



Quarterly Investment Report

As of June 30, 2014

Tim Paulissen, Mayor

Andy Mann, Mayor Pro Tem

Dan Becker, Councilmember

Dennis O'Keeffe, Councilmember

Heidi Thiess, Councilmember

Todd Kinsey, Councilmember

Geri Bentley, Councilmember

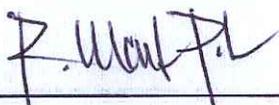
Joanna Sharp Dawson, Councilmember

R. Mark Rohr, City Manager

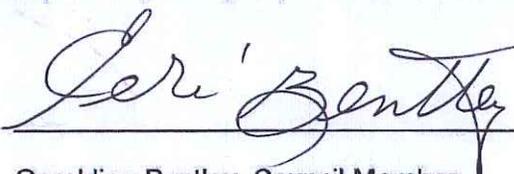
Rebecca Underhill, CPA, Finance Director

Compliance Certification

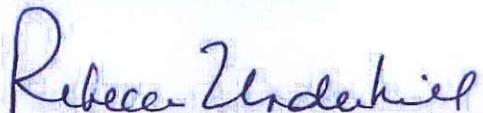
We certify that the Quarterly Investment Report represents the investment position of the City of League City as of June 30, 2014 and that all investments have been and are in compliance with the Texas Public Funds Investment Act and the City's Investment Policy as adopted by City Council on February 25, 2014.



R. Mark Rohr, City Manager



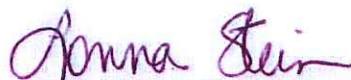
Geraldine Bentley, Council Member



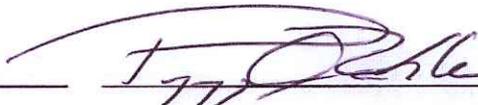
Rebecca Underhill, Finance Director



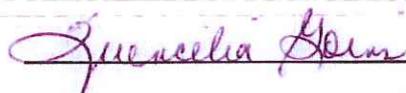
Dennis O'Keeffe, Council Member



Lonna Stein, Controller



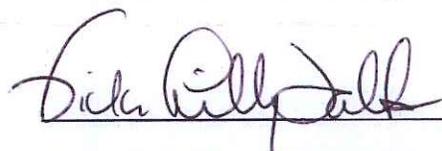
Peggy Zahler, Finance Committee Chair



Quencelia Goins, Accounting Manager



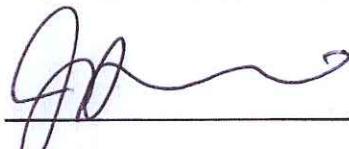
Darius Mistry, Finance Committee



Vicki Lilly-Tallman, Finance Committee



Jean Kranz, Finance Committee Vice Chair



Juan Guerrero, Finance Committee

Introduction

Under the Public Funds Investment Act (PFIA), the City is required to have City Council approved investment policies, defining authorized investments which are limited to those allowed by the Act. Quarterly reports are to be presented to the City Council to disclose the book and market values of the investments and to demonstrate compliance with the approved policy.

The City of League City is in compliance with PFIA and adopted policy. All investments purchased meet the three basic tenets of the investment policy – investment safety is first, followed by liquidity and yield.

The day to day management of the City's cash and investment position is the responsibility of the Finance Director, Controller and the Accounting Manager, who have been designated as the City's investment officers.

The investment activity of the City is reviewed by the Finance Committee prior to presentation to the City Council.

