Jesus Ruiz
Mayor

Rene Rodriguez
At Large Representative
Mayor ProTem

Vacant
District 1

Gloria M. Rodríguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

NOTICE OF REGULAR COUNCIL MEETING OF THE CITY COUNCIL OF THE CITY OF SOCORRO

THE FACILITY IS WHEELCHAIR ACCESSIBLE AND ACCESSIBLE PARKING SPACES ARE AVAILABLE. REQUESTS FOR ACCOMMODATION FOR INTERPRETIVE SERVICES MUST BE MADE 48 HOURS PRIOR TO THIS MEETING. PLEASE CONTACT THE CITY CLERK'S OFFICE AT (915) 858-2915 FOR FURTHER INFORMATION.

NOTICE IS HEREBY GIVEN THAT A REGULAR MEETING OF THE CITY COUNCIL OF THE CITY OF SOCORRO, TEXAS WILL BE HELD ON THURSDAY THE 21ST DAY OF JULY, 2016 AT 6:00 P.M. AT THE CITY HALL CHAMBERS, 860 N. RIO VISTA RD., SOCORRO, TEXAS AT WHICH TIME THE FOLLOWING WILL BE DISCUSSED:

1. **Call to order**

2. **Pledge of Allegiance and a Moment of Silence**

3. **Establishment of Quorum**

4. **Public Comment** (The maximum time for public comment will be 30 minutes and three minutes will be allotted for each speaker. Government Code 551.042 allows for responses by city council to be a statement of specific factual information given in response to the inquiry; or a recitation of existing policy in response to the inquiry; or a decision to add the public comment to a future agenda.)

CONSENT AGENDA

5. ***Excuse*** absent Council Members. ***Olivia Navarro***

6. ***Approval*** of Special Council Meeting Minutes of July 5, 2016 and Regular July 7, 2016. ***Olivia Navarro***

7. ***Approval*** on the recommendation to appoint Oscar Gutierrez to the Board of Adjustments. ***Rene Rodriguez***

8. ***Approval*** to appoint Miguel Martinez to the Board of Adjustments. ***Anthony Gandara***

PUBLIC HEARING/ORDINANCE

9. ***Introduction, First Reading and Calling for a Public Hearing*** of an ordinance amending the City of Socorro Master Plan and changing the zoning of Tract 4-F, Block 3, Socorro Grant at 1000 Berry Rd., from A-1 (Agricultural) to C-2 (General Commercial) plus a conditional use permit to sell beer and wine. ***Sam Leony***

10. ***Public Hearing*** of Ordinance 391 of the City of Socorro for the proposed rezoning of Lot 6, Block 2, McAdoo Acres, from R-1 (Single Family Residential) to R-2 (Medium Density Residential). ***Sam Leony***

11. ***Second Reading and Adoption*** of Ordinance 391 of the City of Socorro for the proposed rezoning of Lot 6, Block 2, McAdoo Acres, from R-1 (Single Family Residential) to R-2 (Medium Density Residential). ***Sam Leony***

12. ***Public Hearing*** of Ordinance 392 of the City of Socorro for the proposed rezoning of Lot 1, Vista Bonita Commercial #1, from Unclassified to M-1 (Light Industrial). ***Sam Leony***

13. ***Second Reading and Adoption*** of Ordinance 392 of the City of Socorro for the proposed rezoning of Lot 1, Vista Bonita Commercial #1, from Unclassified to M-1 (Light Industrial). ***Sam Leony***

14. ***Public Hearing*** of Ordinance 393 of the City of Socorro an Ordinance of the City of Socorro, Texas Repealing Chapter 2, Article IV, Division 4, Sections 2-208 to 2-212, of the Code of Ordinances of the City of Socorro, Texas eliminating the Parks and Recreation Board. ***Adriana Rodarte***

15. ***Second Reading and Adoption*** of Ordinance 393 of the City of Socorro an Ordinance of the City of Socorro, Texas Repealing Chapter 2, Article IV, Division 4, Sections 2-208 to 2-212, of the Code of Ordinances of the City of Socorro, Texas eliminating the Parks and Recreation Board. ***Adriana Rodarte***

REGULAR AGENDA

16. ***Swearing*** in of newly appointed commissioners. ***Adriana Rodarte***

GRANTS

17. ***Discussion and action*** to authorize the City of Socorro to submit an AmeriCorps VISTA grant application to the Corporation for National and Community Service (CNCS) Texas State Office for a three year project. The City will commit a grant match in the amount of $11,500.00 for year two and $11,500.00 for year three of project. ***Anibal Olague***

PARKS AND PUBLIC WORKS

18. ***Discussion and action*** to approve the award of BID 16-005 Removal of Contaminated Soil, Used Oil and other Contaminated Solutions to Advance Environmental Solutions, Inc. in the amount of $8,675.00. ***Miguel Rosas***

CITY MANAGER

19. ***Discussion and action*** to approve Mayor, At Large City Representative, City Manager and a staff employee to attend TML Region IV Quarterly Meeting on August 12, 2016 in Fort Stockton. ***Adriana Rodarte***

20. ***Discussion and action*** to accept the resignation of District 2 City Representative Gloria M. Rodriguez. ***Adriana Rodarte***

21. ***Discussion and action*** to hold and election to fill a vacancy for District 2 Representative on the Socorro City Council and to fix a date for said election. ***Adriana Rodarte***

22. ***Discussion and action*** to authorize the City of Socorro to submit a Historic Preservation Fund Grant to Underrepresented Communities for Fiscal Year 2016 in the amount of $20,000.00 no match required. ***Adriana Rodarte***

23. ***Discussion and action*** on approving the issuance of the Fiscal Year 2015 Audited Financial Statement by RPC CPA's & Consultants LLP. ***Adriana Rodarte***

MAYOR AND COUNCIL

24. ***Discussion and action*** to select a location for Socorro Veterans Park and rename the 2nd location. ***Gloria M. Rodriguez***

25. ***Discussion and action*** to authorize City Manager to negotiate an agreement for the exchange of a portion of Burt Rd. for a parcel of land located in Tract 4-E, Block 27, Socorro Grant to be used for the expansion of a portion of Sylvia Ct., and to obtain appraisals for the respective parcels. ***Anthony Gandara***

EXECUTIVE SESSION

The City Council of the City of Socorro may retire into EXECUTIVE SESSION pursuant to Section 3.08 of the City of Socorro Charter and the Texas Government Code, Sections 551, Subchapter D to discuss any of the following: (The items listed below are matters of the sort routinely discuss in Executive Session, but the City Council of the City of Socorro may move to Executive Session any of the items on this agenda, consistent with the terms of the Open Meetings Act.) The City Council will return to open session to take any final action and may also, at any time during the meeting, bring forward any of the following items for public discussion, as appropriate.

Section 551.071 CONSULTATIONS WITH ATTORNEY
Section 551.072 DELIBERATION REGARDING REAL PROPERTY
Section 551.073 DELIBERATION REGARDING PROSPECTIVE GIFT
Section 551.074 PERSONNEL MATTERS
Section 551.076 DELIBERATION REGARDING SECURITY
Section 551.087 DELIBERATION REGARDING ECONOMIC DEVELOPMENT NEGOTIATIONS

Discussion on the following:

26. ***Discussion and action*** on advice received from City Attorney in closed session, and action to approve real estate transaction; authorize filing or settlement of legal action; authorize employment of expert witnesses and consultants, and employment of special counsel with respect to pending legal matters. ***Adriana Rodarte***

27. ***Discussion and action*** on qualifications of individuals for employment and for appointment to Boards & Commissions, job performance of employees, real estate acquisition and receive legal advice from City Attorney regarding legal issues affecting these matters. ***Adriana Rodarte***

28. ***Discussion and action*** regarding pending litigation and receive status report regarding pending litigation. ***Adriana Rodarte***

29. ***Adjourn***

DATED THIS 18TH DAY OF JULY 2016.

By: _____
Olivia Navarro, City Clerk

I, the undersigned authority, hereby certify that the above notice of the meeting of the City Council of Socorro, Texas is a correct copy of the notice and that I posted this notice at least Seventy-two (72) hours preceding the scheduled meeting at the City Administration Building, 124 S. Horizon Blvd., in Socorro, Texas.

DATED THIS 18TH DAY OF JULY 2016.
By: _____
Olivia Navarro, City Clerk

Agenda posted: 7-18-16 @ 3:50 pm
Removed: _____ Time: _____ By: _____

Jesus Ruiz
Mayor

Rene Rodriguez
At Large/Mayor Pro Tem

Vacant
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

SPECIAL COUNCIL MEETING MINUTES
JULY 5, 2016 @ 6:00 P.M.

MEMBERS PRESENT:
Mayor Jesus Ruiz
Rene Rodriguez
Anthony Gandara
Gloria M. Rodriguez

MEMBERS ABSENT:
Victor Perez

STAFF PRESENT:
Adriana Rodarte, City Manager
Olivia Navarro, City Clerk
Jim Martinez, City Attorney
Sam Leony, Planning and Zoning Director

Miguel Rosas, Public Works Director
Chief Carlos Maldonado
Lt. Eddie Smith

1. CALL TO ORDER

The meeting was called to order at: 6:00 p.m.

2. PLEDGE OF ALLEGIANCE AND A MOMENT OF SILENCE

Pledge of Allegiance was led by Miguel Rosas, Public Works Director

3. ESTABLISHMENT OF QUORUM

A quorum was established with four members present.

4. PUBLIC COMMENT

No Speakers for Public Comment.

REGULAR AGENDA

5. ***DISCUSSION AND ACTION* TO AUTHORIZE THE CITY MANAGER OR HER DESIGNEE TO EXECUTE THE ADVANCE FUNDING AGREEMENT AMENDMENT #2 TO THE LOCAL TRANSPORATION PROJECT ADVANCE FUNDING AGREEMENT (LPAFA) BETWEEN THE CITY OF SOCORRO, TEXAS AND THE STATE OF TEXAS ACTING BY AND THROUGH THE TEXAS DEPARTMENT OF TRANSPORATION, REGARDING THE OLD HUECO TANKS ROAD PROJECT.**
ADRIANA RODARTE

A motion was made by Rene Rodriguez seconded by Anthony Gandara to *approve and authorize the city manager or her designee to execute and to negotiate with TxDOT and the RMA to finalize the terms of the contract and notify council when it is done.* Motion passed.

Ayes: Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Absent: Victor Perez

6. ***DISCUSSION AND ACTION* ON ADVICE RECEIVED FROM CITY ATTORNEY IN CLOSED SESSION, AND ACTION TO APPROVE REAL ESTATE TRANSACTION; AUTHORIZE FILING OR SETTLEMENT OF LEGAL ACTION; AUTHORIZE EMPLOYMENT OF EXPERT WITNESSES AND CONSULTANTS, AND EMPLOYMENT OF SPECIAL COUNSEL WITH RESPECT TO PENDING LEGAL MATTERS.** ***ADRIANA RODARTE***

7. ***DISCUSSION AND ACTION* ON QUALIFICATIONS OF INDIVIDUALS FOR EMPLOYMENT AND FOR APPOINTMENT TO BOARDS & COMMISSIONS, JOB PERFORMANCE OF EMPLOYEES, REAL ESTATE ACQUISITION AND RECEIVE LEGAL ADVICE FROM CITY ATTORNEY REGARDING LEGAL ISSUES AFFECTING THESE MATTERS.**
ADRIANA RODARTE

8. ***DISCUSSION AND ACTION* REGARDING PENDING LITIGATION AND RECEIVE STATUS REPORT REGARDING PENDING LITIGATION.**
ADRIANA RODARTE

A motion was made by Rene Rodriguez seconded by Gloria M. Rodriguez to *delete items six (6), seven (7), and eight (8).* Motion passed.

Ayes: Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Absent: Victor Perez

9. *ADJOURN*

A motion was made by Gloria M. Rodriguez seconded by Rene Rodriguez to *adjourn at 6:07 p.m.* Motion passed.

Ayes: Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Absent: Victor Perez

_____
Jesus Ruiz, Mayor

_____
Olivia Navarro
City Clerk

_____
Date minutes were approved

Jesus Ruiz
Mayor

Rene Rodriguez
At Large/Mayor Pro Tem

Vacant
District 1

Gloria M. Rodríguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

REGULAR COUNCIL MEETING MINUTES
JULY 7, 2016 @ 6:00 P.M.

MEMBERS PRESENT:
Mayor Jesus Ruiz
Victor Perez
Rene Rodriguez
Anthony Gandara
Gloria M. Rodriguez

MEMBERS ABSENT:

STAFF PRESENT:
Adriana Rodarte, City Manager
Olivia Navarro, City Clerk
Jim Martinez, City Attorney
Sam Leony, Planning and Zoning Director

Victor Reta, Recreation Centers Supervisor
Rosio Marin, HR Director
Chief Carlos Maldonado
Lt. Eddie Smith
Charles Casiano, Finance Director

1. CALL TO ORDER

The meeting was called to order at: 6:00 p.m.

2. PLEDGE OF ALLEGIANCE AND A MOMENT OF SILENCE

Pledge of Allegiance was led by Victor Reta, Recreation Parks Supervisor

3. ESTABLISHMENT OF QUORUM

A quorum was established with five members present.

4. PUBLIC COMMENT

Alejandro Rodriguez, Ralph Duran, and Juan Castañeda spoke during Public Comment.

PRESENTATION

5. ***PRESENTATION* RECOGNIZING SOCORRO POLICE DEPARTMENT FOR RECEIVING THE 2016 SAFEST CITIES AWARD AND RECOGNIZING OFFICERS FOR THEIR EFFORTS IN COMMUNITY SAFETY AND CRIME PREVENTION.** ***ADRIANA RODARTE***

   Mayor Jesus Ruiz recognized officers Elias Valera, Jasiel Muñoz and Johnny Harrelson for their efforts in community safety and crime prevention

6. ***PRESENTATION* INTRODUCING OUR NEW FINANCE DIRECTOR CHARLES CASIANO.** ***ADRIANA RODARTE***

   Adriana Rodarte introduced Mr. Charles Casiano, Finance Director to city council.

7. ***PRESENTATION* BY CITY MANAGER REGARDING MAY'S MONTHLY REPORT.** ***ADRIANA RODARTE***

   Adriana Rodarte made presentation.

CONSENT AGENDA

8. ***EXCUSE* ABSENT COUNCIL MEMBERS.** ***OLIVIA NAVARRO***

9. ***APPROVAL* OF REGULAR COUNCIL MEETING MINUTES OF JUNE 2, 2016.** ***OLIVIA NAVARRO***

10. ***APPROVAL* OF THE ACCOUNTS PAYABLE TRANSACTION REPORT FOR MAY 2016.** ***ADRIANA RODARTE***

11. ***APPROVAL* OF CASH RECEIPTS TRANSACTION REPORT FOR MAY 2016.** ***ADRIANA RODARTE***

12. ***APPROVAL* OF THE APPOINTMENT OF *ERNESTO GOMEZ* TO THE ETHICS COMMISSION.** ***RENE RODRIGUEZ***

13. ***APPROVAL* OF THE APPOINTMENT OF *JUAN CASTAÑEDA* TO THE HISTORICAL LANDMARK COMMISSION.** ***ANTHONY GANDARA***

    A motion was made by Rene Rodriguez seconded by Anthony Gandara to *approve the Consent Agenda.* Motion passed.

    Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
    Nays:
    Abstain:

A motion was made by Rene Rodriguez seconded by Anthony Gandara to *move up item number twenty-two (22).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain:

22. *SWEARING IN* OF NEWLY APPOINTED COMMISSIONERS.
ADRIANA RODARTE

During this time Mayor Ruiz swore in Ernesto Gomez to the Ethics Commission.

PUBLIC HEARING/ORDINANCES

14. *PUBLIC HEARING* OF ORDINANCE 389 AMENDING THE CITY OF SOCORRO MASTER PLAN AND CHANGING THE ZONING OF TRACT 11-A, ROBERT E. NIX SURVEY 302 ABST 10170, 16253 GATEWAY WEST BLVD. FROM UNCLASSIFIED TO C-2 (GENERAL COMMERCIAL).
SAM LEONY

Public Hearing opened at 6:21 p.m.
No Speakers
Public Hearing closed at 6:21 p.m.

15. *SECOND READING AND ADOPTION* OF ORDINANCE 389 AMENDING THE CITY OF SOCORRO MASTER PLAN AND CHANGING THE ZONING OF TRACT 11-A, ROBERT E. NIX SURVEY 302 ABST 10170, 16253 GATEWAY WEST BLVD. FROM UNCLASSIFIED TO C-2 (GENERAL COMMERCIAL). ***SAM LEONY***

A motion was made by Victor Perez seconded by Rene Rodriguez to *approve item number fifteen (15).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain:

16. *PUBLIC HEARING* ON ORDINANCE 390 AMENDING THE CITY OF SOCORRO MASTER PLAN AND CHANGING THE ZONING OF TRACT 1-A-6-A, BLOCK 1, LEIGH CLARK SURVEY 293 AT 11530 STOCKYARD DR., FROM UNCLASSIFIED TO M-1 (LIGHT INDUSTRIAL). ***SAM LEONY***

Public Hearing opened at 6:22 p.m.
No Speakers
Public Hearing closed at 6:22 p.m.

17. *SECOND READING AND ADOPTION* ON ORDINANCE 390 AMENDING THE CITY OF SOCORRO MASTER PLAN AND CHANGING THE ZONING OF TRACT 1-A-6-A, BLOCK 1, LEIGH CLARK SURVEY 293 AT 11530 STOCKYARD DR., FROM UNCLASSIFIED TO M-1 (LIGHT INDUSTRIAL). ***SAM LEONY***

A motion was made by Gloria M. Rodriguez seconded by Victor Perez to *approve item number seventeen (17).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain:

A motion was made by Rene Rodriguez seconded by Gloria M. Rodriguez to *move into Executive Session items eighteen (18), nineteen (19), thirty-eight (38), of the Regular Agendas and eight, (8), nine (9) and ten (10) of the Addendum to the Agenda.* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain:

THE CITY COUNCIL CONVENED INTO EXECUTIVE SESSION AT 6:24 P.M.

EXECUTIVE SESSION

THE CITY COUNCIL RECONVENED BACK IN SESSION AT 6:47 P.M.

18. *INTRODUCTION, FIRST READING AND CALLING FOR A PUBLIC HEARING* FOR THE PROPOSED REZONING OF LOT 6, BLOCK 2, MCADOO ACRES, FROM R-1 (SINGLE FAMILY RESIDENTIAL) TO R-2 (MEDIUM DENSITY RESIDENTIAL). ***SAM LEONY***

A motion was made by Rene Rodriguez seconded by Anthony Gandara to *approve with a stipulation to limit the number of dwellings to two (2).* Motion passed.

Mayor Ruiz stepped out of the meeting at 6:48 p.m.
Rene Rodriguez sat in as Mayor ProTem
Mayor Ruiz stepped back into the meeting at 6:50 p.m.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain:

19. *INTRODUCTION, FIRST READING AND CALLING FOR A PUBLIC HEARING* OF AN ORDINANCE AMENDING THE CITY OF SOCORRO MASTER PLAN AND CHANGING THE ZONING OF TRACT 4-F, BLOCK 3, SOCORRO GRANT AT 1000 BERRY RD., FROM A-1 (AGRICULTURAL) TO C-2 (GENERAL COMMERCIAL) PLUS A CONDITIONAL USE PERMIT TO SELL BEER AND WINE. *SAM LEONY*

A motion was made by Anthony Gandara seconded by Rene Rodriguez to *postpone for the next Regular Meeting.* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

38. *CONSULTATION* WITH LEGAL COUNSEL CONCERNING LEGAL ISSUES RELATING TO *GILBERT REY, JR., V. CITY OF SOCORRO, TEXAS;* EEOC CHARGE NO. 453-2015-01224. *BRUCE KOEHLER*

A motion was made by Anthony Gandara seconded by Gloria M. Rodriguez to *approve as discussed in Executive Session with the recommended amount.* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

ADDENDUM TO THE AGENDA

8. *DISCUSSION AND ACTION* REGARDING THE APPLICATION BY TEXAS GAS SERVICE COMPANY, A DIVISION OF ONE GAS, INC., TO CHANGE RATES [551.071]. *JAMES A. MARTINEZ*

A motion was made by Anthony Gandara seconded by Rene Rodriguez to *deny the request of application.* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

9. *DISCUSSION AND ACTION* REGARDING SOAH DOCKET 473-15-5257 AND PUC DOCKET NO. 44941 – APPLICATION OF EL PASO ELECTRIC COMPANY TO CHANGE RATES; AND SOAH DOCKET NO.473-16-1685 AND PUC DOCKET NO. 45475, REVIEW OF RATE CASE EXPENSE INCURRED BY EL PASO ELECTRIC COMPANY AND MUNICIPALITIES IN DOCKET 44941 [551.071]. *JAMES A. MARTINEZ*

A motion was made by Rene Rodriguez seconded by Gloria M. Rodriguez to *approve and authorize the city manager of her designee to negotiate the final terms of the settlement documents and authorize the city manager to execute as long as it is the same as the City of El Paso.* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

10. PUC DOCKET 58885 APPLICATION OF EL PASO ELECTRIC COMPANY FOR APPROVAL TO REVISE ITS ENERGY EFFICIENCY COST RECOVERY FACTOR AND REQUEST TO ESTABLISH REVISED COST CAP. 551.071]. ***JAMES A. MARTINEZ***

A motion was made by Gloria M. Rodriguez seconded by Rene Rodriguez to *approve and authorize the city manager of her designee to negotiate the final terms of the settlement documents and authorize the city manager to execute as long as it is the same as the City of El Paso.* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

20. *INTRODUCTION, FIRST READING AND CALLING FOR A PUBLIC HEARING* FOR THE PROPOSED REZONING OF LOT 1, VISTA BONITA COMMERCIAL #1, FROM UNCLASSIFIED TO M-1 (LIGHT INDUSTRIAL). ***SAM LEONY***

A motion was made by Gloria M. Rodriguez seconded by Anthony Gandara to *approve item number twenty (20).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

21. *INTRODUCTION, FIRST READING AND CALLING FOR A PUBLIC HEARING* ON AN ORDINANCE OF THE CITY OF SOCORRO, TEXAS REPEALING CHAPTER 2, ARTICLE IV, DIVISION 4, SECTIONS 2-208 TO 2-212, OF THE CODE OF ORDINANCES OF THE CITY OF SOCORRO, TEXAS ELIMINATING THE PARKS AND RECREATION BOARD. ***ADRIANA RODARTE***

A motion was made by Victor Perez seconded by Gloria M. Rodriguez to *approve item number twenty-one (21).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

REGULAR AGENDA

CITY CLERK

23. ***DISCUSSION AND ACTION* ON AN ORDER SCHEDULING A UNIFORM ELECTION TO BE HELD IN THE CITY OF SOCORRO, TEXAS ON TUESDAY NOVEMBER 8, 2016, FOR THE PURPOSE OF ELECTING CITY COUNCIL MEMBERS, MAYOR, AT LARGE REPRESENTATIVE AND DISTRICT 4 REPRESENTATIVE.** ***OLIVIA NAVARRO***

A motion was made by Victor Perez seconded by Gloria M. Rodriguez to *approve.*

An amended motion was made by Victor Perez seconded by Rene Rodriguez to *approve and grant the city attorney authority to revise and finalize the contract and authorize the city manager or mayor to execute the contract.*

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

HUMAN RESOURCES

24. ***DISCUSSION AND ACTION* ON RECLASSIFYING STATUS OF POLICE SERGEANT POSITION FROM EXEMPT TO NON-EXEMPT.**
ROSIO MARIN

A motion was made by Victor Perez seconded by Rene Rodriguez to *approve item number twenty-four (24).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

POLICE DEPARTMENT

25. ***DISCUSSION AND ACTION* ON APPROVING MODIFICATION OF PROGRAM FUNDED – STATE AND LOCAL TASK FORCE AGREEMENT BETWEEN THE DRUG ENFORCEMENT ADMINISTRATION (DEA) AND EL PASO DIVISION AND SOCORRO POLICE DEPARTMENT.**
CHIEF CARLOS MALDONADO

A motion was made by Gloria M. Rodriguez seconded by Rene Rodriguez to *approve item number twenty-five (25).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

PLANNING AND ZONING

26. *DISCUSSION AND ACTION* ON SELECTING A NEW NAME FOR THE PROJECTED OLD HUECO TANKS RD. TO AVOID CONFUSION WITH THE EXISTING OLD HUECTO TANKS RD. ***SAM LEONY***

A motion was made by Gloria M. Rodriguez seconded by Rene Rodriguez to *approve Eastlake for the projected Old Hueco Tanks Rd.* Motion passed.

