CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2010

CITY OF HARLINGEN, TEXAS

GENERAL OBLIGATION DEBT

FirstSouthwest

RULE 15c2-12 FILING COVER SHEET

This cover sheet is sent with all submissions to the Municipal Securities Rulemaking Board (the Nationally Recognized Municipal Securities Information Repository) and any applicable State Information Depository pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

Issuer Name: City of Harlingen, Texas

Issue(s):

$	**4,360,000**	**General Obligation Bonds, Series 2004**
$	**5,620,000**	**General Obligation Refunding and Improvement Bonds, Series 2005**
$	**3,270,000**	**General Obligation Bonds, Series 2006**
$	**10,630,000**	**General Obligation Bonds, Series 2007**
$	**22,000,000**	**Combination Tax and Revenue Certificates of Obligation, Series 2007**
$	**2,540,000**	**General Obligation RefundingBonds, Series 2010**
$	**3,090,000**	**Combination Tax and Revenue Certificates of Obligation, Series 2010**

Filing Format X electronic ___ paper; If available on the Internet, give URL:_____

CUSIP Numbers to which the information filed relates (optional):

X Nine-digit number(s) (see following page(s)):

___ Six-digit number if information filed relates to all securities of the issuer

* * *

Financial & Operating Data Disclosure Information

___ Annual Financial Report or CAFR
X Financial Information & Operating Data
___ Other (describe)
X Fiscal Period Covered: FYE 2010
___ Monthly ___ Quarterly X Annual ___Other:

* * *

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: Roel Gutierrez

Name: Roel Gutierrez Title: Finance Director

Employer: City of Harlingen, Texas

Voice Telephone Number: (956) 216-5050

Email Address: rgutierrez@myharlingen.us

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

General Obligation Bonds, Series 2004

Date	Principal	CUSIP
02/15/12	$ 210,000	412882NR9
02/15/13	215,000	412882NS7
02/15/14	220,000	412882NT5
02/15/15	230,000	412882NU2
02/15/16	240,000	412882NV0
02/15/17	245,000	412882NW8
02/15/18	260,000	412882NX6
02/15/19	270,000	412882NY4
02/15/20	280,000	412882NZ1
02/15/21	290,000	412882PA4
02/15/22	305,000	412882PB2
02/15/23	315,000	412882PC0
02/15/24	330,000	412882PD8
	$ 3,410,000	

General Obligation Refunding and Improvement Bonds, Series 2005

Date	Principal	CUSIP
02/15/12	$ 335,000	412882PK2
02/15/13	345,000	412882PL0
02/15/14	360,000	412882PM8
02/15/15	375,000	412882PN6
02/15/16	385,000	412882PP1
02/15/17	395,000	412882PQ9
02/15/18	280,000	412882PR7
02/15/19	295,000	412882PS5
02/15/20	210,000	412882PT3
02/15/21	220,000	412882PU0
02/15/22	230,000	412882PV8
02/15/23	240,000	412882PW6
02/15/24	250,000	412882PX4
02/15/25	260,000	412882PY2
	$ 4,180,000	

General Obligation Bonds, Series 2006

Date	Principal	CUSIP
02/15/12	$ 275,000	412882QD7
02/15/14	295,000	412882QF2
02/15/16	315,000	412882QH8
02/15/18	340,000	412882QK1
02/15/20	370,000	412882QM7
02/15/22	400,000	412882QP0
02/15/24	430,000	412882QR6
02/15/26	470,000	412882QT2
	$ 2,895,000	

General Obligation Bonds, Series 2007

Date	Principal	CUSIP
02/15/12	$ 175,000	412882QX3
02/15/13	205,000	412882QY1
02/15/14	240,000	412882QZ8
02/15/15	270,000	412882RA2
02/15/16	365,000	412882RB0
02/15/17	510,000	412882RC8
02/15/18	590,000	412882RD6
02/15/19	615,000	412882RE4
02/15/20	715,000	412882RF1
02/15/21	745,000	412882RG9
02/15/22	775,000	412882RH7
02/15/23	810,000	412882RJ3
02/15/24	845,000	412882RK0
02/15/25	885,000	412882RL8
02/15/26	925,000	412882RM6
02/15/27	970,000	412882RN4
	$ 9,640,000	