Quarterly Compliance Review

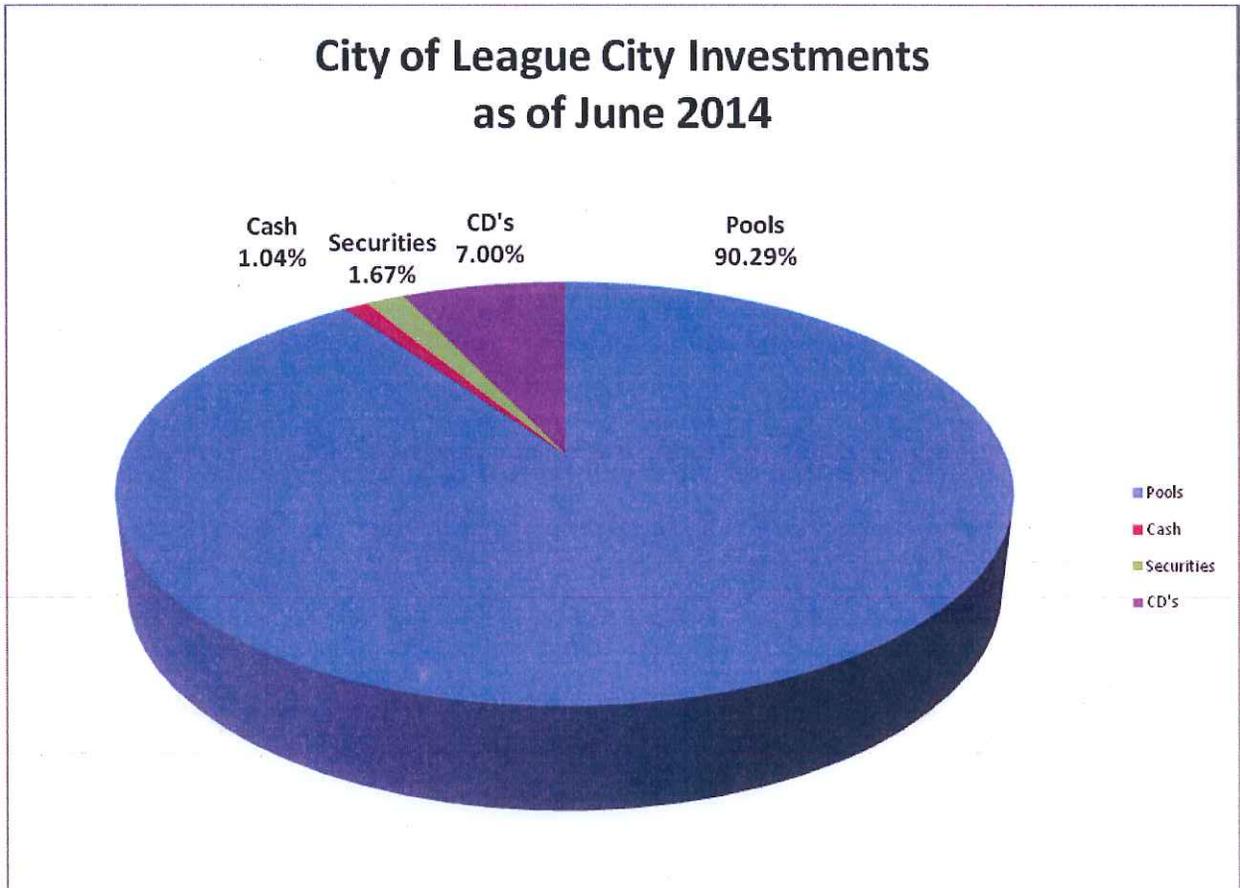
Investment Policy	Yes	Reviewed and Approved by Council 02/25/14
Distribution to brokers, entities	Yes	Distribution this year = 6
Returned Acknowledgements	Yes	Signed affidavits on file = 6
Investment Officers	Yes	Named by City Council - 2/25/14
Training	Yes	Investment officers completed 10 hours during FY 2013 & 2014
Investments	Yes	As authorized by PFIA and COLC Policy
Collateral pledges	Yes	Minimum of 102% maintained
Ratings of Pools	Yes	AAAm - As required by PFIA and COLC Policy
Internal Reports	Yes	Quarterly reports reviewed by Finance Committee and City Council

Investment Priorities and Compliance

Safety Ensuring the return of principle invested, credit risk is minimized by investing in highly rated investments as defined by the City of League City's investment policy and the Texas Public Funds Investment Act.

- Current Investments held
 - U.S. Agency Securities and Municipal Bonds are purchased directly by the City from investment brokerage firms approved to do business with the City. These securities are issued in the City's name, and held in safekeeping by JP Morgan Chase Bank.

