



FARMERS
BRANCH

MEMORANDUM

FINANCE

CS
TO: Mayor Bob Phelps and the
City Council

THRU: Charles S. Cox
City Manager

FROM: Mayve Strong *mes*
Interim Finance Director

DATE: July 12, 2016

SUBJECT: Financial Report – June 2016

Revenue and Expenditure Reports for June 2016 are attached. Revenues for this report include a column entitled "Expected as % of Budget Year-to-Date." This column, used primarily for revenues with budgets exceeding \$200,000, is used to more quickly identify revenue fluctuations based on a five-year historical trend.

The attached Pooled Cash and Investments report represents cash and investment totals by fund as of the end of June 2016.

CSC/sp

Attachments

**GENERAL FUND
STATEMENT OF REVENUE
June 2016
(UNAUDITED)**

	AMENDED BUDGET 2015-16	ACTUAL REVENUES Y-T-D 06/30/16	ACTUAL AS % OF BUDGET (Y-T-D)	EXPECTED AS % OF BUDGET (Y-T-D)	ACTUAL AS % OF EXPECTED (Y-T-D)
<u>TAXES</u>					
PROPERTY TAXES	\$22,825,000	\$22,175,220	97.15%	100.00%	97.15%
SALES & USE TAXES	14,130,000	10,162,234	71.92%	75.00%	95.89%
MIXED BEVERAGE	85,000	60,262	70.90%		
FRANCHISE FEES	4,651,000	3,267,677	70.26%	77.00%	91.24%
PENALTIES & INTEREST	100,000	70,206	70.21%		
SUB-TOTAL	\$41,791,000	\$35,735,599	85.51%	89.00%	96.08%
<u>LICENSES & PERMITS</u>					
HEALTH	\$45,000	\$32,660	72.58%		
BUILDING	859,000	532,853	62.03%	75.00%	82.71%
PLUMBING	100,000	70,060	70.06%		
ELECTRICAL	95,000	76,039	80.04%		
HVAC	60,000	63,562	105.94%		
MULTI-FAMILY INSPECTION	100,000	86,710	86.71%		
INTERGOVERNMENTAL REVENUE	150,000	150,000	100.00%		
SUB-TOTAL	\$1,409,000	\$1,011,884	71.82%	77.00%	93.27%
<u>CHARGES FOR SERVICES</u>					
ZONING	\$20,000	\$18,625	93.13%		
PRINTING & DUPLICATING	12,000	11,656	97.13%		
POLICE SERVICES	120,000	119,592	99.66%		
AMBULANCE & 911 SERVICES	1,610,000	1,000,871	62.17%	73.00%	85.16%
FIRE SERVICES	20,000	17,312	86.56%		
REFUSE SERVICES	2,277,000	1,633,922	71.76%	72.00%	99.66%
HEALTH & INSPECTION FEE	85,000	65,269	76.79%		
ANIMAL CONTROL & SHELTER	35,000	23,692	67.69%		
SWIMMING POOL FEES	419,000	162,409	38.76%	40.00%	96.90%
SENIOR CENTER FEES	35,000	30,582	87.38%		
PARKS & REC CONCESSIONS	205,000	186,984	91.21%	75.00%	121.62%
BUILDING USE FEES	490,000	389,319	79.45%	70.00%	113.50%
EVENTS	5,700	21,952	385.12%		
SUB-TOTAL	\$5,333,700	\$3,682,185	69.04%	72.00%	95.88%
<u>FINES, FORFEITS & ASSESSMENTS</u>					
COURT	\$2,557,000	\$1,555,859	60.85%	75.00%	81.13%
LIBRARY	160,000	117,684	73.55%		
SUB-TOTAL	\$2,717,000	\$1,673,543	61.60%	75.00%	82.13%