Ayes: Rene Rodriguez and Gloria M. Rodriguez
Nays: Victor Perez and Anthony Gandara
Abstain:

Mayor Ruiz broke the tie by voting aye.

27. *DISCUSSION* ON VACANCIES IN THE PLANNING AND ZONING COMMISSION, BUILDING AND STANDARDS COMMISSION, BOARD OF ADJUSTMENTS, HISTORICAL LANDMARK COMMISSION, CIVIL SERVICE COMMISSION AND ETHICS COMMISSION OF THE CITY OF SOCORRO. ***SAM LEONY***

No action on this item.

28. *DISCUSSION AND ACTION* ON THE APPROVAL OF A GRANT CONTRACT WITH THE TEXAS HISTORICAL COMMISSION FOR A $1,186.00 STIPEND GRANT TO THE CITY OF SOCORRO TO ATTEND A HISTORICAL PRESERVATION SEMINAR AT MOBILE, ALABAMA. ***SAM LEONY***

A motion was made by Anthony Gandara seconded by Rene Rodriguez to *approve item number twenty-eight (28).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

29. *DISCUSSION AND ACTION* ON THE APPROVAL FOR THE PROPOSED CONDITIONAL USE PERMIT FOR A CHURCH ON LOT 16, BLOCK 4, SOCORRO MISSION UNIT 1, AT 651 CARABLANCA. ***SAM LEONY***

A motion was made by Anthony Gandara seconded by Gloria M. Rodriguez to *approve item number twenty-nine (29).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

CITY MANAGER

30. ***DISCUSSION AND ACTION* ON APPROVING THE UNAUDITED FINANCIAL REPORTS FOR MAY 2016.** ***ADRIANA RODARTE***

A motion was made by Gloria M. Rodriguez seconded by Anthony Gandara to *approve item number thirty (30).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

31. ***DISCUSSION AND ACTION* TO APPROVE DANNENBAUM TO DESIGN THE SPARKS ARROYO PHASE II, CONTINUATION OF THE SPARKS DRAINAGE CHANNEL.** ***ADRIANA RODARTE***

A motion was made by Rene Rodriguez seconded by Anthon Gandara to *approve item number thirty-one (31).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

32. ***DISCUSSION AND ACTION* TO APPROVE REIMBURSEMENT FROM DEVELOPER MARGARITAS II, ON LEADERSHIP BRIDGE AGREEMENT AND SETTLE ALL CLAIMS.** ***ADRIANA RODARTE***

A motion was made by Gloria M. Rodriguez seconded by Rene Rodriguez to *approve item number thirty-two (32).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

33. ***DISCUSSION AND ACTION* TO APPROVE AMENDMENT TO THE MEMORANDUM OF UNDERSTANDING (MOU) BETWEEN THE CITY OF SOCORRO AND THE NATIONAL TRUST FOR PARTNERSHIP REGARDING THE HISTORIC PRESERVATION AND REPURPOSING OF THE RIO VISTA COMMUNITY CENTER AND LIBRARY.**
ADRIANA RODARTE

A motion was made by Victor Perez seconded by Rene Rodriguez to *approve item number thirty-three (33).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

34. ***DISCUSSION AND ACTION*** **TO APPROVE NON-EXCLUSIVE ACCESS AGREEMENT WITH BC KIDS ALAMEDA, LLC., AND AUTHORIZE THE CITY MANAGER OF HER DESIGNEE TO EXECUTE CONTRACT.**
ADRIANA RODARTE

A motion was made by Victor Perez seconded by Rene Rodriguez to *approve item number thirty-four (34).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

35. ***DISCUSSION AND ACTION*** **ON ADVICE RECEIVED FROM CITY ATTORNEY IN CLOSED SESSION, AND ACTION TO APPROVE REAL ESTATE TRANSACTION; AUTHORIZE FILING OR SETTLEMENT OF LEGAL ACTION; AUTHORIZE EMPLOYMENT OF EXPERT WITNESSES AND CONSULTANTS, AND EMPLOYMENT OF SPECIAL COUNSEL WITH RESPECT TO PENDING LEGAL MATTERS.** ***ADRIANA RODARTE***

36. ***DISCUSSION AND ACTION*** **ON QUALIFICATIONS OF INDIVIDUALS FOR EMPLOYMENT AND FOR APPOINTMENT TO BOARDS & COMMISSIONS, JOB PERFORMANCE OF EMPLOYEES, REAL ESTATE ACQUISITION AND RECEIVE LEGAL ADVICE FROM CITY ATTORNEY REGARDING LEGAL ISSUES AFFECTING THESE MATTERS.**
ADRIANA RODARTE

37. ***DISCUSSION AND ACTION*** **REGARDING PENDING LITIGATION AND RECEIVE STATUS REPORT REGARDING PENDING LITIGATION.**
ADRIANA RODARTE

A motion was made by Rene Rodriguez seconded by Anthony Gandara to *delete items thirty-five (35), thirty-six (36) and thirty-seven (37).* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

39. *ADJOURN*

A motion was made by Victor Perez seconded by Rene Rodriguez to *adjourn at 7:18 p.m.* Motion passed.

Ayes: Victor Perez, Rene Rodriguez, Anthony Gandara and Gloria M. Rodriguez
Nays:
Abstain

_____
Jesus Ruiz, Mayor

_____
Olivia Navarro
City Clerk

_____
Date minutes were approved

ITEM 7

Jesus A. Ruiz
Mayor

Rene Rodriguez
At Large / Mayor Pro-Tem

Vacant
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

DATE: July 21, 2016

TO: MAYOR AND CITY COUNCIL

FROM: Rene Rodriguez, Representative At Large

CC: Adriana Rodarte, City Manager

SUBJECT:

Discussion and Action on the recommendation to appoint Mr. Oscar Gutierrez to serve as commissioner for the Board of Adjustments.

SUMMARY:

The City of Socorro has several vacancies for commissioners in its different boards and commissions, and this nomination will alleviate lack of quorum in the Board of Adjustments.

BACKGROUND:

This candidate is a resident of the City of Socorro and has previously served as commissioner for several years in the Planning and Zoning Commission.

STATEMENT OF THE ISSUE:

This applicant has already been informed about the work and responsibilities inherent to the position he wants to occupy, and he has accepted. The formal request has been received by the City Clerk's office.

ALTERNATIVE:

No alternative.

STAFF RECOMMENDATION:

The At Large office recommends APPROVAL.

ITEM 8

Jesus A. Ruiz
Mayor

Rene Rodriguez
At Large / Mayor Pro-Tem

Vacant
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

DATE: July 21, 2016

TO: MAYOR AND CITY COUNCIL

FROM: Anthony Gandara, District 4 Representative

CC: Adriana Rodarte, City Manager

SUBJECT:

Discussion and Action on the recommendation to appoint Mr. Miguel Martinez to serve as commissioner for the Board of Adjustments.

SUMMARY:

The City of Socorro has several vacancies for commissioners in its different boards and commissions, and this nomination will alleviate lack of quorum in the Board of Adjustments.

BACKGROUND:

This candidate is a resident of the City of Socorro and has previously served as commissioner for several years in the Planning and Zoning Commission.

STATEMENT OF THE ISSUE:

This applicant has already been informed about the work and responsibilities inherent to the position he wants to occupy, and he has accepted. The formal request has been received by the City Clerk's office.

ALTERNATIVE:

No alternative.

STAFF RECOMMENDATION:

The District #4 office recommends APPROVAL.

ITEM 9

CITY OF SOCORRO
REQUEST FOR CITY COUNCIL AGENDA ITEM

Note: Regular Council meetings are held on the 1st. and 3rd. Thursday of each month. Requests **MUST** be submitted to the City Clerk by **12:00 p.m.** on the **THURSDAY** one week before the scheduled meeting date. **Late items (received by 5:00 p.m.) on the Friday prior the meeting will be placed as an Addendum. NO AGENDA ITEMS WILL BE RECEIVED AFTER 5:00 ON FRIDAY.**

Date Submitted: July 14, 2016 Department: 7/14/2016
Planning & Zoning

1st. Signature: _____ 2nd. Signature: _____

DESCRIBE REQUEST:

INTRODUCTION, FIRST READING AND CALLING FOR A PUBLIC HEARING FOR THE PROPOSED AMENDMENT TO THE CITY OF SOCORRO MASTER PLAN AND REZONING OF TRACT 4-F, BLOCK 3, SOCORRO GRANT FROM AGRICULTURAL TO C-2 (GENERAL COMMERCIAL) PLUS A CONDITIONAL USE PERMIT FOR BEER & WINE.

FOR OFFICE USE ONLY
Please check one:

( ) Executive Session
( ) Presentation Agenda
(X) Regular Agenda
( ) Consent Agenda

This item is to be placed on the agenda for: July 21, 2016

Received by City Clerk on: _____, 2016. Time: _____

Approved to be placed on the agenda: _____
City Council / City Manager

ACTION TAKEN:
(____) Approved
(____) Not approved
(____) Tabled
(____) Other

Jesus A. Ruiz
Mayor

Rene Rodriguez
At Large
Mayor Pro Tem

Vacant
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

DATE: July 21, 2016

TO: MAYOR & CITY COUNCIL

FROM: Sam Leony, Planning and Zoning Director

CC: Adriana Rodarte, City Manager

SUBJECT:

Introduction, first reading and calling for a public hearing for the proposed amendment to the City of Socorro Master Plan, and rezoning of Tract 4-F, Block 3, Socorro Grant, from A-1 (Agricultural) to C-2 (General Commercial) plus a Conditional Use Permit for Beer & Wine.

SUMMARY:

The property matter of this request is located at 1000 Berry Rd., located at 485 feet north from the intersection of Rio Vista and Mesa Spur Drain. This property has an estimated area of 159,556 sq. ft. (3.6629 acres), owned by Angel & Consuelo Perez, 216 S. Maryland St., El Paso, TX 79905.

BACKGROUND:

According to our Future Land Use map, the projected land use for this property is: Commercial

According to the Flood Insurance Rate Maps, the referenced property lies within an area determined to be inside a flood plain, more particularly described as **Zone AO**; this area has a 1% or greater chance of shallow flooding each year, usually in the form of sheet flow, with an average depth ranging from 1 to 3 feet (Community Panel # 480212 0236-B / FEMA, September 4, 1991).

The current use of the property is: Commercial

The proposed use of the property: Commercial + C.U.P for Beer & Wine

Adjacent Land Uses: North: A-1 (Agricultural),
South: A-1 (Agricultural),
East: R-3 (HDR),
West: A-1 (Agricultural).

STATEMENT OF THE ISSUE:

This case was tabled on July 7, 2016 to investigate if the property had a public right-of-way. Based on the information that was recorded with the Socorro Grant plat of 1927, the frontage of the property is considered a public right-of-way. There were no deeds or contracts found indicating that this property would have been considered private property. Today, this access would be considered a substandard road. Nonetheless, it is still a public access.

Other results of and inspection are:

- There is already a solid fence along the residential district.
- There is plenty of room left for a ponding area.
- Lot is large enough for parking spaces.

The Planning and Zoning department is currently conducting a revision to all the businesses within the City of Socorro to verify that the classification assigned to the property is correct based upon the land use. This is the case for this property. They started doing business in the property classified as agricultural without a conditional use permit for a beer & wine. Tentatively, improvements in this property were done in 1994.

Field Investigation:

a) Distance to the nearest School: 5,003 feet (Hilley Elementary School)

b) Distance to the nearest Church: 12,724 (St. Peter & Paul Church)

c) Distance to the nearest Hospital: N/A

ALTERNATIVE:

N/A

STAFF RECOMMENDATION:

Based upon the fact that the property complies with the minimum distances established for this type of business, the Planning and Zoning Commission recommends APPROVAL.

Jesus A. Ruiz
Mayor

Rene Rodriguez
At Large
Mayor Pro Tem

Vacant
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

ORDINANCE ___

AN ORDINANCE AMENDING THE CITY OF SOCORRO MASTER PLAN AND CHANGING THE ZONING OF TRACT 4-F, BLOCK 3, SOCORRO GRANT, AT 1000 BERRY RD., IS CHANGED FROM A-1 (AGRICULTURAL) TO C-2 (GENERAL COMMERCIAL) PLUS A CONDITIONAL USE PERMIT FOR BEER & WINE.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF SOCORRO, TEXAS:

That pursuant to Chapter 46 of the Codification of Ordinances of the City of Socorro, Texas, the Zoning Ordinance of the City of Socorro, as amended, the zoning of Tract 4-F, Block 3, Socorro Grant, located at 1000 Berry Rd., has been changed from A-1 (Agricultural) to C-2 (General Commercial), plus a conditional use permit for beer & wine.

READ, APPROVED AND ADOPTED this _____ day of _____ 2016.

CITY OF SOCORRO, TEXAS

_____
Jesus Ruiz, Mayor

ATTEST:

_____
Olivia Navarro, City Clerk

APPROVED AS TO FORM:

_____
James A. Martinez
Socorro City Attorney

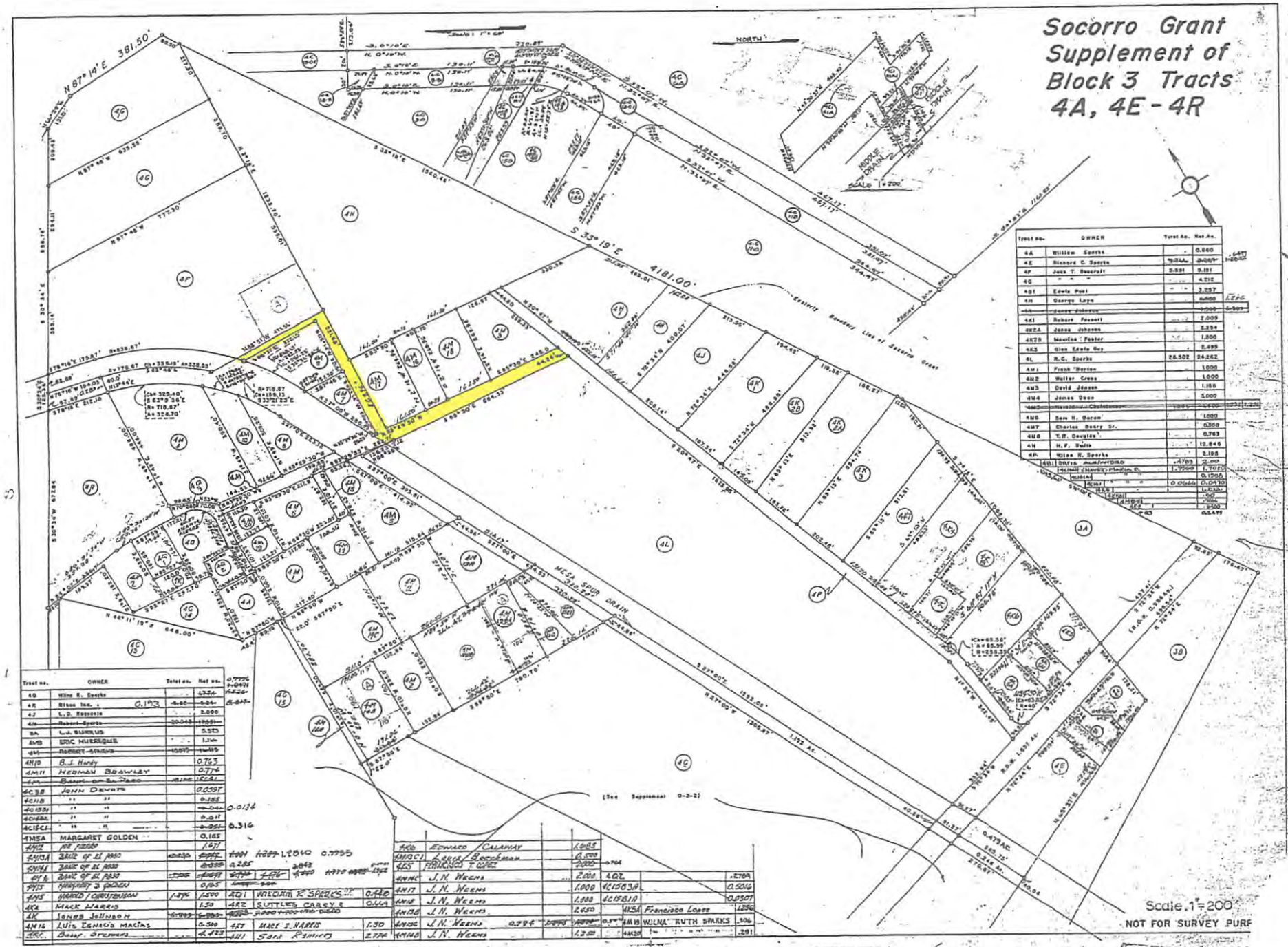
APPROVED AS TO CONTENT:

_____
Adriana Rodarte, City Manager

Introduction and First Reading: July 21, 2016

Second Reading and Adoption:

Socorro Grant Supplement of Block 3 Tracts 4A, 4E - 4R



Tract no.	OWNER	Total ac.	Net ac.
4A	William Sparks		0.660
4E	Richard C. Sparks		
4F	Jack T. Deverell	0.891	0.191
4G	" " "		4.212
4G1	Edwin Post		3.237
4H	George Lopez		4.000
4J	James Johnson		
4K1	Robert Fennell		2.009
4K2A	Jesse Johnson		2.254
4K2B	Maurice Foster		1.200
4K3	Glen Edwin Guy		2.499
4L	R.C. Sparks	26.502	24.262
4M1	Frank Barton		1.000
4M2	Walter Cross		1.000
4M3	David Jensen		1.188
4M4	James Dean		2.000
4M5	[illegible]		
4M6	Sam H. Garon		1.000
4M7	Charles Beery Sr.		0.300
4M8	T.F. Douglas		0.783
4N	H.F. Suits		12.846
4P	Wilna R. Sparks		2.195
4Q11	Doris [illegible]	2.793	2.00
	[illegible]	1.7060	1.7060
	[illegible]		0.1700
	[illegible]	0.0660	0.0410
	[illegible]		0.0301
	[illegible]		.007
	[illegible]		.0006
	[illegible]		.0500
			0.5479

Tract no.	OWNER	Total ac.	Net ac.
4Q	Wilna R. Sparks		4.326
4R	Rieco Inc.	0.193	
4J	L.D. Reposeia		2.000
4K	Robert Sparks		5.523
3A	L.J. Burkus		1.146
4M9	ERIC MUERQUE		
4M	Robert Sparks		
4M10	B.J. Hardy		0.763
4M11	Herman Bowley		0.776
4M	Bank of El Paso		
4C3B	JOHN DEVER		0.0597
4C11B	" "		0.165
4C10B1	" "		0.0134
4C10B2	" "		0.011
4C15CL	" "		0.316
4M5A	MARGARET GOLDEN		0.165
4M12	[illegible]		1.671
4M13A	Bank of El Paso		0.285
4M14	Bank of El Paso		
4M 6	Bank of El Paso		
4M15	MARGARET S GOLDEN		0.165
4M15	HAROLD J CHRISTENSON	1.896	1.500
4K4	MACK HARRIS		1.50
4K	JONES JOHNSON		
4M16	LUIS EGNATO MACIAS		0.500
4K	Bank of El Paso		4.423

