

Required Supplementary Information

CITY OF EL CAMPO, TEXAS**MAJOR GOVERNMENTAL FUNDS - GENERAL FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE****BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended September 30, 2010

With comparative totals for the year ended September 30, 2009

	2010			Variance Positive (Negative)	2009
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Taxes	\$ 5,417,420	\$ 5,134,552	\$ 5,166,428	\$ 31,876	\$ 5,189,286
Licenses and permits	63,850	63,850	98,729	34,879	82,013
Intergovernmental	125,700	125,700	133,119	7,419	323,287
Charges for services	194,890	194,890	206,810	11,920	483,059
Fines and forfeitures	583,500	583,500	557,979	(25,521)	551,213
Investment income	105,000	105,000	52,374	(52,626)	138,866
Industrial agreement	-	14,000	14,954	954	16,641
Miscellaneous	84,360	98,340	124,243	25,903	122,211
Total revenues	<u>6,574,720</u>	<u>6,319,832</u>	<u>6,354,636</u>	<u>34,804</u>	<u>6,906,576</u>
EXPENDITURES					
Current					
General government	1,580,310	1,554,357	1,562,844	(8,487)	1,607,436
Public safety	3,220,400	3,188,880	3,202,630	(13,750)	4,020,137
Public works	1,459,490	1,426,890	1,523,075	(96,185)	1,423,982
Parks and recreation	735,870	724,570	692,676	31,894	689,063
Total expenditures	<u>6,996,070</u>	<u>6,894,697</u>	<u>6,981,225</u>	<u>(86,528)</u>	<u>7,740,618</u>
Excess (deficiency) of revenues over expenditures	(421,350)	(574,865)	(626,589)	(51,724)	(834,042)
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	20,000	12,729	(7,271)	49,664
Transfers in	421,350	531,230	541,579	10,349	421,696
Transfers out	-	(414,820)	(418,146)	(3,326)	(1,535,891)
Total other financing sources (uses)	<u>421,350</u>	<u>136,410</u>	<u>136,162</u>	<u>(248)</u>	<u>(1,064,531)</u>
Net change in fund balance	-	(438,455)	(490,427)	(51,972)	(1,898,573)
Fund balance at beginning of year	<u>3,837,500</u>	<u>3,837,500</u>	<u>3,837,500</u>	-	<u>5,736,073</u>
Fund balance at end of year	<u>\$ 3,837,500</u>	<u>\$ 3,399,045</u>	<u>\$ 3,347,073</u>	<u>\$ (51,972)</u>	<u>\$ 3,837,500</u>

The accompanying notes to required supplementary information are an integral part of this schedule.

CITY OF EL CAMPO, TEXAS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

September 30, 2010

NOTE 1: BUDGETARY BASIS OF ACCOUNTING

The City annually adopts budgets that are prepared using the modified accrual basis of accounting, which is consistent with generally accepted accounting principles.

NOTE 2: BUDGETARY LEGAL COMPLIANCE

For the year ended September 30, 2010, the City complied with budgetary restrictions at all departmental levels except the following. The following table details this variance:

<u>Fund/Department</u>	<u>Budget</u>	<u>Actual</u>	<u>Negative Variance</u>
General Fund			
City administration	\$ 1,186,527	\$1,201,505	\$ (14,978)
Police	2,387,731	2,402,382	(14,651)
Communications	305,710	336,722	(31,012)
Streets	1,125,860	1,219,741	(93,881)
Vehicle and facility maintenance	107,710	110,601	(2,891)
Civic center	102,490	103,140	(650)
Transfers out	414,820	418,146	(3,326)

Combining and Individual Fund Statements and Schedules

CITY OF EL CAMPO, TEXAS
ALL NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
September 30, 2010

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Fund	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
ASSETS				
Current assets				
Cash and cash equivalents	\$ 92,219	\$ 239,968	\$ 635,261	\$ 967,448
Receivables (net)	22,224	39,049	38,284	99,557
Note receivable from component unit	-	14,290	-	14,290
Noncurrent assets				
Note receivable from component unit (net)	-	67,103	-	67,103
Total assets	\$ 114,443	\$ 360,410	\$ 673,545	\$ 1,148,398
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 14,879	\$ -	\$ 6,993	\$ 21,872
Due to other funds	18,093	-	-	18,093
Deferred revenue	-	39,049	38,284	77,333
Total liabilities	32,972	39,049	45,277	117,298
Fund balances				
Reserved for:				
Noncurrent notes receivable	-	67,103	-	67,103
Unreserved, undesignated reported in:				
Special revenue funds	81,471	-	-	81,471
Debt service fund	-	254,258	-	254,258
Capital project funds	-	-	628,268	628,268
Total fund balances	81,471	321,361	628,268	1,031,100
Total liabilities and fund balances	\$ 114,443	\$ 360,410	\$ 673,545	\$ 1,148,398

CITY OF EL CAMPO, TEXAS

ALL NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the year ended September 30, 2010

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Fund	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ 86,743	\$ 277,227	\$ -	\$ 363,970
Intergovernmental	81,691	-	3,294	84,985
Charges for services	-	-	10,598	10,598
Fines and forfeitures	97,295	-	-	97,295
Investment income	1,893	1,629	1,876	5,398
Miscellaneous	75,699	-	-	75,699
Total revenues	<u>343,321</u>	<u>278,856</u>	<u>15,768</u>	<u>637,945</u>
EXPENDITURES				
Current				
General government	48,687	-	-	48,687
Public safety	58,122	-	-	58,122
Public works	-	-	17,402	17,402
Capital outlay	153,923	-	247,802	401,725
Debt service				
Principal retirement	-	163,536	-	163,536
Interest and fiscal charges	-	141,654	-	141,654
Total expenditures	<u>260,732</u>	<u>305,190</u>	<u>265,204</u>	<u>831,126</u>
Excess (deficiency) of revenues over expenditures	82,589	(26,334)	(249,436)	(193,181)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	418,146	418,146
Transfers out	(49,567)	-	-	(49,567)
Total other financing sources (uses)	<u>(49,567)</u>	<u>-</u>	<u>418,146</u>	<u>368,579</u>
Net change in fund balances	33,022	(26,334)	168,710	175,398
Fund balances at beginning of year	48,449	347,695	459,558	855,702
Fund balances at end of year	<u>\$ 81,471</u>	<u>\$ 321,361</u>	<u>\$ 628,268</u>	<u>\$ 1,031,100</u>

NONMAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, private purpose trusts, or major capital projects) that are legally restricted to expenditures for specific purposes.

Municipal Court Technology and Building Security Funds - Account for funds received in addition to municipal court fines to enhance these specific areas.

Hotel/Motel Tax Fund - Accounts for the collection of hotel and motel taxes collected within the City.

Community Development Block Grant Fund - Accounts for grant funds used for public works construction projects.

Police Seizure Fund - Accounts for items seized by the City through the police department as a result of criminal investigations. The funds are used for one-time equipment purchases and other purchases to assist in police activities.

EMS Grant Fund - Accounts for donations from local foundations and hospitals for ambulances and other emergency equipment.

CITY OF EL CAMPO, TEXAS**NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS****COMBINING BALANCE SHEET**

September 30, 2010

	Municipal Court Technology	Municipal Court Building Security	Hotel/Motel Tax
ASSETS			
Cash and cash equivalents	\$ 856	\$ 19,647	\$ -
Accounts receivable	-	-	22,224
Total assets	<u>\$ 856</u>	<u>\$ 19,647</u>	<u>\$ 22,224</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 4,197	\$ -	\$ 9,524
Due to other funds	-	-	12,700
Total liabilities	<u>4,197</u>	<u>-</u>	<u>22,224</u>
Fund balances			
Unreserved, undesignated	<u>(3,341)</u>	<u>19,647</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 856</u>	<u>\$ 19,647</u>	<u>\$ 22,224</u>

<u>Community Development Block Grant</u>	<u>Police Seizure</u>	<u>EMS Grant</u>	<u>Total</u>
\$ -	\$ 57,392	\$ 14,324	\$ 92,219
<u>-</u>	<u>-</u>	<u>-</u>	<u>22,224</u>
<u>\$ -</u>	<u>\$ 57,392</u>	<u>\$ 14,324</u>	<u>\$ 114,443</u>
\$ -	\$ 1,158	\$ -	\$ 14,879
<u>-</u>	<u>5,393</u>	<u>-</u>	<u>18,093</u>
<u>-</u>	<u>6,551</u>	<u>-</u>	<u>32,972</u>
<u>-</u>	<u>50,841</u>	<u>14,324</u>	<u>81,471</u>
<u>\$ -</u>	<u>\$ 57,392</u>	<u>\$ 14,324</u>	<u>\$ 114,443</u>

CITY OF EL CAMPO, TEXAS

NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the year ended September 30, 2010

	Municipal Court Technology	Municipal Court Building Security	Hotel/Motel Tax
REVENUES			
Taxes	\$ -	\$ -	\$ 86,743
Intergovernmental	-	-	-
Fines and forfeitures	-	-	-
Investment income	6	315	-
Miscellaneous	<u>10,552</u>	<u>6,885</u>	<u>-</u>
Total revenues	<u>10,558</u>	<u>7,200</u>	<u>86,743</u>
EXPENDITURES			
Current			
General government	11,511	-	37,176
Public safety	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>11,511</u>	<u>-</u>	<u>37,176</u>
Excess (deficiency) of revenues over expenditures	(953)	7,200	49,567
OTHER FINANCING SOURCES (USES)			
Transfers out	<u>-</u>	<u>-</u>	<u>(49,567)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(49,567)</u>
Net change in fund balances	(953)	7,200	-
Fund balances at beginning of year	<u>(2,388)</u>	<u>12,447</u>	<u>-</u>
Fund balances at end of year	<u>\$ (3,341)</u>	<u>\$ 19,647</u>	<u>\$ -</u>

<u>Community Development Block Grant</u>	<u>Police Seizure</u>	<u>EMS Grant</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 86,743
68,631	13,060	-	81,691
-	97,295	-	97,295
1,001	440	131	1,893
<u>-</u>	<u>7,699</u>	<u>50,563</u>	<u>75,699</u>
<u>69,632</u>	<u>118,494</u>	<u>50,694</u>	<u>343,321</u>
-	-	-	48,687
-	46,720	11,402	58,122
<u>69,632</u>	<u>51,213</u>	<u>33,078</u>	<u>153,923</u>
<u>69,632</u>	<u>97,933</u>	<u>44,480</u>	<u>260,732</u>
-	20,561	6,214	82,589
<u>-</u>	<u>-</u>	<u>-</u>	<u>(49,567)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(49,567)</u>
-	20,561	6,214	33,022
<u>-</u>	<u>30,280</u>	<u>8,110</u>	<u>48,449</u>
<u>\$ -</u>	<u>\$ 50,841</u>	<u>\$ 14,324</u>	<u>\$ 81,471</u>

NONMAJOR CAPITAL PROJECT FUNDS

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital assets and facilities other than those financed by proprietary funds and trust funds.

