



**FARMERS
BRANCH**

MEMORANDUM

FINANCE

TO: Mayor Robert C. Dye and the
City Council

THRU: Charles S. Cox
City Manager

FROM: Sherrelle Evans-Jones, CPA
Director of Finance

DATE: July 19, 2018

SUBJECT: Financial Report – June 2018

Revenue and Expenditure Reports for June 2018 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 2018.

Attachments

**GENERAL FUND
STATEMENT OF REVENUES
June 2018
(UNAUDITED)**

	ACTUAL REVENUES FY 15/16	ACTUAL REVENUES FY 16/17	ADOPTED BUDGET 2017-18	ACTUAL REVENUES Y-T-D 06/30/18	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	\$22,306,338	\$24,078,709	\$25,650,000	\$25,955,833	101.19%	100.00%	101.19%
SALES & USE TAXES	13,554,926	13,853,566	13,600,000	10,726,927	78.87%	74.00%	106.59%
MIXED BEVERAGE	84,915	82,770	100,000	64,143	64.14%		
FRANCHISE FEES	4,235,295	4,187,078	4,331,000	3,198,488	73.85%	77.00%	95.91%
PENALTIES & INTEREST	79,358	84,936	100,000	133,671	133.67%		
<i>SUB-TOTAL</i>	<u>\$40,260,832</u>	<u>\$42,287,059</u>	<u>\$43,781,000</u>	<u>\$40,079,062</u>	<u>91.54%</u>	<u>90.00%</u>	<u>101.72%</u>
<u>LICENSES & PERMITS</u>							
HEALTH	\$44,445	\$49,765	\$53,000	\$30,920	58.34%		
BUILDING	996,792	1,508,010	2,489,000	3,087,301	124.04%	69.00%	179.76%
PLUMBING	93,610	131,367	105,000	168,241	160.23%		
ELECTRICAL	110,601	129,061	125,000	181,846	145.48%		
HVAC	87,763	101,582	90,000	127,801	142.00%		
MULTI-FAMILY INSPECTION	94,590	104,668	100,000	89,240	89.24%		
INTERGOV'T'L REVENUE	150,000	150,000	0	0	0.00%		
<i>SUB-TOTAL</i>	<u>\$1,577,801</u>	<u>\$2,174,453</u>	<u>\$2,962,000</u>	<u>\$3,685,349</u>	<u>124.42%</u>	<u>70.00%</u>	<u>177.74%</u>
<u>CHARGES FOR SERVICES</u>							
ZONING	\$24,675	\$24,630	\$24,000	\$33,105	137.94%		
PRINTING & DUPLICATING	14,879	11,822	12,500	14,663	117.30%		
POLICE SERVICES	153,042	203,913	240,000	158,485	66.04%	75.00%	88.05%
AMBULANCE & 911	1,493,317	1,449,237	1,530,000	891,483	58.27%	71.00%	82.07%
FIRE SERVICES	22,745	23,027	25,000	29,496	117.98%		
REFUSE SERVICES	2,467,090	2,587,264	3,914,000	2,182,915	55.77%	72.00%	77.46%
HEALTH & INSPECTION FEE	83,742	30,612	50,000	27,415	54.83%		
ANIMAL CONTROL & SHELTER	30,134	25,975	30,000	23,124	77.08%		
AQUATIC CENTER FEES	310,997	367,187	325,000	180,800	55.63%	56.00%	99.34%
SENIOR CENTER FEES	36,706	29,004	30,000	19,565	65.22%		
PARKS & REC CONCESSIONS	231,951	212,498	223,200	164,923	73.89%	75.00%	98.52%
BUILDING USE FEES	508,979	486,762	535,000	472,200	88.26%	73.00%	120.91%
EVENTS	29,504	35,449	100,500	52,502	52.24%		
<i>SUB-TOTAL</i>	<u>\$5,407,761</u>	<u>\$5,487,380</u>	<u>\$7,039,200</u>	<u>\$4,250,676</u>	<u>60.39%</u>	<u>72.00%</u>	<u>83.87%</u>
<u>FINES, FORFEITS & ASSESSMENTS</u>							
COURT	\$2,102,468	\$2,140,085	\$2,335,000	\$1,305,421	55.91%	74.00%	75.55%
LIBRARY	152,745	112,960	110,000	51,902	47.18%		
<i>SUB-TOTAL</i>	<u>\$2,255,213</u>	<u>\$2,253,045</u>	<u>\$2,445,000</u>	<u>\$1,357,323</u>	<u>55.51%</u>	<u>74.00%</u>	<u>75.02%</u>