4K6	EDWARD CALAHAN		1.085		
4M10C1	JACK J. BOOKMAN		0.500		
4K5	FRANCISCO T. LOPEZ		2.000		
4M4C	J.N. WEEMS		2.000	4.02	
4M17	J.N. WEEMS		1.000	4C15B3A	
4M18	J.N. WEEMS		1.000	4C15B1B	
4M3B	J.N. WEEMS		2.450		4K5A Francisco Lopez
4M9C	J.N. WEEMS	0.784			0.3 4M 19 WILNA RUTH SPARKS
4M10	J.N. WEEMS		1.250		4M20

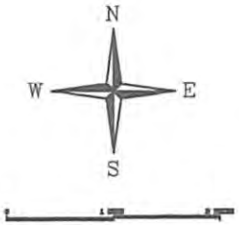
390.40'
S1° 49' W
AM 10
309.25'
N1° 49' E
AM 8
N 83° 29' 30" W
199.85'
S 270° E 223.12'
R=718.67
Ch=159.13
S 33° 21' 23" E
N 88° 31' W 477.34'
S 88° 31' E 322.15'
AM 9
S 02° 14' W 221.51'
221.89'
S 87° 48' E
157.38'
N 270° 00' W 280.95'
AM 7
S 02° 14' W 246.42'
N 85° 29' 30" W
S 270° 00'
S 83° 29' 33" E
N 83° 29' 30" W
AM 11
S 85° 30'
AM 16
N 2° 14' W 268.96'
60.75'
405.75'
269.96'

Tract no.	OWNER	Total ac.	Net ac.
4A	William Sparks		0.660
4E	Richard C Sparks		
4F	Jack T. Beacroft	9.991	9.191
4G	" " "		4.212
4G1	Edwin Poet		3.257
4H	George Loye		
4K	James Johnson		
4K1	Robert Fousett		2.009
4K2A	James Johnson		2.254
4K2B	Maurice Foster		1.500
4K3	Glen Edwin Gay		2.499
4L	R.C. Sparks	26.502	24.262
4M1	Frank Barton		1.000
4M2	Walter Cross		1.000
4M3	David Jensen		1.156
4M4	James Dean		3.000
4M5	Harold J. Christenson		
4M6	Sam H. Garem		1.000
4M7	Charles Beary Sr.		0.300
4M8	T.R. Douglas		0.763
4N	H.F. Smith		12.845
4P	Wilno R. Sparks		2.195
4E1	Davis Alejandro		2.00
4K6A	Chavez Maria R.		1.7020
4K6A1	" " "		0.1505
4K6B1	" " "	0.0666	0.0470
4K6			
4K6B			.00
4M8			.7096
4E1			.6400
			62.675

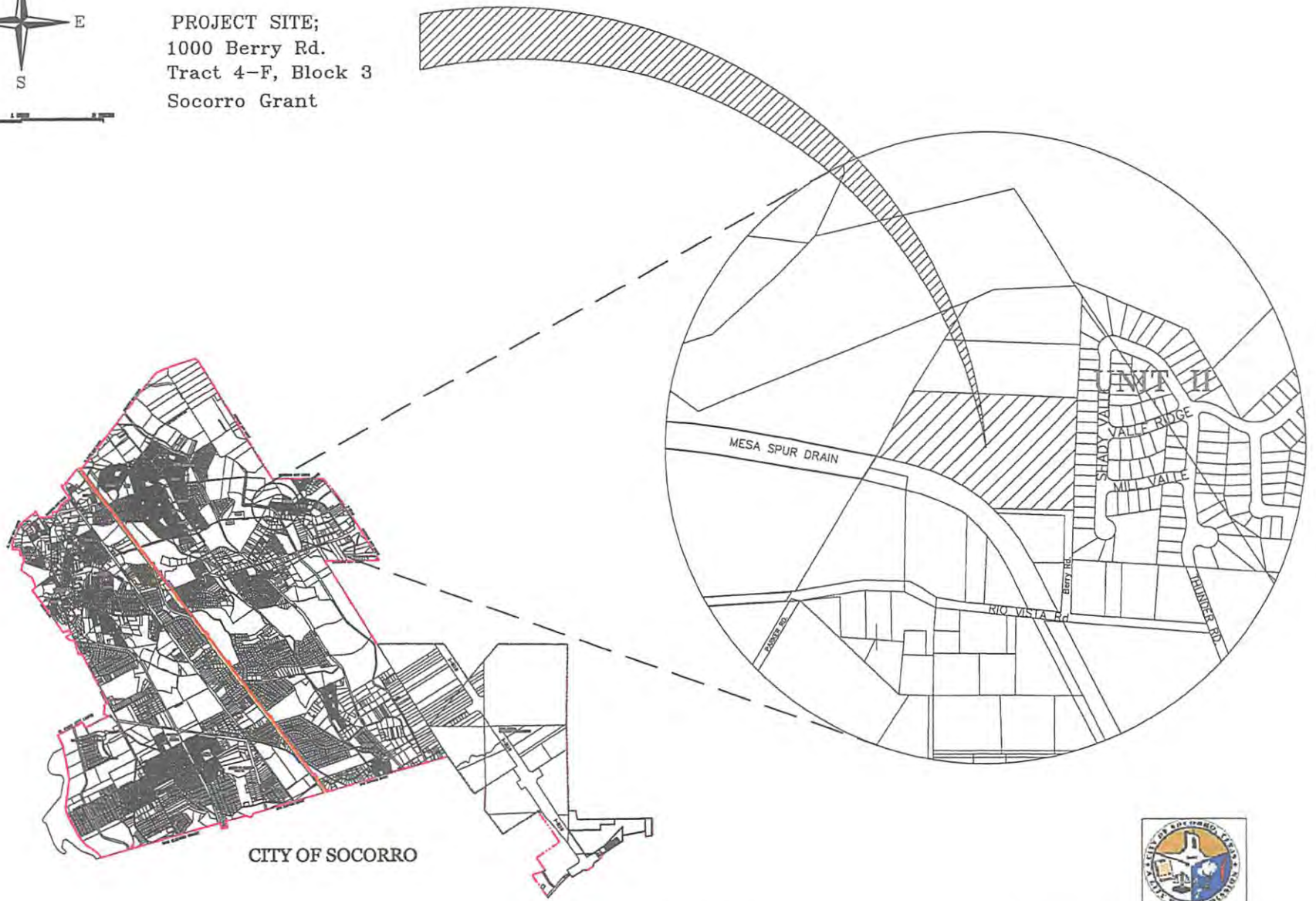
Tract no.	OWNER	Total ac.	Net ac.
4Q	Wm R. Sparks		
4R	Ritza Inc.	0.193	
4J	L.D. Reynolds		2.000
4H	Robert Sparks		
3A	L.J. Burrus		5.523
4V3	Eric Hinderque		1.146
4M	Robert Sparks		
4M10	B.J. Hardy		0.763
4M11	Herman Bradley		0.774
4M	Bank of El Paso		
4C3B	John Devoto		0.0597
4C11B	" "		0.155
4C15A1	" "		0.0134
4C15B2	" "		0.011
4C15C1	" "		0.316
4M3A	Margaret Golden		0.165
4M12	Joe Ferro		1.671
4M13A	Bank of El Paso		0.9955
4M14A	Bank of El Paso		
4M	Bank of El Paso		
4M15	Margaret J. Golden		0.165
4M5	Harold Christenson	1.896	1.500
4K	Mack Harris		1.50
4K	Jones Johnson		
4M16	Luis Ignacio Macias		0.500
4E1	Bolly Stevens		4.423
4Q1	William R. Sparks		0.440
4R2	Suttles Carey R		0.44
4R	Mack J. Harris		1.50
4M1	Sara Ramirez		2.774

(See Supplement 0-3-2)

4K6	Edward Calaway		1.683				
4M13C1	Louis Beckman		0.500				
4E5	Francisco T Lopez		2.000				
4M4C	J.N. Weems		2.000	4E2			0.2789
4M17	J.N. Weems		1.000	4C1583A			0.5016
4M18	J.N. Weems		1.000	4C1581A			0.0301
4M13B	J.N. Weems		2.450	4K6A	Francisco Lopez		1.256
4M12C	J.N. Weems	0.796		4M13	Wilna Ruth Sparks		.306
4M14B	J.N. Weems		1.250	4M20			.291



PROJECT SITE;
1000 Berry Rd.
Tract 4-F, Block 3
Socorro Grant



LOCATION MAP

Scale: AS SHOWN

Planning and Zoning Department
860 N. Rio Vista Socorro, Texas 79927 Tel. (915) 872-8531 Fax (915) 872-8673

Sec. 46-53. - Public hearing and notice requirements.

(a) The planning and zoning commission shall hold a public hearing on all requests for zone changes and initial zonings and shall submit a report of the hearing along with its recommendations to the city council for final action. A planning and zoning commission recommendation for approval of a requested zone change or initial zoning shall be placed on the city council consent agenda for passage unless removed from the consent agenda by a two-thirds vote of the city council, or unless appealed to the city council.

(b) Upon receiving an application for a zoning change, zoning text amendment, future land use plan change, conditional use permit, annexation, or initial zoning, the planning and zoning commission shall review the application in conjunction with the standards set forth in this section. After due investigation and review, if the application is tentatively approved, a public hearing shall be authorized and conducted as provided in this section.

(c) The planning and zoning commission shall hold a public hearing on the application within 60 days after its receipt. Written notice of the hearing shall be given to the applicant and to all persons who own property within 200 feet of the proposed conditional use. A notice of the hearing shall be published at least 15 days prior to the hearing in a newspaper of general circulation in the city. All notices shall be at the applicant's expense.

(d) Within 30 days after the public hearing, the conditional use permit shall be granted or denied. In granting the conditional use permit, the planning and zoning commission shall be authorized to permit the use applied for the subject to such reasonable conditions as it may impose. These conditions may contain such requirements for improving, maintaining, operating, and screening the condition use as will protect the character of the surrounding property. City council has final permit approval authority and may use the recommendations of the planning and zoning commission to determine whether to approve or deny the application.

(Ord. No. 76, § 3, 5-1-1989; Ord. of 12-1-1994, § II; Ord. of 11-7-2002, § 3; Ord. of 1-13-2011, § III; Ord. of 6-30-2011, § 2(1), (7))

PLANNING AND ZONING DEPARTMENT
REQUEST TO AMEND ZONING MAP AND/OR CITY OF SOCORRO MASTER PLAN

1. Name: Angel Perez

   Address: 1000 Barry Rd Phone: 329-8106

   Representative: Cecilia Perez

   Address: 216 S. Maryland Phone: 329-8106

   Email Address: /

2. Property Location: 1000 Barry Rd.

   Legal Description: Socorro Grant TR 4F Block 3

   If legal description is not available, a metes and bounds description will be required.

3.6629	A-1	Event Center
Area (Sq. ft. or Acreage)	Current Zoning	Current Land Use

C-2, CUP	Event Center
Proposed Zoning	Proposed Land Use

3. All owners of record must sign document.

Note: Each item on this form must be completed and all supporting documentation must be submitted before this request can be scheduled for a public hearing.

Representative/Owner — Date: 5-12-16

ALL FEES ARE NON-REFUNDABLE

REC'D MAY 12 2016

PLANNING AND ZONING DEPARTMENT

Request for Conditional Use

1. Name: Angel Perez Date: 5-12-16

   Address: 1000 Berry Rd Phone: 329-8106

   Representative: Cecilia Perez

   Address: 216 S. Maryland Phone: 329-8106

2. Property Location: 1000 Berry Rd

   Legal Description: Socorro Grant - TR 4F BLK 3

   If legal description is not available, a metes and bounds description will be required.

3.6629	A-1	Event Center
Area (Sq. ft. or Acreage)	Current Zoning	Current Land Use
C-2, CUP	Event Center	
Proposed Zoning	Proposed Land Use	

3. All owners of record must sign document.

Each item on this form must be completed and all exhibits must be submitted before this request can be scheduled for a public hearing.

Planning Department

Owner or Representative

10/21/09

PZ Form CU

ITEMS 10 AND 11

CITY OF SOCORRO
REQUEST FOR CITY COUNCIL AGENDA ITEM

Note: Regular Council meetings are held on the 1st. and 3rd. Thursday of each month. Requests **MUST** be submitted to the City Clerk by **12:00 p.m.** on the **THURSDAY** one week before the scheduled meeting date. **Late items (received by 5:00 p.m.) on the Friday prior the meeting will be placed as an Addendum. NO AGENDA ITEMS WILL BE RECEIVED AFTER 5:00 ON FRIDAY.**

Date Submitted: July 14, 2016 Department: _____ 7/14/2016
Planning & Zoning

1st. Signature: _____ 2nd. Signature: _____

DESCRIBE REQUEST:

SECOND READING AND ADOPTION OF ORDINANCE____; AN ORDINANCE CHANGING THE ZONING OF LOT 6, BLOCK 2, MCADOO ACRES, FROM R-1 (SINGLE FAMILY RESIDENTIAL) TO R-2 (MEDIUM DENSITY RESIDENTIAL).

FOR OFFICE USE ONLY
Please check one:

( ) Executive Session
( ) Presentation Agenda
(X) Regular Agenda
( ) Consent Agenda

This item is to be placed on the agenda for: July 21, 2016

Received by City Clerk on: _____, 2016. Time: _____

Approved to be placed on the agenda: _____
City Council / City Manager

ACTION TAKEN:
(____) Approved
(____) Not approved
(____) Tabled
(____) Other

Jesus A. Ruiz
Mayor

Rene Rodriguez
At Large
Mayor Pro Tem

Vacant
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

DATE: July 21, 2016

TO: MAYOR & CITY COUNCIL

FROM: Sam Leony, Planning and Zoning Director

CC: Adriana Rodarte, City Manager

SUBJECT:

Second reading and adoption of Ordinance____; an Ordinance changing the zoning of Lot 6, Block 2, McAdoo Acres, from R-1 (Single Family Residential) to R-2 (Medium Density Residential).

SUMMARY:

The property matter of this request is located at 11281 Mark Mabon Ct., located at 1,245 feet east from North Loop. This property has an estimated area of 20,496'sf. (0.4705 acres), owned by Mario & Maria Salazar, 11281 Mark Mabon Ct., Socorro, TX 79927.

BACKGROUND:

McAdoo Acres Subdivision was recorded in 1986 with 115 residential lots classified as R-1 (SFR) at the time of the City's reactivation in 1986.

According to our Future Land Use map, the projected land use for this property is: Residential.

According to the Flood Insurance Rate Maps, the referenced property lies within an area determined to be outside of the 500-year flood plain, more particularly described as **Zone X**; this classification is the safest area with the less possibility of being flooded (Community Panel # 480212 0239-B / FEMA, September 4, 1991).

Adjacent Land Uses:

North: R-1 (SFR),
South: R-1 (SFR),
East: R-1 (SFR),
West: A-1 (AGR).

STATEMENT OF THE ISSUE:

According to the information provided by the owner, there is an existing garage in the rear of the property that has been conditioned and is currently being used as a second dwelling. A field inspection revealed that the second dwelling does not exceed the required setbacks for an R-2.

ALTERNATIVE:

N/A

STAFF RECOMMENDATION:

The Planning and Zoning Commission recommends APPROVAL with the condition of not to build more than 2 dwellings within the property.

Jesus A. Ruiz
Mayor

Rene Rodriguez
At Large
Mayor Pro Tem

Vacant
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

ORDINANCE ____

AN ORDINANCE CHANGING THE ZONING OF LOT 6, BLOCK 2, MCADOO ACRES, AT 11281 MARK MABON CT., IS CHANGED FROM R-1 (SINGLE FAMILY RESIDENTIAL) TO R-2 (MEDIUM DENSITY RESIDENTIAL).

NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF SOCORRO, TEXAS:

That pursuant to Chapter 46 of the Codification of Ordinances of the City of Socorro, Texas, the Zoning Ordinance of the City of Socorro, as amended, the zoning of Lot 6, Block 2, McAdoo Acres, located at 11281 Mark Mabon Ct., has been changed from R-1 (Single Family Residential) to R-2 (Medium Density Residential) with the condition of not to build more than 2 dwellings within the property.

READ, APPROVED AND ADOPTED this _____ day of _____ 2016.

CITY OF SOCORRO, TEXAS

_____
Jesus Ruiz, Mayor

ATTEST:

_____
Olivia Navarro, City Clerk

APPROVED AS TO FORM:

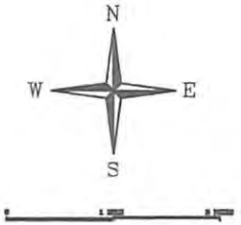
_____
James A. Martinez
Socorro City Attorney

APPROVED AS TO CONTENT:

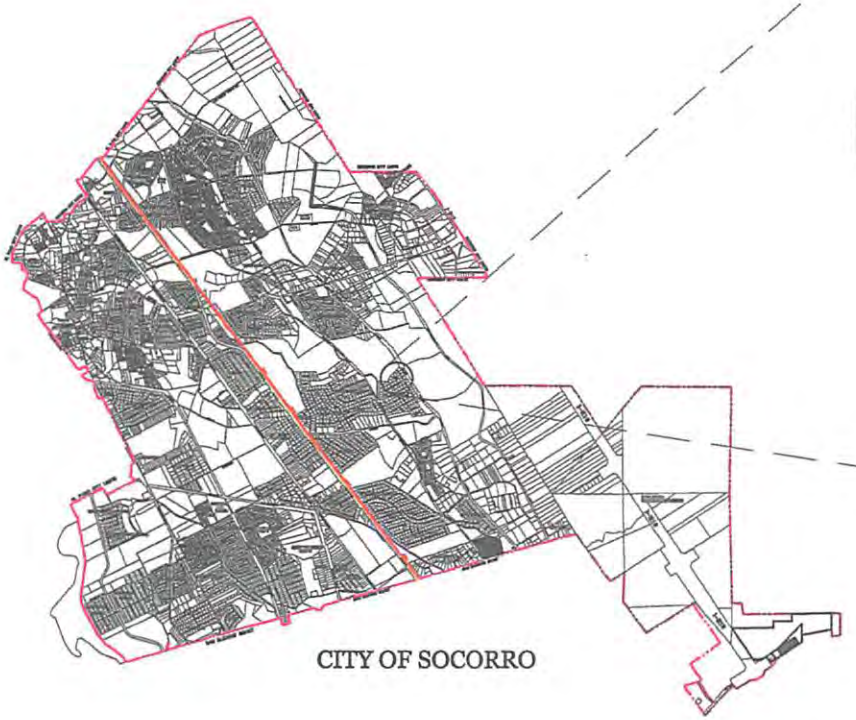
_____
Adriana Rodarte, City Manager

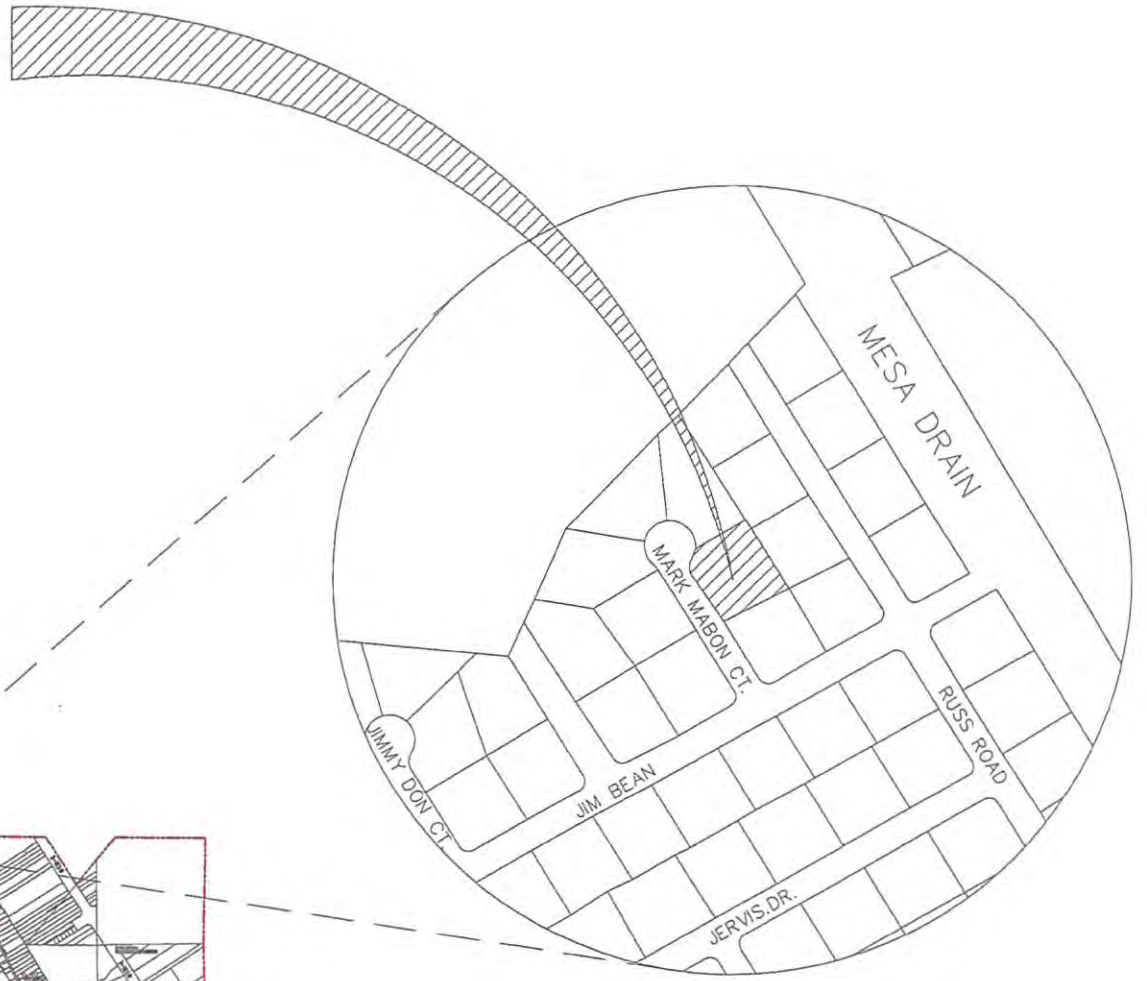
Introduction and First Reading: July 7, 2016

Second Reading and Adoption: July 21, 2016



PROJECT SITE;
11281 Mark Mabon Ct.
Lot 6, BLOCK 2,
Mc. Adoo Acres





LOCATION MAP

Scale: AS SHOWN

Planning and Zoning Department
860 N. Rio Vista Socorro, Texas 79927 Tel. (915) 872-8531 Fax (915) 872-8673

0 10 20 40 Feet

11281 MARK MABON CT.

CITY OF SOCORRO
PLANNING & ZONING
860 N. RIO VISTA
SOCORRO, TX.79927

Date: 5/11/2016

Sec. 46-53. - Public hearing and notice requirements.

