingen, TX 78550-9122

(956) 423-3765
(956) 428-7520 (fax)
CRIcpa.com

March 26, 2021

City Commission and Management
City of Weslaco, Texas

In planning and performing our audit of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Weslaco, Texas (the "City"), as of and for the year ended September 30, 2020, in accordance with auditing standards generally accepted in the United States of America, we considered the City of Weslaco, Texas' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Weslaco, Texas' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Weslaco, Texas' internal control. Our report includes reference to other auditors who audited the financial statements of the aggregate discretely presented component unit, as described in our report on the City of Weslaco, Texas' financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the Annual Comprehensive Financial Report schedule of findings and questioned costs, we did identify certain deficiencies in internal control that we consider to be a material weakness and significant deficiency.

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. We consider the deficiency described in the Annual Comprehensive Financial Report schedule of findings and questioned costs as item 2020-001 to be a material weakness.

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. We consider the deficiency described in the Annual Comprehensive Financial Report schedule of findings and questioned costs as item 2020-002 to be a significant deficiency.

During our audit we also became aware of certain matters that are opportunities for strengthening internal controls and operating efficiency. We included the accompanying chart of internal control recommendations for management's consideration. This letter does not affect our report, dated March 26, 2021, on the financial statements of the City of Weslaco, Texas.

This communication is intended solely for the information and use the City Commission and Management and others within the City of Weslaco, Texas, and is not intended to be, and should not be, used by anyone other than these specified parties.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC



IP = Improvement Point	D = Control Deficiency	SD = Significant Deficiency	MW = Material Weakness

CONTROL NUMBER	RATING	AREA	ITEM NOTED	SUGGESTION	MANAGEMENT ACTION
001	D	Utility Billing Accounts receivable	During review of the process of setting up customer accounts in the utility billing software, CRI noted there is no control designed to ensure that the correct customer classification is entered in the billing software.	Customer accounts set up in the utility billing software should be reviewed by appropriate personnel to ensure the customer classification and related billing rates is accurately reflected.	This process will be reviewed and a procedure will be put in place to comply with this matter.
002	D	Allocation of Investment Pool	During our procedures over allocation of investment pool, CRI noted it is possible for allocation to be skewed by large transactions of cash inflow or outflow to individual funds. Due to GAAP requirements to separately classify Texpool funds as investments, the method of allocation is difficult to track.	Management should consider tracking pooled investment for fund 999 into separate funds by governmental or proprietary funds.	This process will be reviewed and a procedure put in place to comply with this matter.
003	D	Landfill Postclosure Liability	In prior years, the City had not adjusted for inflation based on TCEQ inflation factors.	Management should implement a process at year-end to review landfill costs and adjust for inflation based on TCEQ inflation factors.	This process will be reviewed and a procedure put in place to comply with this matter.

CONTROL NUMBER	RATING	AREA	ITEM NOTED	SUGGESTION	MANAGEMENT ACTION
004	IP	Cash	During our procedures of review of bank reconciliations, CRI noted three old outstanding checks that have not cleared the bank.	Management should cancel and re-issue checks older than one year.	This process will be reviewed and a procedure put in place to comply with this matter.
005	D	Expenditures and Capital Assets	During our review of significant disbursements, CRI noted classification for an emergency replacement on a manhole that collapsed after Hurricane Hanna was expensed to other supplies instead of capital outlay.	Appropriate personnel from the finance department should review disbursements for emergency causes are properly classified.	This occurred due to the coding of the expenditure. Purchasing will be double checking to determined that the correct account number is assigned to the purchase order.
006	D	Accounts Receivable/ Revenue	During our procedures over revenue, CRI noted the City did not accrue mixed beverage taxes for the last quarter. Adjustments were proposed and made to correct missing information.	Appropriate personnel from the finance department should review Texas Comptroller website for Mixed Beverage taxes to ensure all amounts are appropriately accounted for.	This process will be reviewed and a procedure will be put in place to comply with this matter.
007		Accounts Receivable/ Revenue	During our procedures over revenue, CRI noted the City did not record property revenue from EDC for September 2020 rental.	At year-end, appropriate personnel from finance department should review revenue account to ensure all months of property rental are recorded as revenue.	This process will be reviewed and a procedure will be put in place to comply with this matter.

CONTROL NUMBER	RATING	AREA	ITEM NOTED	SUGGESTION	MANAGEMENT ACTION
008	D	Grant expenditures	Grant expenditures are not reconciled to intergovernmental revenue at year end for purposes of determining completeness of federal and state grant expenses. In addition, all intergovernmental revenues are aggregated in one account which creates difficulties in the reconciliation process.	We recommend management reconcile grant expenditures with related intergovernmental revenue and segregate significant grant activity in appropriate general ledger accounts.	The city has started setting up accounts for awarded grants and will maintain a worksheet to reconcile the revenue with associated expenditures.
009	D	Accounts payable	2 exceptions were identified in the test of subsequent disbursements. Certain fees related to professional services and fuel delivery services received before year-end were improperly excluded from accounts payable. Adjusting entries were needed to adjust the accounts payable and related expenditure accounts.	We recommend management to establish cutoff period for purchase orders to ensure all related accounts payables have been accurately reflected in appropriate accounts. In addition, disbursements should continue to be reviewed for posting in the correct accounting period.	City will make certain that any outstanding invoices are charged to the appropriate fiscal year.

CONTROL NUMBER	RATING	AREA	ITEM NOTED	SUGGESTION	MANAGEMENT ACTION
010	D	Property taxes receivable	The calculation of allowance for uncollectible property taxes receivable did not include updated balances for property taxes receivable for tax years 2009 and prior. An adjusting entry was made to adjust allowance for uncollectible property taxes.	The amounts used in the calculation of allowance for uncollectible property taxes receivable should be agreed to subsidiary tax office reports to ensure the calculation is correct.	Staff will make certain that this does not occur again and will take necessary measures.
2020-001	MW	Accounting for unavailable revenue in accordance with modified accrual basis of accounting	Refer to Schedule of Findings and Questioned Costs for the item noted.	Refer to Schedule of Findings and Questioned Costs for the item noted.	Refer to Schedule of Findings and Questioned Costs for the item noted.
2020-002	SD	Budgetary process and expenditures in excess of appropriations	Refer to Schedule of Findings and Questioned Costs for the item noted.	Refer to Schedule of Findings and Questioned Costs for the item noted.	Refer to Schedule of Findings and Questioned Costs for the item noted.

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

Date: April 6, 2021

To: Mayor and City Commission
CC: Mike R. Perez, City Manager

FR: Vidal Roman, Finance Director

Re: Mid-Year Budget Amendment

The City is at mid-point of the fiscal year and wants to amend the original budget in accordance with keeping expenditures within budgetary constraints at the departmental level. Whereas any deviation from this requires approval by the governing body i.e. City Commission thus the need to amend the budget. We respectfully come before you for consideration on this request.

Staff recommends approval of Ordinance and Budget Amendment.

CITY OF WESLACO
BUDGET AMENDMENT
FY 2020-2021

FUND: **GENERAL**

DEPARTMENT: **VARIOUS** BUDGET CHANGE # _____

DATE: April 6, 2021

FUND	G/L ACCT #	DESCRIPTIONS	CURRENT BUDGET	DR	CR	REVISED BUDGET
101	4000-	Various Revenue Accounts	29,545,451		1,791,997	31,337,448
101	5000-	Various Depts/Accounts	27,033,112	2,170,792	-	29,203,904
101	5140-581121	Transfer Out -Econ Incentive	1,428,270	151,037		1,579,307
101	5140-580415	Transfer Out -FDER	425,000	82,748		507,748
101	5140-580410	Transfer Out -CIP	570,000	2,069,000		2,639,000
101	5140-580550	Transfer Out - Airport	250,000	130,000		380,000
101		Fund Balance - PY Adjustmnt	8,551,795		2,705,271	11,257,066
						-
						-
						-
						-
			$ 67,803,628	**$ 4,603,577**	**$ 4,497,268**	**$ 76,904,473**

(Round up all amounts to the nearest dollar)

Justification:

Mid Year Budget Amendments with funding for additional projects and adjustment of budgeted prior year estimates to actuals. (See attachments).

Department Head Approval **Date**

Finance Director **Date**

City Manager **Date**

PROPOSED MID-YEAR EXPENDITURES
2020/2021

AVAILABLE	**2,705,271.00**
PUBLIC WORKS	
Bobcat for sandbags	$80,000.00
Backhoe	$120,000.00
New Pick-up 4X4	$32,000.00
Sidewalk 5' wide/ramps about ½ mile	$100,000.00
Sidewalk maintenance	$50,000.00
Sidewalk Federal Transit Authority - match	$100,000.00
Railroad Crossings	$100,000.00
Speed Bumps	$10,000.00
	$592,000.00
INFORMATION TECHNOLOGY	
Wi-Fi - Pena, Block and Rodriguez Parks	$24,000.00
	$24,000.00
ENGINEERING	
Signal lights 18th/Bridge , Airport /Bus.83 & Westage/6th St	$185,000.00
Additional signal lights (to be determined)	$125,000.00
Repairs to exsisting signal lights	$60,000.00
Speed bumps (4 speed bumps)	$20,000.00
	$390,000.00
POLICE	
Police Units (cost saving, Grants 2 Units) - 1 Unit from this expense	$65,000.00
Shooting Range	$125,000.00
	$190,000.00
AIRPORT	
Improvements (see list of items)	$130,000.00
	$130,000.00
PARKS	
Soccer Field and North Park	$500,000.00
Trails/Canal ½ mile/12' wide	$100,000.00
Christmas Decorations	$100,000.00
Water fountain for bottle filling	$10,000.00
Repave Parking lot at Pena Park	$100,000.00
Tennis Courts - Resurface/Fence/Lights	$350,000.00
	$1,160,000.00
TOTAL FOR PROJECTS	**$2,486,000.00**
MID YEAR BUDGET AMENDMENT	**$195,580.00**
Transfer out to CIP Fund since they are Projects.	$2,069,000.00

City of Weslaco
Mid Year Budget Amendment
Fiscal Year 2020-2021

For Informational Purposes Only			
		Revenue	**Expenditures**
	Estimate	29,214,554	28,817,019
	Actual	33,663,873	30,561,067
		4,449,319	(1,744,048)
	As of September 30,2020	**Net Surplus:**	**2,705,271**

	RECAP BY DEPARTMENTS	Revenue	Expenditures
Revenues	General Fund - all sources	1,791,997	
Expenditures			
Finance			6,100
Human Resources			67,200
Building Mntnce			105,000
Other General Expenditure			307,714
Information Tech			63,800
Police			974,567
Fire			274,500
Emerg. Med Svcs			554,707
Emerg. Mgmnt			63,500
Public Works Admin			2,000
Streets			22,610
Drain Ditch			15,000
Engineering			25,000
Parks			4,500
Planng/Code Enf			15,000
Transfers	Ordinance 2020-01 (Fire Repl. Fund)		82,748
Transfers	Economic 380 Incentives		151,037
		1,791,997	2,734,982
	Prior Fund Balance adjustment		(747,406)
		1,791,997	1,987,577
		Net Effect:	**(195,580)**

Detail Listing

Account Number	ept / Function	Description	Expenditure	Revenue
REVENUE				
101-4000-414020		Franchise - Magic Valley		22,471
101-4000-422010		Subdivision Fees		50,000
101-4000-422024		Board of Adj & Appeals		13,000
101-4000-431160		Sale of Cemetary Plots		10,000
101-4000-450010		Intergovernmental Revenue - Deployment		481,215
101-4000-450010		Covid 19 Interlocal w/ Hidalgo county		606,054
101-4000-450010		Bureau Justice Grant - Message Board Trailer		149,890
101-4000-451111		Emergency Svce Dist. #1		45,000
101-4000-450010		Ed Byrne JAG - Supplies First Offender		10,633
101-4000-471100		Ed Byrne JAG - Equipment Scanning		45,439
101-4000-450010		Cares Act Ambulance Assistance		22,500
101-4000-450010		LRGVDC Trak-V		14,707
101-4000-471430		EDC		300,519
101-4000-473810		Insurance Claims Payment		20,570
		EXPENSES		
101-5106-522520	Finance	Subscription -EMS	6,100	
101-5109-510080	Human Resources	Overtime	1,500	
101-5109-533010		Professional Services - Everett	65,000	
101-5109-544026		Educational Supplies	700	
101-5110-522628	Building Mntnce	Maintenance - Other (Tower of Honor)	104,000	
101-5110-522641		Maintenance - HVAC	1,000	
101-5140-522097	Other General Exp	Contingency - Property Acquisition	307,714	
101-5111-554130	Information Tech	Computer Hdwe -Network Servers (2)	63,800	
101-5202-510080	Police	Overtime	176,691	
101-5202-522810		Other Services	128,000	-
101-5202-554131		Equipment - Supplies (1st Offender Div)	10,633	
101-5202-554131		Equipment - Message Board Trailer	201,000	
101-5202-554131		Equipment - Crime Scene Equipment	45,439	
101-5202-554240		Capital outlay -Vehicles (Over Bdgt)	15,000	
101-5202-554240		Capital outlay -Vehicles (Repl. Ins)	42,708	
101-5202-554240		Vehicles Dodge Durango (Cares overage)	56,927	
101-5202-554240		Capital outlay -Vehicles (Stonegarden)	57,690	
101-5202-554240		Capital outlay -Vehicles (Special Ops)	62,510	
101-5202-554240		Capital outlay -Vehicles (4x4 Crew Cabs - 2)	115,883	
101-5202-554240		Capital outlay -Transit Van	62,086	
101-5206-510080	Fire	Overtime	150,000	
101-5206-554131		Equipment	90,000	-
101-5206-522628		Maintenance - Other	2,500	-
101-5206-522632		Maintenance - Apparatus	20,000	
101-5206-544012		Clothing & Linens	12,000	
101-5208-554131	Emerg. Med Svcs	Tools & Equipment (Stretcher)	90,000	
101-5208-554131		Tools & Equipment	14,707	
101-5208-554240		Capital outlay - Vehicles (Ambulance	450,000	

101-5209-522637	Emerg. Mgmnt	Maintenance Generators	3,500	
101-5209-522801		Community Mitigation	10,000	
101-5209-544045		Other Supplies - COVID 19	50,000	
101-5300-550110	Public Works Admin	Office Furniture/Equipment	2,000	
101-5304-522080	Streets	Ins.& Bonds - Claims	2,610	
101-5304-522638		Maintenance - Traffic Lights	20,000	
101-5307-554131	Drain Ditch	Equipment	15,000	
101-5350-533010	Engineering	Professional Services (Engineering)	25,000	
101-5404-522300	Parks	Equipment Rental	4,500	-
101-5511-554131	Planning	Tools & Equipment	10,000	
101-5511-533010		Professional Services	5,000	
		Transfer to Fire Eqpt Repl Fund	82,748	
		Transfer to Economic 380 Agreement	151,037	
			2,734,982	1,791,997
		Adjustment-Prior Fund Balance Activity	(747,406)	-
			1,987,577	1,791,997
		Fund Balance		**(195,580)**

ADDITIONAL BUDGET AMENDMENT ITEMS
(As Per Listing on Proposed Mid-Year Expenditures)

101-5202-554240	Police	Vehicles	65,000
101-5300-554240	Public Works Admin	Vehicles	232,000
101-5304-522624	Streets	Mtnce - Streets and other	50,000
101-5304-522638	Engineering	Mtnce - Traffic Signals	60,000
101-5404-522629	Parks	Maintenance - Parks	10,000
			417,000

PROPOSED MID-YEAR EXPENDITURES
2020/2021

AVAILABLE	**2,705,271.00**
PUBLIC WORKS	
Bobcat for sandbags	$80,000.00
Backhoe	$120,000.00
New Pick-up 4X4	$32,000.00
Sidewalk 5' wide/ramps about ½ mile	$100,000.00
Sidewalk maintenance	$50,000.00
Sidewalk Federal Transit Authority - match	$100,000.00
Railroad Crossings	$100,000.00
Speed Bumps	$10,000.00
	$592,000.00
INFORMATION TECHNOLOGY	
Wi-Fi - Pena, Block and Rodriguez Parks	$24,000.00
	$24,000.00
ENGINEERING	
Signal lights 18th/Bridge , Airport /Bus.83 & Westage/6th St	$185,000.00
Additional signal lights (to be determined)	$125,000.00
Repairs to exsisting signal lights	$60,000.00
Speed bumps (4 speed bumps)	$20,000.00
	$390,000.00
POLICE	
Police Units (cost saving, Grants 2 Units) - 1 Unit from this expense	$65,000.00
Shooting Range	$125,000.00
	$190,000.00
AIRPORT	
Improvements (see list of items)	$130,000.00
	$130,000.00
PARKS	
Soccer Field and North Park	$500,000.00
Trails/Canal ½ mile/12' wide	$100,000.00
Christmas Decorations	$100,000.00
Water fountain for bottle filling	$10,000.00
Repave Parking lot at Pena Park	$100,000.00
Tennis Courts - Resurface/Fence/Lights	$350,000.00
	$1,160,000.00
TOTAL FOR PROJECTS	**$2,486,000.00**
MID YEAR BUDGET AMENDMENT	**$195,580.00**
Transfer out to CIP Fund since they are Projects.	$2,069,000.00

$417,000.00

3/26/2021

City of Weslaco
Mid Year Budget Amendment
Fiscal Year 2020-2021

For Informational Purposes Only			
		Revenue	**Expenditures**
	Estimate	29,214,554	28,817,019
	Actual	33,663,873	30,561,067
		4,449,319	(1,744,048)
	As of September 30,2020	**Net Surplus:**	**2,705,271**

