



**NOTICE OF A JOINT MEETING TO BE HELD BY THE  
McALLEN PUBLIC UTILITY BOARD OF TRUSTEES  
AND THE McALLEN BOARD OF COMMISSIONERS**

**DATE:** Monday, March 25, 2024

**TIME:** 5:00 P.M.

**PLACE:** McAllen City Hall  
Commission Chambers – 3<sup>rd</sup> Floor  
1300 Houston Avenue  
McAllen, Texas 78501

**SUBJECT MATTER:**

**CALL TO ORDER**

1. Consideration and Approval of the Annual Comprehensive Financial Report for Fiscal Year 2022- 2023.

**CERTIFICATION**

I, the Undersigned authority, do hereby certify that the attached agenda of meeting of the McAllen Public Utility Board of Trustees is a true and correct copy and that I posted a true and correct copy of said notice on the bulletin board in the Municipal Building, a place convenient and readily accessible to the general public at all times, and said Notice was posted on the 22nd day of March, 2024 at 3:00 P.M. and will remain so posted continuously for at least 72 hours preceding the scheduled time of said meeting in accordance with Chapter 551 of the Texas Government Code.

  
Clarissa Hernandez  
Utility Board Secretary

# FISCAL YEAR 2023 RESULTS

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Annual Comprehensive Financial Report (ACFR)



# Presentation Overview

- Overview of Annual Comprehensive Financial Report (ACFR) contents
- Highlights from FY 2023:
  - Government-wide Financial Statements
  - General Fund
- Audit results

# Overview of ACFR

- Prepared in house by Finance Department
- ACFR provides snapshot of City's financial condition
  - 3 Major Sections
    - Introductory Section – Transmittal letter and Org Chart
    - Financial Section – Auditor's Report, MD&A ,Financial statements and notes to financial statements
    - Statistical Section – Additional Financial and Statistical data

# FY 2023 Government-wide Financial Statements: Statement of Net Position

## Net Position Information (in Millions)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 310	\$ 301	\$ 265	\$ 250	\$ 575	\$ 551
Capital assets	388	350	501	498	889	848
Total assets	698	651	766	748	1,464	1,399
Deferred outflows of resources	65	57	10	4	75	61
Long-term liabilities	223	203	233	231	456	434
Other liabilities	45	44	24	15	69	59
Total liabilities	268	247	257	246	525	493
Deferred inflows of resources	39	51	9	19	48	70
Net position:						
Net investment in capital assets	278	241	349	353	627	594
Restricted	69	73	81	74	150	147
Unrestricted	110	96	80	60	190	156
Total net position	\$ 457	\$ 410	\$ 510	\$ 487	\$ 967	\$ 897

# FY 2023 Government-wide Financial Statements

## Highlights: Statement of Net Position

- Total assets increased by \$65M
  - Cash, Investments, Receivables, etc...
    - \$16.9M increase in cash and Investment
    - \$16M Deferred Contribution
    - \$42M Capital Assets
- Liabilities increased by \$32M
  - GASB Pension Accounting \$38M
  - Accounts Payable \$13M
  - Non-current liabilities <\$16M>
- Net Position increased \$69M
  - Revenues over Expenses

# FY 2023 Government-wide Financial Statements

## Statement of Activities

### Changes in Net Position Information (in Millions)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Total revenues	\$ 237	\$ 221	\$ 141	\$ 116	\$ 378	\$ 337
Total expenses	195	183	114	99	309	282
Excess (Loss) before transfers	42	38	27	17	69	55
Transfers	4	2	(4)	(2)	-	-
Change in net position	46	40	23	15	69	55
Net position, beginning	410	370	487	472	897	842
Ending net position, September 30	<u>\$456</u>	<u>\$410</u>	<u>\$510</u>	<u>\$487</u>	<u>\$966</u>	<u>\$897</u>