(a) The planning and zoning commission shall hold a public hearing on all requests for zone changes and initial zonings and shall submit a report of the hearing along with its recommendations to the city council for final action. A planning and zoning commission recommendation for approval of a requested zone change or initial zoning shall be placed on the city council consent agenda for passage unless removed from the consent agenda by a two-thirds vote of the city council, or unless appealed to the city council.

(b) Upon receiving an application for a zoning change, zoning text amendment, future land use plan change, conditional use permit, annexation, or initial zoning, the planning and zoning commission shall review the application in conjunction with the standards set forth in this section. After due investigation and review, if the application is tentatively approved, a public hearing shall be authorized and conducted as provided in this section.

(c) The planning and zoning commission shall hold a public hearing on the application within 60 days after its receipt. Written notice of the hearing shall be given to the applicant and to all persons who own property within 200 feet of the proposed condltional use. A notice of the hearing shall be published at least 15 days prior to the hearing in a newspaper of general circulation in the city. All notices shall be at the applicant's expense.

(d) Within 30 days after the public hearing, the conditional use permit shall be granted or denied. In granting the conditional use permit, the planning and zoning commission shall be authorized to permit the use applied for the subject to such reasonable conditions as it may impose. These conditions may contain such requirements for improving, maintaining, operating, and screening the condition use as will protect the character of the surrounding property. City council has final permit approval authority and may use the recommendations of the planning and zoning commission to determine whether to approve or deny the application.

(Ord. No. 76, § 3, 5-1-1989; Ord. of 12-1-1994, § II; Ord. of 11-7-2002, § 3; Ord. of 1-13-2011, § III; Ord. of 6-30-2011, § 2(1), (7))

Sec. 46-53. - Public hearing and notice requirements.

(a) The planning and zoning commission shall hold a public hearing on all requests for zone changes and initial zonings and shall submit a report of the hearing along with its recommendations to the city council for final action. A planning and zoning commission recommendation for approval of a requested zone change or initial zoning shall be placed on the city council consent agenda for passage unless removed from the consent agenda by a two-thirds vote of the city council, or unless appealed to the city council.

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(Ord. No. 76, § 3, 5-1-1989; Ord. of 12-1-1994, § II; Ord. of 11-7-2002, § 3; Ord. of 1-13-2011, § III; Ord. of 6-30-2011, § 2(1), (7))

PLANNING AND ZONING DEPARTMENT
REQUEST TO AMEND ZONING MAP AND/OR CITY OF SOCORRO MASTER PLAN

1. Name: Mario Salazar, Maria G. Salazar

   Address: 11281 Mark Mabon Ct. Phone: (915) 401-1816

   Representative: Nancy Salazar

   Address: 11281 Mark Mabon Ct. Phone: (915) 726 6768

   Email Address:

2. Property Location: 11281 Mark Mabon Ct, Socorro, Tx 79927

   Legal Description: Lot 6, Subdivision: MC ADDO ACRES Map Ref: MAP M-34
   Abbreviated Description: 2 MC ADDO ACRES LOT 6 20495.57 SQ.FT.
   If legal description is not available, a metes and bounds description will be required. CITY OF SOCORRO

20495.57 Sq. Ft	R-1	Residential
Area (Sq. ft. or Acreage)	Current Zoning	Current Land Use

R-2	Residential
Proposed Zoning	Proposed Land Use

3. All owners of record must sign document.

Mario Salazar

Maria G. Salazar

Note: Each item on this form must be completed and all supporting documentation must be submitted before this request can be scheduled for a public hearing.

Maria G Salazar
Mario Salazar — 4-6-16

Representative/Owner — Date

ALL FEES ARE NON-REFUNDABLE

ITEMS 12 AND 13

CITY OF SOCORRO
REQUEST FOR CITY COUNCIL AGENDA ITEM

Note: Regular Council meetings are held on the 1st. and 3rd. Thursday of each month. Requests **MUST** be submitted to the City Clerk by **12:00 p.m.** on the **THURSDAY** one week before the scheduled meeting date. **Late items (received by 5:00 p.m.) on the Friday prior the meeting will be placed as an Addendum. NO AGENDA ITEMS WILL BE RECEIVED AFTER 5:00 ON FRIDAY.**

Date Submitted: July 14, 2016 Department: 7/14/2016
Planning & Zoning

1st. Signature: _____ 2nd. Signature: _____

DESCRIBE REQUEST:

SECOND READING AND ADOPTION OF ORDINANCE___; AN ORDINANCE CHANGING THE ZONING OF LOT 1, VISTA BONITA COMMERCIAL #1, FROM UNCLASSIFIED TO M-1 (LIGHT INDUSTRIAL).

FOR OFFICE USE ONLY
Please check one:

( ) Executive Session
( ) Presentation Agenda
(X) Regular Agenda
( ) Consent Agenda

This item is to be placed on the agenda for: July 21, 2016

Received by City Clerk on: _____, 2016. Time: _____

Approved to be placed on the agenda: _____
City Council / City Manager

ACTION TAKEN:
(____) Approved
(____) Not approved
(____) Tabled
(____) Other

Jesus A. Ruiz
Mayor

Rene Rodriguez
At Large/Mayor Pro Tem

Vacant
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

DATE: July 21, 2016

TO: MAYOR & CITY COUNCIL

FROM: Sam Leony, Planning and Zoning Director

CC: Adriana Rodarte, City Manager

SUBJECT:

Second reading and adoption of Ordinance____; an Ordinance changing the zoning of Lot 1, Vista Bonita Commercial #1, from Unclassified to M-1 (Light Industrial).

SUMMARY:

The property matter of this request is located at Gateway West, located at 9,765 feet northwest from the intersection of FM-1110. and Gateway West. This property has an estimated area of 87,120 sq. ft. (2 acres), owned by Omar & Sylvia Almela, 8787 Yermoland Dr., El Paso, TX 79907.

BACKGROUND:

According to our Future Land Use map, the projected land use for this property is: Industrial with a proposed School

According to the Flood Insurance Rate Maps, the referenced property lies within an area determined to be outside of the 500-year flood plain, more particularly described as **Zone X**; this classification is the safest area with the less possibility of being flooded (Community Panel # 480212 0239-B / FEMA, September 4, 1991).

The current use of the property is: Vacant Land

The proposed use of the property: Industrial

Adjacent Land Uses: North: Unclassified
South: Unclassified,
East: Unclassified,
West: Unclassified.

STATEMENT OF THE ISSUE:

Based upon the information provided by the applicant, the intention of this rezoning is to establish a mechanic shop and transportation yard where they can store trailer boxes. There will be no junk yard or major trash collection. They also intent to use the land for truck sales.

ALTERNATIVE:

N/A

STAFF RECOMMENDATION:

The Planning and Zoning Commission recommends approving this request with the following conditions:

1) No junk yard shall be established.
2) Solid wall shall be erected around perimeter of property except the front.

Jesus A. Ruiz
Mayor

Rene Rodriguez
At Large
Mayor Pro-Tem

Vacant
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

ORDINANCE ____

AN ORDINANCE CHANGING THE ZONING OF LOT 1, VISTA BONITA COMMERCIAL #1, AT GATEWAY WEST BLVD., FROM UNCLASSIFIED TO M-1 (LIGHT INDUSTRIAL).

NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF SOCORRO, TEXAS:

That pursuant to Chapter 46 of the Codification of Ordinances of the City of Socorro, Texas, the Zoning Ordinance of the City of Socorro, as amended, the zoning of Lot 1, Vista Bonita Commercial #1, located at Gateway West Blvd., has been changed from Unclassified to M-1 (Light Industrial), with the following conditions:

1) No junk yard shall be established
2) A solid wall shall be erected around the perimeter of the property except the frontage

READ, APPROVED AND ADOPTED this _____ day of _____ 2016.

CITY OF SOCORRO, TEXAS

_____
Jesus Ruiz, Mayor

ATTEST:

_____
Olivia Navarro, City Clerk

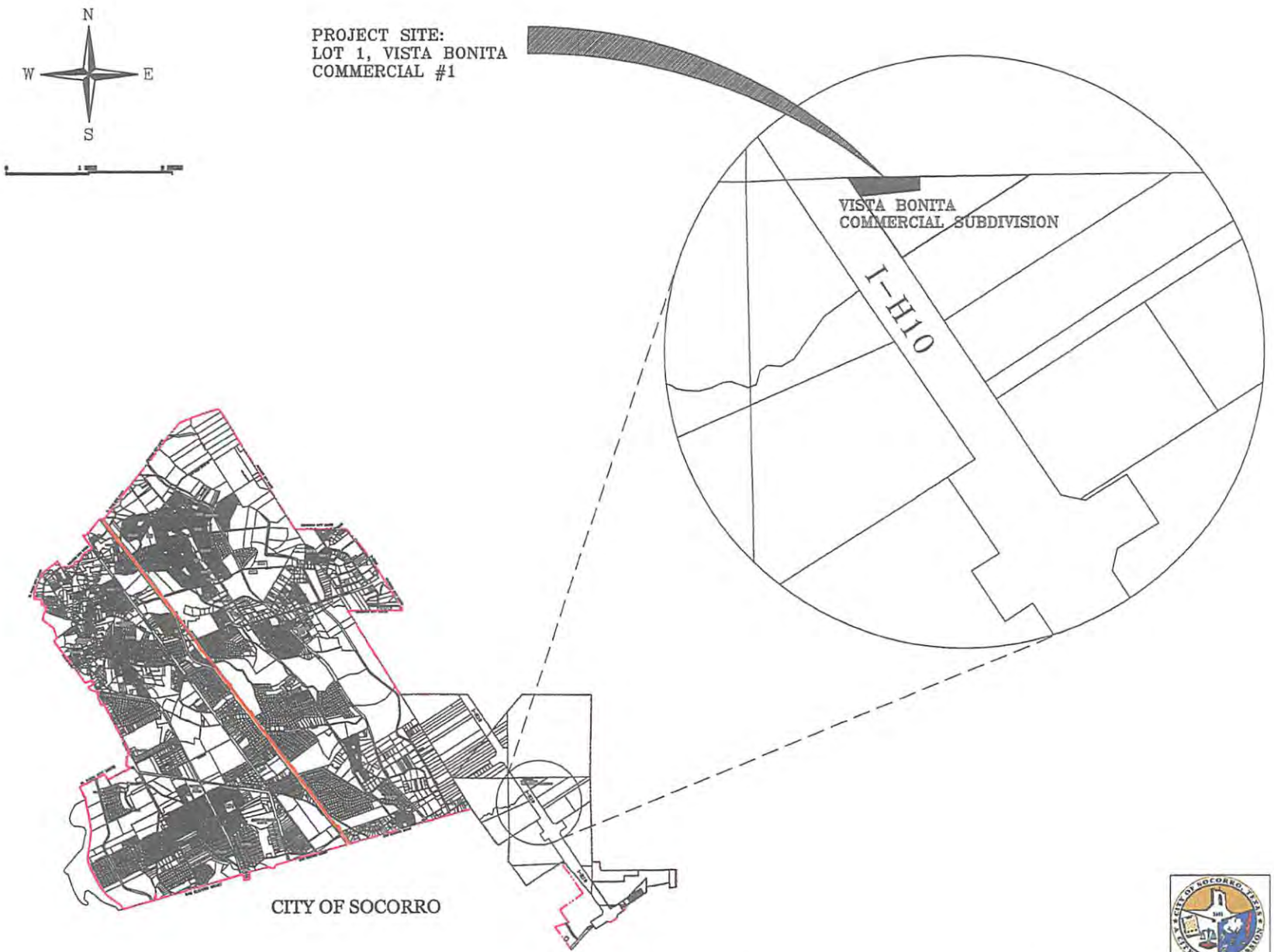
APPROVED AS TO FORM:

_____
James A. Martinez
Socorro City Attorney

APPROVED AS TO CONTENT:

_____
Adriana Rodarte, City Manager

Introduction and First Reading: July 7, 2016
Second Reading and Adoption: July 21, 2016



LOCATION MAP

Scale: AS SHOWN

Planning and Zoning Department
860 N. Rio Vista Socorro, Texas 79927 Tel. (915) 872-8531 Fax (915) 872-8673

PLANNING AND ZONING DEPARTMENT
REQUEST TO AMEND ZONING MAP AND/OR CITY OF SOCORRO MASTER PLAN

1. Name: Express 18AM Freight Inc

   Address: 8787 Yermoland Dr. Phone: 915.731.7472

   Representative: Raul Guevara

   Address: 8787 Yermoland Dr Phone: 915.856.6540

   Email Address: El Paso Tx 79907

2. Property Location: _____

   Legal Description: Vista Bonita Commercial #1 Lot 1

   If legal description is not available, a metes and bounds description will be required.

2ac. (87120.10sf)	Unclassified	Vacant
Area (Sq. ft. or Acreage)	Current Zoning	Current Land Use

M-1	Transportation Company / Mechanic Shop / Dealer / Storage
Proposed Zoning	Proposed Land Use

3. All owners of record must sign document.

Note: Each item on this form must be completed and all supporting documentation must be submitted before this request can be scheduled for a public hearing.

Representative/Owner — Date: 04-20-16

ALL FEES ARE NON-REFUNDABLE

Sec. 46-53. - Public hearing and notice requirements.

(a) The planning and zoning commission shall hold a public hearing on all requests for zone changes and initial zonings and shall submit a report of the hearing along with its recommendations to the city council for final action. A planning and zoning commission recommendation for approval of a requested zone change or initial zoning shall be placed on the city council consent agenda for passage unless removed from the consent agenda by a two-thirds vote of the city council, or unless appealed to the city council.

(b) Upon receiving an application for a zoning change, zoning text amendment, future land use plan change, conditional use permit, annexation, or initial zoning, the planning and zoning commission shall review the application in conjunction with the standards set forth in this section. After due investigation and review, if the application is tentatively approved, a public hearing shall be authorized and conducted as provided in this section.

(c) The planning and zoning commission shall hold a public hearing on the application within 60 days after its receipt. Written notice of the hearing shall be given to the applicant and to all persons who own property within 200 feet of the proposed conditional use. A notice of the hearing shall be published at least 15 days prior to the hearing in a newspaper of general circulation in the city. All notices shall be at the applicant's expense.

(d) Within 30 days after the public hearing, the conditional use permit shall be granted or denied. In granting the conditional use permit, the planning and zoning commission shall be authorized to permit the use applied for the subject to such reasonable conditions as it may impose. These conditions may contain such requirements for improving, maintaining, operating, and screening the condition use as will protect the character of the surrounding property. City council has final permit approval authority and may use the recommendations of the planning and zoning commission to determine whether to approve or deny the application.

(Ord. No. 76, § 3, 5-1-1989; Ord. of 12-1-1994, § II; Ord. of 11-7-2002, § 3; Ord. of 1-13-2011, § III; Ord. of 6-30-2011, § 2(1), (7))

Jesus Ruiz
Mayor

Rene Rodriguez
At Large

Vacant
District 1

Gloria M. Rodríguez
District 2

Victor Perez
District 3 / Mayor-Pro Tem

Anthony Gandara
District 4

Adriana Rodarte
City Manager

ORDINANCE 393

AN ORDINANCE OF THE CITY OF SOCORRO, TEXAS, REPEALING CHAPTER 2, ARTICLE IV, DIVISION 4, SECTIONS 2-208 TO 2-212, OF THE CODE OF ORDINANCES OF THE CITY OF SOCORRO, TEXAS AND ELIMINATING THE PARKS AND RECREATION BOARD

WHEREAS, Chapter 2, Article IV, Division 4, of the Code of Ordinances of the City of Socorro, Texas establishes a Parks and Recreation Board; and,

WHEREAS, the City Council has determined that the Parks and Recreation Board should be eliminated; and,

WHEREAS, the City Council has determined that the following Ordinance is necessary for the proper administration of the City, as well as to protect the public health, safety, and welfare of its citizens.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SOCORRO, TEXAS, THAT:

SECTION 1.

The recitals set forth above are hereby found to be true and correct and are incorporated into the body of this Ordinance for all purposes as if fully set forth herein.

SECTION 2.

Chapter 2, Article IV, Division 4, Section 2-208 to 2-212, of the Code of Ordinances of the City of Socorro, Texas are hereby repealed. These sections of the Code of Ordinances shall be shown as "reserved." The Parks and Recreation Board is hereby eliminated.

SECTION 3.

Any provision of any prior ordinance of the City of Socorro, Texas, whether codified or uncodified, which is in conflict with any provision of this Ordinance is hereby repealed to the extent of the conflict; however, all other provisions of the ordinances of the City, whether

codified or uncodified, which are not in conflict with the provisions of this Ordinance, shall remain in full force and effect.

SECTION 4.

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

SECTION 5.

This Ordinance shall take effect and shall be in full force from and after its adoption and publication as provided by law.

SECTION 6.

The City Clerk is hereby ordered to cause this Ordinance to be incorporated into the Code of Ordinances of the City of Socorro, Texas.

READ, ADOPTED AND APPROVED this ___ day of _____, 2016.

CITY OF SOCORRO, TEXAS

_____
Jesus Ruiz, Mayor

ATTEST:

_____
Olivia Navarro, City Clerk

APPROVED AS TO FORM:

_____
James A. Martinez
Socorro City Attorney

Introduction and First Reading: July 7, 2016
Second Reading and Adoption: July 21, 2016

ITEM 17

DATE: 07/14/2016

TO: City Clerk

FROM: Anibal Olague

SUBJECT:

Discussion and Action to authorize the City of Socorro to submit an AmeriCorps VISTA grant application to the Corporation for National and Community Service (CNCS) Texas State Office for a three-year project. The City will commit a grant match in the amount of $11,500 for year two and $11,500 for year three of project.

SUMMARY

AmeriCorps VISTA is the national service program designed specifically to fight poverty. VISTA supports efforts to alleviate poverty by encouraging individuals from all walks of life to engage in a year of full-time service with a sponsoring organization to create or expand programs designed to bring individuals and communities out of poverty.

Rather than providing cash grants, the VISTA program places individual VISTAs, Summer Associates, and Leaders with sponsoring organizations. Resources are provided to sponsors on an annual basis.

The City of Socorro submitted a concept paper proposing a project to house five Vista members to implement a community empowerment initiative to promote at the Rio Vista Community Center to promote healthy living, economic opportunities, and education. The program will target the implementation of a community garden, a farmers market, expansion of GED and ESOL classes as well as nutrition education for residents.

BACKGROUND

The Rio Vista Community Center has been providing services to the public in areas of adult education and community empowerment. A partnership with the Americorps Vista program would increase the capacity of the Center and allow it to expand the programs and the number of people they benefit.

STATEMENT OF THE ISSUE

FINANCIAL IMPACT

Program year 1 ($0), year 2 ($11,500), program year 3 ($11,500)

ALTERNATIVE
STAFF RECOMMENDATION

From: aramirez@bordercdc.com
Subject: [FWD: Your AmeriCorps VISTA Concept Paper]
Date: July 8, 2016 at 2:32 PM
To: Anibal Olague aolague@bordercdc.com

-------- Original Message --------
Subject: Your AmeriCorps VISTA Concept Paper
From: "Dooley, Katy" <KDooley@cns.gov>
Date: Fri, July 08, 2016 11:39 am
To: "aramirez@bordercdc.com" <aramirez@bordercdc.com>

The Corporation for National and Community Service (CNCS) Texas State Office has approved the AmeriCorps VISTA Concept Paper submitted by the City of Socorro. The next step of the process is to complete the Application for Federal Assistance (424) for application ID # 16VS186860 in eGrants.

We will be conducting a training/technical assistance call for all invited applicants on Wednesday, July 13th at 9:00am Mountain Time/10:00 a.m. CDT and you should participate in order to ensure the best possible application. The slide deck we will use on the call is attached to this email. The dial in number is: 866 852 1937 and the passcode is 18619950.

As you plan your project, please keep in mind that all programming efforts must ensure that the focus of the VISTA program at your organization will be to assist individuals and families escape poverty as opposed to making poverty more tolerable. This is accomplished by leveraging community support, including private sector and community volunteers, to the fullest extent. VISTA projects focus on mobilizing community resources and expanding programs which help low-income communities fight poverty. Thus, VISTA projects focus on building the capacity of communities and organizations to address the issues of poverty identified in the project application.

Below is general guidance for developing your project application. *At the earliest opportunity, you should convene a meeting of community members that represent your client population.* You should advise this group that you intend to submit an application to CNCS for VISTA support. The purpose of this group is to help you identify issues, within the scope of your organization's purpose, that VISTA members can help address. This planning group will help you define the issues, establish goals, help implement and ultimately sustain the effort.

For application and budget guidance, please see the following documents:

Project Application Instructions:
http://www.nationalservice.gov/sites/default/files/documents/VISTA_Application_2014_0.pdf
Project Application Budget Instructions:
http://www.nationalservice.gov/sites/default/files/documents/VISTA_StandardBudget_2014_0.pdf

Project Application Performance Measurement Module Tutorial:
http://learning.nationalserviceresources.org/mod/page/view.php?id=3412
VISTA 201: http://www.vistacampus.org/mod/resource/view.php?id=13325
(To ensure you can access all websites, please use Internet Explorer)

FYI-- the subsistence allowance for El Paso County is $990 per month, an amount you will need to complete the budget section.