	RECAP BY DEPARTMENTS	Revenue	Expenditures
Revenues	General Fund - all sources	1,791,997	
Expenditures			
Finance			6,100
Human Resources			67,200
Building Mntnce			105,000
Other General Expenditure			307,714
Information Tech			63,800
Police			974,567
Fire			274,500
Emerg. Med Svcs			554,707
Emerg. Mgmnt			63,500
Public Works Admin			2,000
Streets			22,610
Drain Ditch			15,000
Engineering			25,000
Parks			4,500
Planng/Code Enf			15,000
Transfers	Ordinance 2020-01 (Fire Repl. Fund)		82,748
Transfers	Economic 380 Incentives		151,037
		1,791,997	2,734,982
	Prior Fund Balance adjustment		(747,406)
		1,791,997	1,987,577
		Net Effect:	**(195,580)**

Detail Listing

Account Number	ept / Function	Description	Expenditure	Revenue
REVENUE				
101-4000-414020		Franchise - Magic Valley		22,471
101-4000-422010		Subdivision Fees		50,000
101-4000-422024		Board of Adj & Appeals		13,000
101-4000-431160		Sale of Cemetary Plots		10,000
101-4000-450010		Intergovernmental Revenue - Deployment		481,215
101-4000-450010		Covid 19 Interlocal w/ Hidalgo county		606,054
101-4000-450010		Bureau Justice Grant - Message Board Trailer		149,890
101-4000-451111		Emergency Svce Dist. #1		45,000
101-4000-450010		Ed Byrne JAG - Supplies First Offender		10,633
101-4000-471100		Ed Byrne JAG - Equipment Scanning		45,439
101-4000-450010		Cares Act Ambulance Assistance		22,500
101-4000-450010		LRGVDC Trak-V		14,707
101-4000-471430		EDC		300,519
101-4000-473810		Insurance Claims Payment		20,570
		EXPENSES		
101-5106-522520	Finance	Subscription -EMS	6,100	
101-5109-510080	Human Resources	Overtime	1,500	
101-5109-533010		Professional Services - Everett	65,000	
101-5109-544026		Educational Supplies	700	
101-5110-522628	Building Mntnce	Maintenance - Other (Tower of Honor)	104,000	
101-5110-522641		Maintenance - HVAC	1,000	
101-5140-522097	Other General Exp	Contingency - Property Acquisition	307,714	
101-5111-554130	Information Tech	Computer Hdwe -Network Servers (2)	63,800	
101-5202-510080	Police	Overtime	176,691	
101-5202-522810		Other Services	128,000	-
101-5202-554131		Equipment - Supplies (1st Offender Div)	10,633	
101-5202-554131		Equipment - Message Board Trailer	201,000	
101-5202-554131		Equipment - Crime Scene Equipment	45,439	
101-5202-554240		Capital outlay -Vehicles (Over Bdgt)	15,000	
101-5202-554240		Capital outlay -Vehicles (Repl. Ins)	42,708	
101-5202-554240		Vehicles Dodge Durango (Cares overage)	56,927	
101-5202-554240		Capital outlay -Vehicles (Stonegarden)	57,690	
101-5202-554240		Capital outlay -Vehicles (Special Ops)	62,510	
101-5202-554240		Capital outlay -Vehicles (4x4 Crew Cabs - 2)	115,883	
101-5202-554240		Capital outlay -Transit Van	62,086	
101-5206-510080	Fire	Overtime	150,000	
101-5206-554131		Equipment	90,000	-
101-5206-522628		Maintenance - Other	2,500	-
101-5206-522632		Maintenance - Apparatus	20,000	
101-5206-544012		Clothing & Linens	12,000	
101-5208-554131	Emerg. Med Svcs	Tools & Equipment (Stretcher)	90,000	
101-5208-554131		Tools & Equipment	14,707	
101-5208-554240		Capital outlay - Vehicles (Ambulance	450,000	

101-5209-522637	Emerg. Mgmnt	Maintenance Generators	3,500	
101-5209-522801		Community Mitigation	10,000	
101-5209-544045		Other Supplies - COVID 19	50,000	
101-5300-550110	Public Works Admin	Office Furniture/Equipment	2,000	
101-5304-522080	Streets	Ins.& Bonds - Claims	2,610	
101-5304-522638		Maintenance - Traffic Lights	20,000	
101-5307-554131	Drain Ditch	Equipment	15,000	
101-5350-533010	Engineering	Professional Services (Engineering)	25,000	
101-5404-522300	Parks	Equipment Rental	4,500	-
101-5511-554131	Planning	Tools & Equipment	10,000	
101-5511-533010		Professional Services	5,000	
		Transfer to Fire Eqpt Repl Fund	82,748	
		Transfer to Economic 380 Agreement	151,037	
			2,734,982	1,791,997
		Adjustment-Prior Fund Balance Activity	(747,406)	-
			1,987,577	1,791,997
		Fund Balance		**(195,580)**

ADDITIONAL BUDGET AMENDMENT ITEMS
(As Per Listing on Proposed Mid-Year Expenditures)

101-5202-554240	Police	Vehicles	65,000
101-5300-554240	Public Works Admin	Vehicles	232,000
101-5304-522624	Streets	Mtnce - Streets and other	50,000
101-5304-522638	Engineering	Mtnce - Traffic Signals	60,000
101-5404-522629	Parks	Maintenance - Parks	10,000
			417,000

CITY OF WESLACO
BUDGET AMENDMENT
FISCAL YEAR 2021

FUND: **Water/Wastewater**

DEPARTMENT: **VARIOUS** BUDGET AMENDMENT # _____

DATE: April 6, 2021

FUND	G/L ACCT #	DESCRIPTIONS	CURRENT BUDGET	INCREASE DR	DECREASE CR	REVISED BUDGET
501	- 5000	SEE ATTACHMENT		$ 96,879		$ 96,879
508		SEE ATTACHMENT	$ -	$ 39,754		$ 39,754
501-508		FUND BALANCE (DON'T POST)	$ (1,438,072)	$ (136,633)	$ -	$ (1,574,705)
						-
			$ (1,438,072)	**$ -**	**$ -**	**$ (1,438,072)**

(Round up all amounts to the nearest dollar)

Justification:

SEE ATTACHEMENT

City of Weslaco

Department Head Approval **Date**

Finance Director **Date**

City Manager **Date**

Account	Department	Description	Expenditure	Revenue
Water Fund				
501-5312-533012	Water Treatment	Contractual - Inframark	19,579	
501-5312-550100		SCADA	77,300	-
501-5315-510020	Meter Division	Vehicles	(4,000)	
501-5316-550110		Utility Billing	4,000	-
			-	
			96,879	-
		Impact on Fund Balance	**$ (96,879)**	
WasteWater Fund				
508-5322-533012	WW Treatment	Contractual - Inframark	19,579	
508-5324-533012	WW Collection	Contractual - Inframark	20,175	
			39,754	-
		Impact on Fund Balance	**$ (39,754)**	

CITY OF WESLACO
BUDGET AMENDMENT
FISCAL YEAR 2021

FUND: **Solid Waste**

DEPARTMENT: **VARIOUS**

DATE: April 6, 2021

BUDGET AMENDMENT # _____

FUND	G/L ACCT #	DESCRIPTIONS	CURRENT BUDGET	DR	CR	REVISED BUDGET
540	- 4000 -	VARIOUS ACCOUNT	$ 5,590,800	$ -	$ 3,289,100	$ 2,301,700
540	- 5000	VARIOUS ACCOUNT	5,160,048	3,712,476	-	8,872,524
540		FUND BALANCE (DON'T POST)	1,960,736	-	423,376	1,537,360
						-
						-
						-
			$ 12,711,584	**$ 3,712,476**	**$ 3,712,476**	**$ 12,711,584**

(Round up all amounts to the nearest dollar)

Justification:

SEE ATTACHEMENT

City of Weslaco

Department Head Approval — **Date**

Finance Director — **Date**

City Manager — **Date**

Airport Fund				
550-4000-450010	Revenue	Intergovernmental	$ -	$ 23,810
550-4000-490100		Other financing sources		$ 3,265,290
550-5520-522080		Capital Outlay	3,265,290	
550-5520-533010		Wages	24,960	
550-5520-553120		Benefits	9,332	
550-5520-554131		Equipment rental	45,000	
550-5700-566550		Capital Outlay - Burner, loader,imprv	367,894	
			3,712,476	3,289,100
		Impact on Fund Balance	**$ (423,376)**	

CITY OF WESLACO
BUDGET AMENDMENT
FISCAL YEAR 2021

FUND: **Airport**

DEPARTMENT: **VARIOUS**

DATE: April 6, 2021

BUDGET AMENDMENT # _____

FUND	G/L ACCT #	DESCRIPTIONS	CURRENT BUDGET	DR	CR	REVISED BUDGET
550	- 4000 -	VARIOUS ACCOUNT	$ 5,590,800	$ -	$ 672,000	$ 4,918,800
550	- 5000	VARIOUS ACCOUNT	5,160,048	167,400	-	5,327,448
550		FUND BALANCE (DON'T POST)	(631,815)	-	504,600	(127,215)
						-
						-
						-
			$ 10,119,033	**$ 167,400**	**$ 1,176,600**	**$ 10,119,033**

(Round up all amounts to the nearest dollar)

Justification:

SEE ATTACHEMENT

City of Weslaco

Department Head Approval **Date**

Finance Director **Date**

City Manager **Date**

Airport Fund				
550-4000-450010	Revenue	Intergovernmental	$ -	$ 542,000
550-4000-490100		Transfer In		$ 130,000
550-5520-522080		Insurance	5,600	
550-5520-533010		Professional Services	12,200	
550-5520-553120		Capital Improvements	48,000	
550-5520-554131		Tools & Equipment	26,000	
550-5700-566550		Interest - Capital leases	75,600	
			167,400	672,000
		Impact on Fund Balance	**$ 504,600**	

CITY OF WESLACO
BUDGET AMENDMENT
FISCAL YEAR 2021

FUND: **FDER**

DEPARTMENT: **VARIOUS**

DATE: April 6, 2021

BUDGET AMENDMENT #

FUND	G/L ACCT #	DESCRIPTIONS	CURRENT BUDGET	DR	CR	REVISED BUDGET
415 - 4000	490100	Transfer In	$ 425,000	$ -	$ 82,748	$ 507,748
415		FUND BALANCE (DON'T POST)	317,513	-		317,513
						-
						-
						-
			$ 742,513	$ -	$ 82,748	$ 825,261

(Round up all amounts to the nearest dollar)

Justification:

SEE ATTACHEMENT

City of Weslaco

Department Head Approval	**Date**
Finance Director	**Date**
City Manager	**Date**

CITY OF WESLACO
BUDGET AMENDMENT
FISCAL YEAR 2021

FUND: **Economic Incentive**

DEPARTMENT: **VARIOUS**

DATE: April 6, 2021

BUDGET AMENDMENT #

FUND	G/L ACCT #	DESCRIPTIONS	CURRENT BUDGET	DR	CR	REVISED BUDGET
121 -	4000 490100	Transfer In	$ 1,428,270	$ -	$ 151,037	$ 1,579,307
121		FUND BALANCE (DON'T POST)	-	-		-
						-
						-
						-
			$ 1,428,270	**$ -**	**$ 151,037**	**$ 1,579,307**

(Round up all amounts to the nearest dollar)

Justification:

SEE ATTACHEMENT

City of Weslaco

Department Head Approval	**Date**
Finance Director	**Date**
City Manager	**Date**

ORDINANCE 2021-13

AN ORDINANCE AMENDING ORDINANCE NUMBER 2020-27, APPROVING AND ADOPTING A BUDGET FOR THE CITY OF WESLACO, TEXAS FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2020 AND ENDING SEPTEMBER 30, 2021, FINDING NEED TO AMEND THE 2020-2021 MUNICIPAL BUDGET; TO WIT; GENERAL FUND, $4,603,577 IN EXPENDITURES & $1,791,997 IN REVENUE; WATER/WASTER COMBINED, $136,633 IN EXPENDITURES; SOLID WASTE FUND BY $423,376; AIRPORT BY $504,600; FIRE DEPT REPLACEMENT FUND INCREASE REVENUE BY $82,748 AND ECONOMIC INCENTIVES FUND BY $151,037 PROVIDING A SEVERABILITY CLAUSE; PROVIDING AN EFFECTIVE DATE, AND ORDAINING OTHER MATTERS WITH RESPECT TO THE SUBJECT MATTER HEREOF.

WHEREAS, the City Commission of the City of Weslaco utilized diligent thought and attention to the preparation of the 2020-2021 budget; and

WHEREAS, unusual and unforeseen conditions have arisen during the fiscal year which have, or will require, the expenditure of additional funds constituting an emergency expenditure; and

WHEREAS, Section 102.009 of the Texas Local Government Code authorizes the City to amend its budget in such a manner as to provide for emergency expenditures as an amendment to the original budget in a case of grave public necessity to meet an unusual and unforeseen condition; and

WHEREAS, the City Commission finds the amendments in the line items identified in the attached Exhibit are reasonable, necessary, and for municipal purposes.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS THAT:

SECTION 1. FINDINGS. The City Commission finds the statements made in the preamble above are true.

SECTION 2. BUDGET LINE ITEMS. The City Commission approves the budget amendments in the attached Exhibit as such change is necessary to meet an unusual and unforeseen condition as the result of an emergency.

SECTION 3. BUDGET TOTAL. The City Commission further finds the amended budget line items identified in such Exhibit will not cause the total expenditures in the budget to exceed the total amount of estimated revenue.

SECTION 4. APPROVAL. The 2020-2021 Official Budget, adopted by Ordinance 2020-27, is hereby reallocated, revised, amended and approved as set forth in the attached Exhibits.

SECTION 5. AUTHORIZATION. The City Manager is authorized to undertake action to execute such transfers in accordance with state law, and file, or cause to be filed, a true and correct copy of this Ordinance, with the attached budget amendment, with the City Secretary.

SECTION 6. SEVERABILITY CLAUSE. It is the intent of the City Commission that each sentence, paragraph, subdivision, clause, phrase or section of this Ordinance be deemed severable and, should any such sentence, paragraph, subdivision, clause, phrase or section be declared invalid or unconstitutional for any reason, such declaration of invalidity or unconstitutionality shall not be construed to affect the validity of those provisions of the Ordinance left standing.

SECTION 7. EFFECTIVE DATE. This Ordinance shall take effect upon final reading.

PASSED AND APPROVED on first reading at a regular meeting of the City Commission this 6th day of April 2021.

PASSED AND APPROVED on second reading at a regular meeting of the City Commission this _____ day of _____2020.

CITY OF WESLACO

_____

David Suarez, **MAYOR**

ATTEST:

_____

Norma A. Cantu, **CITY SECRETARY**

APPROVED AS TO FORM:

_____

Juan E. Gonzalez**, CITY ATTORNEY**

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4077

From:

Subject:
Discussion and consideration to award bid to TENI-TRAC, Inc. through The Interlocal Purchasing System (TIPS) for Resurfacing of the Tennis Courts, Replacement of the Fence Fabric, Installation of New Posts and Nets in the amount of $126,550 and authorize the Mayor to execute any related documents. Possible action. (Staffed by Parks and Recreation Department.)

Background:
This year the tennis courts at Mayor Pablo Pena City Park have seen a gain in popularity due to the pandemic and citizens looking for more opportunities to exercise outdoors. Courts were last resurfaced in the early 90's and the light system was originally built in the early 70's for the north and middle courts while the south court lighting was installed in the 90's with an HEB community grant. This project was presented to the City Commission at the March 27th Workshop and funding is included in the mid-year budget amendment. This contract would include: resurfacing and striping of courts, replacement of 10' fence fabric with 9-gauge galvanized fencing using existing posts, adding new gates connecting middle courts with south courts, adding new posts and nets, and adding 6' windscreen on all fencing.

Staff has received a bid proposal (attached) though our membership with The Interlocal Purchasing System (TIPS) from vendor TENI-TRAK, Inc. (TIPS# 20020501) of Mercedes, Texas in the amount of $126,550.

Funding Source (budget code, if applicable)**:**

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:
Mayor's Signature

If item previously considered, provide date and action by Commission:

If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:

Advisory Review, if any (name of board/committee, date of action, recommendation)**:**

ADELAIDA VEGA	Created/Initiated
OMAR RODRIGUEZ	Approved
Mike Perez	New

City Manager Comments:
Approve.

Staff Recommendation:
Staff recommend award of contract to TENI-TRAK, Inc. of Mercedes, Texas, through

The Interlocal Purchasing System in the amount of $126,550.
Attachments, if any: MEMO Tennis Court Mayor Pablo Pena City Park, Proposal TT Weslaco Resurfacing 9 courts
Responsibilities upon Approval:

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

INTER-OFFICE MEMORANDUM

DATE: **March 30, 2021**

TO: **Mike R. Perez, City Manager**

FROM: **Omar Rodriguez, Parks & Recreation - Director**

SUBJECT: **Tennis Courts at Mayor Pablo Pena City Park**

This year the tennis courts at Mayor Pablo Pena City Park have seen a gain in popularity due to the pandemic and citizens looking for more opportunities to exercise outdoors. Courts were last resurfaced in the early 90's and the light system was originally built in the early 70's for the north and middle courts while the south court lighting was installed in the 90's with an HEB community grant. This project was presented to the City Commission at the March 27th Workshop and funding is included in the mid-year budget amendment.

Staff has received a bid proposal (attached) though our membership with The Interlocal Purchasing System (TIPS) from vendor TENI-TRAK, Inc. (TIPS# 20020501) of Mercedes, Texas in the amount of $126,550 to complete the following:

- Resurface and stripe courts
- Replace 10' fence fabric with 9-gauge galvanized fencing material (use existing posts)
- Add to gates connecting middle courts with south courts
- Add new posts and nets to all courts
- Add 6' windscreen on all fencing

Staff recommends award of contract as presented.

PROPOSAL

TENI-TRAK, INC.