Combination Tax and Revenue Certificates of Obligation, Series 2007

Date	Principal	CUSIP
02/15/12	$ 405,000	412882RS3
02/15/13	465,000	412882RT1
02/15/14	535,000	412882RU8
02/15/15	600,000	412882RV6
02/15/16	810,000	412882RW4
02/15/17	1,120,000	412882RX2
02/15/18	1,285,000	412882RY0
02/15/19	1,335,000	412882RZ7
02/15/20	1,415,000	412882SA1
02/15/21	1,475,000	412882SB9
02/15/22	1,540,000	412882SC7
02/15/23	1,610,000	412882SD5
02/15/24	1,680,000	412882SE3
02/15/25	1,760,000	412882SF0
02/15/26	1,840,000	412882SG8
02/15/27	1,925,000	412882SH6
	$ 19,800,000	

General Obligation RefundingBonds, Series 2010

Date	Principal	CUSIP
02/15/12	$ 455,000	412882SM5
02/15/13	465,000	412882SN3
02/15/14	465,000	412882SP8
02/15/15	480,000	412882SQ6
02/15/16	305,000	412882SR4
	$ 2,170,000	

Combination Tax and Revenue Certificates of Obligation, Series 2010

Date	Principal	CUSIP
02/15/12	$ 145,000	412882TL6
02/15/13	85,000	412882SS2
02/15/14	150,000	412882ST0
02/15/15	130,000	412882SU7
02/15/16	135,000	412882SV5
02/15/17	140,000	412882SW3
02/15/18	145,000	412882SX1
02/15/19	145,000	412882SY9
02/15/20	150,000	412882SZ6
02/15/22	315,000	412882TB8
02/15/24	345,000	412882TD4
02/15/26	370,000	412882TF9
02/15/28	400,000	412882TH5
02/15/30	435,000	412882TK8
	$ 3,090,000	

FINANCIAL STATEMENTS

The audited financial statements for the City for the fiscal year ended September 30, 2010 are being separately filed directly with the Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository, and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

SIGNATURE OF ISSUER

The information set forth herein has been obtained from the City and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Annual Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Annual Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the City or other matters described.

CITY OF HARLINGEN, TEXAS

Roel Gutierrez
Finance Director

Approved for Submission:

Date

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the City of Harlingen, Texas with respect to the issues listed on the report cover was submitted directly to the National Recognized Municipal Securities Information Repository ("NRMSIR") listed below as well as to any applicable State Information Depository ("SID").

NRMSIR

Municipal Securities Rulemaking Board ("MSRB")
via the Electronic Municipal Market Access ("EMMA") system

First Southwest Company

Signed by:
/s/ Randy Moshier

CITY OF HARLINGEN, TEXAS
2011 GENERAL OBLIGATION DEBT REPORT

TABLE 1 - VALUATION, EXEMPTIONS AND GENERAL BOND DEBT

2010/2011 Market Valuation Established by Cameron County Appraisal District		$2,789,574,701
Less Exemptions/Reductions at 100% Market Value:		
Productivity Loss	$ 70,250,536	
Homestead Cap	6,600,097	
Charity	594,195	
Disabled Persons	1,643,923	
Disabled Veterans	13,955,186	
Prorated Exempt Property	448,236	
Freeport Exemption	9,191,040	
Over 65 Exemption	15,266,651	
Pollution Control	637,412	118,587,276
2010/2011 Taxable Assessed Valuation		$2,670,987,425
Ad Valorem Tax Debt as of January 31, 2011		
General Obligaton Debt	$ 23,590,000	
Certificates of Obligation	23,745,000	
Debt Payable from Ad Valorem Taxes		$ 47,335,000
Ad Valorem Tax Debt Interest and Sinking Fund as of January 31, 2011		$ 3,590,319
Ratio Ad Valorem Tax Debt to Taxable Assessed Valuation		1.77%