Please remember that AmeriCorps VISTA members help build capacity through developing or expanding needed programs. They are not staff and will not be assigned to perform staff roles or work directly with clients. Appropriate VISTA roles include: facilitating, organizing, recruiting, training, and mobilizing local resources to help address issues defined by the community.

If you have any questions or need assistance, please call or email me. Once you have submitted the application, please notify me via email.

I look forward to working together.

Katy Dooley
Program Officer
Corporation for National and Community Service
300 E. 8th Street, Room G-169
Austin, Texas 78701
(512) 391-2945
fax (512) 916-7020
Follow us on Twitter: @TX_CNCS

Corporation for NATIONAL & COMMUNITY SERVICE

ITEM 18

Jesus Ruiz
Mayor

Rene Rodriguez
At Large

Vacant
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3 – Mayor Pro Tem

Anthony Gandara
District 4

Adriana Rodarte.
City Manager

DATE: 13 July 2016

TO: Mayor and Council, City of Socorro, Texas

FROM: Miguel Rosas., Parks, & Public Works Director

SUBJECT: ***Discussion and action*** to approve the award of bid 16-005 Removal of contaminated soil, used oil and other contaminated materials.

SUMMARY: The parks and public works department is asking approval to award the bid of project 16-005 to advanced environmental solutions.

BACKGROUND

During the cleanup of the equipment yard we removed contaminated soil and other materials that need to be removed and disposed of properly.

STATEMENT OF THE ISSUE

See attached

FINANCIAL IMPACT

Account Code (GF/GL/Dept): 001/05520/00003

Funding Source: general fund

Amount: $8,675.00

Quotes (Name/Commodity/Price) bid # 16-005

Co-op Agreement (Name/Contract#)

ALTERNATIVE N/A

ITEM 19

Jesus Ruiz
Mayor

Rene Rodriguez
At Large / Mayor Pro-Tem

Vacant
District 1

Gloria M. Rodríguez
District 2
Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

July 18, 2016

TO: MAYOR AND CITY COUNCIL MEMBERS

FROM: Adriana Rodarte

SUBJECT: DISCUSSION AND ACTION TO APPROVE MAYOR, ATLARGE, CITY MANAGER AND A STAFF EMPLOYEE TO ATTEND TML REGION IV QUARTERLY MEETING ON AUGUST 12TH IN FORT STOCKTON.

SUMMARY

Approval for authorizing Mayor, At-Large, City Manager and 1 Staff member to attend TML Region IV Quarterly Meeting in Fort Stockton August 12th

STATEMENT OF THE ISSUE

Texas Municipal invited the City of Socorro to attend TML Region IV Quarterly Meeting (please see attached invitation).

FINANCIAL IMPACT

Account Code (GF/GL/Dept): 002/ 05711

Funding Source: N/A

Amount: $60.00

Quotes (Name/Commodity/Price) N/A

Co-op Agreement (Name/Contract#) N/A

ALTERNATIVE

Deny Training

STAFF RECOMMENDATION

HR recommends approval to attend training

REQUIRED AUTHORIZATION

1. **City Manager** _____ **Date**_____
2. **CFO** _____ **Date**_____
3. **Attorney** _____ **Date** _____

.

You are Cordially Invited to Attend

TML Region IV Quarterly Meeting

Hosted By:

CITY OF FORT STOCKTON

Keynote Speaker:

U.S. CONGRESSMAN WILL HURD

Friday, August 12, 2016

Social Hour: 6:30 PM

St. Agnes Catholic Church Hall
4094 North Highway 18
Fort Stockton, Texas 79735

Complimentary:

Dinner, Drinks and Live Music

Please RSVP by July 29, 2016

ITEM 20

July 12, 2016

Socorro City Council

Ms.Adriana Rodarte, City Manager

As you know, in order to have an opportunity to run for mayor of the City of Socorro, I have to follow certain procedures. Since I am currently the District 2 representative, I have to resign my position in order to be able to run in the next mayoral race in Nov. of this year or, in the event that some changes occur, whatever the next election may be.

It has been a privilege to serve the city and the citizens of Socorro in my current position. During my almost 25 years of experience. I, (with the help of the employees of Socorro and many other people, and some people that wanted the same thing as I, and whom I thank,) have achieved many positive changes for the past, present, and future of this city such as the Bulldog Championship Park, the Apodaca Community Center which proved to be very successful, paving of many streets, placing of lights, celebrations for the city, worked to bring a Veterans Park, a skate park, a rehabilitation center, to keep our post office opened, and many other important issues for the city and future of the people of Socorro.

Please accept this as a formal resignation as representative for the city. I will still do my duties as always until I am replaced because I realize that with another person absent from council it would be be somewhat difficult to hold the regular meetings for the city.

Respectfully,

Gloria M. Rodriguez

ITEM 22

Jesus Ruiz
Mayor

Rene Rodriguez
At Large / Mayor Pro-Tem

Vacant
District 1

Gloria M. Rodríguez
District 2
Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

July 15, 2016

TO: MAYOR AND CITY COUNCIL MEMBERS

FROM: Adriana Rodarte

SUBJECT: Discussion and Action to authorize the City of Socorro to submit a Historic Preservation Fund Grant to Underrepresented Communities for Fiscal Year 2016 in the amount of 20,000 no match required.

SUMMARY

Below is a brief description of the Underrepresented Grants, a specific National Park Service grant for National Register and National Historic Landmark nominations.

A few points:

- The grant is due Friday at midnight EST
- Matching funds are not required
- The Trust will provide the project description and budget information
- We can build in an administrative rate of 10% of the grant ask, or your specific negotiated cost rate.
- Attached are two forms as you consider this: (1) a description of the grant for Underrepresented Communities, and (2) the entire application package

Grant Description:
The State, Tribal, Local Plans & Grants Division is pleased to announce FY16 Underrepresented Community Grant applications are now available on Grants.gov. (Funding Opportunity Announcement #P16AS00184)

Deadline: 11:59 EST on July 15, 2016

Eligible applicants: THPOs, Tribes, SHPOs, & CLGs [may partner with others incl. nonprofits, National Heritage Areas]
Eligible Projects: survey, inventory, and designation of historic properties that are associated with communities currently underrepresented in the National Register of Historic Places and among National Historic Landmarks
Project budgets: $15,000 minimum, $50,000 maximum, no match is required.
Questions? preservation_grants_info@nps.gov or (202) 354-2020

Within one year of the completion of the grant, all projects must result in:

- the submission of a new nomination to the National Register/NHL, *or*
- an amendment to an existing NR/NHL nomination to include underrepresented communities

For more information: Underrepresented Community Grants (https://www.nps.gov/preservation-grants/community-grants.html).

STATEMENT OF THE ISSUE

Same as above

FINANCIAL IMPACT

Account Code (GF/GL/Dept):

Funding Source: N/A

Amount:

Quotes (Name/Commodity/Price) N/A

Co-op Agreement (Name/Contract#) N/A

ALTERNATIVE

Deny grant

STAFF RECOMMENDATION

City manager recommends approval to attend training

REQUIRED AUTHORIZATION

1. **City Manager** _____ **Date**_____

2. **CFO** _____ **Date**_____

3. **Attorney** _____ **Date** _____

ITEM 23

Jesus Ruiz
Mayor

Rene Rodriguez
At Large / Mayor Pro-Tem

Vacant
District 1

Gloria M. Rodríguez
District 2
Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

July 15, 2016

TO: MAYOR AND CITY COUNCIL MEMBERS

FROM: Adriana Rodarte

SUBJECT: Discussion and Action on approving the issuance if the Fiscal Year 2015 Audited Financial Statement by RPC CPA's & Consultants, LLP.

SUMMARY

Report on Financial Statements We have audited the accompanying financial statements of the governmental activities and each major fund of the City of Socorro, Texas (the City), as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

STATEMENT OF THE ISSUE

The City is required to issue a finance audit every year. RPC CPA's & Consultants, LLP has completed the audit for fiscal year 2015 and will be presenting a report on the financial position of the city

FINANCIAL IMPACT

Account Code (GF/GL/Dept):

Funding Source: N/A

Amount:

Quotes (Name/Commodity/Price) N/A

Co-op Agreement (Name/Contract#) N/A

ALTERNATIVE

Deny grant

STAFF RECOMMENDATION

City manager recommends approval to attend training

REQUIRED AUTHORIZATION

1. **City Manager** _____ **Date**_____
2. **CFO** _____ **Date**_____
3. **Attorney** _____ **Date** _____

Jesus Ruiz
Mayor

Rene Rodriguez
At Large / Mayor Pro-Tem

Vacant
District 1

Gloria M. Rodríguez
District 2
Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

RPC CPAs + Consultants, LLP
810 E. Yandell Dr.
El Paso, TX 79902

This representation letter is provided in connection with your audit of the financial statements of City of Socorro, TX, which comprise the respective financial position of the governmental activities and each major fund as of September 30, 2015, and the respective changes in financial position for the year then ended, and the related notes to the financial statements, for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of July 6, 2016, the following representations made to you during your audit.

Financial Statements

1) We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated January 4, 2016, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP and for preparation of the supplementary information in accordance with the applicable criteria.

2) The financial statements referred to above are fairly presented in conformity with U.S. GAAP and include all properly classified funds and other financial information of the primary government and all component units, of which there were no component units identified, required by generally accepted accounting principles to be included in the financial reporting entity.

3) We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.

5) Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.

6) No related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties were identified.

7) Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements.

8) The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole for each opinion unit. A list of the uncorrected misstatements is attached to the representation letter.

9) The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with U.S. GAAP.

10) Guarantees, whether written or oral, under which the City is contingently liable, if any, have been properly recorded or disclosed. Information Provided

11) We have provided you with: a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters. b) Additional information that you have requested from us for the purpose of the audit. c) Unrestricted access to persons within the City from whom you determined it necessary to obtain audit evidence. d) Minutes of the meetings of City Council or summaries of actions of recent meetings for which minutes have not yet been prepared.

12) All material transactions have been recorded in the accounting records and are reflected in the financial statements.

13) We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.

14) We have no knowledge of any fraud or suspected fraud that affects the City and involves— o Management, o Employees who have significant roles in internal control, or o Others where the fraud could have a material effect on the financial statements.

15) We have no knowledge of any allegations of fraud or suspected fraud affecting the City's financial statements communicated by employees, former employees, regulators, or others.

16) We have no knowledge of instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or abuse, whose effects should be considered when preparing financial statements.

17) We have disclosed to you all known actual or possible litigation, claims, and assessments whose effects should be considered when preparing the financial statements.

18) We have disclosed to you the identity of the City's related parties and all the related party relationships and transactions of which we are aware, of which none were identified. Government—specific

19) There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.

20) We have taken timely and appropriate steps to remedy fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, or abuse that you have reported to us.

21) We have a process to track the status of audit findings and recommendations.

22) We have identified to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.

23) We have provided our views on reported findings, conclusions, and recommendations, as well as our planned corrective actions, for the report.

24) The City has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, or equity.

25) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.

26) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that we believe have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.

27) We have identified and disclosed to you all instances, which have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that we believe have a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.

28) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.

29) With the exception of over expenditures noted in the financial statement for the general fund, special revenue fund, and capital projects fund, there are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.

30) As part of your audit, you assisted with preparation of the financial statements and related notes. We acknowledge our responsibility as it relates to those nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those financial statements and related notes.

31) The City has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.

32) The City has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.

33) The financial statements include all component units, of which there were none, as well as joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.

34) The financial statements properly classify all funds and activities in accordance with GASB Statement No. 34 .

35) All funds that meet the quantitative criteria in GASBS Nos. 34 and 37 for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.

36) Components of net position (net investment in capital assets; restricted; and unrestricted) and classifications of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.

37) Investments are properly valued.

38) We were unable to provide support to justify the estimated provision for uncollectible municipal court warrant receivables and therefore the estimate may not properly reflect the amount of warrant receivables that are collectable.

39) Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.

40) Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.

41) Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.

42) Deposits and investment securities are properly classified as to risk and are properly disclosed.

43) Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated.

44) We understand you are issuing a qualified opinion on the Independent Auditors'' Report for accounts receivable, revenues, deferred inflows, and due to state related to the Municipal Court.

45) We have appropriately disclosed the City's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and have determined that net position is properly recognized under the policy.

46) We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.

47) We acknowledge our responsibility for the required supplementary information (RSI). The RSI is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the RSI.

48) With respect to the Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for the Debt Service Fund and the Capital Projects Fund:

a) We acknowledge our responsibility for presenting the Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for the Debt Service Fund and the Capital Projects Fund in accordance with accounting principles generally accepted in the United States of America, and we believe the Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for the Debt Service Fund and the Capital Projects Fund, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America. The methods of measurement and presentation of the Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for the Debt Service Fund and the Capital Projects Fund have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.

b) If the Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for the Debt Service Fund and the Capital Projects Fund is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the supplementary information no later than the date we issue the supplementary information and the auditor's report thereon.

Signature: _____ Signature: _____

Title: _____ Title: _____

STATE OF TEXAS

CITY OF SOCORRO

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED SEPTEMBER 30, 2015

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INTRODUCTORY SECTION

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STATE OF TEXAS
City of Socorro
Annual Financial Report
Septemeber 30, 2015
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STATE OF TEXAS
City of Socorro
Official Roster
September 30, 2015

Name	Title
City Council	
Jesus Ruiz	Mayor
Rene Rodriguez	At Large Representative
Sergio Cox	District 1 Representative
Gloria Rodriguez	District 2 Representative
Victor Perez	District 3 Representative
Anthony Gandara	District 4 Representative
City Administration	
Adriana Rodarte	City Manager
Jesse Scott	Interim CFO
Olivia Navarro	City Clerk

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

To the Mayor and City Council
City of Socorro
Socorro, Texas

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the City of Socorro, Texas (the City), as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Summary of Opinions

Opinion Unit	Type of Opinion
Governmental Activities	Qualified
General Fund	Qualified
Special Revenue Fund	Qualified
Capital Projects Fund	Unmodified
Debt Service Fund	Unmodified

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Basis for Qualified Opinions on the Governmental Activities, General Fund, and Special Revenue Fund

Because of the inadequacy of the municipal court accounting records and support for the municipal court warrant allowance, we were unable to obtain sufficient audit evidence for the activity related to the municipal court warrant receivable, and the related deferred inflows, due to State, and revenues as of September 30, 2015, and the changes in fund balance in the General Fund and Special Revenue Fund, as well as the change in net position of the governmental activities as of September 30, 2015.

Qualified Opinions

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinions on the Governmental Activities, General Fund, and Special Revenue Fund" paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, general fund, and special revenue fund of the City, as of September 30, 2015, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Capital Projects Fund and Debt Service Fund of the City, as of September 30, 2015, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United Statements of America require that the *budgetary comparison information* listed as Supporting Schedules I and II on pages 48 and 49 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basis financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not proved us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the *Management's Discussion and Analysis* that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by that missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the City's basic financial statements that collectively comprise the City's basic financial statements. The introductory section and Supporting Schedules III and IV, on pages 52 and 53, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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Supporting Schedules III and IV are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the Supporting Schedules III and IV are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

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BASIC

FINANCIAL STATEMENTS

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STATE OF TEXAS
City of Socorro
Statement of Net Position
September 30, 2015

	Governmental Activities
Assets	
Current assets	
Cash and cash equivalents	$ 3,817,182
Investments	235,102
Receivables:	
Property taxes	1,295,078
Other taxes	413,645
Due from other governments	211,062
Other receivables, net	136,741
Other assets	5,000
Prepaid expenses	9,564
Inventory	7,155
Total current assets	6,130,529
Noncurrent assets	
Restricted cash and cash equivalents	82,234
Unspent bond proceeds	7,821,076
Bond underwriter discount (net of accumulated amortzation of $20,432)	182,613
Capital assets, net of accumulated depreciation	19,855,513
Total noncurrent assets	27,941,436
Total assets	$ 34,071,965

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The accompanying notes are an integral part of these financial statements.

	Governmental Activities
Liabilities	
Current liabilities	
Accounts payable	$ 559,985
Accrued payroll	224,215
Accrued expenses	20,622
Accrued interest	77,119
Accrued compensated absences	67,051
Current portion of bonds payable	900,000
Total current liabilities	1,848,992
Noncurrent Liabilities	
Bonds payable	23,110,000
Bond premium (net of accumulated amortization of $151,631)	953,578
Total noncurrent liabilities	24,063,578
Total liabilities	25,912,570
Net position	
Net investment in capital assets	2,467,540
Restricted for:	
Debt service	447,142
Capital projects	7,652,724
Special revenue	250,695
Unrestricted	(2,658,706)
Total net position	8,159,395
Total liabilities and net position	$ 34,071,965

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STATE OF TEXAS
City of Socorro
Statement of Activities
For the Year Ended September 30, 2015

Exhibit A-2

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Governmental Activities
Primary Government				
General government	$ 1,778,409	$ -	$ 214,507	$ (1,563,902)
Public works	1,718,532	-	-	(1,718,532)
Municipal court	275,960	416,823	-	140,863
Public safety	2,701,223	-	89,294	(2,611,929)
Planning/ zoning	653,477	412,891	-	(240,586)
Public health	557,652	-	-	(557,652)
Special projects	16,936	-	-	(16,936)
Rio vista community center	84,143	-	-	(84,143)
Community and economic development	830,889	-	-	(830,889)
Interest on long-term debt	975,676	-	-	(975,676)
Total governmental activities	$ 9,592,897	$ 829,714	$ 303,801	(8,459,382)

General Revenues:	
Taxes	
Property taxes, levied for general purpose	3,904,593
Property taxes, levied for debt service	1,736,165
Sales taxes	1,794,242
Franchise taxes, for general purpose	430,756
Franchise taxes, for public, educational and government purpose	14,653
Investment income	5,328
Miscellaneous revenue	48,683
Total general revenues and transfers	7,934,420
Change in net position	(524,962)
Net position - beginning as originally stated	9,933,887
Net position - restatement (note 16)	(1,249,530)
Net position - as restated	8,684,357
Net position - ending	$ 8,159,395

The accompanying notes are an integral part of these financial statements.

Draft

STATE OF TEXAS
City of Socorro
Balance Sheet
Governmental Funds
September 30, 2015

	General Fund	Special Revenue Fund
Assets		
Cash and cash equivalents	$ 3,750,819	$ 66,363
Investments	235,102	-
Receivables:		
Property taxes	914,775	-
Other taxes	413,645	-
Due from other governments	-	211,062
Other receivables, net	117,141	19,600
Inventory	7,155	-
Prepaid expenses	2,848	6,716
Due from other funds	42,807	114,903
Total assets	$ 5,484,292	$ 418,644
Liabilities, deferred inflows of resources, and fund balances		
Liabilities		
Accounts payable	$ 260,273	$ 108,087
Accrued payroll	207,160	17,055
Accrued expenses	20,622	-
Due to other funds	122,781	42,807
Total liabilities	610,836	167,949
Deferred inflows of resources		
Unavailable revenue - property tax	645,295	-
Unavailable revenue - municipal court warrants	116,116	-
Total deferred inflows of resources	761,411	-
Fund balances		
Nonspendable		
Inventory	7,155	-
Prepaid expenses	2,848	6,716
Spendable		
Restricted for:		
Special revenue projects-grants	-	243,979
Capital projects	-	-
Debt service	-	-
Committed to:		
Minimum fund balance	1,220,313	-
Unassigned	2,881,729	-
Total fund balances	4,112,045	250,695
Total liabilities, deferred inflows of resources, and fund balances	$ 5,484,292	$ 418,644

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The accompanying notes are an integral part of these financial statements.

Capital Projects Fund	Debt Service Fund	Total
$ 7,821,076	$ 82,234	$ 11,720,492
-	-	235,102
-	380,303	1,295,078
-	-	413,645
-	-	211,062
-	-	136,741
-	-	7,155
-	-	9,564
23,273	-	180,983
$ 7,844,349	$ 462,537	$ 14,209,822
$ 191,625	$ -	$ 559,985
-	-	224,215
-	-	20,622
-	15,395	180,983
191,625	15,395	985,805
-	268,271	913,566
-	-	116,116
-	268,271	1,029,682
-	-	7,155
-	-	9,564
-	-	243,979
7,652,724		7,652,724
-	178,871	178,871
-	-	1,220,313
-	-	2,881,729
7,652,724	178,871	12,194,335
$ 7,844,349	$ 462,537	$ 14,209,822

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STATE OF TEXAS
City of Socorro
Governmental Funds
Reconciliation of the Balance Sheet to the Statement of Net Position
September 30, 2015

Amounts reported for governmental activities in the Statement of Net Position are different because:

Fund balances - total governmental funds	$	12,194,335
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the funds		19,855,513
Deposit on land purchase		5,000
Property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be unavailable revenue in the fund financial statements, but are considered revenue in the Statement of Activities		913,566
Municipal court warrants not collected within sixty days after year end are not considered "available" revenues and are considered to be unavailable revenue in the fund financial statements, but are considered revenue in the Statement of Activities		116,116
Liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:		
Accrued interest payable		(77,119)
Accrued compensated absences		(67,051)
Bond underwriter discount, net		182,613
Bond premium, net		(953,578)
Bonds payable		(24,010,000)
Net position - governmental activities	$	8,159,395

Draft

The accompanying notes are an integral part of these financial statements.

STATE OF TEXAS
City of Socorro
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2015

	General Fund	Special Revenue Fund	Capital Projects Fund
Revenues:			
Taxes:			
Property	$ 4,353,228	$ -	$ -
Sales	1,794,242	-	-
Franchise	430,756	14,653	-
Planning and zoning fees	412,891	-	-
Municipal court	586,722	8,466	-
Intergovernmental:			
Federal operating grants	-	36,178	-
State operating grants	-	267,623	-
Investment income	832	-	4,496
Miscellaneous	40,395	8,273	15
Total revenue	7,619,066	335,193	4,511
Expenditures:			
Current:			
General government	1,141,391	215,097	248,559
Public works	1,255,364	-	-
Municipal court	273,392	-	-
Public safety	2,558,651	96,852	-
Planning/ zoning	628,380	-	-
Public health	557,652	-	-
Special projects	-	16,936	-
Rio vista community center	-	-	30,592
Community and economic development	826,259	-	-
Capital outlay	79,324	-	3,670,763
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	7,320,413	328,885	3,949,914
Excess (deficiency) of revenues over expenditures	298,653	6,308	(3,945,403)
Other financing sources (uses)			
Transfers in	-	315	-
Transfers (out)	-	-	(315)
Total other financing sources (uses)	-	315	(315)
Net change in fund balances	298,653	6,623	(3,945,718)
Fund balances - beginning as originally stated	4,167,688	396,322	11,372,176
Fund balance - restatement (note 16)	(354,296)	(152,250)	226,266
Fund balance - beginning	3,813,392	244,072	11,598,442
Fund balances - end of year	$ 4,112,045	$ 250,695	$ 7,652,724

The accompanying notes are an integral part of these financial statements.