P.O. BOX 388
MERCEDES, TEXAS 78570
(956) 565-3385

PROPOSAL SUBMITTED TO
WESLACO PARKS & RECREATION
ATTN: OMAR RODRIGUEZ

PHONE
orodriguez@weslacotx.gov

DATE
March 30, 2021

STREET

JOB NAME
RESUFACING NINE (9) EXISTING TENNIS COURTS

CITY, STATE and ZIP CODE

JOB LOCATION
WESLACO, TEXAS

WE HEREBY SUBMIT SPECIFICATIONS AND ESTIMATES FOR:

1. REMOVE ALL EXISTING FENCING AND DISPOSE OF IN LEGAL MATTER. EXISTING POST TO REMAIN.
2. PLACE NEW 9 GAUGE GALVANIZED FENCING, FENCE TO BE 10′ HIGH.
3. PLACE TWO (2) NEW GATES ON EXISTING DIVIDING FENCE OF THE SIX (6) COURTS.
4. CLEAN COURTS SURFACE THOROUGHLY REMOVING ALL MAJOR DIRT, ALGAE, AND LOOSE SURFACING MATERIAL.
5. ALL MAJOR AREAS THAT POND WATER WILL BE PATCHED WITHIN A NICKLE DEEP TOLERANCE.
6. ALL MAJOR CRACKS TO BE CLEARED OF LOOSE MATERIALS, PATCHED AND LEVELED OUT.
   PLEASE NOTE: CRACKS MAY BEGIN TO REPPEAR TO SOME DEGREE AT ANYTIME IN THE FUTURE.
7. APPLY TEXTURED ACRYLIC RESUFACER COAT OVER ENTIRE COURTS SURFACE.
8. APPLY TWO (2) TEXTURED COLOR COATS AND STRIPING. ALL SURFACING MATERIALS TO BE WORLD CLASS ATHLETIC SURFACES.
9. PLACE NEW DOUGLAS NET POSTS, DOUGLAS NETS AND CENTER TIE DOWN STRAP.
10. PLACE 6′ LENO WINDSCREEN ON ALL 10′ HIGH FENCING. WINDSCREEN TO BE CENTERED ON 10′ FENCING.

PRICE: $126,550.00

TIPS # 20020501

WE PROPOSE- HEREBY TO FURNISH MATERIAL AND LABOR – COMPLETE IN ACCORDANCE WITH THE ABOVE SPECIFICATIONS, FOR THE SUM OF:
ONE HUNDRED TWENTY-SIX THOUSAND FIVE HUNDRED FIFTY AND 00/100----------
DOLLARS ($ 126,550.00)

PAYMENT TO BE MADE AS FOLLOWS:

All material is guaranteed to be as specified. All work to be completed in a workmanlike manner according to standard practices. Any alteration or deviation from the above specifications involving extra costs will be executed only upon written orders, and will become an extra charge over and above the estimate. All agreements contingent upon strikes, accidents or delays beyond our control. Owner to carry fire, tornado and other necessary insurance. Our workers are fully covered by Workman's Compensation Insurance.

Authorized Signature

NOTE: This proposal may be withdrawn by us if not accepted within _____ days.

ACCEPTANCE OF PROPOSAL - THE ABOVE PRICES, SPECIFICATIONS AND CONDITIONS ARE SATISFACTORY AND ARE HEREBY ACCEPTED. YOU ARE AUTHORIZED TO DO THE WORK AS SPECIFIED. PAYMENT WILL BE MADE AS OUTLINED ABOVE.

SIGNATURE

SIGNATURE

DATE OF ACCEPTANCE

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4069

From:

Subject:
Discussion and consideration to approve request from Aurora House to use Mayor Pablo Pena City Park for a fun run on May 15, 2021 and waiver of any associated fees and authorize Mayor to execute any related documents. Possible action. (Staffed by Parks and Recreation Department.)

Background:
Aurora House, a non-profit organization located here in Weslaco that provides compassionate care for people in the final stages of life is requesting the use of Mayor Pablo Pena City Park on May 15, 2021 for their annual event, 80's Retro Glow Run 5K and 1 MIle Fun Run. They are also asking for all and any fees to be waived for this event. Police escort can not be waived.

Contributions from this event help us provide unparalleled quality end-of-life care and support for our residents and their families. Community members, at any age, regardless of their ability to pay are supported through these contributions.

A Special Event application has been submitted to the City Secretary's office including a "Work Safe Plan" with race management safety protocols to be practiced in light of COVID.

Parks fees to be waived would be approximately $100 - $165
Police Escort fees is $20/hr per officer minimum 2 hours; police fees can not be waived.

Funding Source (budget code, if applicable)**:**

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:

If item previously considered, provide date and action by Commission:

If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:

Advisory Review, if any (name of board/committee, date of action, recommendation)**:**

OMAR RODRIGUEZ	Created/Initiated
OMAR RODRIGUEZ	Approved
Joel Rivera	New
Mike Perez	

City Manager Comments:

Approve and waiver of fees with the exception of police escort fees.
Staff Recommendation: Staff recommends approval of event and waiver of fees except for police escort fees.
Attachments, if any: SPECIAL EVENT REQUEST , 80s Retro Vol. 5, 10k map, Aurora House Email
Responsibilities upon Approval:

Aurora House Foundation

2646 W.18th St.
Weslaco, TX 78596
Phone: (956) 973-9690

P.O. Box 976
Weslaco, TX 78599
Fax: (956) 973-9705

info@aurorahouse.org AuroraHouse.org
Like us on Facebook! @AuroraHouseFoundation

March 22, 2021
Omar Rodriguez
City of Weslaco
Parks and Recreation Department
255 S. Kansas Ave
Weslaco, TX 78596

Dear Mr. Rodriguez,

Aurora House Foundation is a non-profit organization that provides compassionate care for people in the final stages of life. Loving care is provided in a home-like atmosphere, with private rooms and 24/7 caregivers. Aurora House is available to residents of the Rio Grande Valley (South Texas) who have been diagnosed as terminally ill and have a life expectancy of less than three months. In collaboration with Hospice programs throughout the Rio Grande Valley, Aurora House provides both the patient and family with companionship, meals, homemaker services, personal care and compassionate support. We offer this service at no cost to patients or their families but rely on community support to continue to provide this service.

The Aurora House Board of Directors and Board President, Mark McCaleb, would like to host it's 5th annual 80's Retro Glow Run Sk and 1 Mile Fun Run with our Weslaco Community. We would like to request to hold our event on May 15, 2021 at 6:30pm at Mayor Pablo Pena Park. It is a glow 80's themed run where runners can dress up in their best 80's outfits and go through glow paint stations throughout the course. This event benefit will benefit The Aurora House Foundation located here in Weslaco. We would also like to request if possible for fees to be waived.

Aurora House continues to provide care and give back to our wonderful community, but we cannot do it alone. We receive no funding from Medicare, Medicaid, or Insurance. Donations and sponsorship from our community events are crucial to continuing our mission and providing much needed comfort and care for our patients and their families. Aurora House needs your support to continue to make a difference in the lives of the residents in our care.

If you have any questions or need further information, please contact Marisela Gonzalez at 512.585.8016 or at mari@aurorahouse .org. Thank you for your consideration and I look forward to hearing from you.

With sincere appreciation,

Marisela Gonzalez
Aurora House
Executive Director

Special Events Checklist:
City of Weslaco Requirements and Procedures

Office of the City Secretary · 956.968.3181 · esilva@weslacotx.gov

Name of Applicant (Person or Entity): The Aurora House Foundation	**Name of Event:** 80's Retro Glow Run Vol. 5
Contact Person: Sarah Cardenas	**Telephone Number:** 956-975-5033
Address: 6705 N. Mile 2½ W	**E-Mail Address:** retroglowrun@gmail.com
City: Mercedes, **State:** TX	**Zip Code:** 78570
Event Purpose (fundraiser, school activity, etc.): fundraiser	**Expected Attendance:** 450 - 550
Start Time: 6:00 pm **End Time:** 10: pm	**Event Date(s):** May 15, 2021

Relevant Policies and Fees: (*Commission consent by agenda action may be required)

Special Event:	
☐ Proof of Liability Insurance with City of Weslaco as Named Insured on Certificate	☐ Limited use of live animals (Code of Ordinances §22) *
☒ Authorization to display promotional signage*	☐ Park, Pool, Facility Rental
☐ Evidence of Health Permit (food service)	☐ Vendor Application with Fee of $75.00
☐ Verification to Texas Alcoholic Beverage Commission (TABC) for sale/service of beer and wine*	☐ Special Event Permit with Fee of $100.00
Traffic Control (Code of Ordinances §134):	
☒ Route Map	☐ Parade and Processions Fee of $50.00
☐ Written Consent of Affected Property Owners	☒ Street Closure Fee of $25.00
☐ Barricade Fee of $50.00/location + $100 deposit	☐ Traffic Safety Plan by Police Department
☐ Verification to Texas Department of Transportation (TxDOT) affecting state right-of-way*	☒ Police Escort of $20.00/officer per hour (2-hour minimum)
Sound Amplification (Code of Ordinances §94 and Election Code §61):	
☐ Use of loud speakers, microphone, bullhorn, etc.	☐ Sound Truck Fee of $25.00
☐ Vehicle Description, License Plate, Driver's License	$25.00 fee is for 3 consecutive days
Applicant will coordinate with applicable City Departments, state and federal agencies and discharge the City of any liability associated with this event.	**Timestamp of Receipt:** MAR 2 2 2021
Applicant's Signature: Sarah Cardenas	Payment type: ☐ Cash ☐ Credit Card

Additional Stipulation(s) of Authorization:

Approved	Denied	Reason	Signature as Applicable
			Police Chief
			Fire Chief
			Public Works Director
			Planning/Code Enforcement Director
			Traffic Safety Officer
			Parks Director

March 22, 2021
City of Weslaco
255 S. Kansas Ave
Weslaco, TX 78596

To the Parks and Recreation Department of the City of Weslaco,

RGV Theme Runs would like to host it's 5th annual 80's Retro Glow Run 5k and 1 Mile Fun Run in your city. This event benefits The Aurora House Foundation located here in Weslaco.

The primary source of funding for the event is from corporate sponsors. We are looking to hold the event on May 15, 2021 at 6:30pm at Mayor Pablo Pena Park. It is a glow 80's themed run where runners can dress up in their best 80's outfits and go through glow paint stations throughout the course. This year's run will be following CDC guidelines outlined in our work safety plan attached here and that has been submitted to the city.

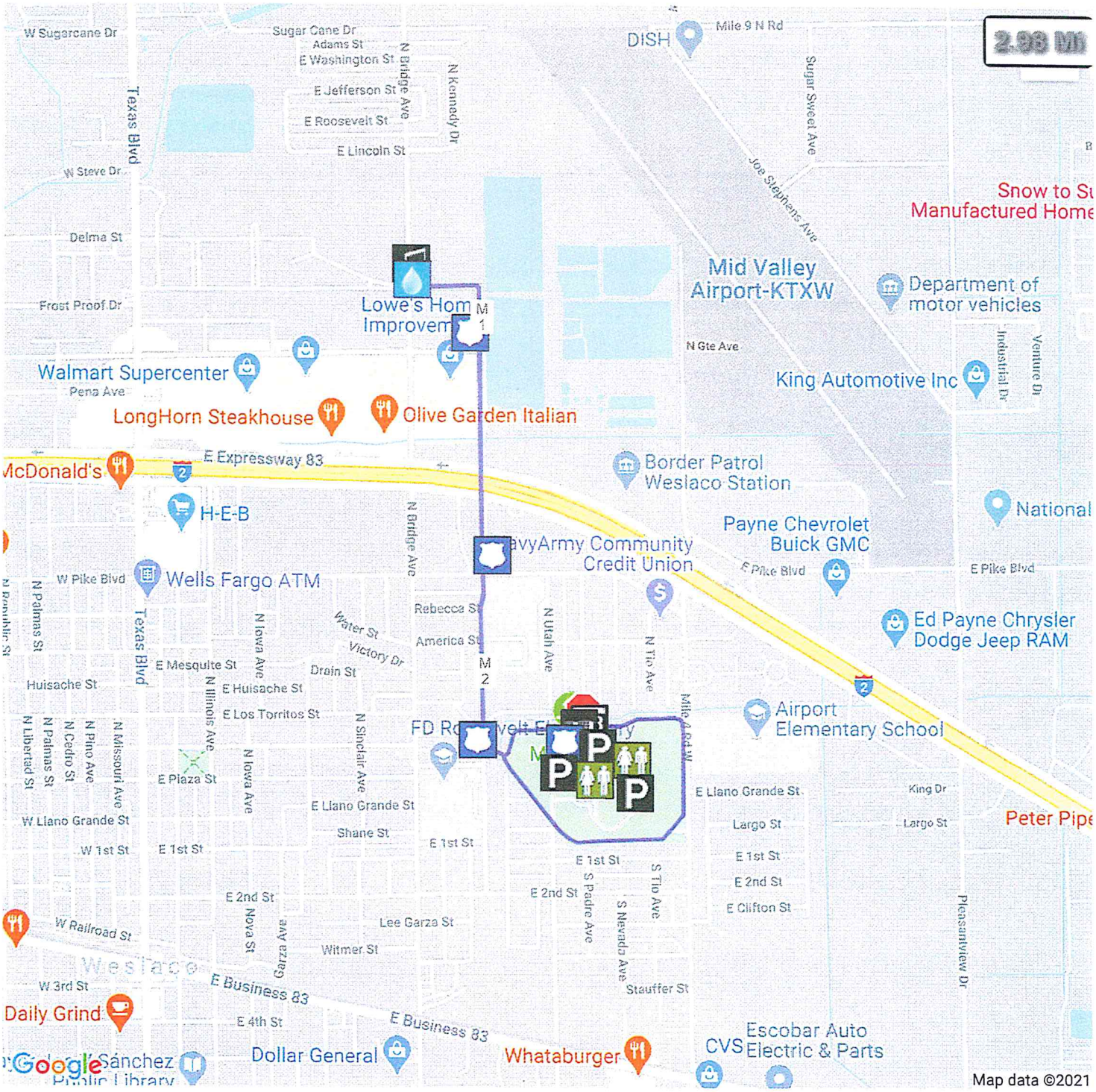
We are requesting the City Council of Weslaco to please review the information and grant us permission for the course that has been provided. We are estimating 400-500 runners and would need traffic control in any major intersections and traffic cones along route. I would also like to request to speak with someone about added a 10k option to this year's event, but I have tried to map the course myself and I am not finding an option that I think works.

Thank you for your time and consideration. If you have any questions, please contact me.

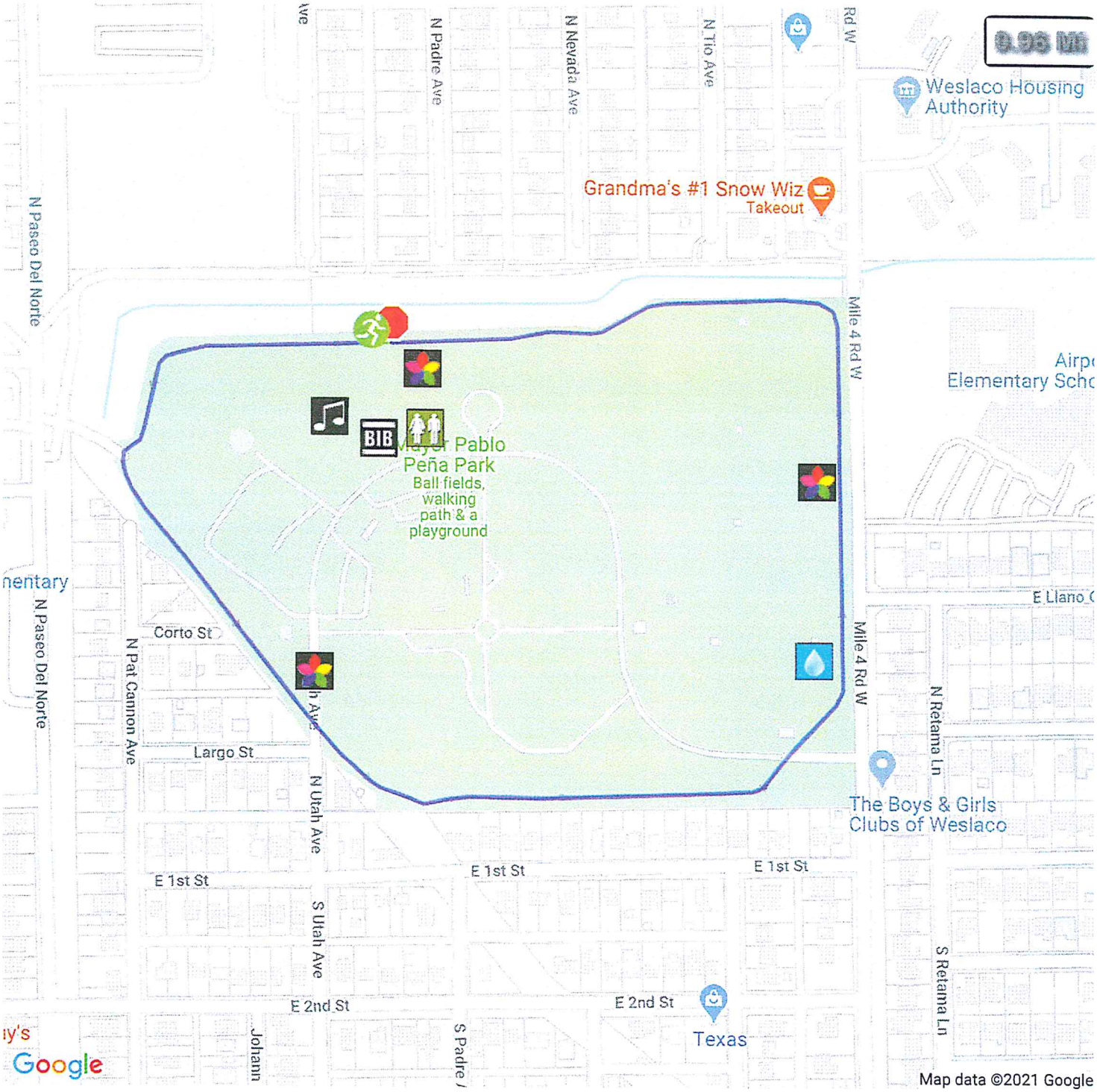
Sincerely,

Sarah Cardenas
Event Coordinator
retroglowrun@gmail.com
956-975-5033

5k


2.93 mi
W Sugarcane Dr
Sugar Cane Dr
Adams St
E Washington St
E Jefferson St
E Roosevelt St
E Lincoln St
N Bridge Ave
N Kennedy Dr
Texas Blvd
W Steve Dr
Delma St
Frost Proof Dr
DISH
Mile 9 N Rd
Sugar Sweet Ave
Joe Stephens Ave
Snow to St
Manufactured Home
Mid Valley Airport-KTXW
Department of motor vehicles
N Gte Ave
Industrial Dr
Venture Dr
King Automotive Inc
Lowe's Hom Improvem
M 1
Walmart Supercenter
Pena Ave
LongHorn Steakhouse
Olive Garden Italian
McDonald's
E Expressway 83
2
H-E-B
Border Patrol Weslaco Station
National
Payne Chevrolet Buick GMC
E Pike Blvd
Ed Payne Chrysler Dodge Jeep RAM
W Pike Blvd
Wells Fargo ATM
Rebecca St
America St
N Utah Ave
N Tio Ave
Water St
Victory Dr
Drain St
E Mesquite St
N Iowa Ave
E Huisache St
Huisache St
N Illinois Ave
E Los Torritos St
N Palmas St
N Libertad St
N Cedro St
N Pino Ave
N Missouri Ave
E Plaza St
N Sinclair Ave
M 2
Airport Elementary School
Mile 4 Rd W
E Llano Grande St
W Llano Grande St
Shane St
W 1st St
E 1st St
Largo St
King Dr
E 2nd St
E Clifton St
S Padre Ave
S Nevada Ave
S Tio Ave
Peter Pipe
Pleasantview Dr
W Railroad St
Nova St
Garza Ave
Lee Garza St
Witmer St
Weslaco
W 3rd St
E Business 83
E 4th St
Daily Grind
Google
Sánchez
Public Library
Dollar General
Whataburger
CVS
Escobar Auto Electric & Parts
Map data ©2021

1 Mile Fun Run



WORD SAFE PLAN: 5K EVENT

RGV Theme runs is committed to getting our community safely back on course to attend live events in 2021. Our team has worked to create a relaunch plan for our event. This plan has been designed to keep all racers and volunteers safe, meet strict government requirements, and hold the 80's Retro Glow Run as safely as possible. These guidelines are subject to change or be adjusted to follow any updates according to the CDC Guidelines.