2011 Estimated Population - 74,950
Per Capita Taxable Assessed Valuation - $35,637
Per Capita Debt Payable from Ad Valorem Taxes - $632

The above statement of indebtedness does not include the following outstanding revenue bonds as of March 31, 2010, as these bonds are payable solely from certain net revenues, as defined in the ordinances authorizing the respective bonds: "$1,220,000 City of Harlingen, Texas Waterworks and Sewer System Revenue Bonds, Series 2000"; "$4,410,000 City of Harlingen, Texas Waterworks and Sewer System Revenue Refunding Bonds, Series 2003"; "$5,640,000 City of Harlingen, Texas Waterworks and Sewer System Second Lien Revenue Refunding Bonds, Series 2005"; "5,000,000 City of Harlingen, Texas Waterworks and Sewer System Second Lien Revenue Bonds, Series 2005A".

TABLE 2 - TAXABLE ASSESSED VALUATIONS BY CATEGORY

	Taxable Appraised Vaue for Fiscal Year Ended September 30,					
	2011		2010		2009	
Category	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	$ 1,318,224,240	47.26%	$1,308,185,246	44.07%	$1,241,958,918	43.82%
Real, Residential, Multi-Family	116,950,700	4.19%	114,665,293	3.86%	106,843,666	3.77%
Real, Vacant Lots/Tracts	85,528,469	3.07%	86,030,347	2.90%	75,677,617	2.67%
Real, Acreage (Land Only)	96,496,499	3.46%	98,101,068	3.30%	98,954,611	3.49%
Real, Farm and Ranch Improvements	11,841,531	0.42%	11,871,389	0.40%	11,498,793	0.41%
Real, Commercial and Industrial	672,640,392	24.11%	667,487,012	22.49%	636,961,570	22.48%
Real and Tangible Personal, Utilities	70,089,816	2.51%	75,445,515	2.54%	78,043,858	2.75%
Tangible Personal, Commercial and Industrial	368,545,689	13.21%	377,239,082	12.71%	360,736,159	12.73%
Tangible Other Personal, Mobile Homes	24,904,511	0.89%	25,268,797	0.85%	25,594,139	0.90%
Real Property, Inventory	8,622,072	0.31%	7,187,256	0.24%	8,212,479	0.29%
Special Inventory	15,730,782	0.56%	19,951,047	0.67%	20,389,001	0.72%
Other	-	0.00%	-	0.00%	-	0.00%
Exempt	-	0.00%	177,089,322	5.97%	169,133,280	5.97%
Total Appraised Value Before Exemptions	$ 2,789,574,701	100.00%	$2,968,521,374	100.00%	$2,834,004,091	100.00%
Less: Total Exemptions/Reductions	118,587,276		293,563,955		293,546,035	
Adjustments	-		-		-	
Taxable Assessed Value	$ 2,670,987,425		$2,674,957,419		$2,540,458,056	

	Taxable Appraised Value for Fiscal Year Ended September 30,			
	2008		2007	
Category	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	$ 1,203,407,234	43.44%	$1,120,313,881	42.44%
Real, Residential, Multi-Family	87,462,082	3.16%	75,277,924	2.85%
Real, Vacant Lots/Tracts	77,791,619	2.81%	77,491,678	2.94%
Real, Acreage (Land Only)	106,591,640	3.85%	111,144,545	4.21%
Real, Farm and Ranch Improvements	11,524,742	0.42%	11,496,550	0.44%
Real, Commercial and Industrial	648,045,229	23.39%	621,666,770	23.55%
Real and Tangible Personal, Utilities	71,456,480	2.58%	80,530,903	3.05%
Tangible Personal, Commercial and Industrial	361,816,395	13.06%	339,795,914	12.87%
Tangible Other Personal, Mobile Homes	26,022,820	0.94%	26,070,555	0.99%
Real Property, Inventory	6,492,074	0.23%	7,218,014	0.27%
Special Inventory	19,105,549	0.69%	17,808,977	0.67%
Other	5,638	0.00%	-	0.00%
Exempt	150,849,548	5.44%	150,981,577	5.72%
Total Appraised Value Before Exemptions	$ 2,770,571,050	100.00%	$2,639,797,288	100.00%
Less: Total Exemptions/Reductions	306,543,872		312,119,350	
Adjustments	1,983,722		-	
Taxable Assessed Value	$ 2,466,010,900		$2,327,677,938	