**GENERAL FUND
STATEMENT OF REVENUES
June 2018
(UNAUDITED)**

	ACTUAL REVENUES FY 15/16	ACTUAL REVENUES FY 16/17	ADOPTED BUDGET 2017-18	ACTUAL REVENUES Y-T-D 06/30/18	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	\$171,394	\$207,404	\$188,000	\$251,748	133.91%		
RENTS	538,474	545,394	530,000	422,536	79.72%	77.00%	103.54%
SUB-TOTAL	\$709,868	\$752,798	\$718,000	\$674,284	93.91%	76.00%	123.57%
<u>MISCELLANEOUS</u>							
MISCELLANEOUS	\$39,570	\$81,801	\$63,000	\$66,765	105.98%		
RECYCLING	9,797	9,066	8,000	5,991	74.89%		
SALE OF ASSETS	16,811	23,607	20,000	18,594	92.97%		
INSURANCE RECOVERY	4,712	59,927	20,000	8,913	44.57%		
SUB-TOTAL	\$70,890	\$174,401	\$111,000	\$100,263	90.33%	75.00%	120.44%
 GRAND TOTAL	\$50,282,365	\$53,129,136	\$57,056,200	\$50,146,957	87.89%	86.00%	102.20%

**ENTERPRISE FUNDS
STATEMENT OF REVENUES
June 2018
(UNAUDITED)**

	ACTUAL REVENUES FY 15/16	ACTUAL REVENUES FY 16/17	ADOPTED BUDGET 2017-18	ACTUAL REVENUES Y-T-D 06/30/18	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	(\$4,858)	(\$6,660)	\$0	(\$6,928)	0.00%		
<i>SUB-TOTAL</i>	(\$4,858)	(\$6,660)	\$0	(\$6,928)	0.00%	0.00%	0.00%
<u>MISCELLANEOUS</u>							
RECONNECTS/SVC CHARGE	\$42,975	\$43,075	\$43,000	\$30,400	70.70%		
LATE FEES	171,972	177,895	169,000	170,193	100.71%		
SALE OF ASSETS	0	644	1,000	0	0.00%		
INSURANCE RECOVERY	0	0	0	606	N/A		
MISCELLANEOUS	3,718	3,839	3,600	5,712	158.67%		
<i>SUB-TOTAL</i>	\$218,665	\$225,453	\$216,600	\$206,911	95.53%	75.00%	127.37%
<u>WATER/SEWER SALES</u>							
WATER SALES	\$12,608,979	\$13,460,167	\$14,929,200	\$10,607,296	71.05%	66.00%	107.65%
SEWER SERVICE	5,612,534	6,203,535	6,914,000	5,298,077	76.63%	72.00%	106.43%
ADDISON SEWER	16,623	20,969	19,400	17,756	91.53%		
BACKFLOW PROGRAM	32,750	35,165	30,000	29,710	99.03%		
TAPPING FEES	1,450	2,300	4,000	2,450	61.25%		
<i>SUB-TOTAL</i>	\$18,272,336	\$19,722,136	\$21,896,600	\$15,955,289	72.87%	68.00%	107.16%
<u>STORMWATER UTILITIES</u>							
CHARGES FOR SERVICES	\$1,302,476	\$1,322,296	\$1,314,000	\$1,024,239	77.95%	75.00%	103.93%
<i>SUB-TOTAL</i>	\$1,302,476	\$1,322,296	\$1,314,000	\$1,024,239	77.95%	75.00%	103.93%
GRAND TOTAL	\$19,788,619	\$21,263,225	\$23,427,200	\$17,179,511	73.33%	68.00%	107.84%

HOTEL/MOTEL FUND
STATEMENT OF REVENUES
June 2018
(UNAUDITED)

	ACTUAL REVENUES FY 15/16	ACTUAL REVENUES FY 16/17	ADOPTED BUDGET 2017-18	ACTUAL REVENUES Y-T-D 06/30/18	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	\$2,959,670	\$2,892,656	\$3,000,000	\$2,166,857	72.23%	75.00%	96.30%
SUB-TOTAL	\$2,959,670	\$2,892,656	\$3,000,000	\$2,166,857	72.23%	75.00%	96.30%
<u>INTEREST/RENTS/CONTRIBUTIONS</u>							
INTEREST	\$19,608	\$29,075	\$25,000	\$23,104	92.42%		
SUB-TOTAL	\$19,608	\$29,075	\$25,000	\$23,104	92.42%	75.00%	123.22%
<u>SPECIAL REVENUES</u>							
MISCELLANEOUS	\$3,484	\$2,824	\$2,000	\$1,951	97.55%		
HISTORICAL PARK RENTALS	12,248	15,761	15,000	6,880	45.87%		
HISTORICAL PARK TEAS	4,951	5,650	5,700	5,275	92.54%		
EVENTS	20,307	21,735	25,000	38,835	155.34%		
SUB-TOTAL	\$40,990	\$45,970	\$47,700	\$52,941	110.99%	75.00%	147.98%
 GRAND TOTAL	\$3,020,268	\$2,967,701	\$3,072,700	\$2,242,902	72.99%	75.00%	97.33%

GENERAL FUND
STATEMENT OF EXPENDITURES
June 2018
(UNAUDITED)