REGISTRATION GUIDELINES:

- Registration will open and participants are able to choose which start wave time to register for. All waves will have a cap on the number of participants to be allowed to be at the start line at a given time.
- A virtual option will be offered to participants to run the race on a date and location of their choosing at their own request.
- Each runner and volunteer will sign a waiver acknowledging the risk of COVID-19
- Each runner and volunteer will sign a guarantee that they will not show up to the race if they have been exposed to COVID-19, exhibit any symptoms, or have a fever (Participants will have a virtual option with a longer completion window to allow participation in the event of last minute exposure of illness)
- Each runner volunteer will sign an agreement to follow the social distancing requirements of the event, including:
    - Maintaining a distance of at least 6' from other people not in the participant's household
    - Wearing a mask or other face covering at all times.
    - Participants will not linger post-race
    - Follow the direction of all on-site signage, staff, and volunteers without question.

COMMUNICATION GUIDELINES:

- Pre-race emails will include all conditions agreed-upon in the waiver
- Pre-race emails will include all expected social distancing behavior
- Pre-race emails will include the types of signage and markers to follow while on-site
- On-site communication will be done by announcements over the loudspeaker (DJ)
- Pre-race briefing will be available for participants to review the race day process and requirements
- Participants will be strongly encouraged to listen to and comply with all on-site directions from any staff or volunteers. Anyone not complying will be asked to leave the premises immediately.

PACKET PICKUP GUIDELINES:

OPTION A:

Drive through packet pickup at outdoor location over several days prior to the event:

- Staff/Volunteers will be spaced 6 feet apart from each other
- Participants will remain in their vehicle and are encouraged to pick up packets for several participants if possible

- Hand sanitizer will be available before reaching the pickup station and at the exit to the station for each volunteer/staff
- PPE (mask and gloves) will be available to and required by all staff/volunteers
- All participants must wear masks or face coverings

OPTION B:

On-site packet pickup on race day:

- Staff/Volunteers will be spaced 6 feet apart from each other
- Signage or floor markings will indicate where participants should stand, six feet from staff/volunteers and each other
- Hand sanitizer will be available before reaching the pickup station and at the exit to the station for each volunteer/staff
- PPE (mask and gloves) will be available to and required by all staff/volunteers
- All participants must wear masks or face coverings

START LINE GUIDELINES:

- Total participant cap: 750
- No spectators at start area
- Limited wave start with corrals/time blocks pre-selected by participants: when a corral is full, it is no longer available to register for
- To ensure separation of corrals, two volunteers will monitor runners as they arrive at the race site.
- Mask/face coverings required until after crossing the start line and separating from other runners by at least 6 feet

RUNNER AMENITIES:

- Porta-Potty will be provided for participants
- Ground will be marked outside each porta-potty with dots/flags/cones to keep line socially distanced
- Hand washing stations will be provided, with soap and signage reminding participants to use it
- Hand sanitizer will be available in each porta-potty as well as outside each porta-potty
- Aid/Water Station: Volunteers/staff will prep each cup while wearing gloves and masks
- Participants are encouraged to carry hydration packs instead of stopping at the water station.
- Participants must throw their cups in the trash following use.

COURSE GUIDELINES:

- Participants must be worn at all times.
- Volunteers on-course will be limited to lead bikes, sweeper, volunteers at key intersections/easy to miss turns and aid stations.
- The course will be marked with directional markings

FINISH AREA GUIDELINES:

- Participants are required to wear masks at all times.
- Any food/hydration will be pre-packaged and set up by a volunteer/staff member with gloves for the participant to grab
- Hand Sanitizer will be available for the participants at the finish line
- Signage on-site will remind participants to leave the site promptly with volunteers/staff reiterating the message to anyone lingering
- No spectators at the finish area

AWARDS

- Host awards virtually
- Encourage prompt departure of all participants
- Use social media, zoom, or another technology to host awards ceremony virtually
- Mail awards
- Offer easy/socially distant pick up

VOLUNTEER MANAGEMENT

- Volunteers/Staff are required to have their temperature taken on arrival and will be required to leave the site if they have a fever
- Masks will be required of all volunteers and staff
- Hand sanitizer and gloves will be available to all volunteers and staff at all times
- All volunteers and staff will be required to attend a pre-race virtual training to review COVID-19 protocols and the measures implemented to keep participants safe.

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Letty Lopez, Mayor Pro-Tem, District 5
Leo Muñoz, Commissioner, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

Work Safe Plan

May 19, 2020

Businesses and organizations identified by the Department of Homeland Security, through the National Cybersecurity and Infrastructure Agency, as critical to the nation's infrastructure may continue to operate. However, any business or organization that continues to operate **must implement and enforce distancing, sanitation, and hygiene practices.**

To comply with Governor Abbott's executive order, all operating businesses and organizations must submit a **Work Safe Plan** to the City of Weslaco by email to *oemworkplan@weslacotx.gov* by:

Barber shops and Hair salons : **Thursday, May 7, 2020 at 3:00 PM** Gyms and Fitness Centers: **Friday, May 15. 2020 at 3:00 PM**
Youth clubs**: Thursday, May 21. 2020 at 3:00 PM** Massage and tattoo shops: **Prior to opening**
Bars: **Thursday, May 21. 2020 at 3:00 PM**

Forms must be typed and scanned to email address. Hand-written forms and pictures will NOT be accepted. All 3 pages must be complete and must include the plan in the Standard Health Protocols.

As owner, operator, or representative of RGV Theme Runs, a business or organization that will continue to operate, I certify that:

☑ To the maximum extent possible, ensure that all customers and all employees stay at least six feet away from each other at all times.

Additional Comments:

☑ To the maximum extent possible, minimize employees on site, minimize in person meetings, and allow employees to work from home.

Additional Comments:

☑ Provide sanitation supplies accessible and available to all employees such as disinfectants, hand sanitizer comprised of at least 60% alcohol, and soap.

Additional Comments:

☑ Provide hand sanitation at all entrances for customers.

Additional Comments:

☑ If an employee reports possible exposure, or reports or shows symptoms of COVID-19, send the employee home and sanitize the employee's work area.
Additional Comments:

☑ Mandate that employees clean and sanitize work areas, including vehicles, at least twice during the workday.

Additional Comments:

☑ Perform thorough cleaning/sanitation of all common areas and surface areas at least once during the workday.

Additional Comments:

☑ Prior to beginning work, screen all employees and send home any employee who:

- Shows signs or symptoms of a respiratory infection, such as a cough, shortness of breath, sore throat, and low- grade fever, or
- In the previous 14 days has had contact with someone with a confirmed diagnosis of COVID-19; is under investigation for COVID-19; or is ill with a respiratory illness.

Additional Comments:

Date: March 22, 2021, 2020

RGV Theme Runs
6705 N. Mile 2 1/2 W
Mercedes, TX 78570

Business/Organization Name Address:

OWNER/OPERATOR/REPRESENTATIVE'S SIGNATURE

Sarah Cardenas

Owner/Race Coordinator

Name: Title:

956-975-5033

Phone Number:

Work Safe Plans should be submitted via email to oemworkplan@weslacotx.gov

Answer all questions below for the Work Safe Plan

- Name of company, contact person, address and phone number;

RGV Theme Runs
Sarah Cardenas
6705 N Mile 2 1/2 W Mercedes, TX 78570
956-975-5033

- How many employees will be at your facility per shift;

We will have 8 employees plus volunteers at this event.

- What are your hours of operation and specific shift hours;

The event will be from 6pm to 10pm.

- What is your occupancy load? If you don't have one, please use the following guidelines:
  - Restaurants-how many seats do you have for customers?
  - Barbershops hair and nail salons-How many seats in your waiting area? How many chairs do you have for customers?
  - Gyms and fitness centers-What is the usable square footage for customers?
  - Gyms and fitness centers must submit a floor layout of all workout equipment and fitness group areas.

We plan to hold the event at Mayor Pablo Pena Park in Weslaco so it will be an outdoor event.

- For Gyms and fitness centers-How will you ensure that all equipment is disinfected between use of each customer? This must be done by the employee, not the customer.

Proper PPP will be accessible for all participants, staff, and volunteers.

- How will you ensure that all customers and all employees will stay at least 6 feet away from each other at all times;

Signage will be posted throughout the event stating CDC Guidelines. Emails will be sent out to each participant, staff, and volunteer with a summary of the guidelines for the event. All volunteers, staff, and paricipants are required to sign a waiver agreeing to all guidelines before being able to particpate.

- Where are your sanitation supplies such as disinfectants, hand sanitizer comprised of at least 60% alcohol, and soap? Is it accessible to the employees and customers?

Soap Stations will be placed throughout the event. Hand sanitizer/disinfectants will be placed at registration tables. runners will be given their own sanitizer in their packets. masks are required at all times.

- What is your procedure if an employee reports a possible exposure, reports or shows symptoms of Covid19? Please include that they will be sent home after sanitizing their work area;

temp checks are done for all staff and volunteers and they will be sent home if they are experiencing any symptoms. all staff, volunteers, and participants are required to sign a waiver stating that if they are exposed to COVID-19 or are showing symptoms that they will not be attending the event. A virtual option will be provided for these participants that are unable to attend.

- Where are the locations of hand sanitizers for customers?

Sanitizer will be placed at the registration table, tented areas, bathrooms and at the start/finish line

- Show us your plan for mandating employees to clean and sanitize their work areas, including fitness equipment/classrooms after every use.

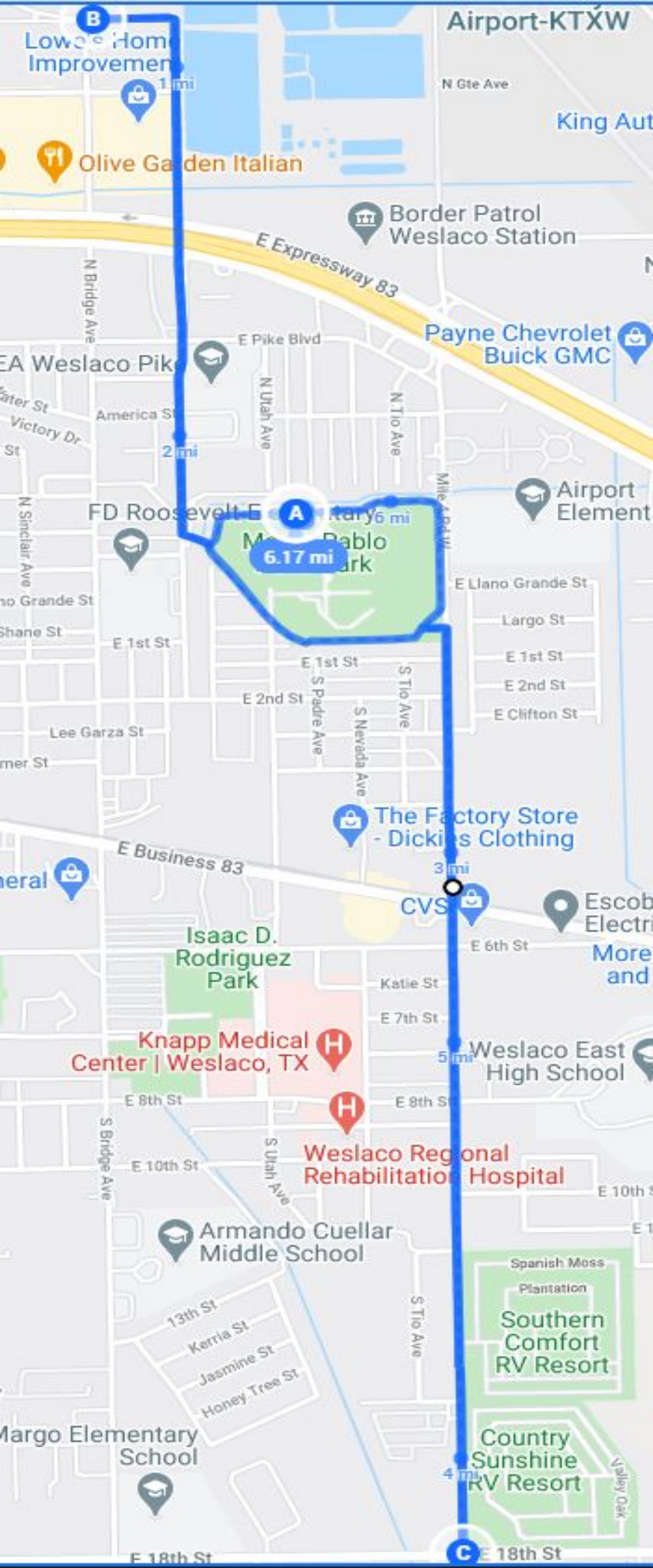
Any surface is to be wiped down every hour or after any high traffic times.

- Show us your plan on performing a thorough cleaning/sanitation of all common areas and surface areas after every use.;

This event will be outdoors and there will not be an indoor common area. All participants are encouraged to stay 6 feet apart and required to wear masks at all times. All participants, staff, and volunteers are asked not to linger at the event but to leave as soon as their duty is fulfilled and the runners will be asked to leave immediately after the race.

- Show us your plan on how you're going to begin each workday by screening all employees. Be sure to include the following criteria:
    - How will you screen employees for signs or symptoms of a respiratory infection, such as a cough, shortness of breath, sore throat, and low-grade fever?
    - How will you screen employees to see if they had contact, in the previous 14 days with a confirmed diagnosis Covid-19, is under investigation, or ill with a respiratory illness?

A few days prior to raceday, all staff, volunteers, and participants are required to sign off on a waiver stating that they will only participant in the event if they have not been exposed to covid-19 and are not showing any symptoms. Temperature checks will be taken upon arrival for staff and volunteers.


B
Airport-KTXW
N Gte Ave
King Aut
Olive Garden Italian
Border Patrol Weslaco Station
E Expressway 83
N Bridge Ave
E Pike Blvd
Payne Chevrolet Buick GMC
N Utah Ave
N Tio Ave
America St
Victory Dr
2 mi
Airport Element
FD Roosevelt E
A
6 mi
6.17 mi
E Llano Grande St
Largo St
E 1st St
E 2nd St
E Clifton St
S Padre Ave
S Nevada Ave
S Tio Ave
Lee Garza St
The Factory Store - Dickies Clothing
E Business 83
3 mi
CVS
Escob Electri
E 6th St
Isaac D. Rodriguez Park
Katie St
E 7th St
Knapp Medical Center | Weslaco, TX
5 mi
Weslaco East High School
E 8th St
Weslaco Regional Rehabilitation Hospital
S Bridge Ave
S Utah Ave
E 10th St
Armando Cuellar Middle School
Spanish Moss Plantation
Southern Comfort RV Resort
13th St
Kerria St
Jasmine St
Honey Tree St
Margo Elementary School
Country Sunshine RV Resort
4 mi
Valley Oak
C
E 18th St

From: Mari Gonzalez
To: Omar Rodriguez
Subject: Aurora House Special Event Request
Date: Friday, March 26, 2021 9:04:18 AM
Attachments: SPECIAL EVENT REQUEST .pdf

Good Morning Mr. Rodriguez,

My name is Marisela Gonzalez, Executive Director for Aurora House, a non-profit organization located here in Weslaco that provides compassionate care for people in the final stages of life. Attached is a letter formally requesting the use of Mayor Pablo Pena Park on May 15, 2021. We would like to host our annual event, 80's Retro Glow Run 5K and 1 MIle Fun Run.