2004 Bonds Fund - Accounts for the use of the proceeds from the City's 2004 Certificates of Obligation.

2007 Bonds Fund - Accounts for the use of the proceeds from the City's 2007 Certificates of Obligation.

Street Paving Fund - Accounts for paving the City's remaining unpaved streets through assessments to adjacent landowners and transfers from General Fund.

CITY OF EL CAMPO, TEXAS**NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECT FUNDS****COMBINING BALANCE SHEET**

September 30, 2010

	<u>2004 Bonds</u>	<u>2007 Bonds</u>	<u>Street Paving</u>	<u>Total</u>
ASSETS				
Cash and cash equivalents	\$ 496,986	\$ -	\$ 138,275	\$ 635,261
Receivables (net)				
Other	<u>-</u>	<u>-</u>	<u>38,284</u>	<u>38,284</u>
Total assets	<u>\$ 496,986</u>	<u>\$ -</u>	<u>\$ 176,559</u>	<u>\$ 673,545</u>
LIABILITIES AND FUND BALANCE				
Liabilities				
Accounts payable	\$ 6,993	\$ -	\$ -	\$ 6,993
Deferred revenue	<u>-</u>	<u>-</u>	<u>38,284</u>	<u>38,284</u>
Total liabilities	<u>6,993</u>	<u>-</u>	<u>38,284</u>	<u>45,277</u>
Fund balance				
Unreserved, undesignated	<u>489,993</u>	<u>-</u>	<u>138,275</u>	<u>628,268</u>
Total liabilities and fund balance	<u>\$ 496,986</u>	<u>\$ -</u>	<u>\$ 176,559</u>	<u>\$ 673,545</u>

CITY OF EL CAMPO, TEXAS**NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECT FUNDS****COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**

For the year ended September 30, 2010

	<u>2004</u> <u>Bonds</u>	<u>2007</u> <u>Bonds</u>	<u>Street</u> <u>Paving</u>	<u>Total</u>
REVENUES				
Intergovernmental	\$ -	\$ 3,294	\$ -	\$ 3,294
Charges for services				
Street assessments	-	-	10,598	10,598
Investment income	<u>1,522</u>	<u>-</u>	<u>354</u>	<u>1,876</u>
Total revenues	<u>1,522</u>	<u>3,294</u>	<u>10,952</u>	<u>15,768</u>
EXPENDITURES				
Current				
Public works	13,708	-	3,694	17,402
Capital outlay	<u>44,000</u>	<u>203,802</u>	<u>-</u>	<u>247,802</u>
Total expenditures	<u>57,708</u>	<u>203,802</u>	<u>3,694</u>	<u>265,204</u>
Excess (deficiency) of revenues over expenditures	(56,186)	(200,508)	7,258	(249,436)
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>-</u>	<u>418,146</u>	<u>-</u>	<u>418,146</u>
Net change in fund balances	(56,186)	217,638	7,258	168,710
Fund balances at beginning of year	<u>546,179</u>	<u>(217,638)</u>	<u>131,017</u>	<u>459,558</u>
Fund balances at end of year	<u>\$ 489,993</u>	<u>\$ -</u>	<u>\$ 138,275</u>	<u>\$ 628,268</u>

GENERAL FUND

The General Fund is a constitutional fund and is utilized to account for all City revenues and expenditures except those which are required to be classed in other constitutional funds and such other funds that are presented separately to facilitate proper accountability.

CITY OF EL CAMPO, TEXAS
MAJOR GOVERNMENTAL FUNDS - GENERAL FUND
BALANCE SHEET
September 30, 2010
With comparative totals for September 30, 2009

	<u>2010</u>	<u>2009</u>
ASSETS		
Cash and cash equivalents	\$ 595,863	\$ 341,346
Investments	2,480,354	3,191,398
Receivables (net)		
Taxes	365,552	329,142
Ambulance	-	398,017
Interest	7,708	17,512
Fines	142,821	149,068
Due from other funds	66,764	72,324
Due from other governments	457,328	410,419
Deferred expenditures	10,177	10,554
Inventory	<u>27,831</u>	<u>16,820</u>
Total assets	<u>\$ 4,154,398</u>	<u>\$ 4,936,600</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 76,789	\$ 73,173
Accrued expenditures	51,180	58,162
Deposits	14,201	11,601
Due to component unit	76,191	67,548
Due to other funds	95,558	-
Due to other governments	45,172	51,197
Deferred revenue	<u>448,234</u>	<u>837,419</u>
Total liabilities	<u>807,325</u>	<u>1,099,100</u>
Fund balance		
Reserved for deferred expenditures	10,177	10,554
Reserved for inventory	27,831	16,820
Unreserved, undesignated	<u>3,309,065</u>	<u>3,810,126</u>
Total fund balance	<u>3,347,073</u>	<u>3,837,500</u>
Total liabilities and fund balance	<u>\$ 4,154,398</u>	<u>\$ 4,936,600</u>

CITY OF EL CAMPO, TEXAS**MAJOR GOVERNMENTAL FUNDS - GENERAL FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE****BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended September 30, 2010

With comparative totals for the year ended September 30, 2009

	2010		Variance Positive (Negative)	2009
	Final Budget	Actual		Actual
REVENUES				
Taxes				
Ad valorem	\$ 2,431,930	\$ 2,386,242	\$ (45,688)	\$ 2,269,533
Sales	2,093,322	2,161,373	68,051	2,291,988
Franchise	592,800	603,132	10,332	612,731
Alcoholic beverage	16,500	15,681	(819)	15,034
Licenses and permits	63,850	98,729	34,879	82,013
Intergovernmental	125,700	133,119	7,419	323,287
Charges for services	194,890	206,810	11,920	483,059
Fines and forfeitures	583,500	557,979	(25,521)	551,213
Investment income	105,000	52,374	(52,626)	138,866
Industrial agreement	14,000	14,954	954	16,641
Miscellaneous	98,340	124,243	25,903	122,211
Total revenues	6,319,832	6,354,636	34,804	6,906,576
EXPENDITURES				
Current				
General government				
City administration				
Personnel	816,142	818,800	(2,658)	829,836
Materials and supplies	6,910	4,262	2,648	8,194
Repairs and maintenance	24,710	38,789	(14,079)	30,304
Other services and charges	338,765	331,242	7,523	352,369
Capital outlay	-	8,412	(8,412)	44,378
Total city administration	1,186,527	1,201,505	(14,978)	1,265,081
Finance				
Personnel	198,650	193,813	4,837	190,658
Materials and supplies	3,000	2,783	217	3,338
Repairs and maintenance	2,670	3,694	(1,024)	13
Other services and charges	24,130	22,574	1,556	18,430
Total finance	228,450	222,864	5,586	212,439
Municipal court				
Personnel	131,910	132,164	(254)	125,160
Materials and supplies	2,050	1,771	279	1,749
Repairs and maintenance	1,670	984	686	810
Other services and charges	3,750	3,556	194	2,197
Total municipal court	139,380	138,475	905	129,916
Total general government	1,554,357	1,562,844	(8,487)	1,607,436

(continued)

CITY OF EL CAMPO, TEXAS

MAJOR GOVERNMENTAL FUNDS - GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

BUDGET (GAAP BASIS) AND ACTUAL

For the year ended September 30, 2010

With comparative totals for the year ended September 30, 2009

	2010		Variance Positive (Negative)	2009
	Final Budget	Actual		Actual
EXPENDITURES - (CONTINUED)				
Current - (continued)				
Public safety				
Police				
Personnel	\$ 1,958,070	\$ 1,950,213	\$ 7,857	\$ 1,903,996
Materials and supplies	147,040	157,876	(10,836)	147,447
Repairs and maintenance	72,070	79,753	(7,683)	87,480
Other services and charges	133,850	128,696	5,154	123,911
Capital outlay	69,431	71,300	(1,869)	89,107
Debt service	7,270	14,544	(7,274)	7,271
Total police	<u>2,387,731</u>	<u>2,402,382</u>	<u>(14,651)</u>	<u>2,359,212</u>
Fire				
Materials and supplies	38,180	32,685	5,495	58,742
Repairs and maintenance	49,649	51,074	(1,425)	27,620
Other services and charges	108,460	87,359	21,101	99,991
Capital outlay	47,260	45,595	1,665	23,045
Debt service	7,270	7,270	-	7,271
Total fire	<u>250,819</u>	<u>223,983</u>	<u>26,836</u>	<u>216,669</u>
Fire marshal				
Personnel	11,250	11,145	105	11,109
Materials and supplies	3,240	1,980	1,260	2,325
Repairs and maintenance	620	331	289	1,171
Other services and charges	1,750	1,648	102	1,204
Total fire marshal	<u>16,860</u>	<u>15,104</u>	<u>1,756</u>	<u>15,809</u>
Inspection				
Personnel	193,360	195,750	(2,390)	261,102
Materials and supplies	3,800	3,246	554	3,501
Repairs and maintenance	1,610	825	785	2,271
Other services and charges	13,640	10,254	3,386	10,338
Capital outlay	-	-	-	14,208
Total inspection	<u>212,410</u>	<u>210,075</u>	<u>2,335</u>	<u>291,420</u>
Emergency medical services				
Personnel	-	-	-	718,774
Materials and supplies	-	-	-	47,130
Repairs and maintenance	-	-	-	23,917
Other services and charges	-	-	-	66,162
Debt service	-	-	-	7,271
Total emergency medical services	<u>-</u>	<u>-</u>	<u>-</u>	<u>863,254</u>