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Debt Service Fund	Total
$ 1,807,108	$ 6,160,336
-	1,794,242
-	445,409
-	412,891
-	595,188
-	36,178
-	267,623
-	5,328
-	48,683
1,807,108	9,765,878
-	1,605,047
-	1,255,364
-	273,392
-	2,655,503
-	628,380
-	557,652
-	16,936
-	30,592
-	826,259
-	3,750,087
840,000	840,000
977,037	977,037
1,817,037	13,416,249
(9,929)	(3,650,371)
-	315
-	(315)
-	-
(9,929)	(3,650,371)
90,339	16,026,525
98,461	(181,819)
188,800	15,844,706
$ 178,871	$ 12,194,335

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STATE OF TEXAS
City of Socorro
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended September 30, 2015

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - total governmental funds	$	(3,650,371)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:		
Capital expenditures		3,750,086
Depreciation expense		(713,624)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds:		
Change in unavailable revenue related to property taxes and municipal court		(697,942)
The issuance of long-term debt (e.g. bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:		
Current year amortization of bond premium		63,433
Current year amortization of bond underwriter discount		(12,097)
Current year amortization on bond insurance premium		(8,335)
Increase in accrued compensated absences		(67,051)
Increase in accrued interest payable		(29,061)
Principal payments on bonds		840,000
Change in net position of governmental activities	$	(524,962)

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The accompanying notes are an integral part of these financial statements.

NOTE 1. Summary of Significant Accounting Policies

The City of Socorro, Texas (the City) operates under a Home Rule City with five council members, and a Mayor. The Mayor and one council member are elected at large and the remaining four council members are elected in single-member City. By ordinance, the City is required to have a City Manager. The City provides general services, public safety, public works, public health, community and economic development, court services and community development.

This summary of significant accounting policies of the City is presented to assist in the understanding of the City's financial statements. The financial statements and notes are the representation of the City's management who is responsible for their integrity and objectivity. The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units.

A. Financial Reporting Entity

In evaluating how to define the City, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14, No. 39, and No. 61. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens.

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the City does not have any component units required to be reported under GASB Statements No. 14, as amended by GASB Statement No. 39 and GASB Statement No. 61.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. There are no business-type activities conducted by the City.

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions.*

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NOTE 1. Summary of Significant Accounting Policies (Continued)

B. Government-wide and fund financial statements (Continued)

In the government-wide Statement of Net Position, the governmental activities column (a) is presented on a consolidated basis by column, (b) and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt obligations. The City's net position are reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

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

Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement presentation

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

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

Property taxes, licenses and fees, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the City's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the City's general revenues. Program revenues are categorized as (a) charges for services, which include revenues collected for fees and use of City facilities, etc., (b) program-specific operating grants, which includes revenues received from state and federal sources to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state sources to be used for capital projects (of which there are none). Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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NOTE 1. Summary of Significant Accounting Policies (Continued)

C. Measurement focus, basis of accounting, and financial statement presentation (Continued)

The City reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The City does not currently employ indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

Under the requirements of GASB Statement No. 34, the City is required to present certain governmental funds as major based upon certain criteria. The major funds presented in the fund financial statements include the following:

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

The *Debt Service Fund* is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The Debt Service Fund is used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in the future years are also reported in the debt service fund.

The *Special Revenue Fund* is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Contract revenue is recognized when compliance with the various contract requirements is achieved. Usually this occurs at the time expenditures are made and the contract matching requirements are met. Contract revenues received before the revenue recognition has been met are reported as unearned revenue, liability account. When the revenue recognition has been met, contract revenue not yet received is reported as accounts receivable.

The *Capital Projects Fund* is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital project funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

D. Assets, Liabilities and Net Position or Equity

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

State statutes authorize the City to invest in Certificates of Deposit, repurchase agreements, passbook, bankers' acceptances, and other available bank investments, provided that approved securities are pledged in an amount equal to 102% of the amount of funds on deposit.

Restricted cash represents certain unexpended long-term debt funding restricted for specific capital projects and special revenue projects.

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NOTE 1. Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities and Net Position or Equity (Continued)

The City is required by Governmental Code Chapter 2256, Public Funds Investment Act (PFIA), to adopt, implement, and publicize an investment policy. That policy must address safety of principal and liquidity, portfolio diversification, allowable investments, acceptable risk levels, expected rates of return, maximum allowable stated maturity of portfolio investments, maximum average dollar weighted maturity allowed based on the stated maturity date for the portfolio, investment staff quality and capabilities, and bid solicitation preferences for Certificate of Deposit.

Receivables and Payables: Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting funds and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. The City periodically evaluates the collectability of its accounts receivable. An allowance is set up for some accounts which the City believes may be collectible over time. Accounts deemed uncollectible are written off at that time. The City is in the process of evaluating their allowance policy in order to adequately reflect the receivables they deem to be collectible. In the government-wide and governmental fund financial statements, delinquent property taxes are recorded as revenue when levied net of estimated refunds and uncollectable amounts.

Property taxes are levied on October 1st in conformity with Subtitle E, Texas Property Code. Property taxes uncollected after February 1st are considered delinquent. The taxes attach as an enforceable lien on property as of July 1st of the next year to secure the payment of all taxes, penalties, and interest ultimately imposed. The El Paso Central Appraisal City assesses and collects property taxes for the City. The City is permitted by the Municipal Finance Law of the State to levy taxes up to $1.20 per $100 of appraised valuation for general services, permanent improvements, lateral road, and jury fund purposes other than the payment of principal established by the Attorney General of the State of Texas.

Inventory: The City's method of accounting for inventory is the consumption method. Under the consumption approach, governments report inventories they purchase as an asset and defer the recognition of the expenditures until the period in which the inventories actually are consumed. Inventory is valued at cost and consists of gas inventory. The cost of purchased gas is recorded as an expenditure at the time the City utilizes the gas.

Capital Assets: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction.

Impairment of assets takes place when the fair value of the long-term asset is below its book (carrying) value. The impairment loss is recorded only when the carrying value of the asset is not recoverable and exceeds its fair value. The City does not have any impaired assets as of September 30, 2015.

NOTE 1. Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities and Net Position or Equity (Continued)

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings, structures and improvements	39-40
Machinery and equipment	5
Furniture, fixtures and equipment	5-7
Vehicles	5
Software	3
Infrastructure	22-45
Leasehold improvements	39

Accrued Expenses: Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through September 30, 2015, along with applicable Nationwide Retirement Solution (NRS), FICA, and Medicare payable.

Compensated Absences: The City's leave policy allows paid time off to regular full time employees depending on length of service. Calculation is based on a "benefit year" which is the twelve-month period that begins when an employee starts earning paid time off. The maximum accrual to be carried-over to the next fiscal year is 40 hours (October 1 through September 30). Employees who exceed the 40 hours carry over to the next fiscal year will lose the excess accrued hours. Sick leave will not be paid out upon termination

Long-term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. For bonds issued after GASB 34 was implemented, bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method. For fund financial reporting, bond premiums and discounts, are recognized in the period the bonds are issued. Bond proceeds are reported as an other financing source, net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Deferred Inflows of Resources: In addition to liabilities, the balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Revenue must be susceptible to accrual (measurable and available to finance expenditures of the current fiscal period) to be recognized. If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred inflows of resources. The City has two types of items, which arise under the modified accrual basis of accounting that qualify for reporting in this category. Accordingly, these items, property taxes and municipal court warrants are reported only in the governmental funds balance sheet. This amounts is deferred and recognized as an inflow of resources in the period that the amounts become available. The City has recorded $913,566 related to property taxes and $116,116 related to municipal court warrants.

Deferred Compensation: All City employees are eligible to participate in the City's Deferred Compensation Plan (the "Plan") adopted under the provisions of the Internal Revenue Code 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments). The Plan is administered by Nationwide Retirement Solutions and is a defined contribution Plan. Under the terms of the Plan, employees may contribute up to the 5% of their earnings into an annuity contract. The City matched 5% of the participants' contribution into the Plan. The City's contribution into the Plan for the fiscal year ended September 30, 2015 totaled $50,148 and the employees contributed $54,084.

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NOTE 1. Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities and Net Position or Equity (Continued)

Fund Balance Classification Policies and Procedures: In the fund financial statements, governmental fund balances are classified as follows:

Nonspendable fund balance classification are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts. It also includes amounts to be held in perpetuity.

Restricted fund balance should be reported when constraints placed on the use of resources are either

a) Externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or

b) Imposed by law through constitutional provisions or enabling legislation.

c) Enabling legislation, as the term is used in this Statement, authorizes the government to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that a government can be compelled by an external party-such as citizens, public interest groups, or the judiciary-to use resources created by enabling legislation only for the purposes specified by the legislation.

For committed fund balance, the City's highest level of decision-making authority is the City Council. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the City Council.

For assigned fund balance, the City Council or the City Manager is authorized to assign amounts to a specific purpose. The authorization policy is in governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

For the classification of fund balances, the City considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Also for the classification of fund balances, the City considers committed, assigned, or unassigned amounts to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Nonspendable Fund Balance: At September 30, 2015, the nonspedable fund balance in the funds was made up of inventory and prepaid expenses in the amount $7,155 and $9,564, respectively, which are not in spendable form.

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NOTE 1. Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities and Net Position or Equity (Continued)

Restricted and Committed Fund Balance: At September 30, 2015, the restricted fund balance on the governmental funds balance sheet is made up of $243,979 which is made up of grants and other City projects which funding was received for special purposes and $7,652,724 which is made up various capital projects being constructed in the City from 2012 to 2015, and $178,871 which is restricted for debt service.

Minimum Fund Balance Policy: In fiscal year 2011, the City adopted a minimum fund balance policy for the General Fund. The City's goal is to achieve and maintain an unassigned fund balance in the general fund equal to 16.67% of expenditures. The City considers a balance of less than 8.34% to be cause for concern, barring unusual or deliberate circumstances. In the event that the unassigned fund balance is calculated to be less than the policy stipulates, the City shall plan to adjust budget resources in subsequent fiscal years to restore the balance. Minimum fund balance for the general fund as of September 30, 2015 is $1,220,313.

Net Position: Equity is classified as net position and displayed in three components:

a. Net investment in capital assets: Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The City had $7,652,724 in unspent bond proceeds as of September 30, 2015.

b. Restricted net position: Consist of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation.

c. Unrestricted net position: All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. The significant estimates presented in the City's financial statements are the allowances for uncollectible receivables, the remaining useful lives on capital assets.

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

Per the Texas Constitution the budget officer of the City shall prepare each year a budget to cover the proposed expenditures of the municipal government for the year. The City Council officially adopts the annual budget ordinance and all project ordinances and has the authority to amend such ordinances. All budgets are prepared on the modified accrual basis of accounting as required by Texas Law.

The budgetary process is prescribed by provisions of Title 4, Chapter 102 of the Local Government Code of the Texas legislature and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the certificate of estimated resources and the appropriation resolution, both of which are prepared on the budgetary basis of accounting.

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NOTE 2. Stewardship, Compliance and Accountability (Continued)

Budgetary Information (Continued)

The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified by resolution of the City Council. All funds are required to be budgeted and appropriated. The level of budgetary control is at the department level for the City. Any budgetary modifications at this level may only be made by resolution of the City Council. Under the City's By-Laws, revenues not specifically related to a particular fund shall be deposited into the City's General Fund. Monies can only be transferred from the General Fund by resolution of the City Council.

As part of the City's budgetary process, the City Council approves the official estimated resources. The official estimated resources states the projected revenue of each fund. Prior to September 30, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the official estimated resources. The revised budget then serves as the basis for the annual appropriation measure. On or about October 1, the estimated resources is amended to include any unencumbered balances from the preceding year. The estimated resources may be further amended during the year if the City Council determines that an estimate needs to be either increased or decreased. The amounts reported on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year ended 2015.

An annual appropriation resolution must be passed by September 15 of the preceding year for the period October 1 to September 30. The appropriation resolution fixes spending authority at the fund and department level. The appropriation resolution may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified. The allocation of appropriations among funds and objects within a fund may be modified during the year only by a resolution of the City Council. The amounts reported as the original budgeted amounts in the budgetary statements reflect the appropriations in the first complete appropriated budget, including amounts automatically carried over from prior years. The amounts reported as final budgeted amounts in the schedules of budgetary comparison represent the final appropriation amounts, including all supplemental appropriations.

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

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NOTE 3. Deposits

The City's investment policy allows for investments in obligations of the United States, its agencies and instrumentalities; certificates of deposits issued by state or national banks domiciled in the state of Texas, fully collateralized direct repurchase agreements with defined termination dates; money market mutual funds that are registered and regulated by the Securities and Exchange Commission, have dollar weighted average stated maturity of 90 days or less, rated AAA by at least one nationally recognized rating service and seek to maintain a net assets value of $1 per share; and local government investment pools as allowed by the Texas Public Funds Investment Act.

In accordance with state law, investments in investment pools must be rated at least AAA by at least one nationally recognized rating service. In accordance with state law, the City does not purchase any investments with maturities greater than two years.

LOGIC is an AAA rated investment program tailored to meet the needs of local governments in Texas. LOGIC is not registered with the Securities and Exchange Commission (SEC) as an investment company. LOGIC securities are authorized in accordance with the Texas Public Funds Investment Act.

All of the City's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, are insured by the FDIC up to the standard maximum deposit insurance amount of $250,000.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's deposit policy for custodial credit risk requires all deposits in excess of $100,000 to be 102% collateralized by obligations of the United States or its agents or instrumentalities. At September 30, 2015, none of the City's bank balance of $11,751,858 was exposed to custodial credit risk. None of the City's deposits were uninsured at September 30, 2015.

	Wells Fargo
Amount of deposits	$ 11,751,858
FDIC Coverage	(250,000)
Total uninsured public funds	11,501,858
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the City's name	11,501,858
Uninsured and uncollateralized	$ -

The types of collateral are limited to direct obligations of the United States Government and all bonds issued by any agency, City, or political subdivision of the State of Texas.

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NOTE 3. Deposits (Continued)

Reconciliation of Cash and Cash Equivalents

Cash and cash equivalents per Exhibit A-1	$ 3,817,182
Restricted cash and cash equivalents per Exhibit A-1	82,234
Unspent bond proceeds	7,821,076
Investments per Exhibit A-1	235,102
Total cash, cash equivalents, and investments	11,955,594
Add: outstanding checks	131,168
Less: deposits in transit	(98,552)
Less: petty cash	(1,250)
Less: investment in 1st National CD	(88,199)
Less: investment in Logic	(146,903)
Bank balance of deposits	$ 11,751,858

Interest Rate Risk- Investments. Interest rate risk is the potential for a decline in market value due to rising interest rates. For example, a bond or other security is guaranteed only as to the timely payment of interest and principal; its market price is not guaranteed. Bonds issued by the United States government and corporations will fluctuate in value as interest rates change. In general, the market value of a bond varies inversely with interest rates. If interest rates rise, prices generally fall; if interest rates fall, prices generally rise. In addition, for a given change in interest rates, longer-maturity bonds typically fluctuate more in price (gaining or losing more in value) than short-maturity bonds. To compensate investors for this risk, longer-maturity bonds generally offer higher yields than shorter-maturity bonds, all other factors, including credit quality, being equal.

Credit Risk- Investments. Credit risk is the possibility that the issuer of a bond or other security will fail to make timely payments of interest or principal. Generally, the greater the credit risk, the higher the yield, all other factors being equal. Direct United States Treasury obligations are generally considered to have the lowest credit risk among securities.

Concentration of Credit Risk – Investments. For an investment, concentration of credit risk is when any one issuer is 5% or more of the investment portfolio of the City. The investments in Logic and 1st National CD represent 63% and 37%, respectively, of the investment portfolio. Since the City only purchases investments with the highest credit rating, the additional concentration is not viewed to be an additional risk by the City.

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NOTE 4. Receivables

Governmental fund receivables as of September 30, 2015, are as follows:

	General Fund	Special Revenue Fund	Debt Service Fund	Total
Property taxes	$ 914,775	$ -	$ 380,303	$ 1,295,078
Other taxes:				
Sales taxes	333,246	-	-	333,246
Franchise taxes	80,399	-	-	80,399
Due from other governments	-	211,062		211,062
Other Receivbales				-
Municipal Court Warrants	3,733,979	512,892	-	4,246,871
Miscellaneous	1,025	3,655	-	4,680
Less: Allowance for doubtful accounts related to Municipal Court Warrants	(3,617,863)	(496,947)	-	(4,114,810)
Total other receivables	117,141	19,600	-	136,741
Total net receivables	$ 1,445,561	$ 230,662	$ 380,303	$ 2,056,526

In accordance with GASB No. 33, property tax revenues in the amount of $913,566 and municipal court warrants revenues in the amount of $116,116 that were not collected within the period of availability have been reclassified as deferred inflows in the governmental fund financial statements.

NOTE 5. Interfund Receivables, Payables, and Transfers

The City records temporary interfund receivables and payables to enable the funds to operate until reimbursements are received. The composition of interfund balances during the year ended September 30, 2015 is as follows:

Governmental Activities	Due from other funds	Due to other funds
General Fund	$ 42,807	$ 122,781
Special Revenue Fund	114,903	42,807
Capital Projects Fund	23,273	-
Debt Service Fund	-	15,395
Total	$ 180,983	$ 180,983

Net operating transfers made to close out fund and to supplement other funding sources in the normal course of operations, were as follows:

Transfers Out	Transfers In	Amount
Capital Projects Fund	Special Revenue Fund	$ 315

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NOTE 6. Capital Assets

The following is a summary of capital assets and changes occurring for governmental activities during the year ended September 30, 2015. Land is not subject to depreciation.

	Balance September 30, 2014	Additions	Deletions	Balance September 30, 2015
Capital assets not being depreciated:				
Land	$ 1,649,165	$ 461,234	$ -	$ 2,110,399
Construction in progress	1,661,387	2,173,461	(63,243)	3,771,605
Total capital assets not being depreciated	3,310,552	2,634,695	(63,243)	5,882,004
Capital assets being depreciated:				
Building, structures, and improvements	1,645,506	30,914	-	1,676,420
Machinery and equipment	1,640,948	299,315	-	1,940,263
Vehicles	1,538,542	66,688	-	1,605,230
Office furniture and equipment	416,177	12,720	-	428,897
Software	55,378	-	-	55,378
Infrastructure	18,616,912	768,998	-	19,385,910
Leasehold improvements	212,942	-	-	212,942
Total capital assets being depreciated	24,126,405	1,178,635	-	25,305,040
Total capital assets	27,436,957	3,813,330	(63,243)	31,187,044
Less accumulated depreciation:				
Building, structures, and improvements	454,892	42,079	-	496,971
Machinery and equipment	1,288,163	100,189	-	1,388,352
Vehicles	1,225,738	110,597	-	1,336,335
Office furniture and equipment	252,060	52,761	-	304,821
Software	55,378	-	-	55,378
Infrastructure	7,252,395	402,701	-	7,655,096
Leasehold improvements	89,281	5,297	-	94,578
Total accumulated depreciation	10,617,907	713,624	-	11,331,531
Total capital assets, net of depreciation	$ 16,819,050	$ 3,099,706	$ (63,243)	$ 19,855,513

Depreciation expense for the year ended September 30, 2015 was charged to the functions of the governmental activities as follows:

General government	$ 22,037
Public works	463,168
Municipal court	2,568
Public safety	142,572
Planning/ zoning	25,097
Apodaca Community Center	4,630
Rio Vista Community Center	53,552
Total depreciation expense	$ 713,624

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NOTE 7. Long-term Debt

During the year ended September 30, 2015, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance September 30, 2014	Additions	Retirements	Balance September 30, 2015	Due Within One Year
Bonds	$ 24,850,000	$ -	$ 840,000	$ 24,010,000	$ 900,000
Bond Premiums	1,142,034	-	63,433	953,578	63,433
Bond Discounts	(194,710)	-	(12,097)	(182,613)	12,097
Compensated Absences	65,178	143,267	141,394	67,051	67,051
Total long-term debt	$ 25,862,502	$ 143,267	$ 1,032,730	$ 24,848,016	$ 1,042,581

Bonds outstanding at September 30, 2015 consisted of the following:

In 2008, the City issued Combination Tax and Revenue Bonds, Series 2008. The original date of issue was September, 2008. . Interest on the bonds ranges from 2.25% to 4.70% and is payable semiannually on March 1 and September 1 of each year beginning March 1, 2009. The balance due for this bond at September 30, 2015 is $4,220,000. This bond matures September 2028.

In 2010, the City issued General Obligation Refunding Bonds, Series 2010 maturing March 2030. The proceeds of the Series 2010 bonds were used to refund a portion of the City's outstanding debt, including all of the maturities of the Series 1999 bonds, Series 2001 bonds, Series 2004 bonds and to pay the costs of issuing the Series 2010 bonds. This bond matures March 2024 The purpose of such refunding was to lower overall debt service requirements related to the Refunded Obligations. The Series 2010 bonds are dated October 14, 2010. Interest on the bonds, with a floor of 2.00% and a ceiling of 4.00%, is payable semi-annually on March 1 and September 1 of each year beginning March 1, 2011. The balance due for this bond at September 30, 2015 is $3,885,000.