NOTE: Valuations shown are certified taxable assessed values reported by the Cameron County Appraisal District to the State Comptroller of Public Accounts. Certified values are subject to change throughout the year as contested values are resolved and the Appraisal District updates records.

TABLE 3 - VALUATION AND GENERAL OBLIGATION DEBT HISTORY

Fiscal Year Ended 9/30	Estimated Population[1]	Taxable Assessed Valuation[2]	Taxable Assessed Valuation Per Capita	G.O. Tax Debt Outstanding at End of Year	Ratio of G.O. Tax Debt to Taxable Assessed Valuation	G.O. Tax Debt Per Capita
2007	65,012	$ 2,327,677,938	$ 35,804	$ 48,602,880	2.09%	748
2008	68,550	2,466,010,900	35,974	48,324,638	1.96%	705
2009	74,950	2,540,458,056	33,895	46,365,408	1.83%	619
2010	74,950	2,674,957,419	35,690	47,335,000	1.77%	632
2011	74,950	2,670,987,425	35,637	45,050,000 [3]	1.69% [3]	601 [3]

(1) Source: City officials.
(2) As reported by the Cameron County Appraisal District on City's annual Certified Totals; subject to change during the ensuing year.
(3) Projected.

TABLE 4 - TAX RATE, LEVY AND COLLECTION HISTORY

Fiscal Year Ended 9/30	Tax Rate	General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
2007	$ 0.590000	$ 0.430154	$ 0.159846	$ 13,737,247	94.96%	99.04%
2008	0.590000	0.435917	0.154083	14,552,099	95.03%	99.16%
2009	0.590000	0.437800	0.152200	14,988,703	96.57%	101.20%
2010	0.588827	0.435580	0.153247	15,676,927	95.33%	98.53%
2011	0.588827	0.434634	0.154193	15,727,495	72.82% [1]	73.81% [1]

(1) Collections through January 31, 2010.

TABLE 5 - TEN LARGEST TAXPAYERS

Name of Taxpayer	Nature of Property	2010/2011 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
United Launch Alliance LLC	Aviation Aerospace	$ 35,951,299	1.35%
HMC Realty LLC	Real Estate	24,520,011	0.92%
Mall at Valle Vista LLC	Retail	20,843,119	0.78%
AEP Texas Central Co.	Utility Services	18,920,110	0.71%
Valley Baptist Realty Corp. Map	Real Estate	15,393,700	0.58%
Southwestern Bell Telephone Company	Telephone Services	15,234,020	0.57%
Harlingen Venture No Two LP	Real Estate	14,368,096	0.54%
Valley Baptist Realty Corp.	Real Estate	12,473,173	0.47%
Harlingen SC Partmers LTD	Real Estate	12,335,426	0.46%
Harlingen Medical Center Limited	Medical Services	12,044,897	0.45%
		$ 182,083,851	6.82%

Source: Cameron County Appraisal District.