DIVISION	ACTUAL EXPENDITURES FY 15/16	ACTUAL EXPENDITURES FY 16/17	ADJUSTED BUDGET 2017-18	ACTUAL EXPENDITURES AND ENCUMBRANCES 6/30/2018	ACTUAL AS % OF BUDGET (Y-T-D)
GENERAL GOVERNMENT	\$143,683	\$181,071	\$174,200	\$138,398	79.45%
GENERAL CONTRACTS	292,000	292,000	292,000	292,000	100.00%
ADMINISTRATION	1,393,825	671,385	997,700	723,843	72.55%
LEGAL	333,216	443,147	412,200	318,102	77.17%
NON-DEPARTMENTAL	(2,429,424)	(3,607,691)	(1,986,700)	(1,895,238)	95.40%
COMMUNICATIONS	372,929	614,133	654,400	455,732	69.64%
ECONOMIC DEVELOPMENT	570,366	607,475	445,200	329,997	74.12%
HUMAN RESOURCES	961,618	899,901	1,044,100	696,659	66.72%
FINANCE ADMINISTRATION	669,510	695,219	735,300	589,506	80.17%
ACCOUNTING	594,904	787,702	844,800	625,670	74.06%
INFORMATION SERVICES	2,278,788	2,701,935	2,659,100	1,873,457	70.45%
MUNICIPAL COURT	604,060	588,407	638,100	416,048	65.20%
PURCHASING	117,344	120,676	126,500	91,513	72.34%
PLANNING	410,043	353,658	430,700	270,103	62.71%
COMMUNITY SERVICES ADMIN.	469,952	417,361	433,000	298,031	68.83%
BUILDING INSPECTION	1,042,438	1,130,637	1,407,300	880,544	62.57%
PUBLIC WORKS ADMINISTRATION	714,367	663,793	748,900	502,338	67.08%
SOLID WASTE COLLECTION	2,088,967	2,483,063	3,146,900	2,205,319	70.08%
STREET MAINTENANCE	3,705,555	3,886,553	4,163,100	3,427,711	82.34%
ANIMAL SERVICES	631,852	771,723	755,700	491,123	64.99%
ENVIRONMENTAL SERVICES	406,403	350,847	433,900	259,085	59.71%
POLICE ADMINISTRATION	1,547,898	1,436,590	1,683,500	1,201,049	71.34%
POLICE INVESTIGATIONS	1,921,051	1,997,853	2,070,800	1,585,749	76.58%
POLICE PATROL	6,417,523	6,542,508	7,125,400	4,966,162	69.70%
POLICE DETENTION	1,052,578	1,145,241	1,215,700	936,255	77.01%
POLICE COMMUNICATIONS	1,995,551	1,665,618	1,888,300	1,746,353	92.48%
POLICE TRAINING	171,327	150,272	155,400	123,256	79.32%
FIRE ADMINISTRATION	1,168,267	1,337,402	1,294,000	952,458	73.61%
FIRE PREVENTION	493,662	542,216	572,400	423,487	73.98%
FIRE OPERATIONS	8,446,750	9,883,181	9,650,000	7,139,210	73.98%
PARKS & RECREATION ADMIN.	526,897	520,531	555,600	388,210	69.87%
PARK MAINTENANCE	5,143,170	4,989,440	5,521,400	3,736,535	67.67%
RECREATION	1,770,214	1,747,113	1,860,900	1,227,619	65.97%
AQUATICS CENTER	819,154	998,848	1,107,400	613,148	55.37%
SENIOR CENTER	830,287	721,841	869,800	550,036	63.24%
PARK BOARD	3,418	3,388	9,800	3,231	32.97%
SENIOR ADVISORY BOARD	3,667	3,647	4,800	2,069	43.10%
EVENTS	555,803	920,555	916,200	580,341	63.34%
LIBRARY	1,838,096	1,777,288	1,883,000	1,676,838	89.05%
GRAND TOTAL	\$50,077,709	\$51,436,527	\$56,940,800	\$40,841,947	71.73%

**ENTERPRISE FUNDS
STATEMENT OF EXPENDITURES
June 2018
(UNAUDITED)**

DIVISION	ACTUAL EXPENDITURES FY 15/16	ACTUAL EXPENDITURES FY 16/17	ADJUSTED BUDGET 2017-18	ACTUAL EXPENDITURES AND ENCUMBRANCES 06/30/18	ACTUAL AS % OF BUDGET (Y-T-D)
WATER & SEWER ADMINISTRATION	\$4,497,013	\$4,597,366	\$4,673,300	\$3,402,248	72.80%
WATER & SEWER OPERATIONS	14,675,573	15,386,315	17,347,100	12,702,749	73.23%
STORMWATER UTILITIES	<u>983,080</u>	<u>261,954</u>	<u>1,299,000</u>	<u>177,173</u>	<u>13.64%</u>
GRAND TOTAL	<u><u>\$20,155,666</u></u>	<u><u>\$20,245,635</u></u>	<u><u>\$23,319,400</u></u>	<u><u>\$16,282,170</u></u>	<u><u>69.82%</u></u>