(continued)

CITY OF EL CAMPO, TEXAS

MAJOR GOVERNMENTAL FUNDS - GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

BUDGET (GAAP BASIS) AND ACTUAL

For the year ended September 30, 2010

With comparative totals for the year ended September 30, 2009

	2010		Variance	2009
	Final Budget	Actual	Positive (Negative)	Actual
EXPENDITURES - (CONTINUED)				
Current - (continued)				
Public safety - (continued)				
Communications				
Personnel	\$ 305,710	\$ 336,722	\$ (31,012)	\$ 273,773
Total communications	<u>305,710</u>	<u>336,722</u>	<u>(31,012)</u>	<u>273,773</u>
Emergency management				
Personnel	11,750	10,637	1,113	-
Materials and supplies	600	143	457	-
Other services and charges	3,000	3,584	(584)	-
Total emergency medical services	<u>15,350</u>	<u>14,364</u>	<u>986</u>	<u>-</u>
Total public safety	<u>3,188,880</u>	<u>3,202,630</u>	<u>(13,750)</u>	<u>4,020,137</u>
Public works				
Streets				
Personnel	574,860	571,214	3,646	536,413
Materials and supplies	81,540	84,001	(2,461)	52,554
Repairs and maintenance	201,000	218,075	(17,075)	196,412
Other services and charges	149,110	131,547	17,563	174,243
Capital outlay	-	95,558	(95,558)	58,276
Debt service	119,350	119,346	4	119,346
Total streets	<u>1,125,860</u>	<u>1,219,741</u>	<u>(93,881)</u>	<u>1,137,244</u>
Administration/engineering				
Personnel	154,300	154,095	205	137,647
Materials and supplies	6,160	5,431	729	5,899
Repairs and maintenance	6,850	6,890	(40)	7,818
Other services and charges	26,010	26,317	(307)	31,165
Total administration/engineering	<u>193,320</u>	<u>192,733</u>	<u>587</u>	<u>182,529</u>
Vehicle and facility maintenance				
Personnel	95,100	95,107	(7)	92,051
Materials and supplies	11,510	14,709	(3,199)	11,214
Repairs and maintenance	800	693	107	615
Other services and charges	300	92	208	329
Total vehicle and facility maintenance	<u>107,710</u>	<u>110,601</u>	<u>(2,891)</u>	<u>104,209</u>
Total public works	<u>1,426,890</u>	<u>1,523,075</u>	<u>(96,185)</u>	<u>1,423,982</u>

(continued)

CITY OF EL CAMPO, TEXAS

MAJOR GOVERNMENTAL FUNDS - GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

BUDGET (GAAP BASIS) AND ACTUAL

For the year ended September 30, 2010

With comparative totals for the year ended September 30, 2009

	2010		Variance	2009
	Final Budget	Actual	Positive (Negative)	Actual
EXPENDITURES - (CONTINUED)				
Current - (continued)				
Parks and recreation				
Parks and recreation				
Personnel	\$ 242,350	\$ 235,901	\$ 6,449	\$ 226,998
Materials and supplies	12,510	12,690	(180)	11,039
Repairs and maintenance	18,450	21,772	(3,322)	14,803
Other services and charges	42,510	42,588	(78)	30,607
Total parks and recreation	<u>315,820</u>	<u>312,951</u>	<u>2,869</u>	<u>283,447</u>
Civic center				
Materials and supplies	-	1,135	(1,135)	481
Repairs and maintenance	66,190	64,800	1,390	71,599
Other services and charges	36,300	37,205	(905)	49,212
Total civic center	<u>102,490</u>	<u>103,140</u>	<u>(650)</u>	<u>121,292</u>
Aquatic center				
Personnel	184,060	171,857	12,203	158,780
Materials and supplies	11,550	16,522	(4,972)	29,610
Repairs and maintenance	16,500	16,414	86	5,915
Other services and charges	94,150	71,792	22,358	90,019
Total aquatic center	<u>306,260</u>	<u>276,585</u>	<u>29,675</u>	<u>284,324</u>
Total parks and recreation	<u>724,570</u>	<u>692,676</u>	<u>31,894</u>	<u>689,063</u>
Total expenditures	<u>6,894,697</u>	<u>6,981,225</u>	<u>(86,528)</u>	<u>7,740,618</u>
Excess (deficiency) of revenues over expenditures	(574,865)	(626,589)	(51,724)	(834,042)
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	20,000	12,729	(7,271)	49,664
Transfers in	531,230	541,579	10,349	421,696
Transfers out	<u>(414,820)</u>	<u>(418,146)</u>	<u>(3,326)</u>	<u>(1,535,891)</u>
Total other financing sources (uses)	<u>136,410</u>	<u>136,162</u>	<u>(248)</u>	<u>(1,064,531)</u>
Net change in fund balance	<u>\$ (438,455)</u>	<u>(490,427)</u>	<u>\$ (51,972)</u>	<u>(1,898,573)</u>
Fund balance at beginning of year		<u>3,837,500</u>		<u>5,736,073</u>
Fund balance at end of year		<u>\$ 3,347,073</u>		<u>\$ 3,837,500</u>
				(concluded)

NONMAJOR DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

CITY OF EL CAMPO, TEXAS**NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUND****BALANCE SHEET**

September 30, 2010

With comparative totals for September 30, 2009

	<u>2010</u>	<u>2009</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 239,968	\$ 249,416
Receivables, net		
Taxes	39,049	37,892
Due from other funds	-	3,326
Due from other governments	-	699
Note receivable from component unit	14,290	12,861
Noncurrent assets		
Note receivable from component unit, net	<u>67,103</u>	<u>81,393</u>
Total assets	<u>\$ 360,410</u>	<u>\$ 385,587</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Deferred revenue	<u>\$ 39,049</u>	<u>\$ 37,892</u>
Total liabilities	<u>39,049</u>	<u>37,892</u>
Fund balance		
Reserved for noncurrent notes receivable	67,103	81,393
Unreserved, undesignated	<u>254,258</u>	<u>266,302</u>
Total fund balance	<u>321,361</u>	<u>347,695</u>
 Total liabilities and fund balance	<u>\$ 360,410</u>	<u>\$ 385,587</u>

CITY OF EL CAMPO, TEXAS*NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUND**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**BUDGET (GAAP BASIS) AND ACTUAL**For the year ended September 30, 2010**With comparative totals for the year ended September 30, 2009*

	2010		Variance	2009
	Final Budget	Actual	Positive (Negative)	Actual
REVENUES				
Ad valorem taxes				
Current taxes	\$ 273,100	\$ 258,582	\$ (14,518)	\$ 404,566
Delinquent taxes	5,000	8,477	3,477	6,984
Penalty and interest	21,690	10,168	(11,522)	12,874
Investment income	<u>4,500</u>	<u>1,629</u>	<u>(2,871)</u>	<u>3,755</u>
Total revenues	<u>304,290</u>	<u>278,856</u>	<u>(25,434)</u>	<u>428,179</u>
EXPENDITURES				
Debt service				
Principal retirement	163,540	163,536	4	239,702
Interest and fiscal charges	<u>140,750</u>	<u>141,654</u>	<u>(904)</u>	<u>151,847</u>
Total expenditures	<u>304,290</u>	<u>305,190</u>	<u>(900)</u>	<u>391,549</u>
Net change in fund balance	-	(26,334)	(26,334)	36,630
Fund balance at beginning of year	<u>-</u>	<u>347,695</u>	<u>(347,695)</u>	<u>311,065</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 321,361</u>	<u>\$ (374,029)</u>	<u>\$ 347,695</u>

ENTERPRISE FUNDS

Enterprise Funds account for the acquisition, operations, and maintenance of the City's facilities and services which are entirely or predominantly supported by user charges or those for which the City has decided that periodic determination of the revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. All activities necessary to provide services are accounted for in this fund, including, but not limited to, administration, operations, and maintenance. Debt service amounts are also included.

Utility Fund - Records transactions relative to the provision of water, wastewater system, and solid waste sanitation services to the residents of the City.

Emergency Medical Services Fund - Accounts for activities of the City relative to providing emergency medical services to the residents and visitors of the City.