- Certificates of Deposit are issued by commercial banks against funds deposited for specified periods and earn specified rates of interest. Funds in excess of \$250,000 FDIC coverage are collateralized by funds of the bank.
- Tex Pool is a public funds investment pool, rated AAAM and overseen by the State Comptroller's Office and administered and managed by Federated Investors.
- TexSTAR is a public funds investment pool, rated AAAM and administered by First Southwest Asset Management, Inc. and JP Morgan Fleming Investment Management, Inc.



Liquidity Ensuring funds are available to meet the cash flow needs of the City's operations.

- Due to the state of investment returns, it has been difficult to attract higher rates by extending maturities. Therefore, as of June 30, 2014, approximately 91.33% of the City's investment portfolio was entirely liquid, in cash or investment pools.

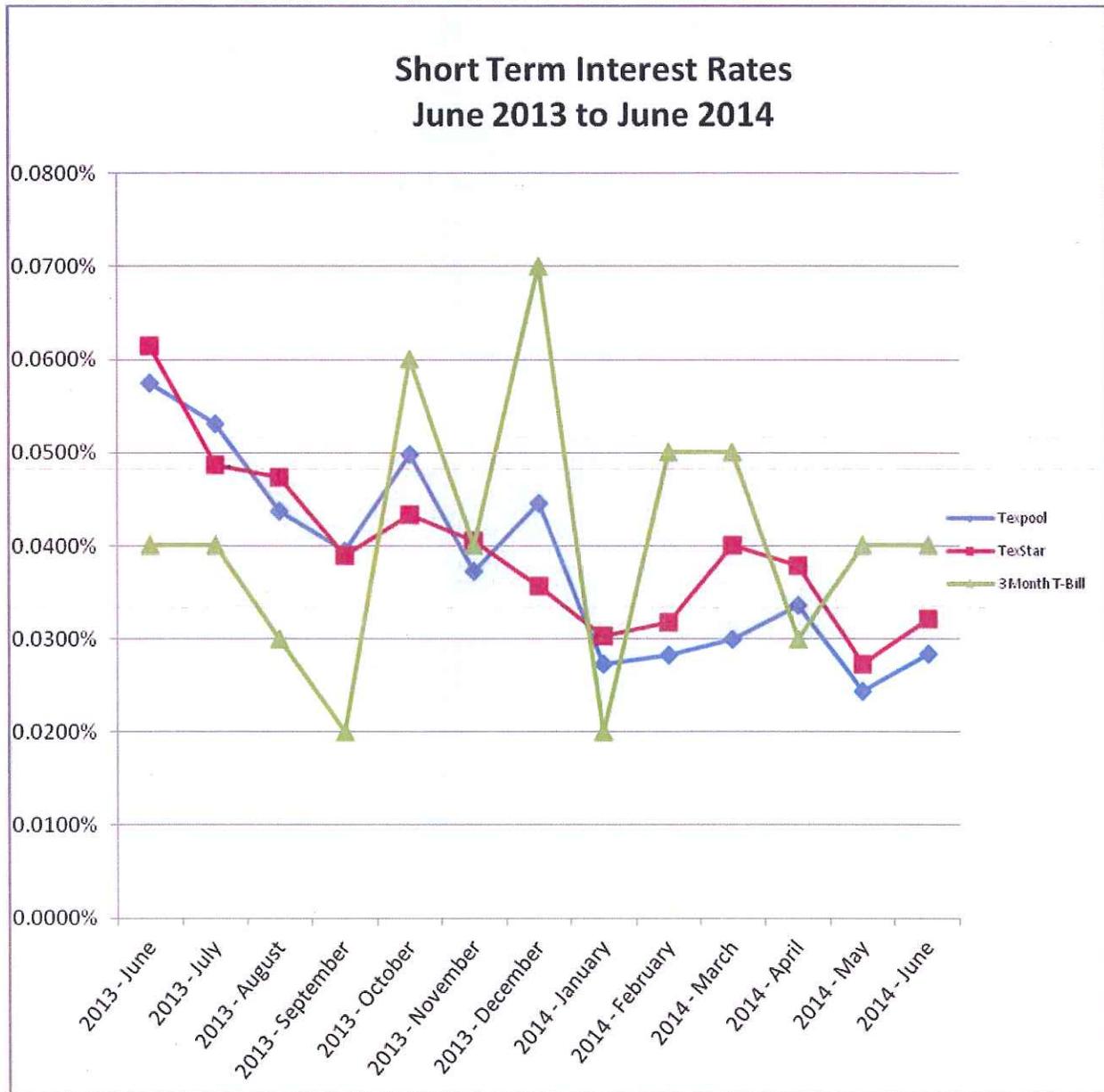
Yield Attaining a reasonable return without risking safety or liquidity needs.