Contributions from this event help us provide unparalleled quality end-of-life care and support for our residents and their families. Community members, at any age, regardless of their ability to pay are supported through these contributions. If you have any questions or need further information, please contact Marisela Gonzalez at 512.585.8016 or at mari@aurorahouse .org. The Aurora House Board of Directors and our board president, Mark McCaleb, thank you for your consideration.

Marisela Gonzalez
Executive Director

Aurora House Foundation
2646 W. 18th Street, 78596
P.O. Box 976, 78599
Weslaco, Texas
P: 956.973.9690
F: 956.973.9705
AuroraHouse.org
mari@aurorahouse.org

IMPORTANT MESSAGE

Internet communications are not secure, and therefore Aurora House Foundation does not accept legal responsibility for the contents of this message. However, Aurora House Foundation reserves the right to monitor the transmission of this message and to take corrective action against any misuse or abuse of its e-mail system or other components of its network.

The information contained in this e-mail is confidential and may be legally privileged. It is intended solely for the addressee. If you are not the intended recipient, any disclosure, copying, distribution, or any action or act of forbearance taken in reliance on it, is prohibited and may be unlawful. Any views expressed in this e-mail are those of the individual sender, except where the sender specifically states them to be the views of Aurora House Foundation or of any of its affiliates or subsidiaries.

END OF DISCLAIMER

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4078
From:	
Subject: Discussion and consideration to authorize staff solicit proposal/bids for Christmas Decorations and authorize the Mayor to execute any related documents. Possible action. (Staffed by Parks and Recreation Department.)	
Background: This year's budget includes $10,000 to replace the Christmas wreaths that are placed along Texas Boulevard annually for the holidays. We have 144 light poles along the street from Pike Boulevard to 6th Street. However, we only have 119 wreathes due to aging and damages. These wreathes were originally purchased in 2001 and use incandescent lights. Our recommendation is to replace the entire inventory and have enough to place a wreath on every pole, update to LED lamps and change the mounting style. Replacement cost estimate, based on $475-$550 catalog price, is extended to $68,400-$79,200. Also, as a welcome to the wreath lined street, We're proposing an additional lighted garland Christmas décor spanning across Texas Blvd estimated at $15,000 - $20,000. Total budget request is $100,000 which has been included in the mid-year budget amendment recommendation.	
Funding Source (budget code, if applicable)**:**	
Amount: / Term of Impact: / Identified in Current Budget:	
Additional Action Prompted:	
If item previously considered, provide date and action by Commission:	
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:	
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**	
ADELAIDA VEGA OMAR RODRIGUEZ Mike Perez	Created/Initiated Approved New
City Manager Comments: Approve.	
Staff Recommendation: Staff recommends approval to solicit bid proposals for this project.	
Attachments, if any: Memo Authorization to solicit bids for Wreathes	

Responsibilities upon Approval:

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Letty Lopez, Commissioner, District 5
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

INTER-OFFICE MEMORANDUM

DATE: **March 24, 2021**

TO: **Mike R. Perez, City Manager**

FROM: **Omar Rodriguez, Parks & Recreation - Director**

SUBJECT: **Christmas Wreath Replacement**

This year's budget includes $10,000 to replace the Christmas wreaths that are placed along Texas Boulevard annually for the holidays. We have 144 light poles along the street from Pike Boulevard to 6th Street. However, we only have 119 wreathes due to aging and damages. These wreathes were originally purchased in 2001 and use incandescent lights.

Our recommendation is to replace the entire inventory and have enough to place a wreath on every pole, update to LED lamps and change the mounting style. Replacement cost estimate, based on $475-$550 catalog price, is extended to $68,400-$79,200. Also, as a welcome to the wreath lined street, We're proposing an additional lighted garland Christmas décor spanning across Texas Blvd be estimated at $15,000 - $20,000. Total budget request is $100,000.



Figure 2 Current side mounted wreath



Figure 1 Proposed wrap mounted wreath

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4071

From:

Subject:
Discussion and consideration to approve a contract with Pyro Works of Texas, Inc. not to exceed $15,000 to provide a 4th of July fireworks display and authorize the Mayor to execute any related documents. Possible action. (Staffed by Parks and Recreation Department.)

Background:
The City annually provides a Fireworks Display on the Fourth of July to celebrate Independence Day. Pyro Works of Texas has been our vendor for several years and provides displays throughout the Valley. Since we have been a regular client with them, they have held our spot for the 4th of July but need a commitment as soon as possible.

Funding Source (budget code, if applicable)**:**
101-5404-527510

Amount: $15,000.00	Term of Impact: none	Identified in Current Budget: yes

Additional Action Prompted:
Mayor's Signature

If item previously considered, provide date and action by Commission:

If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:

Advisory Review, if any (name of board/committee, date of action, recommendation)**:**

OMAR RODRIGUEZ	Created/Initiated
OMAR RODRIGUEZ	Approved
Mike Perez	Final Approval

City Manager Comments:
Approve.

Staff Recommendation:
Staff recommends approval of contract with Pyro Shows of Texas, Inc. from Fort Worth, Texas in the amount of $13,780.

Attachments, if any:
PYRO SHOWS CONTRACT Weslaco 0704 2021, Shell Summary Weslaco 0704 2021, welaco-city_deposit-invoice_21TX07-04C13780-000067

Responsibilities upon Approval:

PYRO SHOWS

Contract Agreement

This Agreement, as amended made this 29th day of March 2021, by and between PYRO SHOWS OF TEXAS, Inc., a Texas Corporation, whose address is 6601 Nine Mile Azle Road, Fort Worth, Texas, 76135, and hereinafter referred to as "**PYRO SHOWS OF TEXAS"** and **CITY OF WESLACO** with its principle place of business located at 255 S. Kansas Ave, in the State of Texas, hereinafter referred to as "Customer".

In consideration of the mutual promises and undertakings set forth herein, receipt of said consideration being acknowledged, the parties hereby agree as follows:

I. **FIREWORKS DISPLAY**: PYRO SHOWS OF TEXAS agrees to furnish to Customer a fireworks display, hereinafter referred to as "Show", pursuant to the project/sales order #21-TX-07-04-C-13780-000067 dated this 29th day of March 2021. The Show will be given on the 4th day of July 2021. Rain date/postponement date: July 5, 2021.

II. **TARIFF PROVISION:** Because our pyrotechnics are products which are primarily imported into the U.S., PYRO SHOWS is legally responsible for payment of any applicable tariffs (a border tax imposed on the buyer) for pyrotechnics. From the date of execution of the contract herein, in the event of additional cost due to increased price of product as imposed by manufacturer and/or tariffs levied for imported products. Available options are as follows: Customer may opt to increase their budget to absorb tariff - OR - Customer may maintain the current budget of their show with a corresponding reduction in the amount of product included in their show. Should Customer elect to defer, modify, or cancel Show, Customer shall notify Pyro Shows no less than ninety (90) days prior to Show date to cancel or reduce the size of show.

III. **CANCELLATION**: PYRO SHOWS OF TEXAS shall determine what weather conditions prohibit PYRO SHOWS OF TEXAS from proceeding with the Show; in which case, PYRO SHOWS OF TEXAS agrees to present the Show on the following day or previously agreed upon postponement date. In addition to contracted Show cost, Customer shall remit the actual additional expenses PYRO SHOWS OF TEXAS shall incur in presenting the show on subsequent occasion to include labor, lodging, per diem, etc.; in no event shall these additional expenses be less than ten percent (10%) of the contracted price of the Show. In the event the Show must be RESCHEDULED to a mutually agreed upon date other that the previously agreed upon rain date, in addition to contracted Show cost, Customer shall remit the actual additional expenses PYRO SHOWS OF TEXAS shall incur in presenting the Show on subsequent occasion to include labor, lodging, per diem etc.; in no event shall these expenses be less than thirty percent (30%) of the contracted price of the Show. Should Customer elect to CANCEL the Show for any reason, Customer must provide PYRO SHOWS OF TEXAS with a thirty (30) days' written notice by certified mail, return receipt, to PYRO SHOWS OF TEXAS' address as set forth above. Customer agrees that PYRO SHOWS OF TEXAS shall incur substantial expense in preparation for the Show and, accordingly, agrees to pay PYRO SHOWS OF TEXAS fifty (50%) of the total contract price for the show as liquidated damages for cancellation.

IV. **SECURITY AREA**: Customer agrees to furnish sufficient space for PYRO SHOWS OF TEXAS to properly conduct the Show as determined by NFPA 1123-2014 (hereinafter "Security Area"). Customer agrees to provide adequate security protection to preclude persons unauthorized by PYRO SHOWS OF TEXAS from entering the Security Area. For the purposes of the Agreement, as amended "Unauthorized Persons" shall mean anyone other than the employees of PYRO SHOWS OF TEXAS or persons specifically designated in writing by the sponsor or the Authority Having Jurisdiction (AHJ), and submitted and approved, to PYRO SHOWS OF TEXAS prior to the event. Any expenses for security or stand-by fire protection shall be the responsibility of the Customer.

V. **SITE CLEANUP**: PYRO SHOWS OF TEXAS shall be responsible for basic cleanup of the launch area to include policing of the fallout zone for any unexploded ordnance and removal of all large paper debris, wood, wire, foil, racks, mortars and firing equipment used in the setup for the show. Customer shall be responsible for cleanup of debris located in and around fallout zone.

VI. **INDEMNIFICATION AND HOLD HARMLESS**: PYRO SHOWS OF TEXAS stipulates that Customer is a political subdivision of the State of Texas, and as such, enjoys immunities from suit and liability as provided by the Constitution and laws of the State of Texas. By entering into this Agreement, Customer does not waive any its immunities from suit and/or liability, except as otherwise specifically provided herein and as specifically authorized by law.

VII. **AMENDMENT & ASSIGNMENT**: This agreement, as amended is deemed personal and confidential to Customer, his heirs, executors and administrators only, and may not be sold, assigned, amended, or transferred without the prior written consent of PYRO SHOWS OF TEXAS.

VIII. **COMPLIANCE WITH THE LAWS AND REGULATIONS**: Promptly upon the execution of this Agreement, as amended Customer shall apply for the approval hereof to any agency, officer or authority of any government if such approval is required by any applicable law, ordinance, code or regulation. Customer agrees to indemnify and hold harmless PYRO SHOWS OF TEXAS from against all claims, suits, and causes of action, demands, penalties, losses or damages which may arise or accrue because of the failure or neglect of customer to obtain such approval. This Agreement, as amended is made expressly subject to and Customer expressly agrees to comply with and abide by all applicable laws, ordinances, codes and regulations insofar as the same may be

applicable to the terms and conditions of this Agreement, as amended including all rules and regulations now existing or that may be promulgated under and in accordance with any such law or laws.

IX. **PERMITS AND LICENSES**: PYRO SHOWS OF TEXAS shall process the necessary permits and licenses to enable PYRO SHOWS OF TEXAS to perform fully hereunder unless otherwise forbidden by any other applicable statute, rule or otherwise. It is hereby stipulated that this Agreement, as amended shall be governed by the laws of the State of Texas, and any litigation shall be conducted in the state district court. Mandatory and exclusive venue shall be in Hidalgo County, Texas, or, if no county is specified, then in the county in which PYRO SHOWS OF TEXAS main administrative office is located. For Shows that include licensed music accompaniment, Customer agrees to verify with their organization, venue, sponsor, and/or municipality, the permission to simulcast music and agrees to pay any and all fees associated with the broadcast of said music in the public environment of the Show.

X. **LATE PAYMENT**: Pursuant to Texas Civil Practices and Remedies Code Section 16.071, PYRO SHOWS OF TEXASagrees that pending final resolution of a Claim, except as otherwise agreed in writing, as amended, the PYRO SHOWS OF TEXAS shall proceed diligently with performance of the Contract Agreement and the Customer shall continue to make undisputed payments for Work performed in accordance with the Contract Agreement Documents.

XI. **ADVERTISEMENT AND PROMOTIONS**: Customer agrees to state that fireworks display is being provided by PYRO SHOWS OF TEXAS in all advertisements and promotions. Furthermore, Customer agrees to allow to use sponsors name and/or logo in PYRO SHOWS OF TEXAS list of clients and any PYRO SHOWS OF TEXAS advertisements and promotions.

XII. **COMPLAINTS**: In the event that Customer has a complaint concerning the Show, or any material or product used in or pursuant to the Show, or of the conduct of the Show by PYRO SHOWS OF TEXAS, or any act or omission of PYRO SHOWS OF TEXAS or its agents, either directly or indirectly, without limitation, Customer shall make complaint known to PYRO SHOWS OF TEXAS in writing by certified mail to PYRO SHOWS OF TEXAS' address as set forth above, within ten (10) days after the date of the Show. In the event that Customer fails to register any complaint in the time and in the manner specified, Customer agrees that it shall not claim such complaint as cause for an offset or withhold any payment due to PYRO SHOWS OF TEXAS hereunder on account of or because of such complaint or any matter arising from, relating to or a consequence of the complaint. Furthermore, Customer agrees that should PYRO SHOWS OF TEXAS have to collect any amount due PYRO SHOWS OF TEXAS hereunder which Customer claims as an offset or which is withheld by Customer on account of, or because of, a complaint not registered with PYRO SHOWS OF TEXAS in the time and in the manner specified herein, by law or through an Attorney-at-Law, PYRO SHOWS OF TEXAS shall be entitled to collect attorneys' fees in the amount of 15% of the amount owing PYRO SHOWS OF TEXAS or the maximum amount allowed by law, whichever is greater, along with all cost of collection.

XIII. **INSURANCE**: PYRO SHOWS OF TEXAS will provide General Liability Insurance and Automobile Liability in the amount of $5,000,000.00, combined single limit, covering its activities and services in connection with the show described in this contract. PYRO SHOWS OF TEXAS also agrees to include Customer as additional Insured under the terms of this coverage. PYRO SHOWS OF TEXAS, Inc. will provide a Certificate of Insurance. All entities listed on the certificate will be deemed an additional Insured per this contract.

XIV. **PAYMENT TERMS**: City of Weslaco shall pay PYRO SHOWS OF TEXAS $13,780 plus applicable taxes according to the terms and conditions set forth for presenting the Show. Customer shall submit a 50% deposit ($6,890) upon return of signed contract by April 10, 2021. Balance will be due in the PYRO SHOWS OF TEXAS office prior to day of show.

XV. **TAXES**: Customer shall be responsible for all applicable sales taxes.

IMPORTANT: Checks must be made payable to PYRO SHOWS OF TEXAS, INC.

All the terms and conditions set forth on any addendum attached to this Agreement, as amended are made part of this Agreement, as amended and incorporated by reference herein.

IN WITNESS WHEREOF, the parties have hereunto set their hands and seals the day and year first above written.

PYRO SHOWS OF TEXAS, INC.

BY: _____ DATE: _____

Chad Stanley, General Manager

CUSTOMER

BY:_____ David Suarez Mayor DATE: April 6, 2021

Signature Printed Name Title

WARRANTY EXCLUSIONS

EXCEPT AS SPECIFICALLY PROVIDED HEREIN, THERE ARE NO WARRANTIES, EXPRESS OR IMPLIED, INCLUDING ANY WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE.

No representation of affirmation of fact including but not limited to statement regarding capacity, suitability for use, or performance of equipment or products shall be, or be deemed to be, a warranty by PYRO SHOWS OF TEXAS for any purpose, nor give rise to any liability or obligation of PYRO SHOWS OF TEXAS whatsoever.

IN NO EVENT SHALL PYRO SHOWS OF TEXAS BE LIABLE FOR ANY LOSS OF PROFITS OR OTHER ECONOMIC LOSS, INDIRECT, SPECIAL, CONSEQUENTIAL, OR OTHER SIMILAR DAMAGES ARISING OUT OF ANY CLAIMED BREACH OF OBLIGATIONS HEREUNDER.

Weslaco
Weslaco 4th of July
Sunday, July 4, 2021

$13,780.00

SHELL SIZE	MAIN BODY	FINALE	TOTAL
3"	240	240	480
4"	160	50	210
5"	132	60	192
		TOTAL SHELL COUNT	**882**

Fireworks 1.3 G Display
Largest Shell: **5"**
Safety Radius: **350'**

Weslaco
4th of July
Sunday, July 4, 2021

$13,780.00

SHELL SIZE	OPENING	MAIN	FINALE	TOTAL
3"	**48**	**192**	**240**	**480**
4"	**32**	**128**	**50**	**210**
5"	**26**	**104**	**60**	**190**
			TOTAL SHELL COUNT	**880**

Fireworks 1.3 G Display
Largest Shell: **5"**
Safety Radius: **350'**

Pyro Shows of Texas, Inc
6601 Nine Mile Azle Rd
Fort Worth, TX 76135

Deposit Invoice

Date	Invoice #
3/29/2021	21TX000067

Name / Address
City of Weslaco 255 S. Kansas Ave. Weslaco, TX 78596

Project	P.O. No.	Show Date	Terms
Weslaco - July 4th	Independence 2021	7/4/2021	50% Due w/Contract

Description	Deposit Due	Total
Deposit Due per Contract Agreement - City of Weslaco Independence Celebration 07/04/2021	6,890.00	6,890.00
Contract #21TX07-04C13780-000067 Total: $13,780.00		

Please Remit to:
Pyro Shows of Texas, Inc.
P.O. Box 1776
LaFollette, TN 37766

We appreciate your prompt payment.

Total $6,890.00

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4046

From:
David Arce

Subject:
Discussion and consideration to award RFB No. 2020-21-10 for Street Materials to the most advantageous bidders: Terra Firma Materials, Texas Cordia, CAPA Materials, Frontera Materials, and Asphalt Oil Express based on Street Material-Bid Tabulation, price agreement effective for one year starting on date of award with an option for an additional year renewal and authorize the Mayor to execute any related documents. Possible action. (Staffed by Public Works Department.)