CITY OF EL CAMPO, TEXAS**MAJOR ENTERPRISE FUND - UTILITY FUND****BALANCE SHEET**

September 30, 2010

With comparative totals for September 30, 2009

	<u>2010</u>	<u>2009</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 1,724,174	\$ 1,462,114
Investments	334,510	791,654
Receivables (net)		
Accounts	467,672	459,109
Interest	1,654	4,327
Due from other funds	95,558	-
Restricted assets		
Cash and cash equivalents	<u>2,341,688</u>	<u>2,135,254</u>
Total current assets	<u>4,965,256</u>	<u>4,852,458</u>
Noncurrent assets		
Capital assets		
Machinery and equipment	1,802,106	1,777,598
Buildings and improvements	1,705,709	1,705,709
Water works system	10,871,496	10,831,308
Sewer system	<u>7,777,042</u>	<u>7,770,057</u>
Total capital assets	22,156,353	22,084,672
Less accumulated depreciation	<u>10,347,911</u>	<u>9,729,289</u>
Subtotal	11,808,442	12,355,383
Land	16,021	16,021
Construction in progress	<u>2,827,529</u>	<u>1,476,250</u>
Net capital assets	<u>14,651,992</u>	<u>13,847,654</u>
Bond issue costs, net	<u>163,081</u>	<u>117,844</u>
Total noncurrent assets	<u>14,815,073</u>	<u>13,965,498</u>
Total assets	<u>19,780,329</u>	<u>18,817,956</u>

CITY OF EL CAMPO, TEXAS**MAJOR ENTERPRISE FUND - UTILITY FUND****BALANCE SHEET**

September 30, 2010

With comparative totals for September 30, 2009

	<u>2010</u>	<u>2009</u>
LIABILITIES		
Current liabilities		
Accounts payable	\$ 338,621	\$ 363,923
Accrued expenses	7,744	7,840
Deposits	184,278	161,628
Accrued interest payable	67,648	60,000
Due to other funds	48,671	52,748
Compensated absences	23,098	20,543
Current portion of capital leases	109,965	105,413
Current portion of general obligation bonds	243,058	229,300
Current portion of certificates of obligation	164,070	157,164
Total current liabilities	<u>1,187,153</u>	<u>1,158,559</u>
Noncurrent liabilities		
Compensated absences	17,158	16,116
Capital leases, net of current portion	1,189,075	1,299,040
General obligation bonds, net of current portion	256,816	499,874
Certificates of obligation, net of current portion	7,062,122	5,516,192
Total noncurrent liabilities	<u>8,525,171</u>	<u>7,331,222</u>
Total liabilities	<u>9,712,324</u>	<u>8,489,781</u>
NET ASSETS		
Invested in capital assets, net of related debt	7,968,574	8,175,925
Unrestricted net assets	2,099,431	2,152,250
Total net assets	<u>\$ 10,068,005</u>	<u>\$ 10,328,175</u>

CITY OF EL CAMPO, TEXAS*MAJOR ENTERPRISE FUND - UTILITY FUND**SCHEDULE OF REVENUES, EXPENSES, AND CHANGE IN FUND NET ASSETS**BUDGET (NON-GAAP BASIS) AND ACTUAL**For the year ended September 30, 2010**With comparative totals for the year ended September 30, 2009*

	2010		Variance	2009
	Original/Final Budget	Actual	Positive (Negative)	Actual
OPERATING REVENUES				
Water	\$ 1,248,320	\$ 1,202,036	\$ (46,284)	\$ 1,377,342
Sewer	1,474,240	1,411,677	(62,563)	1,310,097
Sanitation	1,361,580	1,483,769	122,189	1,465,369
Billing fees	131,500	115,279	(16,221)	70,962
Penalties	70,180	75,536	5,356	67,468
Connection and installation fees	36,560	28,380	(8,180)	39,581
Other	18,140	20,533	2,393	19,784
Total operating revenues	<u>4,340,520</u>	<u>4,337,210</u>	<u>(3,310)</u>	<u>4,350,603</u>
OPERATING EXPENSES				
Utility operations				
Personnel	798,590	799,655	(1,065)	752,936
Materials and supplies	59,750	71,797	(12,047)	51,504
Repairs and maintenance	171,067	180,041	(8,974)	151,015
Other services and charges	1,955,138	2,144,799	(189,661)	2,151,900
Capital outlay	85,015	71,682	13,333	138,550
Total operating expenses	<u>3,069,560</u>	<u>3,267,974</u>	<u>(198,414)</u>	<u>3,245,905</u>
Operating income (loss) before nonoperating revenues (expenses) and transfers	1,270,960	1,069,236	(201,724)	1,104,698
NONOPERATING REVENUES (EXPENSES)				
Investment income	50,500	23,329	(27,171)	70,809
Principal retirement	(491,877)	(491,877)	-	(416,347)
Interest and fiscal charges	(358,353)	(394,795)	(36,442)	(349,361)
Total nonoperating revenues (expenses)	<u>(799,730)</u>	<u>(863,343)</u>	<u>(63,613)</u>	<u>(694,899)</u>
Income (loss) before transfers	471,230	205,893	(265,337)	409,799
Transfers				
Transfers out	(471,230)	(471,230)	-	(514,102)
Change in net assets - (Non-GAAP Basis)	<u>\$ -</u>	<u>(265,337)</u>	<u>\$ (265,337)</u>	<u>(104,303)</u>
ADJUSTMENTS				
Principal portion of debt payments		491,877		416,347
Depreciation and amortization		(628,024)		(609,163)
Capital grants and contributions		69,632		336,738
Capital outlay		71,682		138,550
Change in net assets - (GAAP Basis)		(260,170)		178,169
Net assets at beginning of year		<u>10,328,175</u>		<u>10,150,006</u>
Net assets at end of year		<u>\$ 10,068,005</u>		<u>\$ 10,328,175</u>

CITY OF EL CAMPO, TEXAS**MAJOR ENTERPRISE FUND - EMERGENCY MEDICAL SERVICES FUND****BALANCE SHEET**September 30, 2010

ASSETS

Current assets

Cash and cash equivalents	\$ 6,311
Receivables (net)	
Accounts	<u>344,655</u>

Total current assets 350,966

Noncurrent assets

Capital assets

Machinery and equipment	502,542
Buildings and improvements	<u>410,000</u>

Total capital assets 912,542

Less accumulated depreciation 696,076

Net capital assets 216,466

Total noncurrent assets 216,466

Total assets 567,432

LIABILITIES

Current liabilities

Accounts payable	5,866
Accrued expenses	9,061
Compensated absences	<u>29,493</u>

Total current liabilities 44,420

Noncurrent liabilities

Compensated absences	<u>24,963</u>
----------------------	---------------

Total noncurrent liabilities 24,963

Total liabilities 69,383

NET ASSETS

Invested in capital assets, net of related debt 216,466

Unrestricted net assets 281,583

Total net assets \$ 498,049

CITY OF EL CAMPO, TEXAS

MAJOR ENTERPRISE FUND - EMERGENCY MEDICAL SERVICES FUND
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGE IN FUND NET ASSETS
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 For the year ended September 30, 2010

	2010		Variance Positive (Negative)
	Original/Final Budget	Actual	
OPERATING REVENUES			
Ambulance services	\$ 315,000	\$ 293,844	\$ (21,156)
Other	-	500	500
Total operating revenues	<u>315,000</u>	<u>294,344</u>	<u>(20,656)</u>
OPERATING EXPENSES			
Ambulance operations			
Personnel	808,020	841,243	(33,223)
Materials and supplies	47,790	47,933	(143)
Repairs and maintenance	24,540	24,660	(120)
Other services and charges	78,490	81,585	(3,095)
Total operating expenses	<u>958,840</u>	<u>995,421</u>	<u>(36,581)</u>
Operating income (loss) before nonoperating revenues (expenses) and transfers	(643,840)	(701,077)	(57,237)
NONOPERATING REVENUES (EXPENSES)			
Investment income	500	351	(149)
Noncapital grants and contributions	656,340	1,003,091	346,751
Total nonoperating revenues (expenses)	<u>656,840</u>	<u>1,003,442</u>	<u>346,602</u>
Income (loss) before transfers	13,000	302,365	289,365
Transfers			
Transfers out	-	(20,782)	(20,782)
Change in net assets - (Non-GAAP Basis)	<u>\$ 13,000</u>	<u>281,583</u>	<u>\$ 268,583</u>
ADJUSTMENTS			
Depreciation		(55,211)	
Capital grants and contributions		271,677	
Change in net assets - (GAAP Basis)		<u>498,049</u>	
Net assets at beginning of year		-	
Net assets at end of year		<u>\$ 498,049</u>	

STATISTICAL SECTION

This part of the City's 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 City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.....	87
Revenue Capacity	
These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property taxes and water and sewer revenues.....	97
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.....	107
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments	113
Operating Information	
These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs	115

CITY OF EL CAMPO, TEXAS
NET ASSETS BY COMPONENT (1)
Last seven fiscal years

	Fiscal Year		
	2004	2005	2006
Governmental activities			
Invested in capital assets, net of related debt	\$ 11,092,683	\$ 12,588,438	\$ 11,890,772
Restricted	214,232	344,823	292,694
Unrestricted	<u>6,476,749</u>	<u>6,421,514</u>	<u>7,249,296</u>
Total governmental activities net assets	<u>\$ 17,783,664</u>	<u>\$ 19,354,775</u>	<u>\$ 19,432,762</u>
Business-type activities			
Invested in capital assets, net of related debt	\$ 4,881,538	\$ 6,454,462	\$ 6,824,445
Unrestricted	<u>1,739,828</u>	<u>2,015,929</u>	<u>2,383,222</u>
Total business-type activities net assets	<u>\$ 6,621,366</u>	<u>\$ 8,470,391</u>	<u>\$ 9,207,667</u>
Primary government			
Invested in capital assets, net of related debt	\$ 15,974,221	\$ 19,042,900	\$ 18,715,217
Restricted	214,232	344,823	292,694
Unrestricted	<u>8,216,577</u>	<u>8,437,443</u>	<u>9,632,518</u>
Total primary government activities net assets	<u>\$ 24,405,030</u>	<u>\$ 27,825,166</u>	<u>\$ 28,640,429</u>

(1) Accrual basis of accounting

NOTE: The City began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2004.