- The yield outlook remains bleak, with the fed funds rate near 0%.
- As of June 30, 2014, the City has compared favorably to the benchmarks comparable to our investment strategy.

	<u>Jun-14</u>	<u>Mar-14</u>	<u>Dec-13</u>	<u>Sep-13</u>
Investment Earnings	\$ 24,706	\$ 29,639	\$ 29,818	\$ 28,254
City of League City Portfolio Return	0.0632%	0.0697%	0.0715%	0.0640%

Benchmarks

TexPool - avg monthly rate	0.0288%	0.0285%	0.0439%	0.0454%
TexSTAR - avg monthly rate	0.0325%	0.0340%	0.0399%	0.0450%
3 month T Bill - avg monthly rate	0.0367%	0.0400%	0.0566%	0.0300%



**City of League City
Monthly Interest Rates
Fiscal Year 2010 to Present**



Portfolio Activity for the Quarter

For the quarter, the total portfolio declined \$10,466,366. The change by fund type is as follows:

	<u>6/30/2014</u>	<u>3/31/2014</u>	<u>Change</u>
Major Operating Funds	\$ 41,645,807	\$ 44,921,017	\$ (3,275,210)
Special Revenue Funds	6,915,919	5,460,704	1,455,215
Capital Project Funds	93,173,581	101,541,841	(8,368,260)
Internal Service Funds	1,646,512	1,818,309	(171,797)
Component Units	8,109,659	8,215,973	(106,314)
	<u>\$ 151,491,478</u>	<u>\$ 161,957,844</u>	<u>\$ (10,466,366)</u>

The major funds show a decline in balance due to the cash flow cycle of the general fund. These funds finance operations through the remainder of the year. Property taxes are collected in the first two quarters of the fiscal year. These funds finance the general fund operations through the remainder of the year.

The capital project funds are spending down with a decrease of \$8.3 million, as projects continue to progress.

