

City of San Benito, Texas
General Obligation
Annual Financial Operating Data
Fiscal Year Ended September 30, 2020

Tables 1-5 and 7-12
Submitted pursuant to SEC Rule 15 c 2-12

By:

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INVESTMENT BANKERS

City of San Benito, Texas (General Obligation)
Continuing Disclosure Statement
For the year ended September 30, 2020
(Pursuant to SEC Rule 15 c 2-12)

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Disclaimer:

The information contained in this report has been obtained from the City and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and should not be understood as a promise or guarantee. This report may contain estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions. The information contained herein is subject to change and the submission of this report will not imply that there has been no changes to the financial condition of the City.

San Benito, Texas
Continuing Disclosure Statement
For the year Ended September 30, 2020
(Pursuant to SEC Rule 15c2-12)

Table 1 - Valuation, Exemption and Debt Obligation

| | | |
|---|-----------------------|-----------------------|
| 2020 Market Valuation Established by Cameron County Appraisal District ⁽¹⁾ | | \$ 948,901,134 |
| Less Exemptions/Reductions at 100% Market Value: | | |
| Community Housing | \$ 794,005 | |
| Over 65 and Disabled | 8,188,119 | |
| Charitable Exemptions | 141,553 | |
| Disabled Person | 829,322 | |
| Disabled and Deceased Veterans Exemptions | 10,377,479 | |
| Freeport Loss | 6,505,007 | |
| Exempt Property | 106,289,376 | |
| Productivity Loss | 24,901,946 | |
| 10% cap loss | 3,150,332 | |
| Personal Private Vehicle | 103,340 | |
| Less Total Exemptions/Reductions at 100% Market Value | <u>\$ 161,280,479</u> | |
| 2020 Net Taxable Assessed Valuation | | <u>\$ 787,620,655</u> |
| General Obligation Debt Payable from Ad Valorem Taxes (as of September 30, 2020) | | |
| Combination Tax and Limited Pledge Revenue Certificates of Obligation, Series 2011 ⁽²⁾ | \$ 370,000 | |
| General Obligation Refunding Bonds, Series 2012 ⁽³⁾ | 2,140,000 | |
| Combination Tax and Limited Pledge Revenue Certificates of Obligation, Series 2012 ⁽⁴⁾ | 2,815,000 | |
| General Obligation Refunding Bonds, Series 2013 ⁽⁵⁾ | 2,790,000 | |
| General Obligation Refunding Bonds, Series 2015 ⁽⁶⁾ | 790,000 | |
| Combination Tax and Limited Pledge Revenue Certificates of Obligation, Series 2019 ⁽⁷⁾ | 1,360,000 | |
| General Obligation Refunding Bonds, Series 2020 ⁽⁸⁾⁽¹⁰⁾ | 8,815,000 | |
| Combination Tax and Limited Pledge Revenue Certificates of Obligation, Series 2020 ⁽⁹⁾⁽¹⁰⁾ | 7,895,000 | |
| Total Gross Pledged Debt Payable from Ad Valorem Taxes | <u>\$ 26,975,000</u> | |
| Less: Self-Supporting Debt | | |
| Waterworks and Sewer System ⁽²⁾⁽³⁾⁽⁶⁾⁽⁷⁾⁽⁸⁾⁽⁹⁾ | \$ 15,086,569 | |
| Economic Development Corporation ⁽⁵⁾⁽⁶⁾⁽⁷⁾⁽⁸⁾⁽⁹⁾ | 6,368,689 | |
| Industrial Development Authority | - | |
| Community Development Block Grant ⁽⁵⁾ | 873,270 | |
| Sales Tax ⁽⁶⁾⁽⁸⁾ | 1,019,098 | |
| Total Self Supporting Debt | <u>\$ 23,347,626</u> | |
| Total Net Funded Debt Payable from Ad Valorem Taxes | | <u>\$ 3,627,374</u> |
| Interest and Sinking Fund (as of September 30, 2020) | | \$ 472,964 |
| Ratio Gross Funded Debt to Net Taxable Assessed Valuation | | 3.42% |
| Ratio Net Funded Debt to Net Taxable Assessed Valuation | | 0.46% |
| 2020 Estimated Population - | 24,385 | |
| Per Capita Taxable Assessed Valuation - | \$ 32,299 | |
| Per Capita Gross Pledged Debt - | \$ 1,106 | |
| Per Capita Net Funded Debt - | \$ 148.8 | |

⁽¹⁾ Information provided by Cameron County Appraisal District.