TABLE 6 - TAX ADEQUACY

2011 Principal and Interest Requirements Net Tax Supported Debt	$ 4,137,835
$0.1631 Tax Rate at 95% Collections Produces	$ 4,137,835
Maximum Principal and Interest Requirements, 2011 Net Tax Supported Debt	$ 4,137,835
$0.1631 Tax Rate at 95% Collection Produces	$ 4,137,835

TABLE 8 - GENERAL OBLIGATION DEBT SERVICE REQUIREMENTS

FYE	Outstanding Debt Sevice			Total Tax-Supp.	% of Principal
9/30	Principal	Interest	Total	Debt Service	Retired
2011	$ 2,285,000	$ 1,852,835	$ 4,137,835	$ 4,137,835	
2012	1,865,000	1,777,891	3,642,891	3,642,891	
2013	1,925,000	1,718,584	3,643,584	3,643,584	
2014	2,120,000	1,653,619	3,773,619	3,773,619	
2015	2,240,000	1,580,775	3,820,775	3,820,775	22.04%
2016	2,400,000	1,498,721	3,898,721	3,898,721	
2017	2,575,000	1,405,120	3,980,120	3,980,120	
2018	2,735,000	1,301,303	4,036,303	4,036,303	
2019	2,840,000	1,190,498	4,030,498	4,030,498	
2020	2,960,000	1,073,385	4,033,385	4,033,385	50.59%
2021	3,080,000	948,982	4,028,982	4,028,982	
2022	3,215,000	817,059	4,032,059	4,032,059	
2023	3,355,000	677,161	4,032,161	4,032,161	
2024	3,500,000	529,139	4,029,139	4,029,139	
2025	3,315,000	379,969	3,694,969	3,694,969	85.37%
2026	3,195,000	235,331	3,430,331	3,430,331	
2027	3,090,000	95,181	3,185,181	3,185,181	
2028	205,000	22,044	227,044	227,044	
2029	215,000	13,509	228,509	228,509	
2030	220,000	4,538	224,538	224,538	100.00%
	$47,335,000	$18,775,642	$66,110,642	$66,110,642	

TABLE 9 - INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Net Debt Service Requirements, Fiscal Year Ending 9/30/2011		$ 4,137,835
Interest and Sinking Fund, as of 9/30/2010	$ 515,106	
$0.154193 Interest and Sinking Fund Tax Levy @ 95% Collection	3,912,552	4,427,658
Estimated Balance, 9/30/2011		$ 289,823

TABLE 10 - COMPUTATION OF SELF-SUPPORTING DEBT

The City no longer has any self-supporting debt outstanding.

TABLE 11 - AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

As of January 31, 2011, the City had no authorized but unissued bonds.

TABLE 12 - OTHER OBLIGATIONS[1]

Consistent with accounting principles for recording non-monetary transactions, Valley International Airport recognizes permanent structural improvements constructed by tenants on leased facilities owned by the Airport. The value of such improvements is recognized as an increase in the property, plant and equipment accounts. Deferred revenues are similarly increased for these respective values and amortized to operations on a straight-line basis over the primary lease term including extensions. Noncash revenue recognized from this source was $227,384.

Amortization requirements for the succeeding five years are as follows:

Capital Lease

Year ending September 30:		
2011 (current portion)		$ 227,384
2012	$ 227,384	
2013	227,384	
2014	227,384	
Succeeding Years	2,221,121	$ 2,903,273
Long-Term Portion		$ 3,130,657

The airport leases its property and buildings to various tenants under operating lease agreements. The types of revenue from these leases include terminal space rental, landing fees, fixed base operations rental, manufacturers' rental, parking concession, rental car concession, and retail and restaurant rentals.

The following is a schedule by years of minimum future rentals on noncancellable operation leases:

Operating Lease

Year ending September 30:	
2011	$ 3,092,848
2012	2,881,056
2013	2,418,064
2014	601,738
Later Years	859,096
Total Minimum Future Rentals	$ 9,852,802

PENSION FUND . . . The City provides pension benefits for all of its full-time employees hired before October 1, 2007, through the Texas Municipal Retirement System ("TMRS"), a Statewide administered pension plan. For employees hired October 1, 2007 and after the City established a 401(a) defined contribution plan. The City makes annual contributions to the plans equal to the amounts accrued for pension expense. (For more detailed information concerning the retirement plans, see Appendix B, "Excerpts from the City's Annual Financial Report" – Note W.)