**GENERAL FUND
STATEMENT OF REVENUE
June 2016
(UNAUDITED)**

	AMENDED BUDGET 2015-16	ACTUAL REVENUES Y-T-D 06/30/16	ACTUAL AS % OF BUDGET (Y-T-D)	EXPECTED AS % OF BUDGET (Y-T-D)	ACTUAL AS % OF EXPECTED (Y-T-D)
<u>INTEREST/RENTS/CONTRIBUTIONS</u>					
INTEREST	\$120,000	\$112,368	93.64%		
RENTS	580,000	419,003	72.24%	75.00%	96.32%
SUB-TOTAL	\$700,000	\$531,371	75.91%	74.00%	102.58%
<u>MISCELLANEOUS</u>					
MISCELLANEOUS	\$34,000	\$42,167	124.02%		
RECYCLING	10,000	4,893	48.93%		
SALE OF ASSETS	10,000	14,611	146.11%		
INSURANCE RECOVERY	21,500	4,712	21.92%		
SUB-TOTAL	\$75,500	\$66,383	87.92%	75.00%	117.23%
GRAND TOTAL	\$52,026,200	\$42,700,965	82.08%	86.00%	95.44%

**ENTERPRISE FUNDS
STATEMENT OF REVENUE
June 2016
(UNAUDITED)**

	AMENDED BUDGET 2015-16	ACTUAL REVENUES Y-T-D 06/30/16	ACTUAL AS % OF BUDGET (Y-T-D)	EXPECTED AS % OF BUDGET (Y-T-D)	ACTUAL AS % OF EXPECTED (Y-T-D)
<u>INTEREST/RENTS/CONTRIBUTIONS</u>					
INTEREST	\$8,000	(\$3,107)	-38.84%		
SUB-TOTAL	<u>\$8,000</u>	<u>(\$3,107)</u>	<u>-38.84%</u>	<u>82.00%</u>	<u>-47.36%</u>
<u>MISCELLANEOUS</u>					
RECONNECTS/SVC CHARGE	\$48,000	\$33,850	70.52%		
LATE FEES	175,000	133,014	76.01%		
SALE OF ASSETS	10,000	0	0.00%		
MISCELLANEOUS	2,800	2,971	106.11%		
SUB-TOTAL	<u>\$235,800</u>	<u>\$169,835</u>	<u>72.03%</u>	<u>75.00%</u>	<u>96.03%</u>
<u>WATER/SEWER SALES</u>					
WATER SALES	\$13,397,500	\$8,862,544	66.15%	65.00%	101.77%
SEWER SERVICE	5,716,800	4,090,161	71.55%	72.00%	99.37%
ADDISON SEWER	18,000	12,701	70.56%		
BACKFLOW PROGRAM	30,000	22,080	73.60%		
TAPPING FEES	11,000	1,050	9.55%		
SUB-TOTAL	<u>\$19,173,300</u>	<u>\$12,988,536</u>	<u>67.74%</u>	<u>67.00%</u>	<u>101.11%</u>
<u>STORMWATER UTILITIES</u>					
CHARGES FOR SERVICES	\$1,284,000	\$969,132	75.48%	75.00%	100.64%
SUB-TOTAL	<u>\$1,284,000</u>	<u>\$969,132</u>	<u>75.48%</u>	<u>75.00%</u>	<u>100.64%</u>
GRAND TOTAL	<u><u>\$20,701,100</u></u>	<u><u>\$14,124,396</u></u>	<u><u>68.23%</u></u>	<u><u>71.00%</u></u>	<u><u>96.10%</u></u>

**HOTEL/MOTEL FUND
STATEMENT OF REVENUE
June 2016
(UNAUDITED)**

	AMENDED BUDGET 2015-16	ACTUAL REVENUES Y-T-D 06/30/16	ACTUAL AS % OF BUDGET (Y-T-D)	EXPECTED AS % OF BUDGET (Y-T-D)	ACTUAL AS % OF EXPECTED (Y-T-D)
<u>OTHER TAXES</u>					
HOTEL/MOTEL TAX	\$2,850,000	\$2,185,581	76.69%	74.00%	103.63%
SUB-TOTAL	\$2,850,000	\$2,185,581	76.69%	74.00%	103.63%
<u>INTEREST/RENTS/CONTRIBUTIONS</u>					
INTEREST	\$7,000	\$10,818	154.54%		
SUB-TOTAL	\$7,000	\$10,818	154.54%	64.00%	241.47%
<u>SPECIAL REVENUES</u>					
MISCELLANEOUS	\$2,500	\$1,368	54.72%		
HISTORICAL PARK RENTALS	15,000	10,998	73.32%		
HISTORICAL PARK TEAS	5,300	4,951	93.42%		
EVENTS	33,200	10,663	32.12%		
SUB-TOTAL	\$56,000	\$27,980	49.96%	75.00%	66.62%
GRAND TOTAL	\$2,913,000	\$2,224,379	76.36%	74.00%	103.19%