In 2011, the City issued Combination Tax and Revenue Bonds, Series 2011. The original date of issue was September, 2011. Interest on the bonds ranges from 2.00% to 4.25% and is payable semiannually on March 1 and September 1 of each year beginning March 1, 2012. The balance due for this bond at September 30, 2015 is $2,395,000. This bond matures March 2031.

In 2012, the City issued Combination Tax and Revenue Bonds, Series 2012. The original date of issue was August, 2012. Interest on the bonds ranges from 2.00% to 3.50% and is payable semiannually on March 1 and September 1 of each year beginning March 1, 2013. The balance due for this bond at September 30, 2015 is $4,460,000. This bond matures March 2032.

In 2014, the City issued Combination Tax and Revenue Bonds, Series 2014. The original date of issue was July 2014. Interest on the bonds ranges from 2.00% to 5.00% and is payable semiannually on March 1 and September 1 of each year beginning March 1, 2015. The balance due for this bond at September 30, 2015 is $9,050,000. This bond matures March 2034.

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NOTE 7. Long-term Debt (Continued)

The annual requirements to amortize the Bonds Payable as of September 30, 2015, including interest payments is as follows:

Fiscal Year Ending September 30,	Principal	Interest	Total Debt Service
2016	$ 900,000	$ 913,417	$ 1,813,417
2017	925,000	888,686	1,813,686
2018	955,000	862,136	1,817,136
2019	980,000	832,162	1,812,162
2020	1,015,000	798,894	1,813,894
2021-2025	5,680,000	3,389,770	9,069,770
2026-2030	6,930,000	2,143,502	9,073,502
2031-2034	6,625,000	635,495	7,260,495
	$ 24,010,000	$ 10,464,062	$ 34,474,062

Operating Leases: There were no significant operating leases for the year ended September 30, 2015

NOTE 8. Risk Management

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries and natural disasters.

During the fiscal year September 30, 2015, the City purchased commercial insurance with Texas Municipal League Intergovernmental Risk Pool to cover general liabilities. There were no significant reductions in coverage in the past fiscal year and there were no settlements exceeding insurance coverage.

NOTE 9. Other Required Individual Fund Disclosures

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

A. Deficit fund balance of individual funds. There were no funds that reflected a deficit fund balance as of September 30, 2015.

B. Funds that exceeded approved budgetary authority for the year ended September 30, 2015:

General Fund	
Public works	$ 58,763
Municipal court	24,325
Public health	73,373
Community and economic development	472,535
Special Revenue Fund	
Public safety	$ 82,852
Special projects	16,936
Capital Projects Fund	
General government	$ 248,559

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NOTE 9. Other Required Individual Fund Disclosures (Continued)

C. Designated cash appropriations in excess of available balance. The City did not have any funds in which designated cash appropriations were in excess of available balances for the year ended September 30, 2015.

NOTE 10. Joint Powers Agreements

The City's police department entered into a contract with the Immigration and Customs Enforcement (ICE), Homeland Security Investigations (HIS), Office of the Special Agent in Charge for El Paso, Texas for the purpose of the reimbursement costs incurred by the City of Socorro Police Department in providing resources to joint operations task force. This agreement remains in force unless explicitly terminated, in writing, by either party. Both parties are responsible in this agreement. The maximum reimbursement entitlement for overtime worked on behalf of the joint investigation is set at $15,000 per officer per year.

The City entered into a MOU contract with the Socorro County Independent School City for the purpose of providing access to the Texas Law Enforcement Communications System, the Texas Crime Information Center, and the National Crime Information Center, and associated systems 24 hours a day, 7 days a week. Agreement can be canceled by either party with a 30 day written notice.

The City entered into an agreement with the City of El Paso, El Paso County, the City of Anthony, the City of Horizon, for the purpose of supporting overtime, per diem, and lodging for operational purposes of the Operation Stonegarden. In addition the purpose of this agreement is to enhance border security and enhance cooperation and coordination between Federal, State and Local law enforcement agencies in a joint mission to secure U.S borders. Total amount of contract between parties are $2,323,001.

The City entered into a contract with the Lower Valley Water City for the purpose of providing certain services relating to the operation of the sewage facilities to provide the citizens of Socorro adequate public health protection and a minimum of environmental pollution.

The City entered into a contract with the County of El Paso on behalf of the El Paso County Rural Transit for the purpose of operating a public rural transit bus system in the City. Under the terms of the contract, the City is required to pay $5,000 to share in the cost of operation. The contract is automatically renewed every year with the agreement that either party can terminate the contract at any time.

NOTE 11. Contingent Liabilities

The City is party to various legal proceedings, which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the affected funds of the City and, therefore, no liability was accrued at September 30, 2015.

NOTE 12. Commitments

The City has various construction projects in process as of September 30, 2015. There are numerous contracts with material amounts committed for these projects however the amounts cannot be quantified by the City as of September 30, 2015.

NOTE 13. Restricted Net Position

The government-wide statement of net position reports $8,350,561 of restricted net position, all of which is restricted by enabling legislation.

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NOTE 14. Subsequent Events

The city entered into a General Obligation Refunding Bonds, Series 2016 in the amount of $3,510,000. The closing date was in June 2016. The proceeds of this bond was to refinance the Combination Tax and Revenue Certificates of Obligation, Series 2008.

The date to which events occurring after September 30, 2015, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statement or disclosures is July 6, 2016, which is the date on which the financial statements were issued.

NOTE 15. Concentrations

The City depends on financial resources flowing from, or associated with, the constituents of the City, El Paso County, and the State of Texas. Because of this dependency, the City is subject to changes in the specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

NOTE 16. Restatements

Restatements for the year ended September 30, 2015 are as follows:

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total	
Restatement related to property tax revenue from the prior year	$ 157,809	$ -	$ -	$ 98,461	$ 256,270	(1)
Restatement related to incorrectly recorded accounts payable in the prior year	-	-	226,266	-	226,266	(2)
Restatement related to incorrectly reported revenue related to the municipal court warrants	-	(152,250)	-	-	(152,250)	
Restatement to reduce revenue due to correction of accounting estimate related to municipal court warrants	(512,105)	-	-	-	(512,105)	
	$ (354,296)	$ (152,250)	$ 226,266	$ 98,461	$ (181,819)	

Notes:
(1) Amounts received within 60 days of year end are considered revenue for the fund financails. For fiscal year ending September 30, 2014, the property tax received within 60 days was incorrectly listed.
(2) The City's accounts payable balances are not clearing out, as a result the prior year accounts payable balances included amounts that were deemed no longer due and payable.

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NOTE 16. Restatements (Continued)

	Governmental Activities
Restatement to expense bond issuance costs incorrectly reported in the prior year	$ (72,993)
Restatement related to property tax revenue from the prior year	256,270
Restatement related to incorrectly reported revenue related to the municipal court warrants	(152,250)
Restatement related to incorrectly recorded accounts payable in the prior year	226,266
Restatement to reduce revenue due to correction of accounting estimate related to municipal court warrants	(1,396,595)
	$ (1,139,302)

NOTE 17. Subsequent Pronouncements

In February 2015, GASB Statement No. 72 *Fair Value Measurement and Application,* was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The City will implement this standard during the fiscal year ended September 30, 2016. The City is still evaluating how this pronouncement will affect the financial statements.

In June 2015, GASB Statement No. 73 *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68,* was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2016. Earlier application is encouraged. The City is still evaluating how this pronouncement will affect the City.

In June 2015, GASB Statement No. 74 *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans,* was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2016. This pronouncement will not effect the City's financial statements.

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NOTE 17. Subsequent Pronouncements (Continued)

In June 2015, GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions,* was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2017. The standard will be implemented during the fiscal year ended September 30, 2018. This pronouncement will not effect the City's financial statements.

In June 2015, GASB Statement No. 76 *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments,* was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The City will implement this standard during the fiscal year ended September 30, 2016. The City does not expect the pronouncement to have a material effect on the financial statements.

In August 2015, GASB Statement No. 77 *Tax Abatement Disclosures,* was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2015. Earlier application is encouraged. The City will implement this standard during the fiscal year ended September 30, 2017. The City is still evaluating how this pronouncement will effect the financial statements.

In December 2015, GASB Statement No. 78 *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*, was issued. Effective Date: The provision of this statement are effective for financial for periods beginning after December 15, 2015. Earlier application is encouraged. The City is still evaluating how this pronouncement will effect the financial statements.

In December 2015, GASB Statement No. 79 *Certain External Investment Pools and Pool Participants*, was issued. Effective Date: The provision of this statement are effective for financial for periods beginning after June 15, 2015, except for the provision paragraphs 18, 19, 23-26 and 40, which are effective for financial for periods beginning after December 15, 2015. Earlier application is encouraged. The City is still evaluating how this pronouncement will effect the financial statements.

In January 2016, GASB Statement No. 80 *Blending Requirements for Certain Component Units*, an amendment to Certain Provisions of GASB Statement No. 14, was issued. Effective Date: The provision of this statement are effective for financial for periods beginning after June 15, 2016. Earlier application is encouraged. The City is still evaluating how this pronouncement will effect the financial statements.

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REQUIRED SUPPLEMENTARY INFORMATION

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Schedule I

STATE OF TEXAS
City of Socorro
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
For the Year Ended September 30, 2015

	Budgeted Amounts			Variances Favorable (Unfavorable)
	Original	Final	Actual	Final to Actual
Revenues:				
Taxes:				
Property	$ 4,909,153	$ 4,961,341	$ 4,353,228	$ (608,113)
Sales	1,600,000	1,700,000	1,794,242	94,242
Franchise	325,000	325,000	430,756	105,756
Planning and zoning fees	309,000	309,000	412,891	103,891
Municipal court	460,000	460,000	586,722	126,722
Investment income	1,200	1,200	832	(368)
Miscellaneous	12,000	12,000	40,395	28,395
Total revenues	7,616,353	7,768,541	7,619,066	(149,475)
Expenditures:				
Current:				
General government	2,146,681	2,119,615	1,141,391	978,224
Public works	1,118,395	1,196,601	1,255,364	(58,763)
Municipal court	247,260	249,067	273,392	(24,325)
Public safety	2,763,983	2,630,230	2,558,651	71,579
Planning/ zoning	603,146	628,856	628,380	476
Public health	466,000	484,279	557,652	(73,373)
Special projects	-	-	-	-
Rio vista community center	-	-	-	-
Community and economic development	250,888	353,724	826,259	(472,535)
Capital outlay	16,000	106,169	79,324	26,845
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	7,612,353	7,768,541	7,320,413	448,128
Excess (deficiency) of revenues over expenditures	4,000	-	298,653	298,653
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	(4,000)	-	-	-
Total other financing sources (uses)	(4,000)	-	-	-
Net change in fund balance	-	-	298,653	298,653
Fund balance - beginning of year	-	-	4,167,688	4,167,688
Fund balance - restatement	-	-	(354,296)	(354,296)
Fund balance - as restated	-	-	3,813,392	3,813,392
Fund balance - end of year	$ -	$ -	$ 4,112,045	$ 4,112,045

See independent auditors' report.

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STATE OF TEXAS

Schedule II

City of Socorro
Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
For the Year Ended September 30, 2015

	Budgeted Amounts			Variances Favorable (Unfavorable)
	Original	Final	Actual	Final to Actual
Revenues:				
Taxes:				
Property	$ 25,000	$ 25,000	$ -	$ (25,000)
Sales	-	-	-	-
Franchise	16,000	16,000	14,653	(1,347)
Planning and zoning fees	-	-	-	-
Municipal count	-	-	8,466	8,466
Intergovernmental income:				
Federal operating grants	-	-	36,178	36,178
State operating grants	342,060	339,418	267,623	(71,795)
Investment income	-	-	-	-
Miscellaneous	15,000	15,000	8,273	(6,727)
Total revenues	398,060	395,418	335,193	(60,225)
Expenditures:				
Current:				
General government	1,351,974	302,638	215,097	87,541
Public works	-	-	-	-
Public safety	14,000	14,000	96,852	(82,852)
Planning/ zoning	-	-	-	-
Public health	-	-	-	-
Special projects	61,600	-	16,936	(16,936)
Community and economic development	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	1,427,574	316,638	328,885	(12,247)
Excess (deficiency) of revenues over expenditures	(1,029,514)	78,780	6,308	(72,472)
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	1,029,514	(78,780)	-	78,780
Transfers in	-	-	315	315
Transfers (out)	-	-	-	-
Total other financing sources (uses)	1,029,514	(78,780)	315	79,095
Net change in fund balance	-	-	6,623	6,623
Fund balance - beginning of year	-	-	396,322	396,322
Fund balance - restatement	-	-	(152,250)	(152,250)
Fund balance - as restated	-	-	244,072	244,072
Fund balance - end of year	$ -	$ -	$ 250,695	$ 250,695

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SUPPLEMENTARY INFORMATION

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STATE OF TEXAS Schedule III

City of Socorro

Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Budgetary Basis) and Actual

For the Year Ended September 30, 2015

	Budgeted Amounts			Variances Favorable (Unfavorable)
	Original	Final	Actual	Final to Actual
Revenues:				
Taxes:				
Property	$ -	$ -	$ -	$ -
Sales	-	-	-	-
Franchise	-	-	-	-
Planning and zoning fees	-	-	-	-
Municipal count	-	-	-	-
Intergovernmental income:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Investment income	-	-	4,496	4,496
Miscellaneous	-	-	15	15
Total revenues	-	-	4,511	4,511
Expenditures:				
Current:				
General government	-	-	248,559	(248,559)
Public works	-	-	-	-
Municipal court	-	-	-	-
Public safety	-	-	-	-
Public health	-	-	-	-
Rio vista community center	82,740	48,336	30,592	17,744
Community and economic development	-	-	-	-
Capital outlay	7,138,655	7,907,733	3,670,763	4,236,970
Total expenditures	7,221,395	7,956,069	3,949,914	4,006,155
Excess (deficiency) of revenues over expenditures	(7,221,395)	(7,956,069)	(3,945,403)	4,010,666
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	7,221,395	7,956,069	-	(7,956,069)
Transfers (out)	-	-	(315)	(315)
Total other financing sources (uses)	7,221,395	7,956,069	(315)	(7,956,384)
Net change in fund balance	-	-	(3,945,718)	(3,945,718)
Fund balance - beginning of year	-	-	11,372,176	11,372,176
Fund balance - restatement	-	-	226,266	226,266
Fund balance - as restated	-	-	11,598,442	11,598,442
Fund balance - end of year	$ -	$ -	$ 7,652,724	$ 7,652,724

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STATE OF TEXAS Schedule IV

City of Socorro

Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Budgetary Basis) and Actual

For the Year Ended September 30, 2015

	Budgeted Amounts			Variances Favorable (Unfavorable)
	Original	Final	Actual	Final to Actual
Revenues:				
Taxes:				
Property	$ 1,817,037	$ 1,817,037	$ 1,807,108	$ (9,929)
Sales	-	-	-	-
Franchise	-	-	-	-
Planning and zoning fees	-	-	-	-
Municipal count	-	-	-	-
Intergovernmental income:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	1,817,037	1,817,037	1,807,108	(9,929)
Expenditures:				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Municipal court	-	-	-	-
Public safety	-	-	-	-
Public health	-	-	-	-
Community and economic development	-	-	-	-
Debt Service:				
Principal	840,000	840,000	840,000	-
Interest	977,037	977,037	977,037	-
Total expenditures	1,817,037	1,817,037	1,817,037	-
Excess (deficiency) of revenues over expenditures	-	-	(9,929)	(9,929)
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(9,929)	(9,929)
Fund balance - beginning of year	-	-	90,339	90,339
Fund balance - restatement	-	-	98,461	98,461
Fund balance - as restated	-	-	188,800	188,800
Fund balance - end of year	$ -	$ -	$ 178,871	$ 178,871

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City of Socorro, Texas

2015 Audit Reporting Package

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City of Socorro, Texas

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Required Communications

July 6, 2016

To the City Council
City of Socorro, Texas

We have audited the financial statements of the governmental activities and each major fund of City of Socorro, Texas, Texas (the "City"), as of and for the year ended September 30, 2015, and the related notes to the financial statements. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated April 28, 2016. Professional standards require that we provide you with the following information related to our audit:

Area	Comments
Auditors' Responsibilities Under United States Generally Accepted Auditing Standards	
In order for those charged with governance to understand the nature of assurance provided by an audit, the auditor should communicate their responsibilities under United States Generally Accepted Auditing Standards.	As stated in our engagement letter and our initial communication to those charged with governance dated January 4, 2016 and April 28, 2016, respectively, our responsibility as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with United States generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your responsibilities.
Qualitative Aspects of Accounting Practices	
The City Council and management are responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application.	The City's significant accounting policies are described in the notes to the financial statements. As part of our audit, we reviewed the accounting policies followed by management in preparing the financial statements. We believe the accounting policies of the City are consistent with industry practice and are in accordance with generally accepted accounting principles.
The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to the financial statement users.	All disclosures appear to be neutral, consistent, and clear.

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Area	Comments
Qualitative Aspects of Accounting Practices – continued	
Accounting estimates are an integral part of the financial statements that require management's judgments based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive due to their significance to the financial statements and the possibility that future events affecting them may differ significantly from management's expectations.	Appendix A, Summary of Accounting Estimates, summarizes the quality of the estimates that we noted during the course of our audit. The most sensitive estimates affecting the financial statements were: • The estimate of the collectability of accounts receivable. • The estimate of the depreciable lives and estimated residual value of property and equipment.
Audit Adjustments	
Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of the City Council.	Appendix B, Summary of Audit Adjustments, summarizes misstatements detected as a result of audit procedures that were corrected by management. Appendix C, Summary of Proposed but Unrecorded Journal Entries, summarizes uncorrected misstatements of the financial statements.
Internal Control Audit Findings	
Professional standards require us to communicate internal control audit findings to the appropriate level of the City Council.	Appendix D, Summary of Internal Control Matters, summarizes the internal control issues that we discovered during the course of our audit.
Disagreements with Management	
For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report.	We are pleased to report that no such disagreements arose during the course of our audit.
Other Information in Documents Containing Audited Financial Statements	
The auditor has a responsibility with respect to information in a document prepared by the City that contains the audited financial statements.	Our responsibility with respect to information in a document that contains the audited financial statements does not extend beyond the financial information identified in our report. We do not have an obligation to perform any procedures to corroborate other information contained in these documents.

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Area	Comments
Planned Scope and Timing of the Audit	
It is the auditor's sole responsibility to determine the overall audit strategy and the audit plan, including the nature, timing, and extent of procedures necessary to obtain sufficient appropriate audit evidence. However, communication with those charged with governance may assist in understanding better the consequences of the auditor's work for their oversight activities.	We performed the audit according to the planned scope and timing previously communicated to you in our engagement letter and our initial communication to those charged with governance dated January 4, 2016 and April 28, 2016, respectively.
Consultation with Other Accountants	
In some cases, the City Council or management may decide to consult with other accountants about auditing and accounting matters. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts.	To our knowledge, there were no such consultations with other accountants.
Other Audit Findings or Issues	
The auditor is required to inform those charged with governance of any major issues, including any discussions regarding the application of accounting principles or auditing standards that were discussed with management in connection with the initial or recurring retention of the auditor.	These discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.
Difficulties Encountered in Performing the Audit	
The auditor should inform those charged with governance of any difficulties encountered in dealing with management related to the performance and completion of the audit.	We encountered no difficulties in dealing with management in performing and completing our audit. The City Council and Management did a commendable job in preparing for the audit. They prepared the requested schedules and documents in a timely manner and were available for questions at all times.

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Area	Comments
Management Representations	
The auditor is required to inform those charged with governance that certain representations are being requested from management in connection with the audit.	We have requested certain representations from management that are included in the management representation letter dated July 6, 2016.

This information is intended solely for the use of the City Council and management of the City and is not intended to be, and should not be, used by anyone other than these specified parties.

If you have any questions regarding the above, please do not hesitate to call.

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Appendix A – Summary of Accounting Estimates

Accounting estimates are an integral part of the financial statements and are based on management's current judgment. The process used by management encompasses their knowledge and experience about past and current events and certain assumptions about future events. You may wish to monitor throughout the year the process used to compute and record these accounting estimates. The following describes the significant accounting estimates reflected in the City's September 30, 2015 financial statements:

Collectability of accounts receivable	
Accounting policy	All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectable.
Estimation process	The City did not have a process for estimating the portion of Municipal Court warrant receivables that are uncollectible. As part of the audit the City adopted a percentage-based allowance method that takes into account the age of the warrant receivable. We were unable to evaluate the appropriateness of the allowance as adequate records pertaining to the municipal court warrants were not available as part of the audit.

Depreciable lives and estimated residual value of property and equipment	
Accounting policy	The City reports all property and equipment depreciable lives based on industry standards and are periodically reviewed for accuracy.
Estimation process	The City estimates the useful lives of depreciable assets after considering expected wear and tear, obsolescence, and legal limit on the use of the asset.

Accrued compensated absences	
Accounting policy	Accrued leave that is due and payable at the end of the fiscal year is reported as an expenditure and fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net position.
Estimation process	The City reviews the total amount of accumulated compensated absences and multiplies this by the employees current pay rate.