Background:
On March 26, we received 5 bids for various street materials. Public Works Department is requesting approval of a price agreement with

1. Terra Firma to be delivered, and CAPA as an alternate.
2. Frontera Materials Inc. for Hot Mix to be picked up at Progresso Plant
3. Texas Cordia Picked up and Delivered Cold Mix
4. Frontera Materials Inc. for caliche picked up and delivered.
5. Texas Cordia pick up and delivery of Road Bond and MC30 oil.

All line items for the exception of Hot Mix pickup at location category is lowest bid. CAPA Materials is not the lowest by $1.27 per ton delivered but would like to add them as an alternate if Terra Firma cannot deliver at the time of the street project. On the line item to pick up at location Frontera Materials Inc, is more expensive by $6.22 a ton, it is less windshield time for our staff, cheaper on fuel, expenses on the truck, more convenient to pick up in Progresso vs La Joya. Construction on the expressway will delay our staff on the road this year. We normally pick up 25-50 tons a month for pothole patcher.

Funding Source (budget code, if applicable)**:**

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:

If item previously considered, provide date and action by Commission:

If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:

Advisory Review, if any (name of board/committee, date of action, recommendation)**:**

David Arce	Created/Initiated
Pete Garcia	Approved
Mike Perez	New

City Manager Comments:

Approve.
Staff Recommendation: Staff Recommends Approval
Attachments, if any: STREET MATERIALS RFB MEMO, Copy of STREET MATERIAL TABULATION 3.26.2021, CITY OF WESLACO RFB NO. 2020-21-10 STREET MATERIALS Terms Letter-signed
Responsibilities upon Approval:

City of Weslaco

"The City on the Grow"

David Suarez, Mayor
Leo Muñoz, Mayor Pro-Tem, District 1
Letty Lopez, Commissioner, District 5
Greg Kerr, Commissioner, District 2
Jose "J.P." Rodriguez, Commissioner, District 3
Adrian Farias, Commissioner, District 4
Josh Pedraza, Commissioner, District 6

Mike R. Perez, City Manager

INTERNAL MEMO
PUBLIC WORKS DEPARTMENT

Date: April 6, 2021

To: City Commission

From: David Arce, Deputy Public Works Director

Subject: RFB Street Materials 2020-21-10

Cc: Mike Perez, City Manager
Vidal Roman, Finance Director

On March 26, we received 5 bids for various street materials. Public Works Department is requesting approval of a price agreement with

1. Terra Firma to be delivered, and CAPA as an alternate.
2. Frontera Materials Inc. for Hot Mix to be picked up at Progresso Plant
3. Texas Cordia Picked up and Delivered Cold Mix
4. Frontera Materials Inc. for caliche picked up and delivered.
5. Texas Cordia pick up and delivery of Road Bond and MC30 oil.

All line items for the exception of Hot Mix pickup at location category is lowest bid. CAPA Materials is not the lowest by $1.27 per ton delivered but would like to add them as an alternate if Terra Firma cannot deliver at the time of the street project. On the line item to pick up at location Frontera Materials Inc, is more expensive by $6.22 a ton, it is less windshield time for our staff, cheaper on fuel, expenses on the truck, more convenient to pick up in Progresso vs La Joya. Construction on the expressway will delay our staff on the road this year. We normally pick up 25-50 tons a month for pothole patcher.

Staff Recommends Approval.

CITY OF WESLACO
STREET MATERIAL - RFB NO.: 2020-21-10 Preliminary TABULATION
Bid Opening held on: 3/26/2021 @ 3:00 PM via ZOOM

			FRONTERA MATERIALS, INC. Barry M Ehlinger P.O. Box 1449 Elsa, Texas 78543 Phone No.: 956.607.5965 barry@fmitex.com		CAPA / Upper Valley Materials Larry Hinojosa 3609 W. Palma Vista Drive Palmview, Texas 78572 Phone No.: 956.279-5795 lhinojosa@capatexas.com		Texas Cordia Isabel Martinez 3149-A Center Pointe Drive Edinburg, Texas 78539 Phone No.: 956.386-0289 isabel@texascordia.com		Terra Firma Materials, LLC Samantha Gonzalez 9312 E. Curve Rd. Edinburg, Texas 78542 Phone No.: 956.348.8212 estimating@terrafirmamaterials.		Asphalt Oil Express Edwardo Garza P.O. Box 3217 Edinburg, Texas Phone No.: 956.270.8929 eg2377@yahoo.com	
Item	Description	Estimated Qty	Unit Price	Total Price	Unit Price	Total Price	Unit Price	Total Price	Unit Price	Total Price	Unit Price	Total Price
1	Hot Mix - Tons Delivered	10,000	$71.70	$717,000.00	$68.00	$680,000.00	$72.050	$720,500.00	$66.73	$667,300.000	N/B	#VALUE!
2	Hot Mix - Tons at Location	3,000	$59.95	$179,850.00	$62.00	$186,000.00	$64.150	$192,450.00	$53.73	$161,190.000	N/B	#VALUE!
3	Cold Mix - Tons Delivered	300	$93.70	$28,110.00	$86.00	$25,800.00	$81.000	$24,300.00	$106.73	$32,019.000	N/B	#VALUE!
4	Cold Mix - Tons at Location	300	$83.00	$24,900.00	$80.00	$24,000.00	$73.000	$21,900.00	$93.73	$28,119.000	N/B	#VALUE!
5	Caliche - Tons Delivered	10,000	$15.00	$150,000.00	N/B	#VALUE!	N/B	#VALUE!	$18.85	$188,500.000	N/B	#VALUE!
6	Caliche - Tons at Location	5,000	$5.50	$27,500.00	N/B	#VALUE!	N/B	#VALUE!	$5.85	$29,250.000	N/B	#VALUE!
7	Road Bond - Delivered	300	N/B	#VALUE!	N/B	#VALUE!	$4.850	$1,455.00	N/B	#VALUE!	N/B	#VALUE!
8	Road Bond - at Location	300	N/B	#VALUE!	N/B	#VALUE!	$3.350	$1,005.00	N/B	#VALUE!	N/B	#VALUE!
9	MC30 Oil - Gallons Delivered	0	N/B	#VALUE!	N/B	#VALUE!	$5.000	$0.00	N/B	#VALUE!	N/B	#VALUE!
10	MC30 Oil - Gallons at Location	10,000	N/B	#VALUE!	N/B	#VALUE!	$3.500	$35,000.00	$7.75	$77,500.000	$5.50	$55,000.00

FRONTERA | CAPA | Texas Cordia | Terra Firma | Asphalt Oil Express

Tabulation created by: Homer Rhodes

DATE: 3/26/2021

Staff Recommendation

Low Bidder

TERRA FIRMA

MATERIALS, L.L.C.

March 31, 2021

City of Weslaco - Mr. David Arce, CPM
Deputy Public Works Director
1912 Joe Stephens Ave.
Weslaco, TX 78599

Re: CITY OF WESLACO RFB NO. 2020-21-10 STREET MATERIALS

Dear City of Weslaco:

We would like to formally address the following concerns:

1. Loads will be delivered on agreed upon loads per day and as needed.
2. Delivery of materials can begin as early as requested. Terra Firma Materials is setup to run 24 hours a day.
3. Deliveries will be made in Fifth Wheel End Dumps and/or Belly Dump Trucks as requested.
4. The City of Weslaco may reject any material/ load that is out of spec.
5. Terra Firma Materials will be given a 3-5 day notice of the City's material needs.

These terms addressed will allow Terra Firma Materials to be successful in meeting and exceeding the City of Weslaco's needs. Please review and advise us if these terms can be agreed upon. We greatly appreciate your consideration and assistance.

Thank you,

Nancy C. Davenport
Member

9312 E Curve Rd. Edinburg, Texas 78542 | Phone: (956) 380-2897 | Fax: (956) 380-4085

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4081
From: David Arce	
Subject: Discussion and consideration to authorize staff to proceed with improvements for the railroad crossing on Garza Street in the amount not to exceed $45,340.00 and authorize the Mayor to execute any related documents. Possible action. (Staffed by Public Works Department.)	
Background:	
Funding Source (budget code, if applicable)**:**	

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted: Mayor's Signature	
If item previously considered, provide date and action by Commission:	
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:	
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**	
ADELAIDA VEGA Olga Garza David Arce Pete Garcia Mike Perez	Created/Initiated Approved Approved Approved New
City Manager Comments: Approve.	
Staff Recommendation: Staff recommends approval.	
Attachments, if any: City of Weslaco- Garza Ave. Replanking Quote Letter	
Responsibilities upon Approval:	

RIO VALLEY SWITCHING COMPANY

Tel. (956) 971-9111 Fax (956) 971-9114
101 N. 21st St., McAllen, TX 78501

MARCH 25, 2021

City of Weslaco
Attn: Pete Garcia
255 S. Kansas Ave.
Weslaco, TX 78596

RE: Garza Ave. Replanking

Dear Pete Garcia:
In response to your request, I am providing cost estimate for the railroad crossing project at Garza Ave. This location is a 63' wide crossing. RVSC performs this type of work on a routine basis for Texas Dept. of Transportation and numerous cities along the railroad right of way at "cost", with no profit included. You can choose one of the following methods of payments for this crossing.

63' Concrete Crossing

a. **Estimate of $43,200.00 plus sales tax, if applicable. (RVSC will bill actual costs at the completion of the project.)**

b. **Fixed quote of $45,340.00 including sales tax, if applicable.**

Please circle the option above that you choose and fax back to my attention.

The bid is based on the subgrade work, if any is required, being done prior to construction and no obstructions in the way of our crews doing their work. This bid is based on straight time, non-union labor and is good for 30 days. No bonds are being issued. Liability insurance of $5,000,000 will be in place during construction. Any and all utilities encountered must be repaired, replaced or relocated by others and at no expense to RVSC. All invoices are payable within 10days. We reserve the right to periodically invoice throughout the project. Note that the price estimate is based on the same procedure as used with TX DOT.

Please feel free to contact Patrick Johnson if you have any questions or comments. We appreciate working with the City of Weslaco.

Sincerely,

Patrick Johnson
Manager of Operations
Rio Valley Switching Company

cc: Barry McClure
Matt Cundiff
Greg Wheeler
Travis Cook

Accepted by City of Weslaco

Name: _____

Title: _____

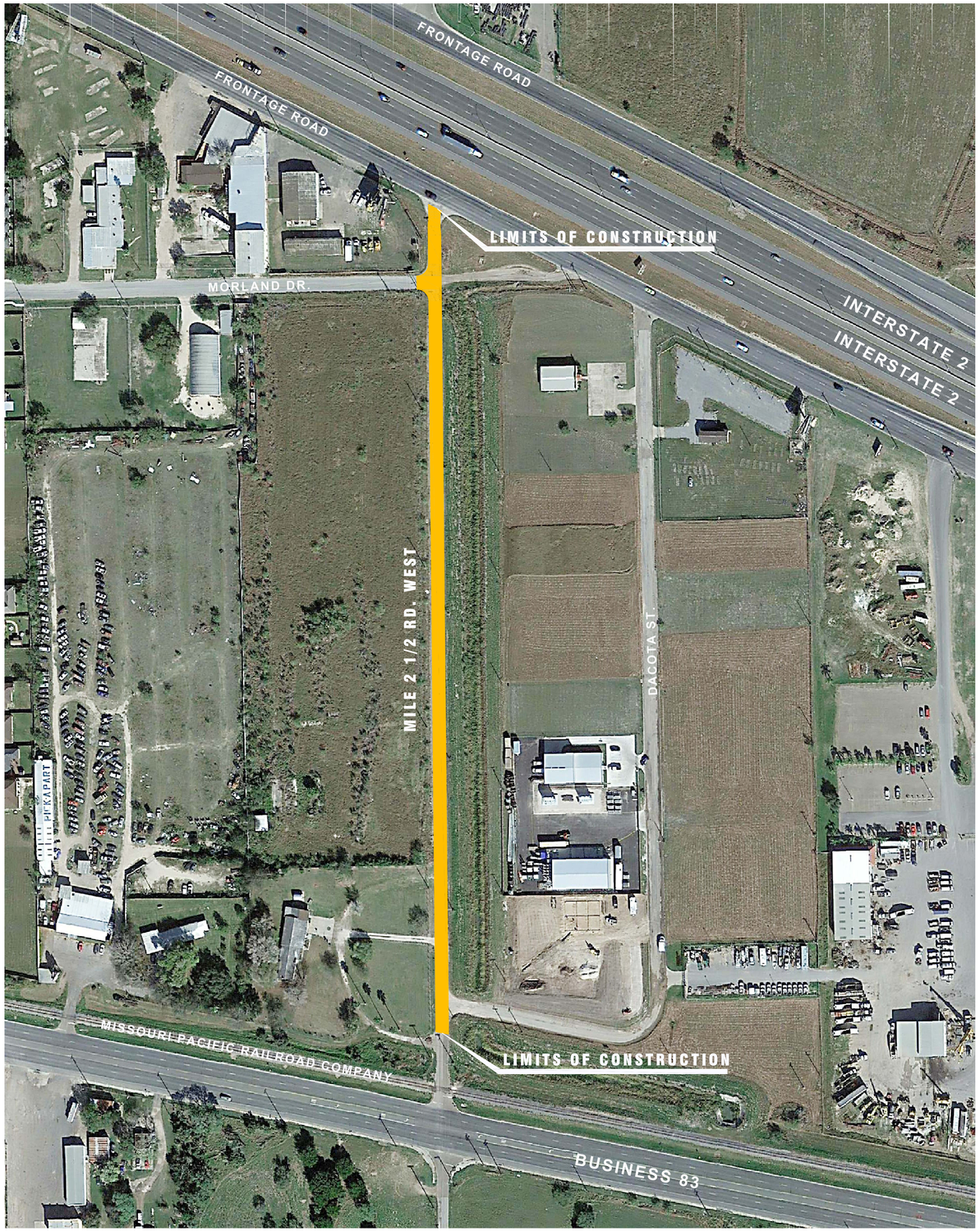
Signature: _____

Date: _____

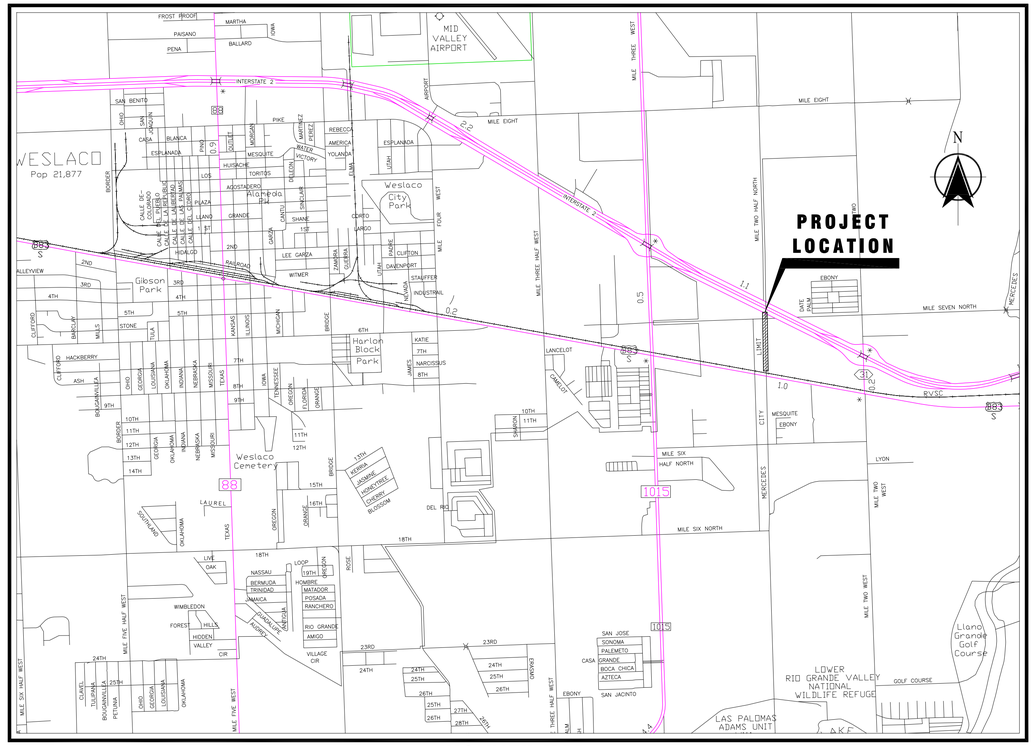
Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4085	
From:		
Subject: Discussion and consideration of an Interlocal Agreement with the City of Mercedes to reconstruct and pave Mile 2 1/2 West Road between I.H.2 Eastbound Frontage Rd and US Business 83 and authorize Mayor to execute any related documents. Possible action. (Staffed by Engineering Department.)		
Background:		
Funding Source (budget code, if applicable)**:**		
Amount:	Term of Impact:	Identified in Current Budget:
Additional Action Prompted: Mayor's Signature		
If item previously considered, provide date and action by Commission:		
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:		
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**		
ADELAIDA VEGA Albert Aldana Mike Perez	Created/Initiated New	
City Manager Comments: Approve.		
Staff Recommendation:		
Attachments, if any: Exhibit A - B - Mile 2.5 Rd. (Weslaco-Mercedes), Interlocal Agreement - Mile 2.5 Rd. (Weslaco-Mercedes)		
Responsibilities upon Approval:		

EXHIBIT A
PROJECT LAYOUT

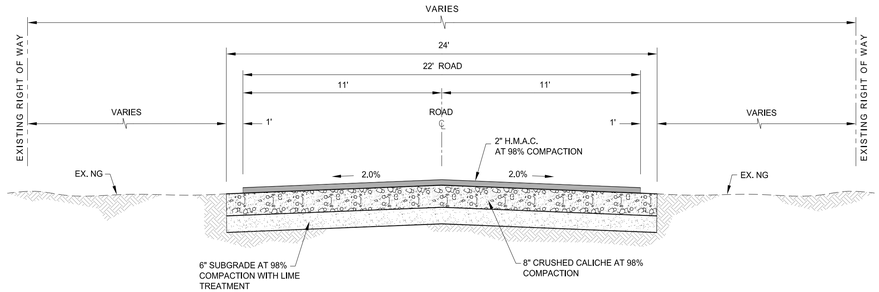


N



VICINITY MAP

NOT TO SCALE



PROPOSED ROAD CROSS SECTION

NOT TO SCALE

ESTIMATED QUANTITIES

DESCRIPTION	UNITS	QUANTITY
2" HMAC W/TACK	TON	399
8" CALICHE BASE	TON	1,343

MILE 2 1/2 ROAD WEST STREET IMPROVEMENT

ENGINEERING DEPARTMENT
WESLACO, TEXAS

Note: This site plan is for illustrative purposes only. The locations of site furnishings and amenities, trails, landscaping, roads, etc. are subject for final design and approvals. It is not to be used for bidding, construction or permit purposes.