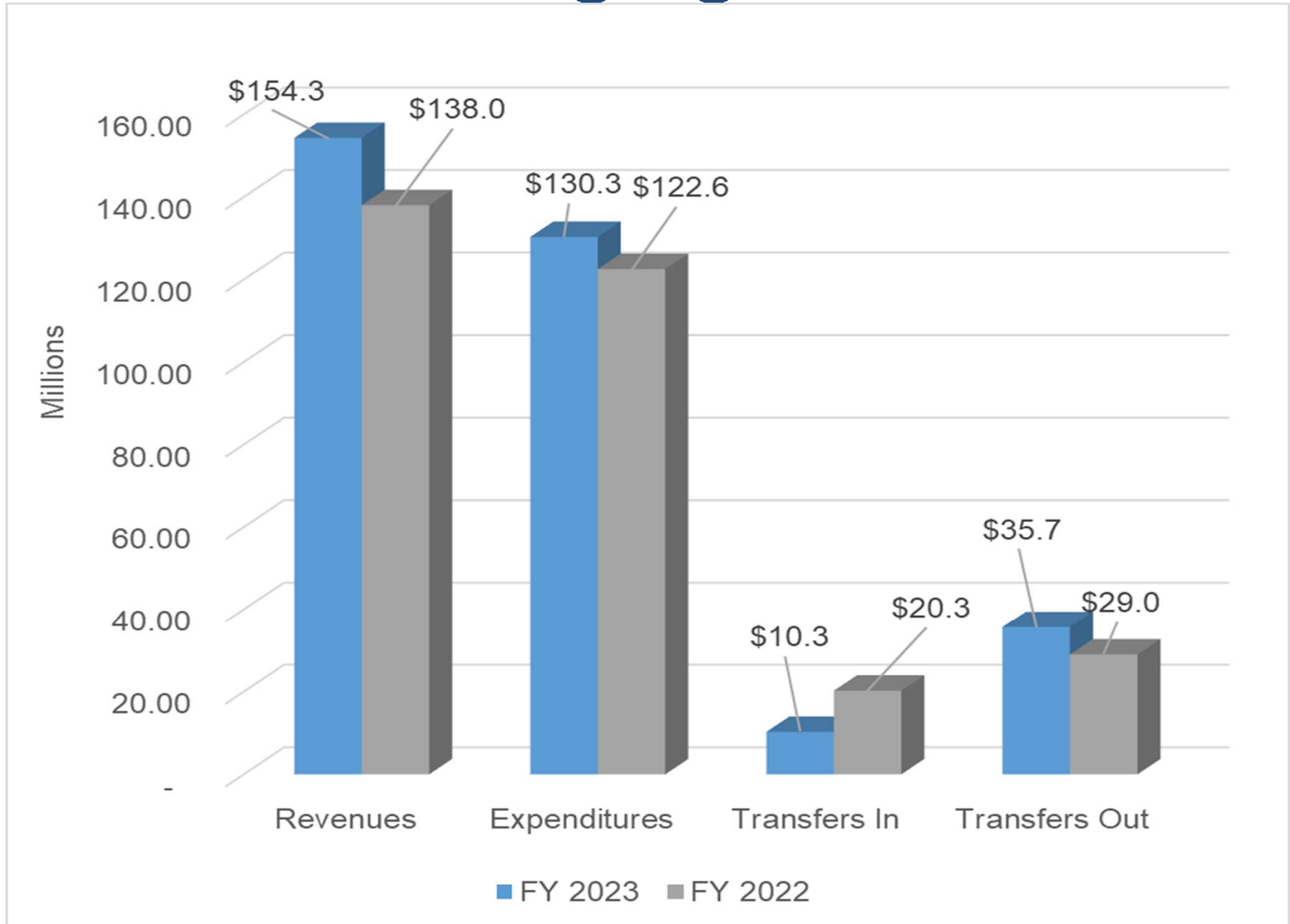
# FY 2023 Government-wide Financial Statements

## Highlights: Statement of Activities

- Total Revenues increased by \$41M
  - \$3.6M Sales Tax
  - \$4.3M Property Tax
  - \$25.8M Investment Earnings
  - \$10.4M Charges for services (Bridge Tolls, Rentals, etc.)
- Total Expenses increased by \$27M
  - GASB Pension Accounting \$4M government funds
  - \$12M Public Safety
  - \$4.5M Highways & Streets
  - \$5.2M Culture & Recreation