GENERAL FUND
STATEMENT OF EXPENDITURES
June 2016
(UNAUDITED)

DIVISION	AMENDED BUDGET 2015-16	ACTUAL EXPENDITURES AND ENCUMBRANCES 6/30/2016	ACTUAL AS % OF BUDGET (Y-T-D)
GENERAL GOVERNMENT	\$227,700	\$126,405	55.51%
GENERAL CONTRACTS	292,000	292,000	100.00%
ADMINISTRATION	1,313,200	1,174,997	89.48%
LEGAL	320,000	281,949	88.11%
NON-DEPARTMENTAL	(1,713,700)	(1,438,960)	83.97%
COMMUNICATIONS	385,800	273,854	70.98%
ECONOMIC DEVELOPMENT	586,500	424,142	72.32%
HUMAN RESOURCES	1,072,100	670,495	62.54%
FINANCE ADMINISTRATION	811,400	570,234	70.28%
ACCOUNTING	594,500	429,418	72.23%
INFORMATION SERVICES	2,379,400	1,636,650	68.78%
MUNICIPAL COURT	617,300	438,723	71.07%
PURCHASING	125,600	88,092	70.14%
PLANNING	426,700	318,865	74.73%
COMMUNITY SERVICES ADMIN.	486,800	292,212	60.03%
BUILDING INSPECTION	1,133,300	702,717	62.01%
ANIMAL SERVICES	661,400	422,907	63.94%
PUBLIC WORKS ADMINISTRATION	755,500	549,139	72.69%
SOLID WASTE COLLECTION	2,172,700	1,767,137	81.33%
STREET MAINTENANCE	3,946,100	3,185,660	80.73%
ENVIRONMENTAL SERVICES	483,600	271,455	56.13%
POLICE ADMINISTRATION	1,660,400	1,166,134	70.23%
POLICE INVESTIGATIONS	1,906,800	1,403,841	73.62%
POLICE PATROL	6,612,600	4,847,299	73.30%
POLICE DETENTION	1,072,300	797,462	74.37%
POLICE COMMUNICATIONS	2,041,800	1,928,001	94.43%
POLICE TRAINING	176,700	136,344	77.16%
FIRE ADMINISTRATION	1,114,200	852,388	76.50%
FIRE PREVENTION	493,400	363,244	73.62%
FIRE OPERATIONS	8,488,300	6,263,327	73.79%
PARKS & RECREATION ADMIN.	534,400	401,756	75.18%
PARK MAINTENANCE	5,197,800	3,613,992	69.53%
RECREATION	1,759,400	1,228,379	69.82%
SWIMMING POOL	949,400	520,437	54.82%
SENIOR CENTER	825,200	561,656	68.06%
PARK BOARD	9,800	2,648	27.02%
SENIOR ADVISORY BOARD	4,800	2,683	55.90%
EVENTS	576,500	412,294	71.52%
LIBRARY	1,811,300	1,329,851	73.42%
GRAND TOTAL	<u>\$52,313,000</u>	<u>\$38,309,827</u>	<u>73.23%</u>

ENTERPRISE FUNDS
STATEMENT OF EXPENDITURES
June 2016
(UNAUDITED)

DIVISION	AMENDED BUDGET 2015-16	ACTUAL EXPENDITURES AND ENCUMBRANCES 06/30/16	ACTUAL AS % OF BUDGET (Y-T-D)
WATER & SEWER ADMINISTRATION	\$4,540,100	\$3,355,362	73.91%
WATER & SEWER OPERATIONS	14,296,200	10,200,814	71.35%
STORMWATER UTILITIES	<u>1,172,700</u>	<u>582,958</u>	<u>49.71%</u>
GRAND TOTAL	<u><u>\$20,009,000</u></u>	<u><u>\$14,139,134</u></u>	<u><u>70.66%</u></u>