⁽²⁾ Approximately 100% of the debt service on the 2011 Certificates will be paid from the City's Utility System.

⁽³⁾ Approximately 71% of the debt service on the Series 2012 General Obligation Refunding Bonds will be paid from the City's Utility System.

⁽⁴⁾ Approximately 100% of the debt service on the Series 2012 Certificates of Obligation will be paid by the I&S tax rate.

⁽⁵⁾ Approximately 37% of the debt service on the Series 2013 General Obligation Refunding Bonds will be paid from the City's Utility System; 10% will be paid from the City's Economic Development Corporation; 31% will be paid from the City's Community Development Block Grant; and 21% will be paid from the City's Sales Tax.

⁽⁶⁾ Approximately 68% of the debt service on the Series 2015 General Obligation Refunding Bonds will be paid from the City's Utility System and 25% will be paid from the City's Economic Development Corporation.

⁽⁷⁾ Approximately 21% of the debt service on the Series 2019 Combination Tax and Limited Pledge Revenue Certificates will be paid from the City's Utility System; 46% will be paid from the City's Economic Development Corporation; and 32% will be paid from the City's Sales Tax.

⁽⁸⁾ Approximately 93% of the debt service on the Series 2020 General Obligation Refunding Bonds will be paid from the City's Utility System and 5% will be paid from the City's Economic Development Corporation.

⁽⁹⁾ Approximately 39% of the debt service on the Series 2020 Combination Tax and Limited Pledge Revenue Certificates will be paid from the City's Utility System and 61% will be paid from the City's Economic Development Corporation.

⁽¹⁰⁾ The Series 2020 General Obligation Refunding Bonds and Series 2020 Combination Tax and Limited Pledge Revenue Certificates were issued in October 2020.

Additional Sources:

The Municipal Advisory Council of Texas - Texas Municipal Reports.

City of San Benito Debt Service Allocations.

Table 2 - Taxable Assessed Valuation by Category

| Category | Taxable Appraised Value For Fiscal Year Ended September 30, | | | | | |
|---|---|------------|-----------------------|------------|-----------------------|------------|
| | 2021 | | 2020 | | 2019 | |
| | Amount | % of Total | Amount | % of Total | Amount | % of Total |
| Real, Residential, Single-Family | \$398,394,145 | 41.98% | \$ 393,106,811 | 42.65% | \$ 386,768,970 | 45.79% |
| Real, Residential, Multi-Family | 35,238,014 | 3.71% | 30,323,038 | 3.29% | 30,367,303 | 3.60% |
| Real, Vacant Lots/Tracts | 37,367,048 | 3.94% | 37,385,110 | 4.06% | 38,736,990 | 4.59% |
| Real, Acreage (Land Only) | 26,216,261 | 2.76% | 25,488,488 | 2.77% | 24,223,819 | 2.87% |
| Real, Farm and Ranch Improvements | 8,399,959 | 0.89% | 6,665,654 | 0.72% | 5,222,513 | 0.62% |
| Real, Commercial | 176,236,289 | 18.57% | 184,573,760 | 20.03% | 148,790,410 | 17.62% |
| Real, Industrial | 5,888,517 | 0.62% | 5,244,620 | 0.57% | 5,221,036 | 0.62% |
| Real and Tangible Personal, Utilities | 60,013,023 | 6.32% | 67,849,753 | 7.36% | 43,307,928 | 5.13% |
| Tangible Personal, Commercial | 54,078,646 | 5.70% | 57,231,197 | 6.21% | 57,833,365 | 6.85% |
| Tangible Personal, Industrial | 14,872,270 | 1.57% | 8,746,919 | 0.95% | 8,788,943 | 1.04% |
| Tangible Personal, Mobile Homes | 15,096,575 | 1.59% | 14,907,758 | 1.62% | 13,093,076 | 1.55% |
| Real Inventory | - | 0.00% | - | 0.00% | 27,555 | 0.00% |
| Special Inventory | 9,772,113 | 1.03% | 10,024,739 | 1.09% | 9,978,027 | 1.18% |
| Exempt Property | 107,328,274 | 11.31% | 80,055,983 | 8.69% | 72,305,234 | 8.56% |
| Total Appraised Value Before Exemptions | \$ 948,901,134 | 100.00% | \$ 921,603,830 | 100.00% | \$ 844,665,169 | 100.00% |
| Less: Total Exemptions/Reductions | 161,280,479 | | 130,115,440 | | 121,754,840 | |
| Net Taxable Assessed Valuation | <u>\$ 787,620,655</u> | | <u>\$ 791,488,390</u> | | <u>\$ 722,910,329</u> | |