Fiscal Year

2007	2008	2009	2010
\$ 11,783,741	\$ 11,802,324	\$ 13,175,250	\$ 12,651,611
284,411	239,496	293,532	596,548
7,491,671	6,823,104	4,355,197	3,556,474
\$ 19,559,823	\$ 18,864,924	\$ 17,823,979	\$ 16,804,633
\$ 7,094,356	\$ 7,239,131	\$ 6,040,671	\$ 8,185,040
2,353,223	2,910,875	4,287,504	2,381,014
\$ 9,447,579	\$ 10,150,006	\$ 10,328,175	\$ 10,566,054
\$ 18,878,097	\$ 19,041,455	\$ 19,215,921	\$ 20,836,651
284,411	239,496	293,532	596,548
9,844,894	9,733,979	8,642,701	5,937,488
\$ 29,007,402	\$ 29,014,930	\$ 28,152,154	\$ 27,370,687

CITY OF EL CAMPO, TEXAS**CHANGES IN NET ASSETS (1)**

Last seven fiscal years

	Fiscal Year		
	2004	2005	2006
Governmental activities			
Expenses			
General government	\$ 1,107,839	\$ 1,231,557	\$ 1,364,142
Public safety	2,690,890	3,157,010	3,140,921
Public works	1,555,335	2,795,238	2,210,670
Parks and recreation	447,264	676,385	711,395
Interest on long-term debt	80,346	110,901	106,953
Total expenses	<u>5,881,674</u>	<u>7,971,091</u>	<u>7,534,081</u>
Program revenues			
Charges for services			
General government	163,016	151,589	128,353
Public safety	964,933	927,081	981,327
Public works	10,733	9,879	26,079
Parks and recreation	78,528	172,965	142,997
Operating grants and contributions	224,713	163,174	192,895
Capital grants and contributions	<u>1,168,924</u>	<u>2,169,237</u>	<u>121,009</u>
Total program revenues	<u>2,610,847</u>	<u>3,593,925</u>	<u>1,592,660</u>
Total governmental activities net program (expense) revenue	(3,270,827)	(4,377,166)	(5,941,421)
General revenues and other changes in net assets			
Taxes			
Property taxes	1,671,271	2,058,280	2,210,482
Sales taxes	1,861,214	2,000,244	2,150,320
Franchise taxes	599,967	639,487	633,442
Other taxes	134,095	131,053	125,111
Investment earnings	118,598	206,046	319,572
Gain (loss) on disposition of capital assets	9,193	-	72,787
Miscellaneous	74,835	67,953	33,812
Transfers	<u>319,500</u>	<u>367,735</u>	<u>434,033</u>
Total general revenues and other changes in net assets	<u>4,788,673</u>	<u>5,470,798</u>	<u>5,979,559</u>
Total governmental activities change in net assets	<u>\$ 1,517,846</u>	<u>\$ 1,093,632</u>	<u>\$ 38,138</u>

Fiscal Year			
2007	2008	2009	2010
\$ 1,847,968	\$ 1,735,303	\$ 1,730,446	\$ 1,700,404
3,299,795	4,036,711	4,197,726	3,331,347
1,991,662	1,853,152	2,258,781	1,933,738
662,876	705,118	754,293	745,235
99,957	146,150	152,972	144,355
<u>7,902,258</u>	<u>8,476,434</u>	<u>9,094,218</u>	<u>7,855,079</u>
166,974	148,938	130,103	134,468
1,071,589	1,267,229	843,653	670,620
39,240	32,206	20,308	29,651
171,566	186,210	172,042	187,309
640,257	115,606	200,212	148,542
25,000	160,359	179,786	-
<u>2,114,626</u>	<u>1,910,548</u>	<u>1,546,104</u>	<u>1,170,590</u>
(5,787,632)	(6,565,886)	(7,548,114)	(6,684,489)
2,185,347	2,350,642	2,627,352	2,641,886
2,154,527	2,422,347	2,291,988	2,161,373
604,425	604,010	612,731	603,132
120,776	136,673	127,396	102,424
407,748	285,267	154,964	57,935
-	-	-	-
140,150	167,151	178,636	295,309
301,720	345,100	514,102	(196,916)
<u>5,914,693</u>	<u>6,311,190</u>	<u>6,507,169</u>	<u>5,665,143</u>
\$ <u>127,061</u>	\$ <u>(254,696)</u>	\$ <u>(1,040,945)</u>	\$ <u>(1,019,346)</u>

(continued)

CITY OF EL CAMPO, TEXAS**CHANGES IN NET ASSETS (1)**

Last seven fiscal years

	Fiscal Year		
	2004	2005	2006
Business-type activities			
Expenses			
Utilities	\$ 2,807,134	\$ 3,004,005	\$ 3,434,174
Emergency medical services	-	-	-
Total expenses	<u>2,807,134</u>	<u>3,004,005</u>	<u>3,434,174</u>
Program revenues			
Charges for services			
Utilities	3,332,422	3,642,874	4,101,097
Emergency medical services	-	-	-
Operating grants and contributions	-	-	-
Capital grants and contributions	<u>88,084</u>	<u>1,252,082</u>	<u>409,122</u>
Total program revenues	<u>3,420,506</u>	<u>4,894,956</u>	<u>4,510,219</u>
Total business-type activities net program (expense) revenue	613,372	1,890,951	1,076,045
General revenues and other changes in net assets			
Unrestricted investment earnings	36,871	55,909	102,960
Miscellaneous	71,096	73,633	-
Transfers	<u>(319,500)</u>	<u>(367,735)</u>	<u>(434,033)</u>
Total general revenues and other changes in net assets	<u>(211,533)</u>	<u>(238,193)</u>	<u>(331,073)</u>
Total business-type activities change in net assets	<u>\$ 401,839</u>	<u>\$ 1,652,758</u>	<u>\$ 744,972</u>
Total primary government change in net assets	<u>\$ 1,919,685</u>	<u>\$ 2,746,390</u>	<u>\$ 783,110</u>

(1) Accrual basis of accounting

NOTE: The City began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2004.

Fiscal Year			
2007	2008	2009	2010
\$ 3,528,587	\$ 3,862,890	\$ 4,065,879	\$ 4,219,111
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,050,632</u>
<u>3,528,587</u>	<u>3,862,890</u>	<u>4,065,879</u>	<u>5,269,743</u>
3,918,547	4,312,032	4,350,603	4,337,210
-	-	-	294,344
-	-	-	655,472
<u>104,804</u>	<u>101,676</u>	<u>336,738</u>	<u>-</u>
<u>4,023,351</u>	<u>4,413,708</u>	<u>4,687,341</u>	<u>5,287,026</u>
494,764	550,818	621,462	17,283
46,868	99,331	70,809	23,680
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(301,720)</u>	<u>(345,100)</u>	<u>(514,102)</u>	<u>196,916</u>
<u>(254,852)</u>	<u>(245,769)</u>	<u>(443,293)</u>	<u>220,596</u>
<u>\$ 239,912</u>	<u>\$ 305,049</u>	<u>\$ 178,169</u>	<u>\$ 237,879</u>
<u>\$ 366,973</u>	<u>\$ 50,353</u>	<u>\$ (862,776)</u>	<u>\$ (781,467)</u>

(concluded)

CITY OF EL CAMPO, TEXAS**FUND BALANCES, GOVERNMENTAL FUNDS (1)***Last seven fiscal years*

	Fiscal Year		
	2004	2005	2006
General Fund			
Reserved			
Deferred expenditures	\$ 54,558	\$ 74,787	\$ 76,349
Inventory	7,001	10,971	9,920
Unreserved	<u>4,520,294</u>	<u>5,522,797</u>	<u>5,473,008</u>
Total general fund	<u>\$ 4,581,853</u>	<u>\$ 5,608,555</u>	<u>\$ 5,559,277</u>
All Other Governmental Funds			
Reserved			
Noncurrent receivables	\$ 137,124	\$ 127,835	\$ 117,832
Unreserved, reported in			
Special revenue funds	196,357	39,803	39,878
Debt service fund	52,610	213,250	262,310
Capital project funds	<u>1,015,982</u>	<u>1,019,807</u>	<u>789,462</u>
Total all other governmental funds	<u>\$ 1,402,073</u>	<u>\$ 1,400,695</u>	<u>\$ 1,209,482</u>

(1) Modified accrual basis of accounting

NOTE: Due to the changes in the City's fund structure initiated when GASB Statement No. 34 was implemented, the fund balance information is available only beginning in 2004.

Fiscal Year			
<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 60,250	\$ 9,626	\$ 10,554	\$ 10,177
18,179	10,787	16,820	27,831
<u>5,624,841</u>	<u>6,033,298</u>	<u>3,810,126</u>	<u>3,309,065</u>
<u>\$ 5,703,270</u>	<u>\$ 6,053,711</u>	<u>\$ 3,837,500</u>	<u>\$ 3,347,073</u>
\$ 100,225	\$ 94,254	\$ 81,393	\$ 67,103
71,576	26,573	48,449	81,471
251,958	216,811	266,302	254,258
<u>746,838</u>	<u>716,994</u>	<u>459,558</u>	<u>628,268</u>
<u>\$ 1,170,597</u>	<u>\$ 1,054,632</u>	<u>\$ 855,702</u>	<u>\$ 1,031,100</u>

CITY OF EL CAMPO, TEXAS**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (1)**

Last seven fiscal years

	Fiscal Year		
	2004	2005	2006
Revenues			
Taxes	\$ 4,314,389	\$ 4,869,425	\$ 5,110,463
Licenses and permits	110,551	100,367	87,717
Intergovernmental	758,546	387,033	192,895
Charges for services	429,261	521,660	530,601
Fines and forfeitures	500,761	533,007	494,368
Investment income	118,598	206,046	319,572
Industrial agreement	-	-	-
Miscellaneous	641,038	2,011,249	229,359
Total revenues	<u>6,873,144</u>	<u>8,628,787</u>	<u>6,964,975</u>
Expenditures			
Current			
General government	1,068,234	1,173,582	1,332,860
Public safety	2,579,573	2,674,482	3,020,822
Public works	1,194,039	1,311,721	1,297,906
Parks and recreation	441,790	576,742	653,067
Capital outlay	1,293,613	2,189,325	1,127,237
Debt service			
Principal retirement	158,378	158,816	184,704
Interest and fiscal charges	74,096	115,528	108,196
Bond issue costs	22,050	-	-
Total expenditures	<u>6,831,773</u>	<u>8,200,196</u>	<u>7,724,792</u>
Excess (deficiency) of revenues over expenditures	41,371	428,591	(759,817)
Other financing sources (uses)			
Bonds issued	1,038,960	-	-
Sale of capital assets	9,193	11,651	85,293
Capital leases	-	-	-
Transfers in	390,591	519,703	539,076
Transfers out	(71,091)	(151,968)	(105,043)
Total other financing sources (uses)	<u>1,367,653</u>	<u>379,386</u>	<u>519,326</u>
Changes in fund balances	<u>\$ 1,409,024</u>	<u>\$ 807,977</u>	<u>\$ (240,491)</u>
Debt service as a percentage of noncapital expenditures	<u>3.87%</u>	<u>3.46%</u>	<u>4.32%</u>

(1) Modified accrual basis of accounting

NOTE: Due to the changes in the City's fund structure initiated when GASB Statement No. 34 was implemented, the changes in fund balance information is available only beginning in 2004.