HOTEL/MOTEL FUND
STATEMENT OF EXPENDITURES
June 2016
(UNAUDITED)

DIVISION	AMENDED BUDGET 2015-16	ACTUAL EXPENDITURES AND ENCUMBRANCES 06/30/16	ACTUAL AS % OF BUDGET (Y-T-D)
HISTORICAL PRESERVATION	\$1,138,500	\$795,450	69.87%
PROMOTION OF TOURISM	1,296,900	876,602	67.59%
CONVENTION CENTER	<u>19,000</u>	<u>5,038</u>	<u>26.52%</u>
GRAND TOTAL	<u><u>\$2,454,400</u></u>	<u><u>\$1,677,090</u></u>	<u><u>68.33%</u></u>

Pooled Cash and Investments

Including Premiums/(Discounts)

June, 2016

(unaudited)



Cash and Investments

**FARMERS
BRANCH**

<u>Fund No.</u>	<u>Fund Name</u>	<u>Jun-30-2015</u>	<u>Oct-01-2015</u>	<u>Jun-30-2016</u>
<u>General Fund:</u>				
101	General	\$13,557,766	\$7,634,019	\$11,347,025.71
102	Payroll	950,658	817,225	898,534
103	Fixed Assets	1,097,314	878,540	1,115,567
105	Economic Development	3,390,203	3,135,203	3,145,186
Sub-Total		18,995,942	12,464,987	16,506,313
<u>Special Revenue Fund:</u>				
201	Hotel-Motel	1,101,999	1,303,023	1,880,694
202	Police Forfeitures	193,327	198,826	199,052
203	Special Revenue Donations	192,796	270,004	175,245
205	Youth Scholarship	17,341	16,555	16,730
206	Grant	529	74	5,050
207	Building Security	114,933	116,072	43,767
208	LF Closure/Post Closure	4,948,853	4,793,090	3,698,422
209	Court Technology	105,045	103,808	76,490
211	Stars Center	1,249,711	1,216,097	1,272,707
212	Cemetery	27,713	21,142	(17)
214	Photographic Light System	498,771	531,000	529,372
215	Dangerous Structures	1,015,060	271,693	(3,509)
216	PEG Access Channel	23,143	7,614	58,466
217	Farmers Branch Local Government Corp.	40,683	40,683	40,683
222	Police Forfeitures - Federal	72,952	69,840	37,188
233	Fixed Assets	44,819	152,694	152,694
Sub-Total		9,647,675	9,112,215	8,183,033
<u>Capital Fund:</u>				
301	Non-Bond Capital Improvement Programs	373,692	770,713	896,819
302	DART	(130,100)	0	0
303	Hotel/Motel Capital Improvement	27,229	33,499	33,809
309	Radio System	802,125	757,223	693,862
323	Aquatics Center	439,966	352,998	234,310
327	* Non-Bond Utility	4,377,022	2,546,318	3,101,637
328	TIF District #1	52,488	52,751	8,077
329	TIF District #2	520,682	521,036	1,132,680
330	Consolidated Dispatch	544,471	491,702	500,205
331	Justice Center Improvements	0	0	2,597,455
332	Street Improvements	11,889,338	10,883,332	8,544,738
Sub-Total		18,896,912	16,409,573	17,743,591
<u>Debt Service Fund:</u>				
401	Debt Service	693,939	154,756	620,380
403	Stars Center	(43,430)	106,073	(43,578)
Sub-Total		650,509	260,830	576,802
<u>Enterprise Fund:</u>				
501	Water and Sewer	(3,054,187)	(1,003,705)	(1,801,066)
503	Fixed Assets - Water and Sewer	301,839	468,305	473,743
511	Stormwater Utility	270,027	(1,058)	746,058
513	Fixed Assets - Stormwater	88,400	53	(36,922)
Sub-Total		(2,393,921)	(536,406)	(618,187)
<u>Internal Service Fund:</u>				
601	Internal Services	148,878	686,742	509,298
602	Workers' Compensation	748,858	771,809	830,027
603	Fixed Assets	354,392	182,865	132,621
604	Health Claims	953,325	1,315,612	1,375,898
Sub-Total		2,205,453	2,957,028	2,847,844
GRAND TOTAL		\$48,002,570	\$40,668,227	\$45,239,395

* Reported in Enterprise Fund at year-end.