| Category | Taxable Appraised Value For Fiscal Year Ended September 30, | | | |
|---|---|------------|-----------------------|------------|
| | 2018 | | 2017 | |
| | Amount | % of Total | Amount | % of Total |
| Real, Residential, Single-Family | \$ 362,111,214 | 45.52% | \$ 345,015,239 | 45.13% |
| Real, Residential, Multi-Family | 29,301,767 | 3.68% | 31,804,080 | 4.16% |
| Real, Vacant Lots/Tracts | 34,252,578 | 4.31% | 31,210,913 | 4.08% |
| Real, Acreage (Land Only) | 22,758,035 | 2.86% | 21,699,262 | 2.84% |
| Real, Farm and Ranch Improvements | 6,125,787 | 0.77% | 5,030,010 | 0.66% |
| Real, Commercial | 146,034,332 | 18.36% | 136,494,233 | 17.85% |
| Real, Industrial | 5,104,864 | 0.64% | 4,579,487 | 0.60% |
| Real and Tangible Personal, Utilities | 33,910,703 | 4.26% | 29,974,710 | 3.92% |
| Tangible Personal, Commercial | 55,767,020 | 7.01% | 57,977,439 | 7.58% |
| Tangible Personal, Industrial | 6,997,213 | 0.88% | 9,156,047 | 1.20% |
| Tangible Personal, Mobile Homes | 11,490,495 | 1.44% | 11,195,458 | 1.46% |
| Real Inventory | 673,681 | 0.08% | 889,191 | 0.12% |
| Special Inventory | 9,919,099 | 1.25% | 9,246,933 | 1.21% |
| Total Appraised Value Before Exemptions | 71,022,876 | 8.93% | 70,200,615 | 9.18% |
| Less: Total Exemptions/Reductions | \$ 795,469,664 | 100.00% | \$ 764,473,617 | 100.00% |
| Net Taxable Assessed Valuation | <u>115,286,710</u> | | <u>111,847,955</u> | |
| | <u>\$ 680,182,954</u> | | <u>\$ 652,625,662</u> | |

Source: Texas Comptroller of Public Accounts, Property Tax Division, Cameron County Appraisal District, and the City of San Benito, Texas.