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Appendix B - Summary of Audit Adjustments

The following are the resulting journal entries from the audit of the financial statements of the City as of September 30, 2015 and for the year then ended:

Adjusting Journal Entries:

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 1			
To adjusted AR - sales tax for November 2015 amount			
01-01201	Sales Taxes Receivable	237,499	
01-04202	Sales Taxes		237,499
Total		237,499	237,499
Adjusting Journal Entries JE # 2			
Client provided entry to adjust AR and prepaids			
01-01100	Accounts Receivable	1,005	
01-01202	Franchise Taxes Receivable	80,399	
01-05517	Bank Charges	4,671	
02-01100	Accounts Receivable	3,655	
01-01209	Prepaid Expenses		4,671
01-04203	Franchise Taxes		80,399
01-04207	Mixed Beverage Tax		1,005
02-04205	PEG Capital Fee Revenue		3,655
Total		89,730	89,730
Adjusting Journal Entries JE # 6			
Client proposed entry to adjust fixed assets for updates			
06-01311	Machinery & Equipment	5,797	
06-01312	Vehicles	57,900	
06-01321	Buildings and Improvements	30,915	
06-01341	Land	1,000	
06-01352	Work in Progress	2,110,217	
06-05812	Depreciation Expense	1,704	
06-01353	Infrastructure		2,830
06-01511	Accum. Dep - Machinery &Equip		95
06-01512	Accum. Dep - Vehicles		965
06-01521	Accum. Dep - Buildings		368
06-01553	Accum. Dep - Infrastructure		274
06-03250	Investment in Fixed Assets		2,203,001
Total		2,207,533	2,207,533

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Adjusting Journal Entries JE # 7			
Proposed to adjust receivable and deferred inflows related to property tax			
01-01205	Allowance	564,751	
05-01200	Property Taxes Receivable	29,115	
05-01205	Allowance	70,943	
01-01200	Property Taxes Receivable		396,663
01-04201	Property Taxes-Current		168,088
05-04201	Property Taxes-Current		100,058
Total		664,809	664,809

Adjusting Journal Entries JE # 8			
Prior Period Restatement to adjust revenue that should have been recorded in FY 14			
01-04201	Property Taxes-Current	157,809	
05-04201	Property Taxes-Current	98,461	
01-03999	PY Restatement		157,809
05-03999	PY Restatement		98,461
Total		256,270	256,270

Adjusting Journal Entries JE # 10			
Restatement related to rolling account balances in liability accounts			
03-02000	Accounts Payable Clearing Acct	226,266	
03-03999	PY Restatement		226,266
Total		226,266	226,266

Adjusting Journal Entries JE # 11			
Proposed to adjust AP & AR for ADA bus that was not received prior to 9/30/15			
02-02004	Accounts Payable	57,900	
02-04711	Grant Reimbursement	57,900	
02-01250	Due From Grantor		57,900
02-05810	Property and Equipment		57,900
Total		115,800	115,800

Adjusting Journal Entries JE # 12			
To remove liability TEC account			
01-02051	T.E.C. Payable	58,982	
01-05101	Salaries		58,982
Total		58,982	58,982

Adjusting Journal Entries JE # 13			
To adjust capital outlay expense accounts to tie to capital asset additions			
01-05810	Property and Equipment	8,709	
03-05520	Service Contracts	26,722	
03-07551	Certificate of Obligation 2014	4,824	
01-05212	Tools and Supplies		8,709
03-07150	01CO's Rio Vista Renov Exp.		4,824
03-07551	Certificate of Obligation 2014		26,722
Total		40,255	40,255

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Adjusting Journal Entries JE # 17			
Proposed to adjust Municipal Court Accounts Receivable to actual for current year			
01-01203	Muni.Court Warrants Receivable	835,700	
02-01220	Allowance for Uncoll. Warrants	83,694	
02-02115	State Fees Payable	2,686	
01-01220	Allowance for Uncoll. Warrants		809,710
01-04507	Muni. Court Judgements/Fines		25,990
02-01203	Muni.Court Warrants Receivable		86,380
Total		922,080	922,080

Adjusting Journal Entries JE # 19			
Proposed to separate the federal grant reimbursement from the state			
02-04711	Grant Reimbursement	2,364	
02-04711	Grant Reimbursement	33,814	
02-04711.1	Federal Grant Reimbursement		2,364
02-04711.1	Federal Grant Reimbursement		33,814
Total		36,178	36,178

Adjusting Journal Entries JE # 20			
To record an adjustment to the allowance and revenue based on the client's change in estimate of municipal court receivables			
01-03999	PY Restatement	831,335	
02-02115	State Fees Payable	114,190	
01-01220	Allowance for Uncoll. Warrants		831,335
02-01220	Allowance for Uncoll. Warrants		114,190
Total		945,525	945,525

Adjusting Journal Entries JE # 21			
To adjust the client's allowance estimate based on audit testwork			
01-03999	PY Restatement	565,260	
02-02115	State Fees Payable	185,106	
01-01220	Allowance for Uncoll. Warrants		565,260
02-01220	Allowance for Uncoll. Warrants		185,106
Total		750,366	750,366

Adjusting Journal Entries JE # 22			
To adjust deferred inflow of resources for the net municipal court warrant receivables not received within 60 days.			
01-01205	Allowance	884,490	
01-03999	PY Restatement		884,490
Total		884,490	884,490

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Adjusting Journal Entries JE # 23			
To restate prior period balances for incorrectly recorded revenue and decrease in state fees payable in the special revenue fund. Also, to remove the deferred inflow in the special revenue fund as there is no revenue in the fund to be deferred.			
02-01205	Allowance	62,249	
02-03999	PY Restatement	152,250	
02-02115	State Fees Payable		214,499
Total		214,499	214,499

Adjusting Journal Entries JE # 24			
Remove Accrued Vacation for Fund Financials, this has been added back as GASB for Government Wide Statements			
01-02122	Accrued Vacation	67,051	
01-05101	Salaries		67,051
Total		67,051	67,051

Adjusting Journal Entries JE # 26			
To adjust receivable for Gas Structure reimbursement that will not be received			
03-05520	Service Contracts	147,998	
03-01100	Accounts Receivable		147,998
Total		147,998	147,998

Adjusting Journal Entries JE # 27			
To adjust gas inventory			
01-05614	Vehicle Fuel	31,728	
01-01206	Gas Inventory		31,728
Total		31,728	31,728

GASB 34 Entries JE # 3			
To adjust the Debt GASB accounts for beginning fund balance			
04-01400	Amounts to be Provided	30,450	
04-01400	Amounts to be Provided	48,059	
04-01400	Amounts to be Provided	840,000	
04-01998	Bond Insurance Premium Prepaid (asset)	133,358	
04-01999	Bond Discount (asset)	194,710	
04-03999	Restatement	72,993	
04-05528	Interest Charges	79,681	
04-01400	Amounts to be Provided		401,061
04-02901	Accrued Interest		77,119
04-04999	Bond Amortization (Revenue)		33,012
04-05528	Interest Charges		48,059
04-05999	Principal Payments (Exp)		840,000
Total		1,399,251	1,399,251

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GASB 34 Entries JE # 4			
To adjust Capital Asset GASB account to roll equity			
06-03250	Investment in Fixed Assets	4,218,325	
06-01512	Accum. Dep - Vehicles		161,302
06-03250	Investment in Fixed Assets		109,463
06-04405	Gain/Loss on Investments		57,844
06-05812	Depreciation Expense		81,729
06-05999	Capital Outlay (Expense - GASB)		57,900
06-05999	Capital Outlay (Expense - GASB)		461,234
06-05999	Capital Outlay (Expense - GASB)		1,178,635
06-05999	Capital Outlay (Expense - GASB)		2,110,218
Total		4,218,325	4,218,325

GASB 34 Entries JE # 5			
To reverse prior year deferred property tax as well as amounts listed as deferred muni court to roll equity			
01-04201	Property Taxes-Current	1,210,046	
01-04507	Muni. Court Judgements/Fines	1,000,606	
02-04507	Muni. Court Judgements/Fines	62,249	
05-04201	Property Taxes-Current	339,214	
01-03000	Fund Balance-Unrestricted		2,210,652
02-03000	Fund Balance-Unrestricted		62,249
05-03000	Fund Balance-Unrestricted		339,214
Total		2,612,115	2,612,115

GASB 34 Entries JE # 9			
Proposed to remove deferred inflows for government wide statements			
01-01205	Allowance	761,411	
05-01205	Allowance	268,271	
01-04201	Property Taxes-Current		761,411
05-04201	Property Taxes-Current		268,271
Total		1,029,682	1,029,682

GASB 34 Entries JE # 14			
To adjust bond premium for additional 10 months on 2014 bond			
04-02900	Bond Premium	30,421	
04-05528	Interest Charges		30,421
Total		30,421	30,421

GASB 34 Entries JE # 16			
Proposed to record current year bond discount and insurance premiums			
04-04999	Bond Amortization (Revenue)	20,432	
04-01998	Bond Insurance Premium Prepaid (asset)		8,335
04-01999	Bond Discount (asset)		12,097
Total		20,432	20,432

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GASB 34 Entries JE # 18			
Proposed to remove ADA bus not received by year end as well as restate for assets missing accum depreciation			
06-01512	Accum. Dep - Vehicles	965	
06-05999	Capital Outlay (Expense - GASB)	57,900	
06-01312	Vehicles		57,900
06-05812	Depreciation Expense		965
Total		58,865	58,865

GASB 34 Entries JE # 25			
To add back in the accrued vacation as posted by the client originally			
01-05101	Salaries	67,051	
01-02122	Accrued Vacation		67,051
Total		67,051	67,051

GASB 34 Entries JE # 28			
Entry to reflect the PPA change in deferred inflows.			
01-03999	PY Restatement	822,241	
02-03999	PY Restatement	62,249	
01-04507	Muni. Court Judgements/Fines		822,241
02-04507	Muni. Court Judgements/Fines		62,249
Total		884,490	884,490

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Appendix C - Summary of Proposed but Unrecorded Journal Entries

There were two proposed but unrecorded journal entriy noted during the audit of the financial statements of the City as of September 30, 2015 and for the year then ended.
The first entry proposed but unrecorded was for the General Fund in Fund Financial Statements in the amount of $41,991 related to accrued payroll. The accrued payroll listing in the City's general ledger was overstated by this amount.

The second entry proposed but unrecorded was for the Government Wide Financial Statements in the amount of $16,000 related to capital assets. The capital asset in the City's general ledger was overstated by this amount.

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Appendix D – Summary of Internal Control Related Matters

In planning and performing our audit of the financial statements of the governmental activities and each major fund of the City of Socorro, Texas (the City), as of and for the year ended September 30, 2015, and the related notes to the financial statements, in accordance with auditing standards generally accepted in the United States of America, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the following deficiencies in the City's internal controls to be material weaknesses:

Material Weaknesses – Internal Control over Financial Reporting

During our understanding over internal controls we identified several deficiencies within the City's internal control structure. A properly functioning internal control structure is necessary in order to promote sound financial reporting. The City can improve its oversight and monitoring in regards to the areas listed below in order to mitigate the risk for fraud, misappropriation of assets, or misstatement of financial statements. During our audit, we noted the following control weaknesses:

- No review of journal entries prepared by Chief Financial Officer
- Insufficient documentation supporting journal entries tested
- No review of bank reconciliations by employee other than the person that prepares them
- Inadequate restrictions over the Accounts Payable module for the Account Payable Clerk, who can make changes to the vendor master file and cut checks.
- No monitoring of debt covenants
- No review of wire transfers performed by the Chief Financial Officer
- Inadequate restrictions in the accounting software for the Chief Financial Officer. The Chief Financial Officer was a "super user" on the accounting software which allowed for access to all user areas
- No restrictions on the Planning and Zoning department licensure information. It is kept on an open excel file with no password protection
- Inadequate controls to identify all commitments the City is entered into at year end.

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There are five elements of internal control that must be present in order to establish and maintain an internal control structure to provide management with reasonable assurance that assets are safe-guarded, and that transactions are executed in accordance with management's authorization and recorded properly. Because certain internal controls have weaknesses, the City may not be able to properly safeguard assets and prevent or detect material misstatements due to errors or fraud. The City maintains a documented system of internal controls, however there does not appear to be an adequate awareness of the elements of internal control framework and how it should be applied to the City in order to prevent and detect errors or fraud.

The City should ensure that a comprehensive internal control structure over financial information is designed, documented, and implemented. Management should follow and ensure that all staff follows the City's documented internal control procedures.

Material Weakness – Municipal Court Warrants Accounts Receivable

The City was unable to produce an accurate report of the outstanding warrants accounts receivable for the Municipal Court for the year ending September 30, 2015.

Without an accurate receivable listing for the Municipal Court, the City may overstate or understate the accounts receivable and revenue related to the Municipal Court in the financial statements. The inability to provide an accurate report caused a qualification on the financial statements of the City.

The City's was unable to use their Municipal Court receipting software to provide a listing of all warrants receivable and revenue collected as of and for the year ended September 30, 2015. When generating the report from the software, the information presented also included activity after September 30, 2015 through the date the report was generated, although parameters were set to cut off at September 30, 2015.

We recommend the City get in contact with the software company to determine the specifics of reports they are able to generate. Depending on the reports offered, the City will need to implement control procedures to verify that the correct reports are printed at year end to address accounts receivable and revenue collected as of September 30th each year.

Material Weakness – Municipal Court Allowance for Doubtful Accounts

The City did not have a documented policy regarding the estimation of allowance for doubtful accounts for the Municipal Court warrants accounts receivable. When the City did provide a policy as a result of a request by the auditors, it was not substantiated with any documentation or underlying assumptions as a basis for establishing the policy in order for the auditors to assess reasonableness.

Without a policy to calculate the allowance based on historical collection rates or some other reasonable measure, the City could be overstating their receivables as of September 30, 2015. This material weakness resulted in a qualification on the financial statement of the City.

We recommend the City perform an analysis over the policy and determine if it reasonable based on collection or other historical data. If this policy appears reasonable to the City, they should adjust the allowance for doubtful accounts at year end according to this policy. If the City determines that the policy implemented is not reasonable, the City should develop a new policy based on historical collection rates or some other measure to ensure that the allowance for doubtful accounts estimate for Municipal Court warrants accounts receivable is reasonable and supportable.

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Material Weakness – Liability Account Balances

The City did not perform a review of all accrual basis account balances during the year or at the end of the fiscal year. During our audit, we noted the following accrual accounts with unsupported liability balances:

- Accounts Payable Clearing Account balance of $226,266
- TEC Payable balance of $59,982

Without performing this review of accounts balances within the trial balance the City could be misrepresenting their liability amounts on the financial statements.

We recommend the City perform a reconciliation on account balances periodically during the year and at year end to ensure account balances are reflecting accurate financial information.

Material Weakness – Capital Assets

During our audit work over capital assets the following deficiencies were noted:

- Construction in progress additions of $2,173,461 and deletions of $63,243 were not identified
- Eleven assets, which were fully depreciated in prior years, had a zero balance in accumulated depreciation. The total amount of the assets was $161,302
- A bus in the amount of $57,900 was incorrectly listed as being an addition for the fiscal year 2015, however this bus was not obtained by the City until after fiscal year end.
- A capital asset inventory was initiated at the City, however no written documentation indicated that the final list was approved by management or compared to the listing of capital assets in the City's software.

Material adjustments were required during the audit in order to present the capital asset balance in accordance with GAAP.

We recommend the City establish a checklist of items to review prior to the close of capital assets. We recommend this listing include a capital outlay reconciliation, tie out of the listing to the prior year ending listing with adjustments for additions and deletions, as well as a close review of additions close to year end.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiency in the City's internal controls to be a significant deficiency:

Significant Deficiency – Special Revenue Restricted Equity

The City maintains one Special Revenue Fund which contains revenues that must be spent on a multitude of specific special purposes which are stipulated by constitution, external resource providers, or enabling legislation and does not have a process in place to track the restricted revenue and expenditures by type of restriction.

GASB Statement No. 54 requires that fund balance disclosures provide the users of the financial statements the necessary information to understand the constraints imposed upon the use of resources. Without an accurate log of the revenues and expenditures for each restricted category, the financial statements may misrepresent the remaining funds for each specific category. In addition, the City may

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have funding in the Special Revenue Fund that is not used in accordance with the restrictions imposed on it if the listing is not updated properly.

We recommend the City track the expenditures and revenues related to each of the specific restrictions using the functionality in their accounting software. This will allow the City to better understand their available restricted resources and assist in complying with the restrictions placed on those funds.

We also noted the following other items which are not severe enough to be either a material weakness or significant deficiency, but are important enough to merit attention by those charged with governance:

Other Matter - Unclaimed Checks

The City is in violation of state statutes regarding unclaimed checks. The City had stale dated checks over three years old at September 30, 2015 in the amount of $1,489.75, $3,757.72, and $1,084.73 in the payroll, capital projects, and M & O accounts, respectively.

Title 6, Chapters 72-75 of the Texas Property Code requires that the City provide information about the payees and the related funds to the Texas Unclaimed Property Division for all payroll checks abandoned for a year or longer and checks written for payment of goods and services abandoned for 3 years or more. Carrying numerous bank reconciling items could result in a misstatement in the accounting records or related misappropriation of funds.

The City did not implement an internal control policy to account for unclaimed checks and did not clear these checks on a timely basis.

We recommend that the City implement a procedure to review the outstanding check listings for all bank accounts and track unclaimed checks. We recommend that the City provide the information to the Unclaimed Property Division of Texas as required.

Other Matter - Expenditures in Excess of Budget

The City over expended its budget in the following areas:

General Fund	
Public works	$ 58,763
Municipal court	24,325
Public health	73,373
Community and economic development	472,535
Special Revenue Fund	
Public safety	$ 82,852
Special projects	16,936
Capital Projects Fund	
General government	$ 248,559

All City funds are to be budgeted by the local governing body. Once adopted, any claims or warrants in excess of budget are a required to be disclosed per GASB Statement No. 37 (paragraph 19).

We recommend the City monitor its budgets closely and prepare budget adjustments as necessary.

This information is being provided to inform the organization of all the conditions in its internal control that interfere with its ability to record financial data reliably and issue financial statements free of material misstatement. Communication of the deficiencies above helps to emphasize that the responsibility for financial reporting rests entirely with the organization and not the auditor. In other words, if an organization is not able to issue, without the auditors' involvement, complete financial statements with

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notes, in accordance with generally accepted accounting principles, and free of material misstatement, that inability is a symptom of significant deficiencies in internal control.

Whether or not it would be cost effective to cure a deficiency is not a factor in applying reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all the deficiencies. Accordingly, you may decide that curing the deficiencies described above would not be cost effective and take no action. It is important to understand that there may be consequences from oversight agencies if deficiencies noted during the audit recur year after year and no corrective action plan has been developed.

This communication is intended solely for the information and use of the City Council and management of the City and is not intended to be and should not be used by anyone other than these specified parties.

We would like to thank the City Council, Adriana Rodarte, and their team for their cooperation and assistance during our audit. Should you have questions, or require further information or assistance, please do not hesitate to contact us.

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ITEM 24

Jesus Ruiz
Mayor

Rene Rodriguez
At Large / Mayor Pro-Tem

Sergio Cox
District 1

Gloria M. Rodriguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
Interim City Manager

July 14, 2016

TO: MAYOR AND CITY COUNCIL MEMBERS

FROM: Gloria Rodriguez

SUBJECT: DISCUSSION AND ACTION TO SELECT A LOCATION FOR SOCORRO VETERANS PARK AND RENAME THE 2ND LOCATION.

SUMMARY

There are currently 2 parks in the City of Socorro named Veteran's Park, one is located 11500 Flor Margarita Blvd and the the most recent one is at 241 N. Moon Rd. Staff needs direction on which one council wants to designate as Socorro Veterans Park and change name on the other park.

STATEMENT OF THE ISSUE

There are currently 2 parks in the City of Socorro named Veteran's Park, one is located 11500 Flor Margarita Blvd and the most recent one is at 241 N. Moon Rd. Staff needs direction on which one council wants to designate as Socorro Veterans Park and change name on the other park.

FINANCIAL IMPACT

Account Code (GF/GL/Dept):

Funding Source: N/A

Amount:

Quotes (Name/Commodity/Price) N/A

Co-op Agreement (Name/Contract#) N/A

ALTERNATIVE

N/A

STAFF RECOMMENDATION

N/A

REQUIRED AUTHORIZATION

1. **City Manager** _____ **Date**_____
2. **CFO** _____ **Date**_____
3. **Attorney** _____ **Date** _____

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ITEM 25

Jesus Ruiz
Mayor

Rene Rodriguez
At Large / Mayor Pro-Tem

Vacant
District 1

Gloria M. Rodríguez
District 2

Victor Perez
District 3

Anthony Gandara
District 4

Adriana Rodarte
City Manager

July 18, 2016

TO: MAYOR AND CITY COUNCIL MEMBERS

FROM: ANTHONY GANDARA

SUBJECT: ***Discussion and action*** to accept the conveyance of Sylvia Ct. from Allen Swearinger or other owner(s) of the road to the City of Socorro in exchange for the city conveying to him or others all or part of the portion of Burt Rd. owned by the City of Socorro, to authorize the city attorney to negotiate and finalize the terms of the exchange and to authorize the city manager or her designee to execute documents necessary to effect the transfers

SUMMARY

John Birckelbach met with Mr. Swearingen June 30th 2016, City Manager Adriana Rodarte, Planning & Zoning Director Samuel Leony, and I Anthony Gandara District 4 Representative met with Mr. Swearinger on July 14th.

He owns property adjacent to the Range War roadway parcel that the City acquired from the County last year (the "Range War" parcel). The Range War parcel is "L shaped". A leg of the "L" that may have been a part of Burt lies between Tracts 10F3 / 10F4 and his property.

Mr. Swearingen would like the City to consider trading the Burt portion for the Sylvia Ct parcel he acquired at the sheriff's sale.

STATEMENT OF THE ISSUE

He owns property adjacent to the Range War roadway parcel that the City acquired from the County last year (the "Range War" parcel). The Range War parcel is "L shaped". A leg of the "L" that may have been a part of Burt lies between Tracts 10F3 / 10F4 and his property. He would like the City to consider trading the Burt portion for the Sylvia Ct parcel he acquired at the sheriff's sale.

FINANCIAL IMPACT

Account Code (GF/GL/Dept): N/A

Funding Source: N/A

Amount: N/A

Quotes (Name/Commodity/Price) N/A

Co-op Agreement (Name/Contract#) N/A

ALTERNATIVE

N/A

STAFF RECOMMENDATION

N/A

REQUIRED AUTHORIZATION

1. **City Manager _____ Date_____**
2. **CFO _____ Date_____**
3. **Attorney _____ Date _____**

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Dini Rozi Dr
Socorro Rd
258
Sylvia Ct
Flor Preciosa
Olguin Ct
Ernest Rd
Brisa Del Valle Dr
Google earth

Vera Dr
Cold Creek Rd
E Burt Rd
Range War Ct
Google earth
N