EXHIBIT B
COST ESTIMATE

Cost Estimate-Material
City of Weslaco
Mile 2 1/2 West Road
From I.H.-2 to U.S. Business 83

MATERIAL ONLY (1,440 LF)					
Item	Est. Qty	Unit	Item Description	Unit Price in Figures	Total Extension in Figures
1	399	Tons	1 1/2" HMAC (22' Section) x 1,360 ft Total Length	$72.05	$28,747.95
2	400	GAL	PRIME COAT (MC30 OIL)	$3.50	$1,400.00
3	1343	Tons	8" Caliche	$15.00	$20,145.00
			Total:	$50,292.95	

ENGINEERING DEPARTMENT

STATE OF TEXAS §
§
COUNTY OF HIDALGO §

INTERLOCAL COOPERATION AGREEMENT
BETWEEN THE CITY OF WESLACO, TEXAS, AND
THE CITY OF MERCEDES, TEXAS

THIS Agreement is made on and entered into effective as of the_____day of_____ 2021, by and between **CITY OF WESLACO, TEXAS,** hereinafter referred to as ("City of Weslaco"), and **CITY OF MERCEDES, TEXAS** hereinafter referred to as ("City of Mercedes"), collectively referred to as "Parties" and pursuant to the provisions of the Texas Interlocal Cooperation Act ("Act"), Chapter 791, et seq., Texas Government Code, as follows:

WITNESSETH:

WHEREAS, the City is a municipality defined as a "Local Government" under the ACT, and a political subdivision organized under the laws of the State of Texas, within the boundary of Hidalgo county; and

WHEREAS, the Parties, each pursuant to its statutory and constitutional authority, are responsible for maintenance and improvements to certain public roadways within their boundaries;

WHEREAS, the Parties desire to jointly undertake a road improvement project to a portion of Mile 2 ½ West Rd. from IH-2 Eastbound Access Road to US Business 83 for approximately 1,440 linear feet, in Hidalgo County, Texas (the "Road" or "Project").
(See **Exhibit** *A - Mile 2 ½ West Rd Project Map);* and

WHEREAS, the Road serves as a connecting link and such improvements to the Road are in the public interest of the Parties.

WHEREAS, the Parties are authorized to enter into this Agreement pursuant to the ACT, which authorizes local governments to contract with each other and with agencies of the state, to perform governmental functions and services under the terms of the ACT;

WHEREAS, City of Weslaco and City of Mercedes have determined the Project will serve a public purpose and provide a mutual benefit to each other.

DRAFT

NOW, THEREFORE, the City of Weslaco and the City of Mercedes, in consideration of the mutual covenants expressed hereinafter, agree as follows:

1. The parties agree to cooperate in making the necessary improvements to the Road as described on **Exhibit A** attached hereto.

2. City of Weslaco agrees to provide all labor and machinery necessary to perform the improvements to the Road.

3. City of Weslaco will, use City's standard specifications in improvements unless otherwise agreed in writing by both parties.

4. City of Mercedes agrees to pay upon execution of this Agreement the lump sum amount of Twenty-one Thousand Nine Hundred Fifty-Three and Sixty-One one hundredths Dollars ($25,150.00) being half of the estimated cost of the Project. *(See* **Exhibit B** - *Estimate).*

5. City of Weslaco and City of Mercedes will coordinate work schedules in order to provide for minimal disruption to the public and to the operational fiscal affairs of the parties and will complete the Project no later than 90 days from the execution of this Agreement.

6. This Agreement replaces and supersedes any and all prior agreements between City of Weslaco and City of Mercedes with respect to the Road and/or Project.

7. City of Mercedes has authorized City of Weslaco to perform the work herein described pursuant to Tex. Trans. Code §311.

8. **Term.** The effective date of this agreement shall be the date first written above. The term of the Agreement shall be for the time period referenced above.

9. **Termination.** Either Party may terminate this Agreement with or without cause upon thirty (30) days written notice to each other.

10. **Liability Insurance.** Each entity will carry sufficient liability insurance at the statutorily required limits, pursuant to the Texas Tort Claims Act.

11. Indemnification. To the extent permitted under the Constitution and laws of the State of Texas, the CITY OF MERCEDES agrees to indemnify and hold harmless and defend CITY OF WESLACO, its agents, employees and officers from and against any claim, loss, damage, liability and expense, including reasonable attorney's fees, incurred or suffered by it, by reason of any and all claims, demands or causes of action asserted or

that may be asserted, against any or all of the above named parties, whether alleging intentional or negligent acts or omissions, and whether seeking compensatory or punitive damages, and involving, arising out of, or in any manner related to this agreement.

12. **Immunities.** It is expressly understood and agreed that, in the execution of this agreement, neither the City of Weslaco nor City of Mercedes waive, nor shall be deemed hereby to waive, any immunity or defense that would otherwise be available to it against claims arising in the exercising of governmental powers and functions.

13. **Conflict with Applicable Law.** Nothing in this Agreement shall be construed so as to require the commission of any act contrary to law, and whenever there is any conflict between any provision of this Agreement and any present or future law, ordinance or administrative, executive or judicial regulation, order or decree, or amendment thereof, contrary to which the parties have no legal right to contract, the later shall prevail, but in such event the affected provision or provision of this Agreement shall be modified only to the extent to bring them within the legal requirements and only during the times such conflict exists.

14. **No Waiver.** No waiver by any party hereto of any breach of any provisions of the Agreement shall be deemed to be a waiver of any preceding or succeeding breach of the same or any other provision hereof.

15. **Entire Agreement.** This Agreement contains the entire contract between the parties hereto, and each party acknowledges that neither has made (either directly or through any agent or representative) any representation or agreement in connection with this Agreement not specifically set forth herein. This Agreement may be modified or amended only by agreement in writing executed by County and City and not otherwise.

16. **Texas Law to Apply.** This Agreement shall be construed under and in accordance with the laws of the State of Texas, and all obligation of the parties created hereunder are performable in Hidalgo County, Texas. The parties hereby consent to personal jurisdiction in Hidalgo County, Texas.

17. **Notice.** Except as may be otherwise specifically provided in this Agreement, all notices, demands, requests or communication required or permitted hereunder shall be in writing and shall either be (i) personally delivered against a written receipt, or (ii) sent by registered or certified mail, return receipt requested, postage prepaid and addressed to the parties at the addresses set forth below, or at such other addresses as may have been theretofore specified by written notice delivered in accordance herewith:

18.

DRAFT

If to City of Weslaco	City of Weslaco Attention: Mayor David Suarez 255 S. Kansas Avenue Weslaco, Texas 78596
If to City of Mercedes:	City of Mercedes Attention: Mayor Oscar D. Montoya, Sr. 400 S. Ohio Mercedes, Texas 78570

Each notice, demand, request or communication, which shall be delivered or mailed in the manner described above, shall be deemed sufficiently given for all purposes at such time as it is personally delivered to the addressee or, if mailed, at such time as it is deposited in the United States mail.

19. **Additional Documents.** The parties hereto covenant and agree that they will execute such other and further instruments and documents as are or may become necessary or convenient to effectuate and carry out the terms of this Agreement.

20. **Successors.** This Agreement shall be binding upon and to the benefit of the parties hereto and their respective successors and assigns where permitted by this Agreement.

21. **Assignments.** This Assignment shall not be assignable.

22. **Headings.** The headings and captions contained in this Agreement are solely for convenience reference and shall not be deemed to affect the meaning or interpretation of any provision of any paragraph hereof.

23. **Non-Discrimination.** The Agreement and all related activities shall be conducted in a manner that does not discriminate against any person on a basis prohibited by applicable law or County and City policy, including without limitation race, color, national origin, religion, sex, age, veteran status, disability or any other category protected under law.

24. **Governmental Purpose.** Each party hereto is entering into this Agreement for the purpose of providing for governmental services or functions and will pay for such services out of current revenues available to the paying party as herein provided.

25. **Commitment of Current Revenues Only.** In the event that, during any term hereof, the governing body of any party does not appropriate sufficient funds to meet the obligations of such party under this Agreement, then any party may terminate this Agreement upon (90) days' written notice to the other party. Each of the parties hereto agrees, however, to

use its best efforts to secure funds necessary for the continued performance of this Agreement. The parties intend this provision to be a continuing right to terminate this Agreement at the expiration of each budget period of each party hereto pursuant to the provisions of Tex. Loc. Govt. Code Ann. §271.903

26. **Governing Provisions.** Parties shall comply with all applicable laws and regulations. A non-exclusive list of regulations commonly applicable to Federal and State grants and equipment can be found in the new 2 CFR 200 Uniform Administrative Requirements, Cost Principles and Audit Requirements.

27. **Legal Construction/Severability.** In case any one or more of the provisions contained in this Agreement will for any reason be held to be invalid, illegal or unenforceable in any respect, such invalidity, illegality or unenforceability will not affect any other provision thereof, and this Agreement will be construed as if such invalid, illegal or unenforceable provision had never been contained herein.

28. **Prior Agreements.** This Agreement supersedes and terminates all previous Interlocal Agreement(s) between the parties hereto concerning the subject matter hereof, except for any Interlocal Agreement dated prior to this Agreement to the extent work is being performed under said Agreement at the time of executing this Agreement. Once ongoing work under any such previous Interlocal Agreement(s) is completed and payment is remitted such previous Interlocal agreement shall terminate at such time.

29. **Governmental Purpose.** Each party hereto is entering into this agreement for the purpose of providing for governmental services or functions and will pay for such services out of current revenues available to the paying party as herein provided.

30. **Authority to Execute.** The execution and performance of this Agreement by the Parties has been duly authorized by all necessary laws, resolutions or corporate action, and this Agreement constitutes the valid and enforceable obligations of the Parties in accordance with its terms.

[SIGNATURE PAGE TO FOLLOW]

DRAFT

WITNESS THE HANDS OF THE PARTIES effective as of the day and year first written above.

CITY OF MERCEDES

BY: _____
Oscar D. Montoya, Sr., Mayor

ATTEST:

BY: _____
Joselynn Castillo, City Secretary

CITY OF WESLACO

BY: _____
David Suarez, Mayor

ATTEST:

BY: _____
Norma A. Cantu, City Secretary

APPROVED AS TO FORM:

BY: _____
Juan E. Gonzalez, City Attorney

DRAFT

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4055

From:

Subject:
Discussion and consideration on Amendment No. 4 to alter the scope and fee for Civil Engineering Services to the Storm Water Improvements Plan adding professional engineering services for Phase 1 of Project 3–Los Torritos Street and North Kansas Avenue in the amount of $439,365.00 to Halff Associates Civil Engineering Service from the Hazardous Mitigation Grant Program (HMGP) through Texas Department of Emergency Management (TDEM) and Flood Infrastructure Funding (FIF) through the Texas Water Development Board (TWDB) and authorize the Mayor to execute any related documents. Possible action. (Staffed by Airport Department.)

Background:
Staff received authorization to submit Notices of Intent to TDEM and the Texas Water Development Board for Drainage Projects 3, 6 and 8 for Disaster Recovery Funds. Halff was selected to assist the City in applying for funding from the Hazardous Mitigation Grant Program (HMGP) through Texas Department of Emergency Management (TDEM) and design Phase 1 of this project. Halff was also selected to assist the City apply for Flood Infrastructure Funding (FIF) through the Texas Water Development Board (TWDB) for the City's portion of the HMGP funding. The funding that the City obtained for this project is summarized below.

Project Cost Estimate: $ 4,967,627 (Engineering & Construction)
HMGP grant funding: $ 1,300,000 (26.2 % of total)
FIF grant funding: $ 1,951,708 (39.3 % of total)
FIF loan-0% interest: $ 1,051,000 (21.1 % of total)
Local match: $ 664,919 (13.4 % of total)

Halff proposes to provide project management and coordination, survey for design, engineering and construction document development, bidding assistance, construction administration and project closeout services for Phase 1 of this project as outlined in the Scope of Services attached as Exhibit A4. This amendment will increase the Project Total from $401,775 to $841,140. These funds may be eligible as pre-award expenses, if funding is awarded by TDEM for these projects.

Funding Source (budget code, if applicable)**:**

Amount:	Term of Impact:	Identified in Current Budget:

Additional Action Prompted:
Mayor's Signature

If item previously considered, provide date and action by Commission:
The Storm Water Improvement Plan was adopted in 2019.

If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:

Advisory Review, if any (name of board/committee, date of action, recommendation)**:** The Drainage Committee has been advised of the projects and potential funding.	
NORMA CANTU ANDREW MUNOZ Mike Perez	Created/Initiated Approved New
City Manager Comments: Approve.	
Staff Recommendation: Staff recommends approval.	
Attachments, if any: 34810_Amendment CoverLetter 2, Amendment No. 4 Halff Associates	
Responsibilities upon Approval: Execute amended agreement.	

March 29, 2021 P38807.016

Mike Perez, City Manager
City of Weslaco
255 South Kansas Ave.
Weslaco, Texas 78596

Re: **Contract Amendment No. 4 - Civil Engineering Services for Storm Water Improvement Plan**

Dear Mr. Perez:

Halff Associates, Inc. (Halff) respectfully submits this contract amendment to alter the scope and fee of the Contract for the Civil Engineering Services for Storm Water Improvements Plan to add professional engineering services for Phase 1 of Project 3–Los Torritos Street and North Kansas Avenue. Hereinafter, this project is referred to as Kansas and Los Torritos Drainage Improvements to Mayor Pablo Pena Park Project. This project is proposed to be a multi-phase project, as shown on Figure 1 attached. In 2019's Master Drainage Plan it was estimated to cost over $21 million. Phase 1, shown in Figure 2, consists of designing and constructing two 8' x 6' reinforced concrete boxes under Agostadero Street from South Sinclair Avenue, east to the drainage ditch located along Paseo Del Norte Road. Also included in the scope is the widening of the outfall ditch north of Mayor Pablo Pena Park. This project is estimated to cost $ 4,967,708. A detailed cost estimate is included as Table 1.

Halff was selected to assist the City apply for funding from the Hazardous Mitigation Grant Program (HMGP) through Texas Department of Emergency Management (TDEM) and design Phase 1 of this project. Halff was also selected to assist the City apply for Flood Infrastructure Funding (FIF) through the Texas Water Development Board (TWDB) for the City's portion of the HMGP funding. The funding that the City obtained for this project is summarized below.

Project Cost Estimate:	$ 4,967,627	(Engineering & Construction)
HMGP grant funding:	$ 1,300,000	(26.2 % of total)
FIF grant funding:	$ 1,951,708	(39.3 % of total)
FIF loan-0% interest:	$ 1,051,000	(21.1 % of total)
Local match:	$ 664,919	(13.4 % of total)

Halff proposes to provide project management and coordination, survey for design, engineering and construction document development, bidding assistance, construction administration and project closeout services for Phase 1 of this project as outlined in the Scope of Services attached as Exhibit A4. This amendment will increase the Project Total from $401,775 to $841,140.

We have prepared the attached proposed **Amendment No. 4** to increase the fee of the above referenced contract, as described above. Exhibit B4 has the hourly breakdown of this fee.

It has been a pleasure to work with you on this project. I will be available to meet with you to discuss the attached amendment scope at your convenience. Please contact me if you have any questions or need any additional information.