Table 3 - Valuation and Funded Debt History

| Fiscal Year Ended 9/30 | Estimated Population | Taxable Assessed Valuation | Per Capita Taxable Assessed Valuation | Gross Funded Tax Debt | Ratio Funded Debt to Taxable Assessed Valuation | Per Capita Gross Funded Tax Debt |
|------------------------|-----------------------|----------------------------|---------------------------------------|-----------------------|---|----------------------------------|
| 2012 | 24,729 | \$ 584,490,211 | \$ 23,636 | \$ 34,685,000 | 5.93% | \$ 1,403 |
| 2013 | 24,491 | 586,966,454 | 23,967 | 35,985,000 | 6.13% | 1,469 |
| 2014 | 24,491 | 599,885,700 | 24,494 | 32,270,000 | 5.38% | 1,318 |
| 2015 | 24,506 | 609,304,548 | 24,870 | 30,450,000 | 4.95% | 1,230 |
| 2016 | 24,496 | 640,504,288 | 26,147 | 28,095,000 | 4.39% | 1,147 |
| 2017 | 24,476 ⁽¹⁾ | 652,625,662 | 26,664 | 25,750,000 | 3.95% | 1,052 |
| 2018 | 24,528 ⁽¹⁾ | 680,182,954 | 27,731 | 23,340,000 | 3.43% | 952 |
| 2019 | 24,385 ⁽¹⁾ | 722,910,329 | 29,646 | 20,870,000 | 2.89% | 856 |
| 2020 | 24,385 ⁽¹⁾ | 791,488,390 | 32,458 | 19,700,000 | 2.49% | 808 |
| 2021 | 24,528 | 787,620,655 | 32,111 | 26,975,000 | 3.42% | 1,100 |

Sources: Texas Municipal Report published by the Municipal Advisory Council of Texas and Cameron County Appraisal District

⁽¹⁾ U.S. Census Estimate

Table 4 - Tax Rate, Levy, and Collections History

| Fiscal Year Ending 9/30 | General Fund | Debt Service | Total Tax Rate | Tax Levy | % Current Collections | % Total Collections |
|----------------------------------|-----------------|-----------------|----------------------|--------------|----------------------------|------------------------|
| 2012 | \$ 0.6478 | \$ 0.0404 | \$ 0.6881 | \$ 3,966,356 | 93.90% | 98.90% |
| 2013 | 0.6778 | 0.0504 | 0.7282 | 4,197,708 | 94.28% | 97.90% |
| 2014 | 0.6568 | 0.0713 | 0.7281 | 4,295,533 | 93.83% | 96.80% |
| 2015 | 0.6568 | 0.0713 | 0.7281 | 4,358,018 | 95.40% | 100.00% |
| 2016 | 0.6568 | 0.0713 | 0.7281 | 4,518,556 | 95.50% | 99.90% |
| 2017 | 0.6568 | 0.0713 | 0.7281 | 4,654,608 | 94.31% | 98.44% |
| 2018 | 0.6568 | 0.0713 | 0.7281 | 4,835,890 | 94.15% | 104.16% |
| 2019 | 0.6568 | 0.0713 | 0.7281 | 5,128,129 | 94.22% | 98.92% |
| 2020 | 0.6568 | 0.0713 | 0.7281 | 5,629,537 | 95.11% | 99.35% |
| 2021 | 0.6568 | 0.0713 | 0.7281 | 5,600,705 | (In process of collection) | |

Sources:

The Municipal Advisory Council of Texas - Texas Municipal Report

The City of San Benito, Texas - Data is unaudited and subject to change.

Table 5 - Top Ten Taxpayers

| <u>Taxpayer</u> | <u>Nature of Business</u> | <u>2020 Taxable Assessed Valuation</u> | <u>% of Taxable Assessed Valuation</u> |
|-----------------------------------|---------------------------|--|--|
| AEP Texas Inc-07C | Electric Utility | \$ 47,281,612 | 6.00% |
| AEP Texas Inc | Electric Utility | 18,285,527 | 2.32% |
| Wal-Mart Stores East Inc. | Retail | 9,250,000 | 1.17% |
| Villages at Paso Real LP | Apartments | 8,100,000 | 1.03% |
| H E Butt Grocery Co. | Retail | 6,382,883 | 0.81% |
| Wal-Mart Stores Inc. | Retail | 6,012,038 | 0.76% |
| MHC Fun N Sun LLC | RV Resort | 5,570,944 | 0.71% |
| VDC San Benito Reserve I Homes LP | Apartments | 4,799,720 | 0.61% |
| Briar Ridge Inc | Retail | 4,310,928 | 0.55% |
| Cody Sur Trucks Inc. | Trucking | 4,222,354 | 0.54% |
| Totals | | <u>\$ 114,216,006</u> | <u>14.50%</u> |