HOTEL/MOTEL FUND
STATEMENT OF EXPENDITURES
June 2018
(UNAUDITED)

DIVISION	ACTUAL EXPENDITURES FY 15/16	ACTUAL EXPENDITURES FY 16/17	ADJUSTED BUDGET 2017-18	ACTUAL EXPENDITURES AND ENCUMBRANCES 06/30/18	ACTUAL AS % OF BUDGET (Y-T-D)
HISTORICAL PRESERVATION	\$1,097,852	\$2,305,788	\$1,963,700	\$1,361,591	69.34%
PROMOTION OF TOURISM	1,195,564	1,135,789	1,376,200	990,441	71.97%
CONVENTION CENTER	<u>6,606</u>	<u>393,558</u>	<u>19,000</u>	<u>5,000</u>	<u>26.32%</u>
GRAND TOTAL	<u><u>\$2,300,022</u></u>	<u><u>\$3,835,135</u></u>	<u><u>\$3,358,900</u></u>	<u><u>\$2,357,032</u></u>	<u><u>70.17%</u></u>

Texas Economy Continues to Advance

June 18, 2018

The Texas economy is expanding at a solid pace. Employment has grown at a 3.6 percent annualized rate through May, driven by job gains in the goods-producing sector. Unemployment remains near its historical low, and labor markets are tight. The Dallas Fed's Texas Business Outlook Surveys (TBOS) suggest economic activity accelerated in May. Texas' rig count is on the rise as oil prices continue to recover.

Manufacturing, Services and Retail Accelerate

TBOS headline indexes suggest economic activity picked up in May (*Chart 1*). The three-month moving averages of the headline indexes for the manufacturing and service sector surveys continue to trend upward, while the three-month moving average of the retail sales index rose for the first time in six months. All TBOS employment indexes increased and were well above their postrecession averages. The Texas Leading Index and TBOS outlook indexes point to continued expansion in the state.

Employment Growth Is Broad Based

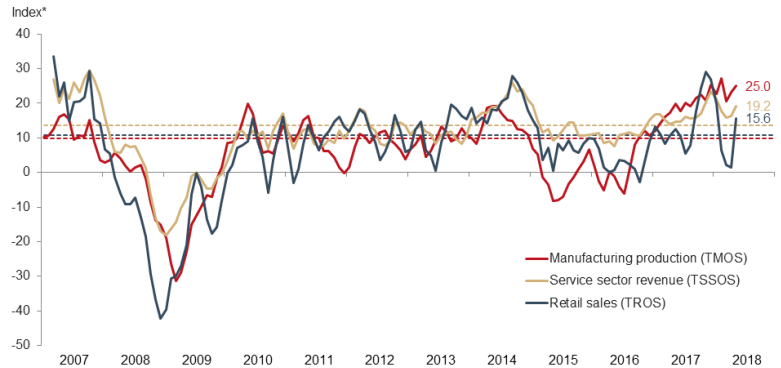
Texas employment expanded at a 3.2 percent annualized rate in May, slower than April's 4.1 percent increase. Job growth remained generally broad based across major Texas metros (*Chart 2*). Year to date through May, Houston leads in job growth among the major metros, supported by its robust energy sector and continued post hurricane rebuilding activity. Job gains through May remain solid in Austin and Dallas-Fort Worth, but have moderated in San Antonio when compared with 2017. El Paso is the only metro to post losses thus far in the second quarter, but job growth year to date remains faster than in 2017.

The Texas Employment Forecast for 2018 was revised down slightly to 3.3 percent in June from 3.6 percent in May but remains well above 2017's growth of 1.9 percent.

Unemployment Holds Steady Near Record Low

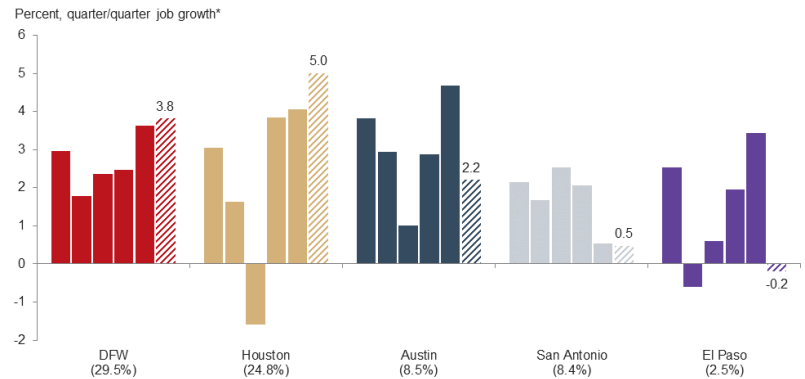
The Texas unemployment rate held steady at 4.1 percent in May, while the U.S. rate edged down to 3.8 percent (*Chart 3*). The jobless rate in Texas has crept up relative to the national rate since March primarily due to stronger labor force growth in the state—more workers sought jobs in an already tight labor market. Despite being slightly above the national rate, the Texas unemployment rate remains near historical lows. Broader measures of labor market slack—including discouraged and marginally attached workers and those working part-time for economic reasons—have also dropped well below their pre-recession averages. The Dallas Fed's Beige Book and TBOS contacts report widespread labor shortages.