Respectfully,

Robert L. Saenz, P.E., CFM, PMP
Vice President

HALFF ASSOCIATES, INC.
5000 WEST MILITARY HIGHWAY, SUITE 100
McALLEN, TX 78503-7446
TEL (956) 664-0286
FAX (956) 664-0282
WWW.HALFF.COM

Table 1 – Project Cost Estimate*

Name of Organization: City of Weslaco
Project Title: Kansas & Los Torritos to Weslaco City Park
Project #: 4377-0005-TX

Cost Estimate

Item/Description	Quantity	Unit of Measure	Unit Cost/Rate	Total Cost
Phase I - Design				
Engineering Design. Sani20 Acre detention Pond, weir structure, ditch improvements, utility adjustments, drainage system improvements, and pavement repair.	1	Lump Sum	$420,000.00	$420,000.00
Survey. Survey for design.	1	Lump Sum	$20,000.00	$20,000.00
Geotechnical Engineering. Soil and groundwater reconnaissance, bedding and foundation recommendations, slope stability, permeability and lining recommendation, and pavement design.	1	Lump Sum	$30,000.00	$30,000.00
Phase I - Total				**$470,000.00**
Phase II - Construction				
Mobilization / Site Prep (10% of construction subtotal). This includes clearing site of debris, background documentation necessary to begin working, deploying resources and people to start the job, etc.	1	Lump Sum	$200,869.62	$200,869.62
Utility Adjustment. Sanitary Sewer Line Relocation	526	Linear Foot	$150.00	$78,900.00
Utility Adjustment. Sanitary Sewer Manhole Relocation	3	Each	$2,500.00	$7,500.00
Utility Adjustment. Water Line Relocation	526	Linear Foot	$100.00	$52,600.00
Utility Adjustment. Storm Sewer Line Relocation	50	Linear Foot	$120.00	$6,000.00
Utility Adjustment. Storm Sewer Manhole Relocation	1	Each	$5,000.00	$5,000.00
Channel widening/excavation. This includes using large excavators to widen the existing drainage ditches to achieve more conveyance and storage.	11000	Cubic Yard	$10.00	$110,000.00
Detention pond and weir excavation. This includes excavating an area of approximately 20 acres with varying depth and lengths to provide a detention pond, and excavation of a 600-ft weir connecting to the pond. (Performed by City forces)	397000	Cubic Yard	$0.25	$100,000.00
Concrete for weir. This includes a 5-inch layer of concrete over the entire area of the 600-ft weir connecting to the pond.	300	Cubic Yard	$300.00	$90,000.00
48" RCP Pond Outfall. This includes an approximate material and construction cost for the Reinforced Concrete Pipe that would serve as an outfall for the proposed detention pond.	60	Linear Foot	$2,283.34	$137,000.40
48" Flap Gate Structure. This includes the installation of a flap gate to the proposed 48" RCP Pond Outfall to control flow.	1	Each	$13,000.00	$13,000.00
8'x6' RCB storm drain. This includes an approximate material and installation cost for the Reinforced Concrete Box storm drain that will be installed to achieve greater conveyance to detention and ditch areas.	2800	Linear Foot	$1,032.50	$2,891,000.00
Cub Inlets - Type C. This includes an approximate material and installation cost for the Type C Curb Inlets that drain that will be installed along the RCB storm drains to capture runoff.	24	Each	$4,500.00	$108,000.00
Junction Box. This includes an approximate material and installation cost for the Junction Boxes that will be installed to connect the RCB storm drains.	4	Each	$28,348.00	$113,392.00
Headwall Structure. This includes an approximate material and installation cost for a headwall structure at the outfall location of the RCB into the drainage ditch.	1	Each	$50,000.00	$50,000.00
Roadway remove and replace. This includes cutting and replacing pavement and base material that may be necessary to install the RCPs beneath roadways.	5100	Square Yard	$50.00	$255,000.00
Material Testing (2% of overall project subtotal). This is an approximate of the testing of materials during the construction of the project.	1	Lump Sum	$84,365.24	$84,365.24
Project Inspection.	1	Lump Sum	$195,000.00	$195,000.00
Phase II - Total				**$4,497,627.26**
Total				**$4,967,627.26**

** Estimate used in HMGP Application*

Figure 1 – Kansas and Los Torritos Drainage Improvement to Mayor Pablo Pena Park, Phases and Possible Funding Streams

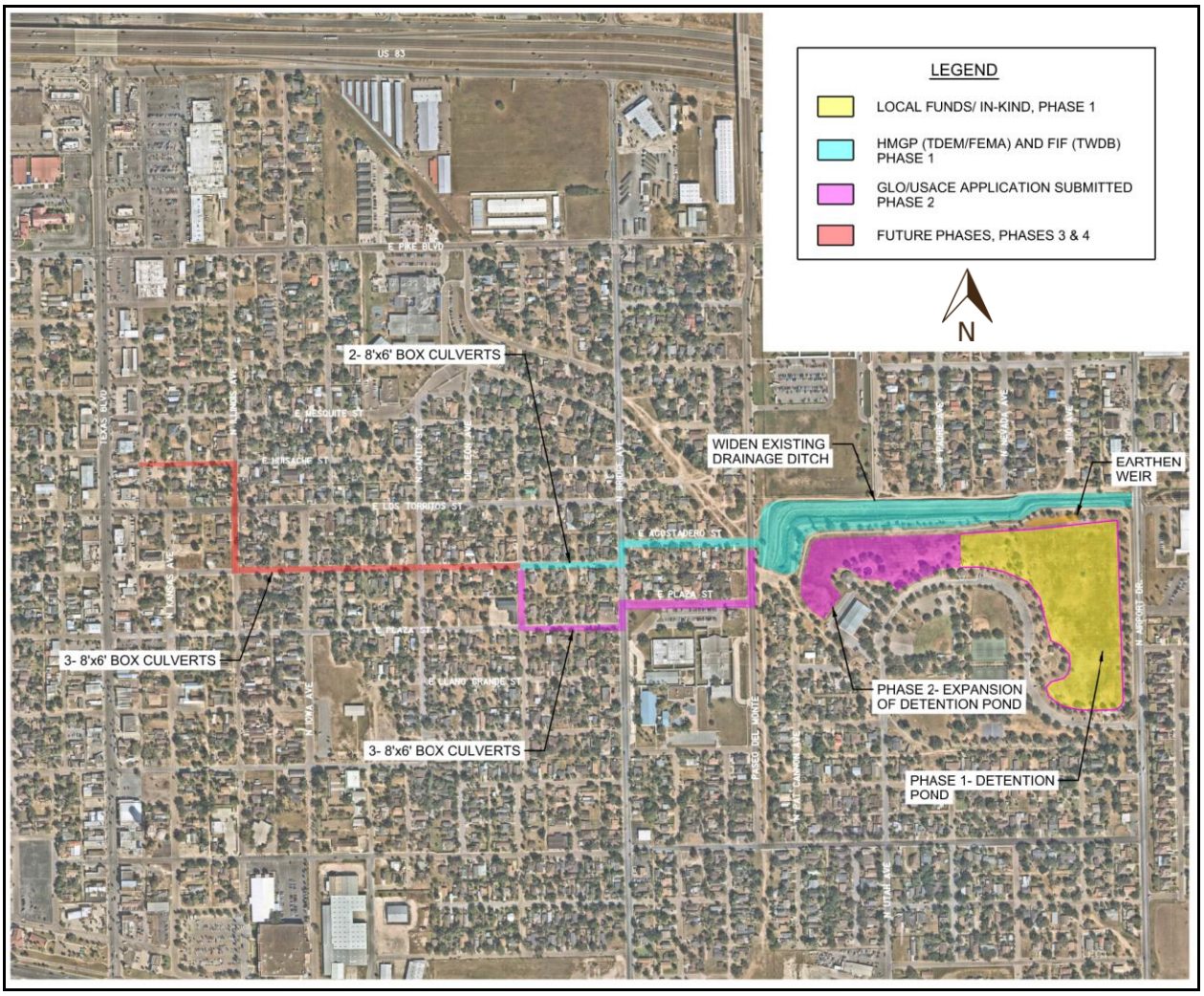
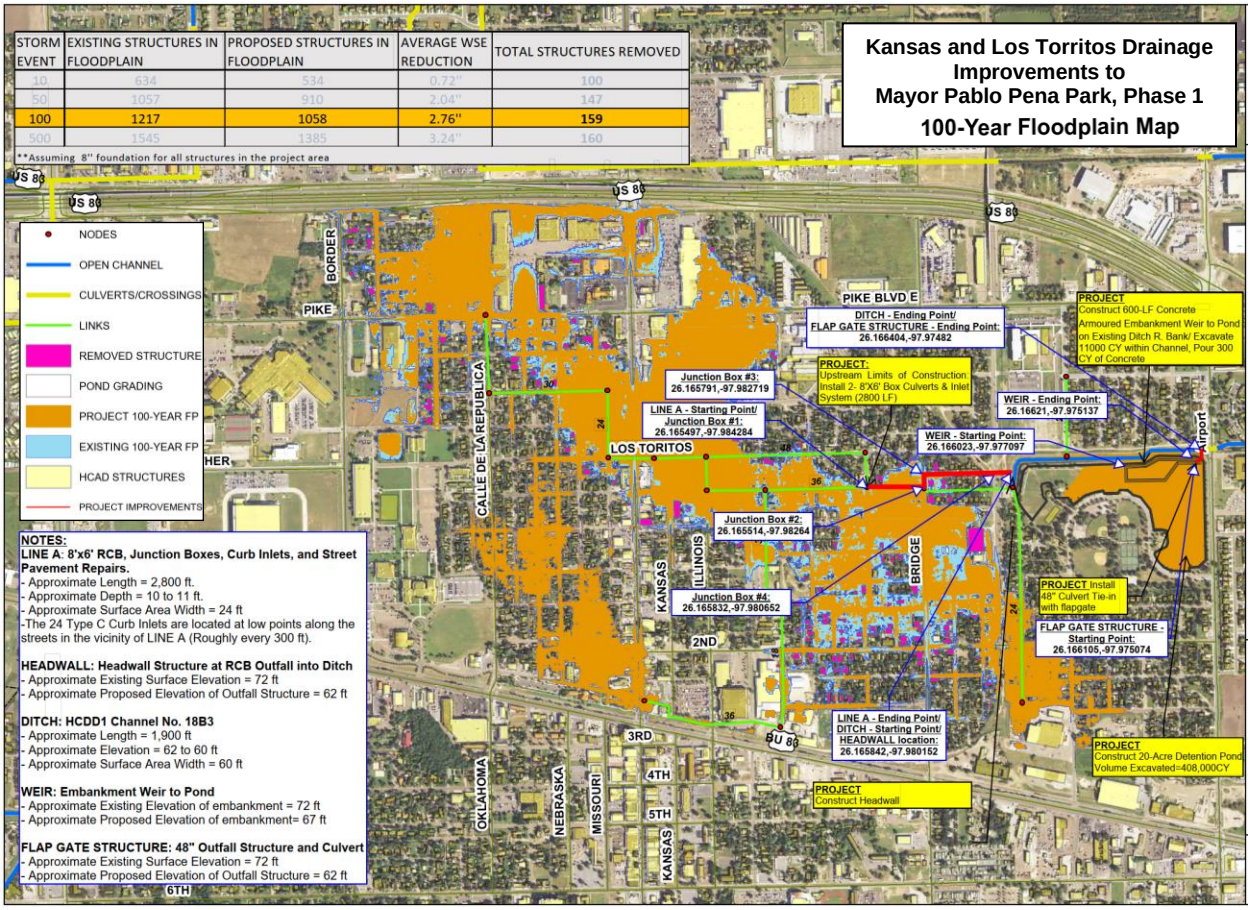


Figure 2 – Kansas and Los Torritos Drainage Improvement to Mayor Pablo Pena Park, Phase 1



AMENDMENT NO. 4
TO AGREEMENT FOR PROFESSIONAL ENGINEERING SERVICES
ON A DEFINED SCOPE OF SERIVCES BASIS
BETWEEN CITY OF WESLACO
AND
HALFF ASSOCIATES, INC.
FOR CIVIL ENGINEERING SERVICES FOR STORM WATER IMPROVEMENT PLAN

THIS AMENDMENT NO. 4 is made as of the 16th day of March, in the year 2021, between The Weslaco City Commission (OWNER) and Halff Associates, Inc. (ENGINEER) for the Civil Engineering Services for Storm Water Improvement Plan Project in Weslaco, Texas (the PROJECT).

OWNER and ENGINEER in consideration of their mutual covenants herein agree in respect of the performance of professional engineering services by ENGINEER and the payment of those services by OWNER as set forth below.

WHEREAS, the OWNER and the ENGINEER executed the original Contract Agreement between Owner and Engineer for Engineering/Professional Services on the 26th day of October, in the year 2018; and, amended the Contract Agreement on December 4, 2018, on May 7, 2019 and again on May 11, 2020.

WHEREAS, it has become necessary to amend the contract to add project management and coordination, survey for design, engineering and construction document development, bidding assistance, construction administration and project closeout services for Phase 1 of Project 3 – Los Torritos Street and North Kansas Avenue.

NOW, THEREFORE, premises considered, the OWNER and ENGINEER agree that said Agreement is amended to include the following Contract modifications:

1. Amend "EXHIBIT A – SCOPE OF SERVICES" to include the scope of Services listed in the attached Exhibit A4.

2. Amend "Exhibit B" to include the attached Exhibit B4.

3. Modify maximum amount payable under original Contract Agreement dated the 26th day of October, in the year 2018, as defined below:

Original Contract:	$ 381,040	
Thru Amendment No. 1:	$ 369,775	Decrease of $ 11,265
Thru Amendment No. 2:	$ 396,775	Increase of $ 27,000
Thru Amendment No. 3:	$ 401,775	Increase of $ 5,000
Amendment No. 4:	$ 841,140	Increase of $ 439,365

AMENDMENT NO. 4
TO AGREEMENT FOR PROFESSIONAL ENGINEERING SERVICES
ON A DEFINED SCOPE OF SERIVCES BASIS
BETWEEN CITY OF WESLACO
AND
HALFF ASSOCIATES, INC.
FOR CIVIL ENGINEERING SERVICES FOR STORM WATER IMPROVEMENT PLAN

IN WITNESS WHEREOF, the parties hereto have made and executed this Amendment as the day and year first above written.

OWNER:
CITY OF WESLACO

David Suarez DATE
Mayor

ENGINEER:
HALFF ASSOCIATES, INC

ROBERT L. SAENZ, PE CFM PMP DATE
Vice President

Standardized Agenda Request Form

Date of Meeting: April 6, 2021	**Agenda Item No.** (to be assigned by CSO)**:** 2021-4086	
From:		
Subject: Discussion and consideration on Resolution 2021-27 authorizing publication of Notice of Intention to Issue Certificates of Obligation and authorize the Mayor to execute any related documents. Possible action. (Staffed by Airport Department.)		
Background:		
Funding Source (budget code, if applicable)**:**		
Amount:	Term of Impact:	Identified in Current Budget:
Additional Action Prompted:		
If item previously considered, provide date and action by Commission:		
If item requires Publication Notice, provide date and periodical of publication; indicate if comments received from letters mailed to property owners:		
Advisory Review, if any (name of board/committee, date of action, recommendation)**:**		
ADELAIDA VEGA ANDREW MUNOZ Mike Perez	Created/Initiated New	
City Manager Comments: Approve.		
Staff Recommendation:		
Attachments, if any: R2021-27 TWDB NOI		
Responsibilities upon Approval:		

Resolution 2021-27

RESOLUTION AUTHORIZING PUBLICATION OF NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

WHEREAS, the City Commission (the "City Commission") of the City of Weslaco, Texas (the "City"), finds that financing the design, planning, acquisition, construction, equipping, expansion, repair, renovation, and/or rehabilitation of the public property, as well as the payment of fees for professional services related thereto, described in Exhibit A hereto would be beneficial to the inhabitants of the City, and such property is needed to perform essential governmental functions; and the City Commission has determined that one or more series of certificates of obligation (the "Certificates of Obligation") should be issued pursuant to the provisions of the Certificate of Obligation Act of 1971, Section 271.041 *et seq*., Texas Local Government Code, for such purposes;

WHEREAS, prior to the issuance of the Certificates of Obligation, the City is required to publish notice of its intention to issue the Certificates of Obligation in a newspaper of general circulation in the City, the notice stating (i) the time and place the City Commission tentatively proposes to pass the ordinance authorizing the issuance of the Certificates of Obligation, (ii) the maximum amount of Certificates of Obligation proposed to be issued, (iii) the purposes for which the Certificates of Obligation are to be issued, and (iv) the manner in which the City Commission proposes to pay the Certificates of Obligation;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF WESLACO, TEXAS, THAT:

Section 1. Attached hereto and marked Exhibit A is the "Notice of Intention to Issue Certificates of Obligation" (the "Notice"), the form and substance of which are hereby adopted and approved.

Section 2. The Mayor or the City Secretary shall cause the Notice to be published in a newspaper, as defined in Section 2051.044, Texas Government Code, of general circulation in the City for two consecutive weeks, the date of first publication to be at least 45 days prior to the date tentatively set for adoption of one or more ordinances authorizing the issuance of the Certificates of Obligation.

Section 3. The Mayor and the City Secretary are hereby authorized and directed to execute the Certificate to which this Resolution is attached on behalf of the City Commission and to do any or all things proper and necessary to carry out the intent thereof.

****

EXHIBIT A

NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

NOTICE is hereby given that it is the intention of the City Commission (the "City Commission") of the City of Weslaco, Texas (the "City") to adopt an ordinance providing for the issuance of interest-bearing obligations of the City presently contemplated to be designated and known as the "CITY OF WESLACO, TEXAS TAX AND REVENUE CERTIFICATES OF OBLIGATION" (the "Certificates of Obligation") for the purpose of providing for the payment of contractual obligations to be incurred in connection with the design, planning, purchasing, acquisition, construction, equipping, expansion, repair, renovation, and/or rehabilitation of certain City-owned public property, including (i) drainage improvements including channel widening and a drainage pond; and (ii) payment of contractual obligations for professional services in connection therewith (to wit: consulting, engineering, financial advisory, and legal).

The City Commission tentatively proposes to authorize the issuance of the Certificates of Obligation at its regular meeting place at City Hall, Weslaco, Texas, at a meeting of the City Commission to be commenced at 5:30 p.m. on June 1, 2021, in a maximum total amount expected not to exceed $_____. In the event the City Commission will be unable to meet at this location on June 1, 2021, the City will post information on its website for attending the meeting by telephone, teleconference, or other electronic means. The City Commission proposes to provide for payment of the Certificates of Obligation from a pledge of an annual ad valorem tax, as well as a subordinate pledge of the net revenues of the City's waterworks and sewer system.

In accordance with the provisions of Subchapter C of Chapter 271, Texas Local Government Code, as amended ("Chapter 271"), the following information has been provided by the City (excludes $_____ principal amount of outstanding debt obligations the City has designated as self-supporting and which the City reasonably expects to pay from revenue sources other than ad valorem taxes; provided, however, that in the event such self-supporting revenues sources are insufficient to pay debt service, the City is obligated to levy ad valorem taxes to pay such debt obligations): The current principal of all outstanding debt obligations of the City is $_____, the combined principal and interest required to pay all currently outstanding debt obligations of the City on time and in full is $_____, the estimated combined principal and interest required to pay the Certificates of Obligation on time and in full is $_____, the estimated interest rate for the Certificates of Obligation is _____%, and the maximum maturity date of the Certificates of Obligation will not exceed the maximum allowed by law. Market conditions affecting interest rates vary based on a number of factors beyond the control of the City, and the City cannot and does not guarantee a particular interest rate associated with one or more series of the Certificates of Obligation. The resolution designating certain outstanding debt obligations of the City as self-supporting for purposes of Chapter 271 is available upon request sent to the City at the address noted above.

/s/ David Suarez
Mayor, City of Weslaco, Texas