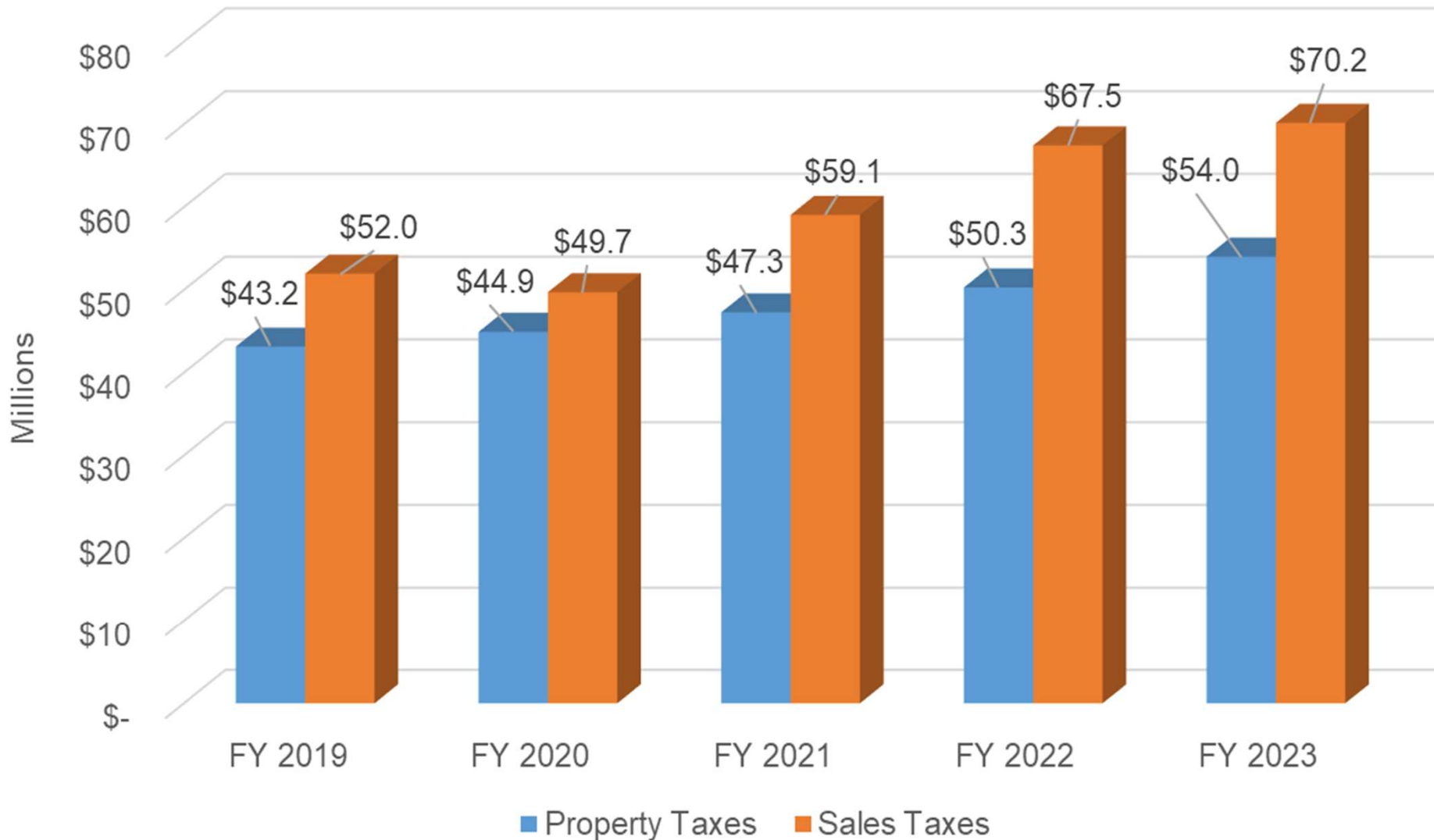
# General Fund Highlights



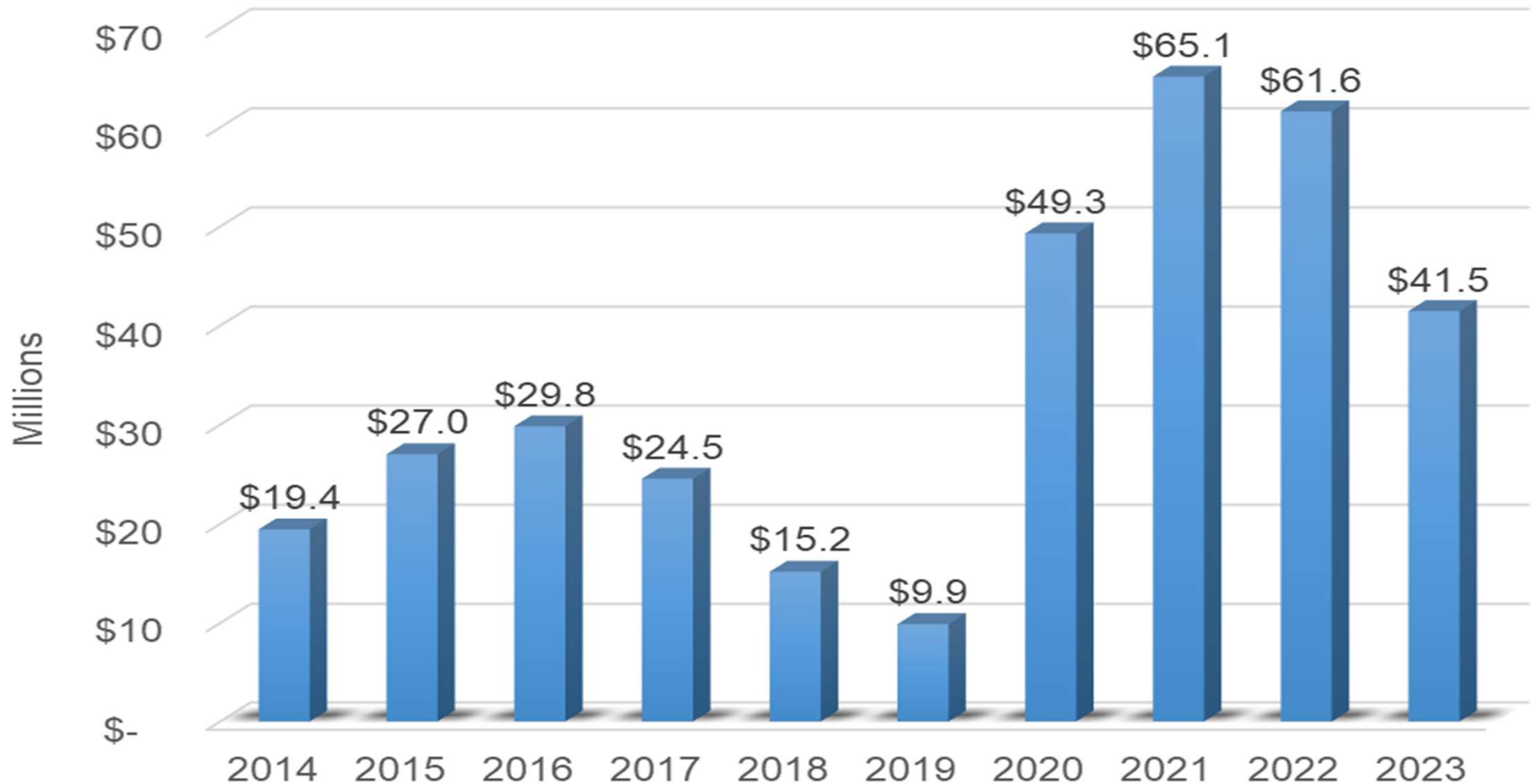
# General Fund Highlights - continued

- Total General fund revenues increased by \$16M
  - \$3M Sales Tax
  - \$4M Property Tax
  - \$4M Sale of property
  - \$2M Investment earnings
  - \$3M Increase in fair value of investments
- Total General fund expenditures increased by \$8M
  - \$4M Wages and Benefits
  - \$1M Services and Charges
  - \$1M Capital Outlay
- Total Transfers-in decreased by \$10M
- Total Transfers-out increased by \$7M

# General Fund Highlights - continued



# Grant Expenditures – all funds



# General Fund Unassigned Fund Balance



**221 Days of operation**

# FY 2023 Audit Results

- New GASB pronouncements
- Unmodified opinion
- Report will be submitted to GFOA