Chart 1
TBOS Headline Indexes Suggest Activity Accelerated in May



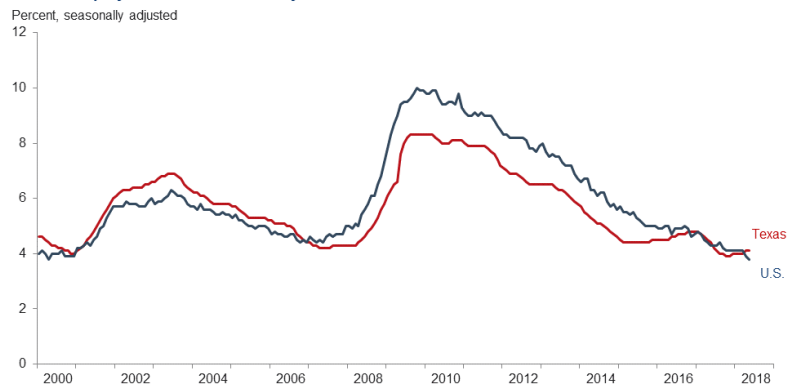
*Three-month moving average, seasonally adjusted.
NOTES: Data are through May 2018. Dashed lines are postrecession averages beginning in January 2010.
SOURCES: Federal Reserve Bank of Dallas' Texas Business Outlook Surveys (TBOS); Texas Manufacturing Outlook Survey (TMOS); Texas Service Sector Outlook Survey (TSSOS) and Texas Retail Outlook Survey (TROS).

Chart 2
Job Growth Strengthens in Houston and DFW



*Seasonally adjusted annualized rate.
NOTES: Quarters begin with first quarter 2017. Patterned bars show May 2018/March 2018 annualized growth. Numbers in parentheses refer to the share of state employment in May 2018.
SOURCES: Bureau of Labor Statistics; Texas Workforce Commission; seasonal and other adjustments by the Federal Reserve Bank of Dallas.

Chart 3
Texas Unemployment Rate Holds Steady



NOTES: U.S. and Texas data are through May 2018.
SOURCES: Bureau of Labor Statistics; Texas Workforce Commission; seasonal and other adjustments by the Federal Reserve Bank of Dallas.

Survey Respondents Indicate Wage Increases

TBOS wage indexes remained firmly above their postrecession averages in May. On average, respondents to TBOS Special Questions last month expect wages to increase 4.4 percent and input prices to rise 4.8 percent this year compared with 2017 (Chart 4). The share of respondents who said they are raising wages and/or benefits to recruit and retain employees also increased, rising from 49.4 percent in November 2017 to 61.6 percent in May.

Growth in Existing-Home Sales Moderates Somewhat

Existing-home sales were up 2.9 percent on a year-over-year basis in April—about the same as in March (Chart 5). After rising steadily in the second half of 2017, sales growth has moderated in most metros except Austin and San Antonio. Part of the moderation may be due to long-standing housing supply constraints.

With construction activity still below prerecession levels, the supply of homes remains very tight in most metros. Average inventory levels of existing homes in Texas have held steady at 3.4 months this year and remain below their long-run equilibrium of six months in all major metros. With steady demand for housing and inadequate supply, house prices continue to appreciate, but at a slower pace than last year. Year-over-year growth in the Federal Housing Finance Agency House Price Index for Texas remains robust but has been moderating since second quarter 2017.

Energy Continues Its Push Forward

In May, the West Texas Intermediate spot price hovered above \$70 per barrel, likely due to increased geopolitical uncertainty surrounding key oil-producing countries (Chart 6). Prices have receded below \$70 per barrel in June but remain well above the Permian Basin's average breakeven price of \$50 as reported in the Dallas Fed's Energy Survey.

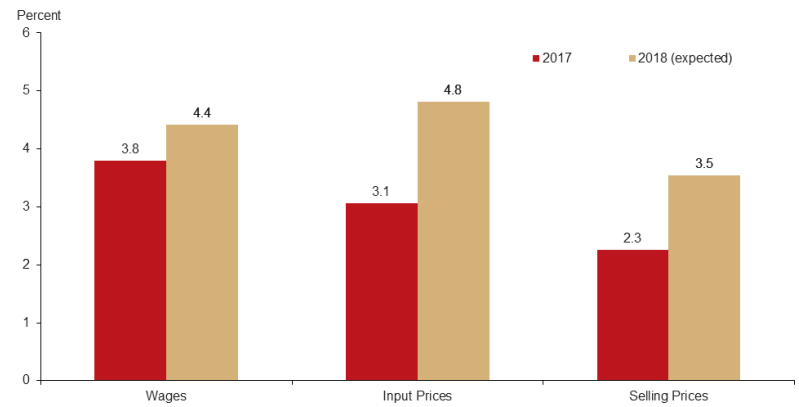
Texas' rig count continued its steady climb, increasing from a low of 173 rigs in May 2016 to 538 rigs at the start of June. Beige Book respondents indicated drilling and completion activity increased further in the Permian but expressed concerns over pipeline-capacity and worker-availability constraints.