Sources: Cameron County Appraisal District

Table 7 - DEBT SERVICE REQUIREMENTS

| Fiscal Year Ending 30-Sep | Principal | Interest | Total | Principal Retired | Fiscal Year Ending 30-Sep |
|------------------------------------|----------------------|---------------------|----------------------|----------------------|------------------------------------|
| 2021 | \$ 2,810,000 | \$ 648,084 | \$ 3,458,084 | | 2021 |
| 2022 | 3,015,000 | 739,524 | 3,754,524 | | 2022 |
| 2023 | 3,130,000 | 650,694 | 3,780,694 | | 2023 |
| 2024 | 2,465,000 | 570,223 | 3,035,223 | | 2024 |
| 2025 | 2,065,000 | 505,062 | 2,570,062 | 42.34% | 2025 |
| 2026 | 1,905,000 | 447,252 | 2,352,252 | | 2026 |
| 2027 | 1,675,000 | 394,962 | 2,069,962 | | 2027 |
| 2028 | 1,075,000 | 355,146 | 1,430,146 | | 2028 |
| 2029 | 1,105,000 | 320,474 | 1,425,474 | | 2029 |
| 2030 | 985,000 | 282,800 | 1,267,800 | 75.00% | 2030 |
| 2031 | 1,015,000 | 245,425 | 1,260,425 | | 2031 |
| 2032 | 570,000 | 216,425 | 786,425 | | 2032 |
| 2033 | 310,000 | 200,200 | 510,200 | | 2033 |
| 2034 | 320,000 | 187,600 | 507,600 | | 2034 |
| 2035 | 335,000 | 174,500 | 509,500 | 84.45% | 2035 |
| 2036 | 345,000 | 160,900 | 505,900 | | 2036 |
| 2037 | 370,000 | 146,600 | 516,600 | | 2037 |
| 2038 | 380,000 | 131,600 | 511,600 | | 2038 |
| 2039 | 395,000 | 116,100 | 511,100 | | 2039 |
| 2040 | 405,000 | 100,100 | 505,100 | 91.47% | 2040 |
| 2041 | 420,000 | 83,600 | 503,600 | | 2041 |
| 2042 | 440,000 | 66,400 | 506,400 | | 2042 |
| 2043 | 460,000 | 48,400 | 508,400 | | 2043 |
| 2044 | 480,000 | 29,600 | 509,600 | | 2044 |
| 2045 | 500,000 | 10,000 | 510,000 | 100.00% | 2045 |
| Totals | <u>\$ 26,975,000</u> | <u>\$ 6,831,671</u> | <u>\$ 33,806,671</u> | | |

Source: Municipal Advisory Council of Texas

Table 8 - Interest and Sinking Fund Budget Projection

| | | |
|---|-----------------------------|------------------------------|
| Estimated Tax Supported Debt Service Requirements, Fiscal Year Ending 9/30/21 | | \$ 3,458,084 |
| Interest and Sinking Fund Balance at 9/30/20 | \$ 472,964 | (1) |
| 2020 Interest and Sinking Fund Tax Levy @ 95% Current Collection | 533,353 | |
| Estimated Issuer Contribution | - | |
| Paid From Self-Supporting Revenues | 2,823,299 | (2) |
| Investment Income | - | |
| Funds Available to Pay Debt Service | <u> </u> | <u>\$ 3,829,616</u> |
| Estimated Balance as of 09/30/21 | | <u><u>\$ 371,532</u></u> (1) |

Source: City of San Benito, Texas

(1) City of San Benito Comprehensive Annual Financial Report for FYE September 30, 2020.

(2) City of San Benito Debt Service Allocations.