OTHER POST-EMPLOYMENT BENEFITS . . . In addition to providing pension benefits, the City provides other post-employment benefits for retired employees ("OPEB"). These benefits are: eligible retirees under the age of 65 may purchase health insurance from the City's healthcare provider at the City's cost to cover current employees and dependents if the dependents were covered at the point of retirement and the City pays $125.00 per month towards the premium.

Commencing in fiscal year 2009, the City implemented GASB Statement No. 45 "*Accounting and Financial Reporting by Employers for Post-employment Benefits Other than Pensions*." An independent actuarial firm prepared the actuarial valuation of the City's post-retirement benefit liability. The initial valuation indicated an Actuarial Accrued Liability (AAL) as of December 31, 2008 at $5,213,999 with the Annual Required Contribution (ARC) for the retiree health care plan expense at $453,876. The City opted to recognize these benefits on the Unfunded PAYGO "pay-as-you-go" basis. Under this basis, is fiscal 2009, the City recognized the actual contributions to the plan of $47,700 and increased it's OPEB obligation by $406,176, both totally to the ARC.

(1) Unaudited, provided by City officials.

TABLE 13 - CHANGE IN NET ASSETS

	Fiscal Year Ended September 30,				
	2010[1]	2009	2008	2007	2006
Revenues:					
Program Revenues:					
Charges for Services	$ 3,612,375	$ 3,780,552	$ 3,953,433	$ 3,259,313	$ 3,279,187
Operating Grants and Contributions	3,437,285	5,420,766	4,657,404	2,427,180	1,962,956
Capital Grants and Contributions	-	584,495	3,787,945	4,566,668	3,599,474
General Revenues:					
Taxes					
Property Taxes, Levied for General Purposes	12,139,878	11,409,148	11,534,234	10,602,676	9,826,613
Property Taxes, Levied for Debt Service	4,101,577	3,921,427	3,752,784	3,700,037	3,658,761
Sales Taxes	13,672,390	14,671,251	14,493,898	13,900,112	13,540,521
Franchise Taxes	3,859,837	3,918,765	3,893,300	3,845,544	3,333,197
Hotel Motel Taxes	841,758	898,129	977,318	929,522	886,715
Unrestricted Investment Earnings	183,571	654,780	1,926,439	1,932,513	996,164
Miscellaneous	1,373,387	893,025	1,082,427	1,515,338	1,514,548
Total Revenues	$ 43,222,058	$ 46,152,338	$ 50,059,182	$ 46,678,903	$ 42,598,136
Expenditures:					
General Government	$ 5,781,719	$ 5,242,076	$ 5,430,037	$ 4,795,723	$ 4,365,581
Public Safety	20,673,377	18,107,032	16,552,488	16,114,155	15,888,133
Highways and Streets	9,467,447	10,662,581	10,740,466	9,113,668	7,592,046
Health and Welfare	3,846,353	3,238,825	2,936,977	2,912,103	2,902,912
Culture and Recreation	5,205,443	5,530,536	5,096,487	4,827,734	4,172,438
Interest on Long-Term Debt	1,893,780	2,003,317	2,313,417	1,023,685	859,114
Total Expenditures	$ 46,868,119	$ 44,784,367	$ 43,069,872	$ 38,787,068	$ 35,780,224
Increase (Decrease) in Net Assets	$ (3,646,062)	$ 1,367,971	$ 6,989,310	$ 7,891,835	$ 6,817,912
Beginning Net Assets	133,933,223	132,750,849	125,585,798	117,569,281	110,447,955 [2]
Transfers	184,300	(185,583)	175,741	124,682	303,414
Adjustments to Net Assets	-	-	-	-	-
Ending Net Assets	$130,471,461	$133,933,237	$132,750,849	$125,585,798	$117,569,281

(1) Unaudited, provided by City officials.
(2) Restated.