Fiscal Year				
	2007	2008	2009	2010
\$	5,129,477	\$ 5,553,867	\$ 5,726,072	\$ 5,530,398
	125,546	110,520	82,013	98,729
	580,162	497,283	503,073	218,104
	505,985	557,310	494,131	217,408
	632,966	627,661	581,037	655,274
	407,748	285,267	154,370	57,772
	-	-	16,641	14,954
	<u>180,636</u>	<u>159,023</u>	<u>199,637</u>	<u>199,942</u>
	<u>7,562,520</u>	<u>7,790,931</u>	<u>7,756,974</u>	<u>6,992,581</u>
	1,906,962	1,641,061	1,672,339	1,611,531
	3,352,675	3,818,081	4,048,711	3,260,752
	1,948,665	1,443,436	1,461,833	1,540,477
	617,806	652,629	689,063	692,676
	131,070	1,002,344	2,935,358	401,725
	193,453	169,842	239,702	163,536
	101,097	133,531	151,847	141,654
	<u>-</u>	<u>57,765</u>	<u>-</u>	<u>-</u>
	<u>8,251,728</u>	<u>8,918,689</u>	<u>11,198,853</u>	<u>7,812,351</u>
	(689,208)	(1,127,758)	(3,441,879)	(819,770)
	-	1,650,000	-	-
	16,546	45,959	49,664	12,729
	476,050	65,426	-	-
	434,260	412,212	2,114,539	959,725
	<u>(132,540)</u>	<u>(67,112)</u>	<u>(1,600,437)</u>	<u>(467,713)</u>
	<u>794,316</u>	<u>2,106,485</u>	<u>563,766</u>	<u>504,741</u>
\$	<u>105,108</u>	<u>978,727</u>	<u>(2,878,113)</u>	<u>(315,029)</u>
	<u>4.07%</u>	<u>4.63%</u>	<u>3.89%</u>	<u>4.17%</u>

CITY OF EL CAMPO, TEXAS**TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS (1)***Last ten fiscal years*

<u>Fiscal Year</u>	<u>Ad Valorem</u>	<u>Penalty and Interest</u>	<u>Franchise</u>	<u>Sales</u>	<u>Other</u>	<u>Total</u>
2001	\$ 1,504,925	\$ 26,376	\$ 720,925	\$ 1,731,020	\$ 126,036	\$ 4,109,282
2002	1,613,491	25,820	602,707	1,747,751	119,764	4,109,533
2003	1,641,042	30,120	573,599	1,788,358	121,091	4,154,210
2004	1,676,531	42,582	599,967	1,861,214	134,095	4,314,389
2005	2,056,972	41,669	639,487	2,000,244	131,053	4,869,425
2006	2,153,598	47,992	633,442	2,150,320	125,111	5,110,463
2007	2,195,592	54,157	604,425	2,154,527	120,776	5,129,477
2008	2,329,692	61,145	604,010	2,422,347	136,673	5,553,867
2009	2,628,063	65,894	612,731	2,291,988	127,396	5,726,072
2010	2,608,599	54,870	603,132	2,161,373	102,424	5,530,398

(1) Modified accrual basis of accounting

NOTE: Property tax rates have remained stable because of growth in property tax values and the addition of new construction values.

CITY OF EL CAMPO, TEXAS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last ten fiscal years

Fiscal Year	Tax Roll	Real Property			Personal Property	
		Residential Property	Commercial and Industrial Property	Rural-Underdeveloped Property	Business	Other
2001	2000	\$ 214,843,300	\$ 61,983,488	\$ 9,222,830	\$ 51,217,876	\$ 2,011,767
2002	2001	223,791,802	65,856,769	9,254,240	59,051,050	2,165,895
2003	2002	231,099,557	65,282,923	9,082,473	53,170,234	2,034,086
2004	2003	243,973,121	65,819,282	9,451,070	44,418,714	2,185,948
2005	2004	256,739,192	75,364,421	9,757,410	52,474,549	2,027,313
2006	2005	278,957,276	80,744,642	10,298,750	60,280,579	1,933,296
2007	2006	338,101,034	90,486,538	24,481,270	65,885,619	2,864,917
2008	2007	368,505,594	86,210,538	23,884,110	63,901,790	2,314,400
2009	2008	323,722,131	94,366,875	15,724,130	80,504,423	2,372,776
2010	2009	313,579,986	107,166,897	19,811,993	82,931,557	4,694,923

(1) Includes tax-exempt property

NOTE: Property in the City is reassessed annually. The City assesses property at 100% of actual taxable value for all types of real and personal property. Tax rates are per \$100 of assessed value.

SOURCE: Wharton County Appraisal District

<u>Less:</u> <u>Tax-Exempt</u> <u>Real Property</u>	<u>Total Taxable</u> <u>Assessed</u> <u>Value</u>	<u>Total</u> <u>Direct</u> <u>Tax</u> <u>Rate</u>	<u>Estimated</u> <u>Actual</u> <u>Taxable</u> <u>Value</u>	<u>Assessed</u> <u>Value (1) as a</u> <u>Percentage of</u> <u>Actual Value</u>
\$ 73,980,312	\$ 265,298,949	0.5757	\$ 265,298,949	100.00%
77,754,746	282,365,010	0.5757	282,365,010	100.00%
75,502,551	285,166,722	0.5757	285,166,722	100.00%
79,517,779	286,330,356	0.5757	286,330,356	100.00%
80,381,916	315,980,969	0.6207	315,980,969	100.00%
83,758,809	348,455,734	0.6207	348,455,734	100.00%
126,633,708	395,185,670	0.5598	395,185,670	100.00%
124,259,716	420,556,716	0.5598	420,556,716	100.00%
109,735,389	406,954,946	0.5598	406,954,946	100.00%
108,563,844	419,621,512	0.5444	419,621,412	100.00%

CITY OF EL CAMPO, TEXAS**DIRECT AND OVERLAPPING PROPERTY TAX RATES****PER \$100 OF ASSESSED VALUE***Last ten fiscal years*

Fiscal Year	City Direct Rates			Overlapping Rates		
	Debt Service	General Fund	Total	School District	Junior College	Wharton County/ FMLR
2001	\$ 0.0738	\$ 0.5019	\$ 0.5757	\$ 1.4860	\$ 0.1564	\$ 0.6900
2002	0.0762	0.4995	0.5757	1.4140	0.1564	0.6875
2003	0.0762	0.4995	0.5757	1.5464	0.1674	0.6999
2004	0.0646	0.5111	0.5757	1.5433	0.1740	0.6999
2005	0.0767	0.5440	0.6207	1.4164	0.1689	0.6899
2006	0.0857	0.5350	0.6207	1.4366	0.1560	0.6699
2007	0.0607	0.4991	0.5598	1.4302	0.1358	0.5736
2008	0.5020	0.0577	0.5598	1.1580	0.1349	0.5634
2009	0.0883	0.4715	0.5598	1.1922	0.1380	0.5458
2010	0.0553	0.4891	0.5444	1.1949	0.1445	0.0640

SOURCE: Tax department records of the various taxing authorities

Overlapping Rates

Emergency Services District #1	Coastal Bend Groundwater Conservation District	Emergency Services District #4	West Wharton County Hospital District	Total
\$ 0.0300	\$ -	\$ -	\$ 0.0996	\$ 2.4620
0.0300	-	-	0.0924	2.3803
0.0300	0.0200	-	0.1073	2.5710
0.0300	0.0200	-	0.1145	2.5817
0.0300	0.0190	-	0.1145	2.4387
0.0300	0.0165	-	0.1145	2.4235
0.0300	0.0112	-	0.0999	2.2807
0.0300	0.0085	-	0.1300	2.0247
0.0300	0.0071	-	0.1399	2.0530
0.0300	0.0073	0.0680	0.1828	1.6915

CITY OF EL CAMPO, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
(UNAUDITED)
Current Year and Nine Years Ago

2010		
Taxpayer	Taxable Assessed Valuation	Percentage of Total City Taxable Assessed Valuation
Wal-Mart Stores	\$ 11,453,244	2.73%
Farmers Coop of El Campo	6,178,320	1.47%
Winfield Solutions LLC	6,145,241	1.46%
AEP Texas Central Co.	4,639,180	1.11%
H.E.B. Grocery Co. LP	4,061,997	0.97%
Tesco Services, Inc.	3,720,540	0.89%
Key Energy-Gulf Coast	3,566,990	0.85%
Crop Production Services	3,497,500	0.83%
Sutherland Lumber Southwest	3,261,106	0.78%
Kansas City Southern Railway	2,905,110	0.69%
	<u>\$ 49,429,228</u>	<u>11.78%</u>