Security Activity For The Quarter

Maturities/Called

FHLB - Called \$ 1,000,000
 FHLMC - Called \$ 1,000,000

Purchases

None

CD Activity For The Quarter

Maturities/Redemptions

None

Purchases

None

CD Renewals

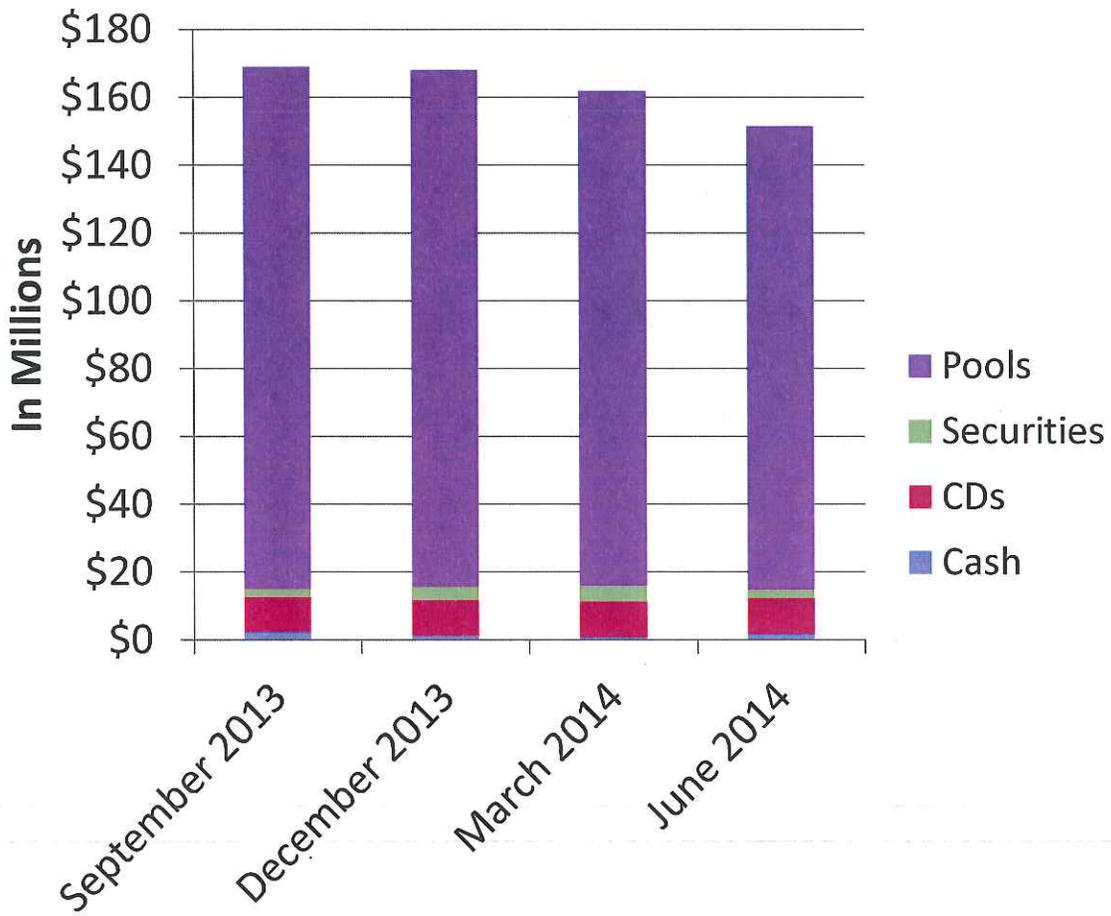
None

Portfolio Inventory
At June 30, 2014

Investment Type	Maturity Date	Book Value 03/31/14	Market Value 03/31/14	Book Value 06/30/14	Market Value 06/30/14	Interest Rate
Cash						
Cash	Open	\$ 710,409	\$ 710,409	\$ 1,580,711	\$ 1,580,711	0.0200%
Pools						
TexPool	Open	\$ 104,084,093	\$ 104,084,093	\$ 94,739,408	\$ 94,739,408	0.0299%
TexSTAR	Open	\$ 42,040,396	\$ 42,040,396	\$ 42,043,789	\$ 42,043,789	0.0400%
		\$ 146,124,489	\$ 146,124,489	\$ 136,783,197	\$ 136,783,197	
Agencies						
FHLB - 04/22/13 - 313382R39	10/22/2015	\$ 1,000,000	\$ 998,650	\$ -	\$ -	0.3750%
FHLMC - 10/28/13 - 3134G4JE9	10/28/2015	\$ 1,000,000	\$ 999,190	\$ -	\$ -	0.4500%
FHLMC - 09/19/13 - 3134G4FK9	09/19/2016	\$ 700,000	\$ 701,498	\$ 700,000	\$ 700,623	1.0000%
		\$ 2,700,000	\$ 2,699,338	\$ 700,000	\$ 700,623	
Municipal Bonds						
Alief ISD GO - 06/05/13 016249JF2 Aa1	02/15/2015	\$ 425,664	\$ 425,288	\$ 424,054	\$ 423,793	0.4500%
Denton County GO - 08/01/13 248775L89 Aaa	04/15/2016	\$ 205,244	\$ 205,870	\$ 204,603	\$ 205,162	0.7000%
Garland Tx Rev Bond - 12/23/13 366168JS2 AA	03/01/2015	\$ 538,580	\$ 535,554	\$ 536,243	\$ 534,060	0.2200%
Gregory Portland Tx Ref Bond - 03/12/14 397586LH9 Aaa	02/15/2015	\$ 666,186	\$ 667,511	\$ 660,161	\$ 658,674	0.2210%
		\$ 1,835,675	\$ 1,834,223	\$ 1,825,061	\$ 1,821,689	
Certificates of Deposit						
CD Prosperity - 09/04/13	03/04/2015	\$ 1,055,986	\$ 1,055,986	\$ 1,057,352	\$ 1,057,352	0.4000%
CD Prosperity - 10/22/13	10/22/2014	\$ 5,022,572	\$ 5,022,572	\$ 5,031,328	\$ 5,031,328	0.3500%
CD Prosperity - 02/27/14	02/27/2015	\$ 1,003,504	\$ 1,003,504	\$ 1,004,687	\$ 1,004,687	0.3500%
CD Town North Bank - 08/26/13	08/26/2015	\$ 250,000	\$ 250,000	\$ 250,510	\$ 250,510	0.6000%
CD Prosperity - 09/17/13	09/17/2014	\$ 3,005,209	\$ 3,005,209	\$ 3,008,235	\$ 3,008,235	0.3500%
CD Beal Bank - 12/18/13	09/17/2014	\$ 250,000	\$ 250,000	\$ 250,397	\$ 250,397	0.3000%
		\$ 10,587,271	\$ 10,587,271	\$ 10,602,509	\$ 10,602,509	
Totals		<u>\$ 161,957,844</u>	<u>\$ 161,955,730</u>	<u>\$ 151,491,478</u>	<u>\$ 151,488,729</u>	