Table 9 - Other Obligations

Notes Payable

Resaca Trails Project: Note payable to Cameron County Irrigation District #2 for the purchase of land for the Resaca Trails project. The original amount of the note was \$540,000 at 4% interest with annual payments of \$39,995. The maturity date of the note is September 20, 2026.

| Year Ending September 30, | Note Payable - Resca Trails Project | | |
|---------------------------|-------------------------------------|------------------|-------------------|
| | Principal | Interest | Total |
| 2021 | \$ 30,242 | \$ 9,753 | \$ 39,995 |
| 2022 | 31,474 | 8,521 | 39,995 |
| 2023 | 32,756 | 7,239 | 39,995 |
| 2024 | 34,091 | 5,905 | 39,996 |
| 2025 | 35,480 | 4,516 | 39,996 |
| 2026-2030 | 75,355 | 4,636 | 79,991 |
| TOTAL | \$ 239,398 | \$ 40,570 | \$ 279,968 |

Fire Apparatus: The City entered in to a property finance contract in April 2016 to finance the purchase of a Fire Apparatus, in the amount of \$591,490 at 2.083% interest with annual payments of \$125,792 after an initial payment of \$100,000 at signing. The payments will be made from rural fire calls quarterly revenue from Cameron County. The note matures April 26, 2021.

| Year Ending September 30, | Note Payable -Fire Apparatus | | |
|---------------------------|------------------------------|-----------------|-------------------|
| | Principal | Interest | Total |
| 2021 | \$ 123,225 | \$ 2,567 | \$ 125,792 |
| TOTAL | \$ 123,225 | \$ 2,567 | \$ 125,792 |

Capital Lease Obligation

In October 2013, the City entered into a lease-purchase agreement with Motorola Solutions, Inc. for the public safety equipment. Lease payments are due annually beginning January 1, 2015.

| Debt Service Year Ending September 30, | Motorola Lease |
|---|----------------------------|
| | Governmental Activities |
| 2021 | \$ 148,314 |
| 2022 | 148,314 |
| 2023 | 148,314 |
| 2024 | 148,314 |
| Total minimum lease payments | \$ 593,256 |
| Less the amount representing interest | (50,292) |
| Present value of net minimum lease payments | \$ 542,964 |

Economic Development Corporation - Notes Payable ⁽¹⁾

The EDC borrowed \$214,000 from the USDA Intermediary Relending Program (I.R.P.) on a loan agreement for \$248,000. The loan is for 30 years with a fixed rate of interest of 1% with interest only for the first 2 years. The first annual installment of \$10,200 is due December 16, 2014.

| Debt Service Year Ending September 30, | Principal | Interest | Total |
|---|-------------------|------------------|-------------------|
| | 2021 | \$ 8,199 | \$ 2,002 |
| 2022 | 8,281 | 1,920 | 10,201 |
| 2023 | 8,363 | 1,837 | 10,200 |
| 2024 | 8,447 | 1,754 | 10,201 |
| 2025 | 8,531 | 1,669 | 10,200 |
| 2026-2030 | 43,950 | 7,051 | 51,001 |
| 2031-2035 | 46,188 | 4,813 | 51,001 |
| 2036-2040 | 48,540 | 2,461 | 51,001 |
| 2041-2045 | 19,984 | 299 | 20,283 |
| | \$ 200,483 | \$ 23,806 | \$ 224,289 |

The EDC borrowed \$400,000 from the USDA Intermediary Relending Program (I.R.P.). The loan is for 28 years with a fixed rate of interest of 1% with interest only for the first 2 years. The first annual installment of \$16,452 is due December 16, 2018.

| Debt Service Year Ending September 30, | Principal | Interest | Total |
|---|-------------------|------------------|-------------------|
| | 2021 | \$ 12,835 | \$ 3,617 |
| 2022 | 12,964 | 3,488 | 16,452 |
| 2023 | 13,093 | 3,359 | 16,452 |
| 2024 | 13,224 | 3,228 | 16,452 |
| 2025 | 13,356 | 3,096 | 16,452 |
| 2026-2030 | 68,805 | 13,455 | 82,260 |
| 2031-2035 | 72,309 | 9,951 | 82,260 |
| 2036-2040 | 75,992 | 6,268 | 82,260 |
| 2041-2045 | 79,744 | 2,398 | 82,142 |
| | \$ 362,322 | \$ 48,860 | \$ 411,182 |

Source: The City of San Benito.