**City of Farmers Branch
Portfolio Summary Report
Quarter ending 6/30/16**

This quarterly report is in full compliance with the City of Farmers Branch's investment strategy as established for operating and pooled funds and the Public Funds Investment Act (Chapter 2256). Beginning period information is as of March 31, 2016.

Beginning Book Value	\$51,093,439
Beginning Market Value	\$51,229,332
WAM ¹ at Beginning Date	481 days
Ending Book Value	\$46,820,604
Ending Market Value	\$46,938,442
Unrealized Gain/(Loss)	\$ 117,838
WAM at Ending Date	438 days
Change in Market Value	\$ (4,290,890) ²
Yield Calculated on Weighted Average of Total Portfolio's Average Daily Balance	.926%
Fiscal Year to Date Average Monthly Yield	.879%
438 Day T-Bill at June 30, 2016	.567%

¹ WAM = Weighted Average Maturity

² Change in market value is due primarily to cash flow changes or new investments and investment maturities during the period. Cash from maturing investments is either reinvested or used to pay the City's bills.

The City follows a policy of holding investments to maturity. This policy would prevent any unrealized loss (or gain) noted above from actually occurring.

Approved by:


Mayye Strong
Interim Finance Director

The City of Farmers Branch
Investment Portfolio
June 30, 2016

Trade Date	Maturity Date	Rating	Weighted Average Maturity	CUSIP	Type/ Broker/ Dealer	PAR Value	Yield	Coupon	Market Value Jun-2016	Current Book Value	Unrealized Gain/(Loss)	Accrued Interest Receivable	Percent of Total Portfolio
Jan-14-2015	Jul-01-2016	Aaa/AA-	0	34074GDF8	Florida Hurr. Ser-A Wells Fargo	4,805,000	0.550%	1.298%	4,805,144	4,806,436	(1,292)	25,987	10.28%
Feb-24-2015	Jul-01-2016	Aaa/AA-	0	34074GDF8	Florida Hurr. Ser-A Wells Fargo	1,300,000	0.650%	1.298%	1,311,323	1,300,333	(294)	7,031	2.79%
Aug-26-2014	Dec-01-2016	/AAA	5	839562J9	Sth San Antonio Sch BOS/ Bank of Tx	680,000	0.608%	4.250%	640,055	640,118	(63)	0	1.35%
Mar-26-2015	May-01-2017	/AA-	29	646108QB9	New Jersey ST HSG Cantor Fitzgerald	2,000,000	1.161%	3.520%	1,996,080	2,000,808	(4,728)	2,017	4.28%
Feb-10-2015	Jan-01-2018	A2/A	11	373541D22	Georgia ST Muni Elec Cantor Fitzgerald	410,000	1.438%	1.181%	424,748	422,732	2,016	6,013	0.88%
Feb-20-2015	Nov-01-2018	Aa1/AAA	297	64871QH55	NYC TRANS FIN Auth Wells Fargo	7,200,000	1.363%	1.280%	7,214,256	7,178,472	27,890	7,680	15.40%
Jan-15-2015	Nov-01-2018	Aa1/AAA	167	57582RAN6	Mass. ST BDS Raymond James	4,000,000	1.321%	1.400%	4,051,360	4,007,187	44,173	4,667	8.61%
Feb-13-2015	Dec-01-2018	/AA	12	788420FS1	St. Clair CO SD Raymond James	285,000	1.329%	1.700%	289,435	287,500	1,931	0	0.61%
TOTAL MUNICIPAL OBLIGATIONS													
			522			20,630,000	1.079%	1.443%	20,721,116	20,651,485	69,633	53,395	44.12%
Aug-27-2014	Aug-25-2016	FDIC Ins	15	1003743426	CDAR (2-yr) BOS/ Bank of Tx	1,270,000	0.600%	0.600%	1,270,000	1,270,000	0	14,288	2.72%