Weighted Maturity Average (WAM) at 06/30/14 is 17.57 days.

Portfolio Inventory



CITY OF LEAGUE CITY
MONTHLY INVESTMENT REPORT
FOR THE MONTH ENDED APRIL 30, 2014

Fund	Cash in Bank	Investment in TexPool	Investment in TexStar	Certificates of Deposit	(Book Value) Portfolio Investments	Total	Percent of Total Investments
MAJOR FUNDS							
General Fund	\$ 201,446	\$ 10,472,236	\$ 7,183,847	\$ 4,311,195	\$ 700,000	\$ 22,868,724	14.25%
Debt Service	297,685	2,494,724	1,726,781	250,000	-	4,769,190	2.97%
W/WW Debt Service	154,556	1,206,621	609	-	-	1,361,586	0.85%
Water/Wastewater	68,707	10,747,612	1,424,456	-	1,627,143	13,867,918	8.64%
Subtotal Major Funds	\$ 722,394	\$ 24,920,993	\$ 10,335,693	\$ 4,561,195	\$ 2,327,143	\$ 42,867,418	26.72%
SPECIAL REVENUE FUNDS							
Police Activities Fund	\$ 172,617	\$ -	\$ -	\$ -	\$ -	\$ 172,617	0.11%
Animal Control Donation Fund	7,069	44,027	-	-	-	51,096	0.03%
Library Gift Fund	8,267	3,124	-	-	-	11,391	0.01%
Tree Preservation Fund	31,231	-	-	-	-	31,231	0.02%
Mun. Court Bldg Security Fund	15,806	262	-	-	-	16,068	0.01%
Emergency Mgmt Response Fd	5,140	48,642	-	-	-	53,782	0.03%
Mun. Court Technology Fund	21,610	4,072	-	-	-	25,682	0.02%
Energy Efficiency Grant	14,985	-	-	-	-	14,985	0.01%
Hotel/Motel Tax	35,481	354,884	205,766	-	-	596,131	0.37%
Park Facilities & Maintenance	99,674	1,308,942	687,864	-	-	2,096,480	1.31%
Sidewalk Fund	161	355	-	-	-	516	0.00%
Safelight Fund	1,691	-	-	-	-	1,691	0.00%
Public Access Channel Fund	4,590	646,535	-	-	-	651,125	0.41%
Right of Way Fund	111,595	614,661	-	-	-	726,256	0.45%
Technology Fund	13,139	906,769	-	-	-	919,908	0.57%
Public Safety Tech Fund	4,413	75,004	-	-	-	79,417	0.05%
4B Industrial Dev Park Maint & Ops	234,709	619,944	-	-	205,033	1,059,686	0.66%
Subtotal Special Revenue Funds	\$ 782,178	\$ 4,627,221	\$ 893,630	\$ -	\$ 205,033	\$ 6,508,062	4.06%
CAPITAL PROJECT FUNDS							
Water Capital Improvement	\$ 69,150	\$ 3,463,741	\$ 3,010,733	\$ -	\$ -	\$ 6,543,624	4.08%
Wastewater Capital Improvement	103,999	3,980,031	2,809,419	-	-	6,893,449	4.30%
Bayridge Utility District	4,750	3,259	-	-	-	8,009	0.00%
South Shore MUD #3	395	127,254	-	-	-	127,649	0.08%
South Shore MUD #2	8,834	990,235	-	-	-	999,069	0.62%
Galveston County MUD #2	3,167	-	-	-	-	3,167	0.00%
Misc Capital Project Fund	98,582	3,406,123	283,686	-	-	3,788,391	2.36%
W/W Capital Project Fund	117,030	1,970,201	1,013,185	-	-	3,100,416	1.93%
2008 Revenue Bonds	7,526	757,389	-	-	-	764,915	0.48%
2008 Certificates of Obligation	7,706	1,861,762	-	-	-	1,869,468	1.17%
2009 Revenue Bonds	7,627	5,572,381	45,461	-	-	5,625,469	3.51%