—Anil Kumar, Benjamin Meier and Dylan Szeto

About the Authors

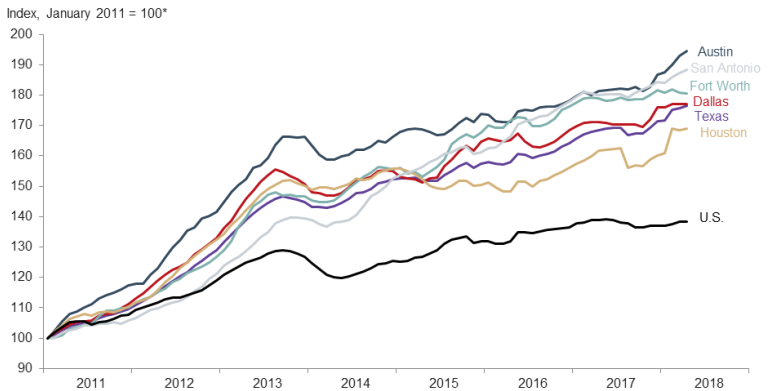
Kumar is a senior economist and policy advisor, Meier is a research assistant and Szeto is a business operations analyst at the Federal Reserve Bank of Dallas.

Chart 4
Faster Growth in Wages and Prices Expected in 2018



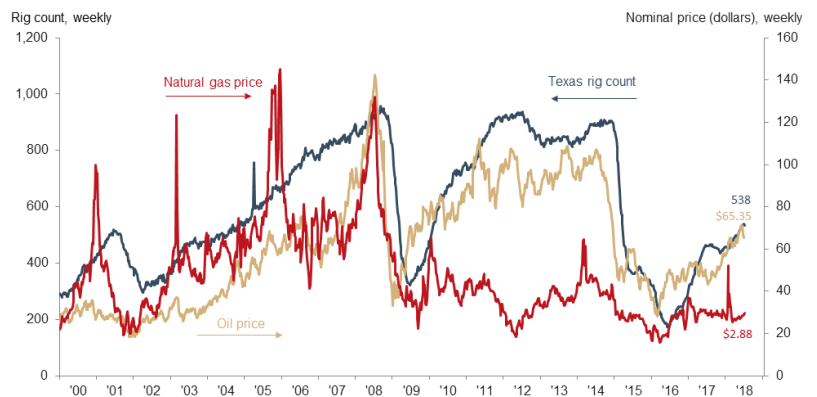
NOTE: Texas Business Outlook Survey data, collected May 15–23, 2018, with 328 firms responding.
SOURCE: Federal Reserve Bank of Dallas.

Chart 5
Existing-Home Sales Show Some Moderation in Growth



*Six-month moving average.
NOTE: Data are through April 2018.
SOURCES: Multiple Listing Service; Texas A&M University Real Estate Center.

Chart 6
Rig Counts Improve Further as Oil Prices Continue to Recover



NOTES: Natural gas prices are multiplied by 10. Data are through the week of June 8, 2018.
SOURCES: Wall Street Journal; Baker Hughes; Energy Information Administration.

Pooled Cash and Investments
Including Premiums/(Discounts)

June, 2018 (unaudited)