2001		
Taxpayer	Taxable Assessed Valuation	Percentage of Total City Taxable Assessed Valuation
BON L Campo Ltd	\$ 9,936,590	3.75%
Wal-Mart Stores East, Inc.	5,001,369	1.89%
Central Power & Light Co.	3,840,360	1.45%
Lerio Corporation	3,769,160	1.42%
Southwestern Bell Tel Co.	3,529,720	1.33%
Farmers Co-op of El Campo	3,339,070	1.26%
Cardell Cabinets	2,531,340	0.95%
Don Davis Motor Co.	1,950,545	0.74%
Clayton Williams Energy, Inc.	1,729,420	0.65%
Olympia Plaza Associates	1,646,341	0.62%
	<u>\$ 37,273,915</u>	<u>14.06%</u>

SOURCE: Wharton County Tax Assessor/Collector

CITY OF EL CAMPO, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
Last ten fiscal years

Fiscal Year	Taxes Levied for the Fiscal Year (Original Levy)	Collections within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2001	\$ 1,462,380	\$ 1,462,380	100.00%	\$ 16,818	\$ 1,479,198	101.15%
2002	1,576,349	1,576,349	100.00%	16,508	1,592,857	101.05%
2003	1,599,508	1,599,508	100.00%	30,082	1,629,590	101.88%
2004	1,582,468	1,580,959	99.90%	26,167	1,607,126	101.56%
2005	2,009,199	2,009,199	100.00%	32,236	2,041,435	101.60%
2006	2,102,119	2,102,119	100.00%	41,136	2,143,255	101.96%
2007	2,212,091	2,135,582	96.54%	34,863	2,170,445	98.12%
2008	2,354,112	2,275,265	96.65%	74,253	2,349,518	99.80%
2009	2,611,574	2,565,253	98.23%	34,426	2,599,679	99.54%
2010	2,602,086	2,547,219	97.89%	-	2,547,219	97.89%

NOTE: Total collected in years 2001-2006 exceed 100% due to adjustments to original levy.

SOURCES: City of El Campo
Wharton County Tax Assessor/Collector

CITY OF EL CAMPO, TEXAS*WATER PRODUCED AND CONSUMED AND WASTEWATER TREATED**Last ten fiscal years*

<u>Fiscal Year</u>	<u>Gallons of Water Produced</u>	<u>Gallons of Water Consumed</u>	<u>Gallons of Water Unbilled</u>	<u>Average Percent Unbilled</u>	<u>Gallons of Wastewater Treated</u>
2001	633,833,000	460,325,000	173,508,000	27.37%	421,056,000
2002	585,329,000	426,296,000	159,033,000	27.17%	440,258,000
2003	575,964,000	442,040,000	133,924,000	23.25%	514,106,000
2004	563,099,000	398,078,000	165,021,000	29.31%	516,850,000
2005	669,899,000	497,394,000	172,505,000	25.75%	513,066,000
2006	665,466,000	578,346,000	87,120,000	13.09%	384,631,000
2007	566,452,000	494,834,000	71,618,000	12.64%	466,698,000
2008	635,048,000	551,382,000	83,666,000	13.17%	451,881,000
2009	685,027,000	609,054,500	75,972,500	11.09%	350,015,000
2010	556,683,000	488,754,900	67,928,100	12.20%	441,316,000

SOURCE: City of El Campo

Total Direct Rate		
<u>Base Rate</u>	<u>Water Usage Rate</u>	<u>Sewer Usage Rate</u>
\$ 20.80	\$ 2.20	\$ 2.68
20.80	2.20	2.68
20.80	2.20	2.68
22.30	2.20	2.68
22.30	2.20	2.68
22.30	2.20	2.68
22.30	2.20	2.68
22.30	2.20	2.68
22.30	1.79	3.27
22.30	1.91	3.80

CITY OF EL CAMPO, TEXAS
TEN LARGEST WATER CUSTOMERS
(UNAUDITED)
Current Year and Nine Years Ago

2010

<u>Customer</u>	<u>Type of Business</u>	<u>12-Month Water Consumption (In Thousands)</u>	<u>Percent of Total Billed</u>
Isaacson Municipal Utility District	Municipal District	133,350	2.73%
El Campo Housing Authority	Housing	115,295	2.36%
Jones-Co Properties	Housing	65,600	1.34%
El Campo Independent School District	School	42,809	0.88%
Wal-Mart Stores, Inc.	Retail	40,375	0.83%
El Campo Memorial Hospital	Hospital	36,004	0.74%
Speedy Stop Food Stores, Ltd.	Retail	35,460	0.73%
Country Aire Mobile Home Park	Housing	33,780	0.69%
Roane & Roane Properties	Housing	31,793	0.65%
PHPM Mission Care Centers	Housing	27,990	0.57%

2001

<u>Customer</u>	<u>Type of Business</u>	<u>12-Month Water Consumption (In Thousands)</u>	<u>Percent of Total Billed</u>
Isaacson Municipal Utility District	Municipal District	165,068	2.98%
El Campo Housing Authority	Housing	120,148	2.17%
Key Energy Services Division	Oil Field	79,865	1.44%
El Campo Memorial Hospital	Hospital	49,743	0.90%
Country Aire Mobile Home Park	Housing	39,058	0.71%
Mulvaney & Hurst Partnership	Housing	33,060	0.60%
El Campo Independent School District	School	31,030	0.56%
Cardell Cabinets, Inc.	Manufacturing	30,167	0.55%
Roane & Roane Properties	Housing	28,830	0.52%
Socha Enterprise	Car Wash	25,905	0.47%

SOURCE: City of El Campo Utility Billing Office

CITY OF EL CAMPO, TEXAS*RATIOS OF OUTSTANDING DEBT BY TYPE**Last ten fiscal years*

Fiscal Year	Governmental Activities			Business-type Activities		
	Certificates of Obligation	General Obligation Bonds	Capital Leases	Revenue Bonds	General Obligation Bonds	Capital Leases
2001	\$ 1,939,472	\$ 435,510	\$ 157,111	\$ 985,107	\$ 4,824,274	\$ -
2002	1,734,178	395,672	202,640	777,050	4,382,980	-
2003	1,555,137	343,105	255,120	704,894	3,800,681	-
2004	2,133,158	250,885	181,122	2,571,842	2,779,115	-
2005	2,016,984	208,242	103,089	2,528,016	2,306,758	1,784,239
2006	1,883,175	157,320	45,017	2,466,825	1,742,680	1,695,226
2007	1,742,272	104,742	447,460	2,402,728	1,160,258	1,602,369
2008	3,241,060	86,112	405,130	5,763,940	953,888	1,505,502
2009	3,021,644	65,826	282,470	5,673,356	729,174	1,404,453
2010	2,878,808	45,126	153,406	7,226,192	499,874	1,299,040

NOTES: Details regarding the City's outstanding debt can be found in the notes to financial statements.

N/A denotes information not available.

SOURCE: City of El Campo

<u>Total Primary Government</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
\$ 8,341,474	N/A	\$ 762
7,492,520	N/A	685
6,658,937	N/A	608
7,916,122	N/A	723
8,947,328	N/A	817
7,990,243	N/A	730
7,459,829	N/A	667
11,955,632	N/A	1,007
11,176,923	N/A	894
12,102,446	N/A	968

CITY OF EL CAMPO, TEXAS*RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**Last ten fiscal years*

Fiscal Year	General Bonded Debt Outstanding			Debt Service Monies Available
	Certificates of Obligation	General Obligation Bonds	Total	
2001	\$ 1,939,472	\$ 435,510	\$ 2,374,982	\$ 622
2002	1,734,178	395,672	2,129,850	32,289
2003	1,555,137	343,105	1,898,242	38,756
2004	2,133,158	250,885	2,384,043	52,610
2005	2,016,984	208,242	2,225,226	213,250
2006	1,883,175	157,320	2,040,495	262,310
2007	1,742,272	104,742	1,847,014	352,183
2008	3,241,060	86,112	3,327,172	311,065
2009	3,021,644	65,826	3,087,470	347,695
2010	2,878,808	45,126	2,923,934	321,361

NOTES: Details regarding the City's outstanding debt can be found in the notes to financial statements.

The outstanding debt included on this schedule includes only the tax-supported debt which is reported in the governmental activities.

SOURCE: City of El Campo

<u>Net Bonded Debt</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>
\$ 2,374,360	100.00%	\$ 217
2,097,561	100.00%	192
1,859,486	100.00%	170
2,331,433	100.00%	213
2,011,976	100.00%	184
1,778,185	100.00%	162
1,494,831	100.00%	134
3,016,107	100.00%	270
2,739,775	100.00%	219
2,602,573	100.00%	208

CITY OF EL CAMPO, TEXAS**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT****(UNAUDITED)**

September 30, 2010

	<u>Gross Debt Outstanding</u>		<u>Percentage Applicable To City</u>	<u>Amount Applicable To City</u>
	<u>Date</u>	<u>Amount</u>		
Direct Debt:				
City of El Campo (1)	9/30/2010	\$ 2,923,934	100.00%	\$ 2,923,934
Overlapping Debt:				
Wharton County	12/31/2009	4,287,454	26.00%	1,114,738
El Campo Independent School District	8/31/2010	<u>31,895,631</u>	42.31%	<u>13,495,041</u>
Total Overlapping Debt		<u>36,183,085</u>		<u>14,609,779</u>
Total		<u>\$ 39,107,019</u>		<u>\$ 17,533,713</u>

(1) Figures do not include accrued compensated absences and/or capital lease obligations.

NOTE: There is no legal debt limit for the City. Texas municipalities are not bound by any direct constitutional or statutory maximums as to the amount of obligation bonds which may be issued; however, all local bonds must be submitted to and approved by the State Attorney General. It is the established practice of the Attorney General not to approve a prospective bond issue if it will result in a tax levy for general bonded debt of over \$1.00 for cities under 5,000 population, or \$1.50 for cities over 5,000 population.