⁽¹⁾ Payable by San Benito Economic Development Corporation

Table - 10 General Fund Revenues, Expenditures History

| | Fiscal Year Ended September 30, | | | | |
|--|---------------------------------|----------------------|----------------------|----------------------|----------------------|
| | 2020 | 2019 | 2018 | 2017 | 2016 |
| Revenues | | | | | |
| Property Taxes (including penalties and interest) | \$ 5,077,919 | \$ 4,557,813 | \$ 4,290,899 | \$ 4,208,176 | \$ 4,130,474 |
| Other Taxes | 5,546,797 | 4,965,648 | 4,690,512 | 4,584,058 | 4,471,740 |
| License and Permits | 292,838 | 238,462 | 218,147 | 289,416 | 207,409 |
| Charges for Services | 1,584,357 | 1,863,672 | 2,042,717 | 1,847,385 | 170,529 |
| Fines and Forfeits | 282,791 | 386,393 | 392,386 | 417,444 | 556,707 |
| Intergovernmental | 74,958 | 66,148 | 110,292 | 802,644 | 26,775 |
| Interest | 119,761 | 205,962 | 115,446 | 50,917 | 15,906 |
| Los Indios Bridge | - | - | - | - | 310,058 |
| Miscellaneous | 155,120 | 89,122 | 83,943 | 311,859 | 242,600 |
| Total Revenues | \$ 13,134,541 | \$ 12,373,220 | \$ 11,944,342 | \$ 12,511,899 | \$ 10,132,198 |
| Expenditures | | | | | |
| Current: | | | | | |
| General Government | \$ 2,814,784 | \$ 2,522,348 | \$ 2,698,731 | \$ 2,110,301 | \$ 2,225,800 |
| Public Safety | 5,695,566 | 5,679,706 | 5,640,582 | 5,426,981 | 5,770,530 |
| Public Works | 2,073,251 | 2,466,250 | 2,377,201 | 2,251,148 | 1,976,703 |
| Health and Welfare | - | - | - | - | - |
| Culture and Recreation | 340,070 | 316,379 | 308,508 | 256,671 | 257,189 |
| Capital Outlay | 23,625 | 209,737 | - | 76,807 | 711,573 |
| Principal | 439,300 | 643,851 | 548,163 | 510,367 | 563,009 |
| Interest and Fees | 22,517 | 28,307 | 24,020 | 96,400 | 109,131 |
| Bond issuance cost | - | - | - | - | - |
| Total Expenditures | \$ 11,409,113 | \$ 11,866,578 | \$ 11,597,205 | \$ 10,728,675 | \$ 11,613,935 |
| Excess/Deficiency of Revenues Over Expenditures | \$ 1,725,428 | \$ 506,642 | \$ 347,137 | \$ 1,783,224 | \$ (1,481,737) |
| Other Financing Sources/Uses | | | | | |
| Refunding bonds proceeds | \$ 349,155 | \$ - | \$ - | \$ - | \$ - |
| Refunding bonds - payment to escrow agent | - | - | - | - | - |
| Capital lease proceeds | 1,010 | 309,338 | - | - | - |
| Leasing Proceeds | - | - | - | - | - |
| Insurance Proceeds | - | - | - | 6,807 | - |
| Other | - | 1,090 | - | 3,277 | - |
| Operating Transfers In | - | 25 | 11,288 | - | 2,039,410 |
| Operating Transfers Out | - | - | (106,809) | - | (530,000) |
| Tax Note Proceeds | - | - | - | - | 591,490 |
| Finance Contract Issued | - | - | - | - | - |
| Total Other Financing Sources/Uses | \$ 350,165 | \$ 310,453 | \$ (95,521) | \$ 10,084 | \$ 2,100,900 |
| Excess/Deficiency of Revenues and Other Financing Sources Over Expenditures and Other Uses | \$ 2,075,593 | \$ 817,095 | \$ 251,616 | \$ 1,793,308 | \$ 619,163 |
| Beginning Fund Balance | \$ 7,669,828 | \$ 6,778,163 | \$ 6,526,547 | \$ 4,733,239 | \$ 4,114,076 |
| Adjustment to Fund Balance | 825,561 | 74,570 | - | - | - |
| Beginning Fund Balance (restated) | 8,495,389 | 6,852,733 | 6,526,547 | - | - |
| Ending Fund Balance | \$ 10,570,982 | \$ 7,669,828 | \$ 6,778,163 | \$ 6,526,547 | \$ 4,733,239 |