Cash and Investments

**FARMERS
BRANCH**

<u>Fund No.</u>	<u>Fund Name</u>	<u>Jun-30-2017</u>	<u>Oct-01-2017</u>	<u>Jun-30-2018</u>
<u>General Fund:</u>				
101	General	\$12,065,036	\$7,088,470	\$18,117,048
102	Payroll	1,085,026	1,184,533	1,241,771
103	Fixed Assets	339,418	1,075,139	1,644,791
105	Economic Development	3,518,035	2,874,141	2,137,694
Sub-Total		<u>17,007,515</u>	<u>12,222,284</u>	<u>23,141,304</u>
<u>Special Revenue Fund:</u>				
201	Hotel-Motel	1,617,349	1,223,862	1,224,202
202	Police Forfeitures	173,800	173,672	137,610
203	Special Revenue Donations	199,604	193,416	456,485
205	Youth Scholarship	17,618	17,609	17,750
206	Grant	(14,919)	(15,149)	0
207	Building Security	37,655	39,060	30,481
208	LF Closure/Post Closure	3,320,330	3,038,772	2,299,445
209	Court Technology	57,785	70,938	29,315
212	Cemetery	4,214	4,219	5,473
214	Photographic Light System	748,618	877,473	880,815
215	Dangerous Structures	6,003	0	0
216	PEG Access Channel	111,151	141,747	147,708
217	Farmers Branch Local Government Corp.	40,683	40,683	40,683
218	Joint Fire Training	0	15,983	23,707
222	Police Forfeitures - Federal	0	7,029	62,394
223	TIF District #3	80,000	80,074	162,782
225	Residential Revitalization	0	0	955,011
228	Huffines Extension	702,630	701,210	709,253
233	Fixed Assets	192,253	206,756	167,577
Sub-Total		<u>7,294,776</u>	<u>6,817,355</u>	<u>7,350,692</u>
<u>Capital Fund:</u>				
301	Non-Bond Capital Improvement Programs	1,569,172	2,389,155	2,573,958
303	Hotel/Motel Capital Improvement	525,791	1,021,002	1,411,968
309	Radio System	637,084	636,659	345,145
320	Fire Station #2 / Landfill	0	0	10,944,279
323	Aquatics Center	215,354	215,221	10,911
327	* Non-Bond Utility	5,107,519	5,367,707	4,753,665
328	TIF District #1	6,400	6,757	9,133
329	TIF District #2	993,062	518,874	923,862
330	Consolidated Dispatch	262,232	162,381	99,954
331	Justice Center Improvements	2,606,943	2,432,442	54,012
332	Street Improvements	4,320,006	3,716,918	11,202,630
333	Trails and Sidewalks	0	0	3,998,494
Sub-Total		<u>16,243,563</u>	<u>16,467,116</u>	<u>36,328,011</u>
<u>Debt Service Fund:</u>				
401	Debt Service	591,727	222,725	877,909
403	Stars Center	989,060	498,310	350,373
Sub-Total		<u>1,580,787</u>	<u>721,036</u>	<u>1,228,282</u>
<u>Enterprise Fund:</u>				
501	Water and Sewer	(1,636,579)	(980,040)	(1,666,202)
503	Fixed Assets - Water and Sewer	616,039	700,235	661,675
511	Stormwater Utility	1,167,488	1,462,303	2,280,240
513	Fixed Assets - Stormwater	53	53	53
Sub-Total		<u>147,001</u>	<u>1,182,552</u>	<u>1,275,766</u>
<u>Internal Service Fund:</u>				
601	Internal Services	921,429	897,717	839,512
602	Workers' Compensation	770,654	756,379	820,591
603	Fixed Assets	140,041	163,552	148,913
604	Health Claims	1,324,155	1,233,320	692,010
Sub-Total		<u>3,156,280</u>	<u>3,050,968</u>	<u>2,501,027</u>
GRAND TOTAL		<u>\$45,429,922</u>	<u>\$40,461,310</u>	<u>\$71,825,082</u>

* Reported in Enterprise Fund at year-end.

**City of Farmers Branch
Portfolio Summary Report
Quarter ending 6/30/18**

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, 2018.

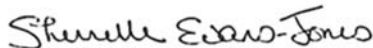
Beginning Book Value	\$52,437,704
Beginning Market Value	\$52,258,648
WAM ¹ at Beginning Date	324 days
Ending Book Value	\$73,377,911
Ending Market Value	\$73,188,801
Unrealized Gain/(Loss)	\$ (189,110)
WAM at Ending Date	335 days
Change in Market Value	\$ 20,930,153 ²
Yield Calculated on Weighted Average of Total Portfolio's Average Daily Balance	1.911%
Fiscal Year to Date Average Monthly Yield	1.572%
335 Day T-Bill at 6/30/18	2.320%

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:



Sherrelle Evans-Jones
Finance Director

The City of Farmers Branch

Investment Portfolio

June 30, 2018

Trade Date	Maturity Date	Rating Moody/S&P	Type/ Broker Dealer	CUSIP	Weighted Average Maturity	Coupon	Yield	PAR Value	Purchase Principal	Market Value Jun-2018	Current Book Value	Unrealized Gain/(Loss)	Accrued Interest Receivable	Percent of Total Portfolio
Feb-01-2018	Apr-30-2020	Aaa	US Treasury BOSC/Bank of Tx	912828K58	296	1.375%	2.194%	7,600,000	7,464,625	7,444,437	7,488,055	(43,618)	17,417	10.34%
May-17-2018	May-31-2019	Aaa	US Treasury Cantor Fitzgerald	912828SX9	98	1.125%	2.331%	5,000,000	4,938,477	4,945,020	4,946,167	(1,147)	4,688	6.80%
May-17-2018	Nov-30-2019	Aaa	US Treasury Raymond James	9128283H1	137	1.750%	2.508%	4,500,000	4,448,848	4,454,877	4,453,110	1,767	6,563	6.12%
TOTAL US TREASURY NOTES					531	1.401%	2.317%	17,100,000	16,851,949	16,844,334	16,887,333	(42,999)	28,667	23.27%
Mar-21-2017	Aug-01-2018	/AA-	Louisiana St Raymond James	546415Z37	1	1.260%	1.310%	1,000,000	999,320	999,180	999,940	(760)	4,200	1.36%
Feb-20-2015	Nov-01-2018	Aa1/AAA	NYC TRANS FIN Auth Wells Fargo	64971QH55	17	1.280%	1.363%	7,200,000	7,178,472	7,177,608	7,197,847	(20,239)	7,680	9.80%
Jan-15-2015	Nov-01-2018	Aa1/AA	Mass. ST BDS Raymond James	57582RAN6	10	1.400%	1.321%	4,000,000	4,011,600	3,991,080	4,001,135	(10,055)	4,667	5.44%
Feb-13-2015	Dec-01-2018	/AA	St. Clair CO SD Raymond James	788420FS1	1	1.700%	1.329%	285,000	288,905	283,820	285,467	(1,647)	0	0.39%
Jan-09-2017	Jul-01-2019	Aa3/AA	Florida State Board of Admin Wells Fargo	341271AA2	44	2.163%	1.850%	6,255,000	6,302,163	6,216,282	6,274,651	(58,370)	56,373	8.51%
Jan-16-2018	Dec-01-2019	Aa2/AA	Columbus OH City School Hilltop Securities	1995072R4	29	2.286%	2.075%	2,900,000	2,911,165	2,887,994	2,908,495	(20,501)	0	3.95%
Jan-16-2018	Feb-01-2020	Aaa/AAA	Georgia St GO Hilltop Securities	373384K88	24	2.750%	2.050%	2,090,000	2,119,093	2,095,079	2,112,692	(17,614)	19,158	2.84%
Feb-01-2018	Apr-01-2020	Aaa/AAA	Texas ST Trans Comm Cantor Fitzgerald	882722VG3	5	3.373%	2.300%	400,000	409,012	405,292	407,452	(2,160)	2,249	0.54%
Jun-07-2018	Jun-01-2020	Aa2/	Tulsa Cnty OK ISD Wells Fargo	899593LZ8	42	3.000%	2.759%	3,050,000	3,064,061	3,067,050	3,063,768	3,282	7,843	4.15%
May-17-2018	Jul-01-2020	Aa3/AA	Florida State Hur. Catastrophe Wells Fargo	34074GDH4	104	2.995%	2.900%	7,285,000	7,298,987	7,305,544	7,298,180	7,363	100,204	9.91%
TOTAL MUNICIPAL OBLIGATIONS					277	2.170%	2.006%	34,465,000	34,582,777	34,428,928	34,549,627	(120,700)	202,374	46.90%
Jul-07-2016	Jul-05-2018	FDIC Ins	CDAR (2-yr) BOSC/Bank of Tx	1003743426	3	0.800%	0.800%	2,000,000	2,000,000	2,000,000	2,000,000	0	31,333	2.72%
Sep-28-2016	Sep-27-2018	FDIC Ins	CDAR (2-yr) BOSC/Bank of Tx	1003743426	43	0.830%	0.830%	1,900,000	1,900,000	1,900,000	1,900,000	0	28,255	2.59%
TOTAL CERTIFICATES of DEPOSITS					46	0.815%	0.815%	3,900,000	3,900,000	3,900,000	3,900,000	0	59,588	5.31%
Mar-17-2017	Sep-18-2018	Aaa/AA+	FNMA Wells Fargo	3135G0YM9	37	1.875%	1.250%	3,000,000	3,027,828	2,998,129	3,003,865	(5,736)	14,063	4.08%
Jan-15-2015	Jan-04-2019	Aaa/AA+	FHLB Raymond James	3130A0G87	100	1.670%	1.171%	3,450,000	3,518,437	3,439,332	3,459,007	(19,675)	24,006	4.69%
TOTAL AGENCY OBLIGATIONS					138	1.765%	1.208%	6,450,000	6,546,264	6,437,461	6,462,872	(25,412)	38,069	8.78%
Jun-30-2018	Jun-30-2018	FDIC/Col	DEPOSITORY JPMorgan-Chase		1	0.300%	0.300%	148,981	148,981	148,981	148,981	0	0	0.20%
TOTAL DEPOSITORY (Collateralized)					1	0.300%	0.300%	148,981	148,981	148,981	148,981	0	0	0.20%
Jun-30-2018	Jun-30-2018	AAAm	POOL TexPool		23	1.811%	1.811%	11,429,098	11,429,098	11,429,098	11,429,098	0	0	15.55%
TOTAL REPO AGREEMENTS (Collateralized)					23	1.811%	1.811%	11,429,098	11,429,098	11,429,098	11,429,098	0	0	15.55%

TOTAL INVESTMENTS **1.823%** **73,493,079** **73,459,069** **73,188,801** **73,377,911** **(189,110)** **328,697** **100.00%**

This Month's Yield Calculated on Weighted Average of Total Portfolio 1.911%

Year to Date Average Monthly Yield through June 30, 2018 1.572%

335 Day T-Bill Dated As of June 30, 2018 May-2019 2.320%

Portfolio Weighted Average Maturity (WAM) in Days 335

Portfolio Market to Book Value Percentage Gain/Loss -0.26%

All securities are recorded in a commingled pool entitled "Pooled Equity Fund".

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

Sherrill Evans-Jones

Director of Finance

ALL INSTRUMENTS ARE HELD TO MATURITY