2009 Certificates of Obligation	15,961	6,824,219	-	-	-	6,840,180	4.26%
2011 Revenue Bond	23,609	-	4,329,600	-	-	4,353,209	2.71%
2011A Certificates of Obligation	13,542	10,523,042	-	5,027,526	-	15,564,110	9.70%
2012B Certificates of Obligation	15,099	-	18,495,743	1,003,504	-	19,514,346	12.16%
2011 Certificates of Obligation	12,066	371,827	-	-	-	383,893	0.24%
2012A Certificates of Obligation	16,386	22,886,208	-	-	-	22,902,594	14.27%
Subtotal Capital Project Funds	\$ 525,429	\$ 62,737,672	\$ 29,987,827	\$ 6,031,030	\$ -	\$ 99,281,958	61.87%
INTERNAL SERVICE FUNDS							
Motor Pool Fund	\$ 60,971	\$ 1,386,256	\$ 70,243	\$ -	\$ -	\$ 1,517,470	0.95%
Employee Benefit Fund	\$ 52,371	\$ -	\$ -	\$ -	\$ -	\$ 52,371	0.03%
Subtotal Internal Service Fund	\$ 113,342	\$ 1,386,256	\$ 70,243	\$ -	\$ -	\$ 1,569,841	0.98%
COMPONENT UNITS							
TIF#1-Magnolia Creek	\$ 7,801	\$ 1,139,780	\$ 83,700	\$ -	\$ -	\$ 1,231,281	0.77%
PID #1 Magnolia Creek	130,449	325,582	-	-	-	456,031	0.28%
TIF #2 Victory Lakes	63,110	5,714,873	670,613	-	-	6,448,596	4.02%
PID #2 Victory Lakes	7,082	733,469	-	-	-	740,551	0.46%
TIF #3 Centerpointe	181,519	825,527	-	-	-	1,007,046	0.63%
PID #3 Centerpointe	9,173	152,567	-	-	-	161,740	0.10%
TIF #4 Westwood	56,350	101,334	-	-	-	157,684	0.10%
PID #5 Park on Clear Creek	20,338	8,144	-	-	-	28,482	0.02%
Subtotal Component Units	\$ 475,822	\$ 9,001,276	\$ 754,313	\$ -	\$ -	\$ 10,231,411	6.38%
TOTAL	\$ 2,619,165	\$ 102,673,418	\$ 42,041,706	\$ 10,592,225	\$ 2,532,176	\$ 160,458,690	100.00%
Portfolio Diversification Ratio	1.63%	63.99%	26.20%	6.60%	1.58%	100.0%	
TexPool Average Yield Rate		0.0336%		Wells Fargo Certificate of Deposit(Beal Bank)	\$ 250,000	12/18/2013	
Texpool Interest Earned	\$ 2,826			Wells Fargo Certificate of Dep(Town North B)	\$ 250,000	08/26/2013	
				Total - Wells Fargo	\$ 500,000		
TexSTAR Average Yield Rate		0.0379%		FDIC Insured	\$ 250,000		
TexSTAR Interest Earned	\$ 1,309			FDIC Insured	\$ 250,000		
JPMorgan Chase Bank Collateral				Prosperity Certificate of Deposit	\$ 5,027,526	10/22/2013	
Par Value of Collateral	\$ 3,200,000			Prosperity Certificate of Deposit	\$ 1,003,504	02/27/2014	
Market Value of Collateral	\$ 3,296,000			Prosperity Certificate of Deposit	\$ 1,055,986	09/04/2013	
FDIC Insured	\$ 250,000			Prosperity Certificate of Deposit	\$ 3,005,209	09/17/2013	
JPMorgan Chase Bank Sweep Account				Total - Prosperity	\$ 10,092,225		
Bank Balance per Sweep Acct @0.02%	\$ 1,826,212			Market Value Collateral	\$ 9,963,014		
Par Value of Collateral	\$ 1,782,947			FDIC Insured	\$ 250,000		
Market Value of Collateral	\$ 1,862,736						