Source: City of San Benito, Texas

Table 11 - Municipal Sales Tax History

| Fiscal Year | Total Collected* | % of Ad Valorem Tax Levy | Equivalent of Ad Valorem Tax Rate | Total Collections Per Capita |
|-------------|------------------|--------------------------|-----------------------------------|------------------------------|
| 2011 | \$ 3,656,543 | 92.19% | \$ 0.6256 | \$ 150.79 |
| 2012 | 3,824,529 | 91.11% | 0.6516 | 154.66 |
| 2013 | 3,846,746 | 89.55% | 0.6412 | 157.07 |
| 2014 | 3,943,122 | 90.48% | 0.6472 | 161.00 |
| 2015 | 4,212,458 | 94.95% | 0.6914 | 171.89 |
| 2016 | 4,294,844 | 92.09% | 0.6705 | 175.33 |
| 2017 | 4,491,359 | 96.49% | 0.6882 | 183.50 |
| 2018 | 4,565,497 | 94.41% | 0.6712 | 186.13 |
| 2019 | 4,833,270 | 94.25% | 0.6686 | 198.21 |
| 2020 | 5,488,651 | 105.57% | 0.6935 | 225.08 |

Sources: Texas Comptroller of Public Accounts Allocation Historical Summary, Municipal Advisory Council, and City of San Benito.

* The City allocates 75% to the General Fund and 25% to the EDC

Table 12 - Current Investments

Investments at fair value, including accrued interest, as of September 30, 2020 are as follows:

| | Investment Maturities (in years) | |
|---------------------------|----------------------------------|-----------------------------|
| | Fair Value | 1 year or less |
| Primary Government | | |
| Cash | \$ 8,302,507 | \$ 8,302,507 |
| TexPool | 3,795,396 | 3,795,396 |
| Tex Pool - Restricted | 363,270 | 363,270 |
| Texas Regional Bank | 1,001,512 | 1,001,512 |
| GreenBank | 6,037,825 | 6,037,825 |
| EastWestBank | 3,528,569 | 3,528,569 |
| Southside Bank | 2,737,877 | 2,737,877 |
| | <u>\$ 25,766,956</u> | <u>\$ 25,766,956</u> |
| Component Unit | | |
| Cash | \$ 2,860,607 | \$ 2,860,607 |
| Total Investments | <u>\$ 2,860,607</u> | <u>\$ 2,860,607</u> |
| | <u><u>\$ 28,627,563</u></u> | <u><u>\$ 28,627,563</u></u> |

A reconciliation of cash and investment follows:

| | Primary Government | | | Component Units |
|-----------------------|----------------------------|-----------------------------|----------------------|---------------------|
| | Governmental Activities | Business-Type Activities | Total | |
| Cash | \$ 4,525,066 | \$ 3,777,441 | \$ 8,302,507 | \$ 2,860,607 |
| Tex Pool | 3,714,561 | 80,835 | 3,795,396 | - |
| Tex Pool - Restricted | - | 363,270 | 363,270 | - |
| Texas Regional Bank | 1,001,512 | - | 1,001,512 | - |
| GreenBank | 4,472,883 | 1,564,942 | 6,037,825 | - |
| EastWest Bank | 3,528,569 | - | 3,528,569 | - |
| Southside Bank | 2,737,877 | - | 2,737,877 | - |
| | <u>\$ 19,980,468</u> | <u>\$ 5,786,488</u> | <u>\$ 25,766,956</u> | <u>\$ 2,860,607</u> |

Source: City of San Benito, Texas.