TABLE 13A - GENERAL FUND REVENUES AND EXPENDITURE HISTORY

	Fiscal Years Ended September 30,				
	2010[1]	2009	2008	2007	2006
Revenues:					
Property Taxes (Including P&I)	$ 10,879,410	$ 10,618,089	$ 10,004,029	$ 9,507,610	$ 9,444,091
Non-Property Taxes	17,253,772	18,248,116	18,067,506	17,418,984	16,873,718
Fine and Forfeitures	1,464,075	1,419,706	1,445,669	1,115,274	1,160,728
Licenses and Permits	500,265	584,810	598,789	707,343	832,712
Fees and Services	1,254,346	1,234,933	1,092,497	941,188	920,267
Intergovernmental	1,153,048	207,142	254,576	361,651	520,207
Legal Settlement	-	-	-	-	71,631
Miscellaneous and Program Revenues	99,178	187,902	240,330	122,917	427,071
Interest and Investment Income	98,128	218,109	557,126	605,826	-
Total Revenues	$ 32,702,222	$ 32,718,807	$ 32,260,522	$ 30,780,793	$ 30,250,425
Expenditures:					
General Government	$ 4,826,156	$ 4,982,646	$ 4,742,867	$ 4,663,276	$ 3,786,422
Public Safety	18,382,426	17,509,144	16,535,286	15,331,155	14,776,181
Highways and Streets	3,210,424	3,405,349	3,023,051	2,693,758	2,700,372
Health and Welfare	2,695,786	2,651,249	2,337,252	2,220,876	2,149,364
Culture and Recreation	3,716,718	3,796,189	3,581,504	3,467,147	3,444,161
Capital Outlay	579,589	525,728	1,411,576	1,175,649	812,263
Debt Retirement	-	-	79,296	-	101,080
Total Expenditures	$ 33,411,099	$ 32,870,305	$ 31,710,832	$ 29,551,861	$ 27,769,843
Excess (Deficiency) of Revenues Over Expenditures	$ (708,877)	$ (151,498)	$ 549,690	$ 1,228,932	$ 2,480,582
Budgeted Transfers and Other Financing Sources (Uses)	310,063	19,977	(816,281)	(585)	322,696
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	$ (398,814)	$ (131,521)	$ (266,591)	$ 1,228,347	$ 2,803,278
Beginning Fund Balance	10,926,446	11,057,967	11,324,558	10,096,211	7,292,933
Residual Equity Transfers	-	-	-	-	-
Ending Fund Balance	$ 10,527,632	$ 10,926,446	$ 11,057,967	$ 11,324,558	$ 10,096,211

(1) Unaudited, provided by City officials.

TABLE 14 - MUNICIPAL SALES TAX HISTORY

Fiscal Year Ended 9/30	Total Collected[1]	% of Ad Valorem Tax Levy	Equivalent of Ad Valorem Tax Rate	Per Capita[2]
2006	13,540,521	107.91%	0.63728	213.56
2007	13,900,112	101.19%	0.59717	213.81
2008	14,493,898	99.60%	0.58775	211.44
2009	14,671,251	97.88%	0.57750	195.75
2010	13,524,939	86.27%	0.50561	180.45

(1) Includes the 1% local sales tax and ½% sales tax for reduction of property taxes; does not include the sales tax for economic development. Source: City of Harlingen.
(2) Based on population estimates for all years.

TABLE 15 - CURRENT INVESTMENTS

As of January 31, 2011, the city's funds were invested as follows:

Description	% of Total	Market Value	Book Value
Bank Deposits	34.46%	$ 15,120,977	$ 15,120,977
TexPool	32.55%	14,284,832	14,284,832
Certificates of Deposit	32.99%	14,478,656	14,478,656
Totals	100.00%	$ 43,884,465	$ 43,884,465