Jan-21-2015	Jan-21-2018	FDIC Ins	68	1003743426	CDAR (3-yr) BOS/ Bank of Tx	550,000	1.050%	1.050%	550,000	550,000	0	8,422	1.18%
Feb-11-2015	Feb-10-2018	FDIC Ins	358	1003743426	CDAR (3-yr) BOS/ Bank of Tx	2,800,000	1.070%	1.070%	2,800,000	2,800,000	0	41,195	5.99%
TOTAL CERTIFICATES OF DEPOSITS													
			441			4,620,000	0.938%	0.938%	4,620,000	4,620,000	0	63,904	9.88%
Jan-11-2016	Oct-11-2016	Aaa/AA+	12	3133EDUV2	FFCB - Discount Raymond James	1,975,000	0.718%	0.650%	1,976,155	1,974,908	1,547	2,140	4.22%
Jan-14-2016	Nov-15-2016	Aaa/AA+	12	3135G0ES8	FNMA Raymond James	1,500,000	1.375%	0.706%	1,505,160	1,503,746	1,414	1,719	3.21%
Feb-06-2015	Feb-02-2017	Aaa/AA+	45	3131PK73	FAMCA Wells Fargo	3,500,000	0.635%	0.650%	3,500,700	3,500,328	372	7,563	7.49%
Apr-03-2014	Apr-20-2017	Aaa/AA+	26	3135G0ZB2	FNMA Cantor Fitzgerald	1,500,000	0.997%	0.750%	1,501,890	1,497,077	4,813	1,875	3.21%
Jan-08-2016	Jul-14-2017	Aaa/AA+	45	3137EADV8	FFCB - Discount Deutsche Bank	2,000,000	0.913%	0.750%	2,002,960	1,996,597	6,363	6,250	4.28%
Mar-23-2016	Mar-23-2018	Aaa/AA+	111	3134G8NY1	FHLMC Wells Fargo	3,000,000	1.000%	1.000%	3,004,512	3,000,000	4,512	8,571	6.42%
Jan-15-2015	Jan-04-2019	Aaa/AA+	190	3130A0G87	FHLB Raymond James	3,450,000	1.171%	1.670%	3,521,451	3,492,265	29,185	24,006	7.38%
TOTAL AGENCY OBLIGATIONS													
			441			16,925,000	0.890%	1.005%	17,012,828	16,964,822	48,205	52,144	36.20%
Jun-30-2016	May-31-2014	FDIC/Col	1		DEPOSITORY JP Morgan-Chase	226,167	0.300%	0.300%	226,167	226,167	0	0	0.48%
TOTAL DEPOSITORY (Collateralized)													
			1			226,167	0.300%	0.300%	226,167	226,167	0	0	0.48%
Jun-30-2016	Jun-30-2016	AAA/Am	46		Repo/BoA-Flexicash/TexPool	4,358,332	0.363%	0.363%	4,358,332	4,358,332	0	0	9.32%
TOTAL REPO AGREEMENTS (Collateralized)													
			46			4,358,332	0.363%	0.363%	4,358,332	4,358,332	0	0	9.32%
TOTAL INVESTMENTS													
This Month's Yield Calculated on Weighted Average of Total Portfolio													
Year to Date	Average Monthly Yield through												
438 Day T-Bill Dated	As of	June 30, 2016											
Portfolio Weighted Average Maturity (WAM) in Days		Sep-2017											
Portfolio Market to Book Value Percentage Gain/Los		438											
All securities are recorded in a commingled pool entitled "Pooled Equity Fund".		0.25%											

For purposes of this report, all repurchase agreements are assumed to mature as of the reporting period end date.

Key: CDAR = Certificate of Deposit Account Registry Service, TB= US Treasury Bill, TN = US Treasury Note, FHLB = Federal Home Loan Bank Note, Repo = Repurchase Agreement, FFCB = Federal Farm Credit Bank Note, FNDN = Fannie Mae Discount Note, SLMA = Student Loan Marketing Association Note, FNMA = Fannie Mae Note, FHLMC = Freddie Mac, FAMCA = Farmer Mac Note

ALL INSTRUMENTS ARE HELD TO MATURITY

Mary G. Strong
Interim Director of Finance