SOURCES: City of El Campo
El Campo Independent School District
Wharton County

CITY OF EL CAMPO, TEXAS
PLEDGED-REVENUE COVERAGE
Last ten fiscal years

Water and Sewer Revenue Bonds					
<u>Fiscal Year</u>	<u>Gross Revenue</u>	<u>Direct Operating Expenses</u>	<u>Net Revenue Available for Debt Service</u>	<u>Average Annual Debt Service Requirements</u>	<u>Times Debt Coverage</u>
2001	\$ 3,409,483	\$ 2,151,427	\$ 1,258,056	\$ 414,956	3.03
2002	3,402,389	2,234,166	1,168,223	396,925	2.94
2003	3,350,715	2,207,690	1,143,025	375,465	3.04
2004	3,440,389	2,224,096	1,216,293	364,871	3.33
2005	3,772,416	2,284,745	1,487,671	344,293	4.32
2006	4,204,057	2,629,017	1,575,040	310,775	5.07
2007	3,965,415	2,729,534	1,235,881	286,964	4.31
2008	4,411,363	3,002,612	1,408,751	411,167	3.43
2009	4,421,412	3,107,355	1,314,057	410,894	3.20
2010	4,360,539	3,196,292	1,164,247	536,916	2.17

NOTES: Details regarding the City's outstanding debt can be found in the notes to financial statements.

"Gross Revenue" as used herein refers to all operating revenues and all interest income of the Utility Fund. "Direct Operating Expenses" is defined as all operating expenses of the Utility Fund (which does not include capital outlay or interest expense) less depreciation and amortization.

SOURCE: City of El Campo

CITY OF EL CAMPO, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
(UNAUDITED)
Last ten fiscal years

<u>Fiscal Year</u>	<u>(1) Population</u>	<u>Personal Income (000's)</u>	<u>Per Capita Personal Income</u>	<u>(2) School Enrollment</u>	<u>(3) Unemployment Rate</u>
2001	10,945	N/A	\$ 22,900	3,625	5.3%
2002	10,945	N/A	21,049	3,559	6.3%
2003	10,945	N/A	N/A	3,497	6.2%
2004	10,945	N/A	14,464	3,481	7.5%
2005	10,945	N/A	14,464	3,623	6.0%
2006	10,945	N/A	N/A	3,442	4.8%
2007	11,187	N/A	30,694	3,404	4.3%
2008	11,187	N/A	28,152	3,590	4.8%
2009	12,500	N/A	29,861	3,481	8.1%
2010	12,500	N/A	32,249	3,460	8.2%

NOTES: Personal income figures for 2001 through 2010 are not available.
The unemployment rates are a twelve-month average from October through September.
N/A denotes information not available

SOURCES: (1) Population figures for the years are estimates provided by the City
(2) El Campo Independent School District
(3) Texas Labor Market

CITY OF EL CAMPO, TEXAS**PRINCIPAL EMPLOYERS****(UNAUDITED)***Current Year and Four Years Ago*

2010		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total Area Employment</u>
El Campo Independent School District	567	12.23%
Greenleaf Nursery	381	8.78%
Wal-Mart	190	4.70%
H.E.B.	170	3.81%
Prasek's Hillje Smokehouse	154	2.26%
El Campo Memorial Hospital	130	2.26%
City of El Campo	105	2.18%
New ICM	91	1.95%
Key Energy	88	1.76%
Mark's Machine	80	1.25%
	<u>1,956</u>	<u>41.18%</u>

2006		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total Area Employment</u>
El Campo Independent School District	491	10.18%
Cardell Cabinetry	355	7.36%
Greenleaf Nursery	350	7.26%
Wal-Mart	195	4.04%
El Campo Memorial Hospital	153	3.17%
H.E.B.	105	2.18%
City of El Campo	99	2.07%
New ICM	92	1.91%
El Campo Coca-Cola	91	1.89%
Prasek's Hillje Smokehouse	90	1.87%
	<u>2,021</u>	<u>41.93%</u>

NOTES: Information for nine years ago was not readily available.

Information is based on the City of El Campo, Texas area, which includes Hillje, Texas.

SOURCE: City of El Campo

CITY OF EL CAMPO, TEXAS

FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM

Last ten fiscal years

Function/Program	Fiscal Year				
	2001	2002	2003	2004	2005
General government					
Administration	7.00	6.00	6.00	6.00	6.00
Finance	-	-	-	-	-
Municipal court	3.50	3.50	4.00	4.00	4.00
Inspections	4.00	3.00	4.00	4.00	3.50
Public safety					
Police	34.00	34.00	36.00	28.00	29.00
Communications	-	-	-	8.00	8.00
Fire marshal	0.30	0.30	0.30	0.30	0.50
EMS	8.00	9.00	9.00	9.00	10.00
Public works					
Administration	3.00	4.00	3.00	3.00	4.00
Vehicle maintenance	2.00	2.00	2.00	2.00	2.00
Streets and drainage	15.00	15.00	14.00	15.00	14.00
Community and recreational services	0.50	0.50	0.50	0.50	-
Parks maintenance	5.00	5.00	5.00	5.00	5.00
Civic center	0.50	0.50	0.50	0.50	-
Aquatic center	-	-	-	-	-
Water and sewer					
Administration	3.00	3.00	3.00	3.00	2.00
Water production and distribution	5.00	5.00	5.50	5.00	5.00
Wastewater collection	5.00	5.00	5.50	5.00	5.00
Wastewater treatment	2.00	2.00	2.00	2.00	2.00
Total	<u>97.80</u>	<u>97.80</u>	<u>100.30</u>	<u>100.30</u>	<u>100.00</u>

NOTES: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave).

Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

SOURCE: City of El Campo

Fiscal Year				
<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
6.00	5.00	5.00	2.00	2.00
-	-	-	4.00	4.00
4.00	4.00	4.00	4.00	4.00
4.00	4.00	5.00	5.00	5.00
29.00	29.00	33.00	33.00	33.00
8.00	8.00	8.00	8.00	7.00
-	-	-	-	-
10.00	10.00	10.00	10.00	10.00
3.00	3.00	3.00	3.00	3.00
2.00	2.00	2.00	2.00	2.00
14.00	14.00	14.00	14.00	14.00
-	1.00	1.00	1.00	1.00
5.00	5.00	5.00	5.00	5.00
-	-	-	-	-
-	2.00	2.00	2.00	2.00
1.50	1.50	1.00	1.00	1.00
6.00	6.00	6.00	6.00	6.00
5.00	5.00	5.00	5.00	5.00
<u>2.00</u>	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>
<u>99.50</u>	<u>101.50</u>	<u>106.00</u>	<u>107.00</u>	<u>106.00</u>

CITY OF EL CAMPO, TEXAS

OPERATING INDICATORS BY FUNCTION/PROGRAM

Last ten fiscal years

Function/Program	Fiscal Year			
	2001	2002	2003	2004
General government				
Building permits issued	595	672	661	892
Building inspections conducted	565	687	762	800
Fire inspections conducted	N/A	N/A	N/A	11
Public safety				
Police				
Physical arrests	1,364	1,578	1,578	1,491
Traffic violations	7,032	7,396	8,041	8,473
Fire				
Total incidents	125	113	126	143
Streets and highways				
Street resurfacing (miles)	7.68	7.17	8.00	N/A
Water and wastewater				
Water				
Active water connections	3,876	4,554	3,911	4,386
Average daily consumption (in 000's)	N/A	1,600	1,550	1,540
Peak daily consumption (in 000's)	3,200	3,276	3,310	3,080
Wastewater				
Active sewer connections	3,776	4,426	3,813	3,813
Average daily flow	950	1,200	1,410	1,420

NOTE: N/A denotes information not available.

SOURCE: Various City departments

Fiscal Year					
2005	2006	2007	2008	2009	2010
714	586	606	641	545	508
830	652	789	708	588	489
19	17	23	10	26	9
1,662	1,802	2,018	2,035	4,471	4,036
7,560	12,675	9,459	10,588	9,674	4,272
172	175	190	331	252	193
5.10	6.59	6.60	3.20	4.00	6.50
4,277	4,314	4,301	4,351	4,013	3,655
1,470	1,468	1,355	1,707	1,876	1,496
3,590	3,575	2,400	3,303	3,839	2,642
3,890	3,932	3,900	3,931	3,919	3,573
1,190	1,234	1,278	1,232	958	1,208

CITY OF EL CAMPO, TEXAS

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

Last ten fiscal years

Function/Program	Fiscal Year			
	2001	2002	2003	2004
Public safety				
Police				
Stations	1	1	1	1
Patrol units	5	5	5	5
Fire				
Fire stations	1	1	1	1
Public works				
Streets				
Streets paved (miles)	75	75	75	75
Streets unpaved (miles)	6	6	6	6
Parks				
Acreage	56	56	56	56
Swimming pools	1	1	1	1
Tennis courts	8	8	8	8
Community centers	1	1	1	1
Water and wastewater				
Water				
Water mains (miles)	75	75	75	75
Wastewater				
Sanitary sewers (miles)	75	75	75	75
Storm sewers (miles)	15	15	15	15

SOURCE: Various City departments

Fiscal Year					
2005	2006	2007	2008	2009	2010
1	1	1	1	1	1
5	5	5	5	5	5
1	1	1	1	1	1
100	100	100	100	100	100
6	6	6	6	6	6
56	56	56	56	56	56
1	1	1	1	1	1
8	8	8	8	8	8
1	1	1	1	1	1
81	81	81	81	81	81
75	75	75	75	75	75
15	15	15	15	15	15

**OVERALL COMPLIANCE AND
INTERNAL CONTROL SECTION**



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**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**

The Honorable Mayor and Members
of the City Council
City of El Campo, Texas

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of El Campo, Texas (the "City") as of and for the year ended September 30, 2010, which collectively comprise the City's basic financial statements, and have issued our report thereon dated February 23, 2011. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures 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's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

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 misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of 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 determination of financial statement amounts. 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 no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

The Honorable Mayor and Members
of the City Council

This report is intended solely for the information and use of management, the Mayor and City Council, others within the organization, and other federal and state awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Harrison Waldrop + Wheeler, LLP.

February 23, 2011