CITY OF LEAGUE CITY
MONTHLY INVESTMENT REPORT
FOR THE MONTH ENDED MAY 31, 2014

Fund	Cash in Bank	Investment in TexPool	Investment in TexStar	Certificates of Deposit	(Book Value) Portfolio Investments	Total	Percent of Total Investments
MAJOR FUNDS							
General Fund	\$ 253,096	\$ 10,214,330	\$ 7,184,013	\$ 4,314,710	\$ 700,000	\$ 22,666,149	14.44%
Debt Service	84,769	2,814,782	1,726,821	250,386	-	4,876,758	3.11%
W/WW Debt Service	42,784	1,996,463	609	-	-	2,039,856	1.30%
Water/Wastewater	143,802	9,998,831	1,424,489	-	1,623,745	13,190,867	8.40%
Subtotal Major Funds	\$ 524,451	\$ 25,024,406	\$ 10,335,932	\$ 4,565,096	\$ 2,323,745	\$ 42,773,630	27.25%
SPECIAL REVENUE FUNDS							
Police Activities Fund	\$ 184,417	\$ -	\$ -	\$ -	\$ -	\$ 184,417	0.12%
Animal Control Donation Fund	5,831	44,028	-	-	-	49,859	0.03%
Library Gift Fund	8,317	3,124	-	-	-	11,441	0.01%
Tree Preservation Fund	31,232	-	-	-	-	31,232	0.02%
Mun. Court Bldg Security Fund	17,839	262	-	-	-	18,101	0.01%
Emergency Mgmt Response Fd	5,140	48,643	-	-	-	53,783	0.03%
Mun. Court Technology Fund	23,415	4,072	-	-	-	27,487	0.02%
Energy Efficiency Grant	14,982	-	-	-	-	14,982	0.01%
Hotel/Motel Tax	1,498	339,891	205,771	-	-	547,160	0.35%
Park Facilities & Maintenance	43,274	1,438,972	687,880	-	-	2,170,126	1.38%
Sidewalk Fund	161	355	-	-	-	516	0.00%
Safelight Fund	2,166	-	-	-	-	2,166	0.00%
Public Access Channel Fund	58,973	646,549	-	-	-	705,522	0.45%
Right of Way Fund	31,596	694,675	-	-	-	726,271	0.46%
Technology Fund	47,999	961,789	-	-	-	1,009,788	0.64%
Public Safety Tech Fund	4,413	20,004	-	-	-	24,417	0.02%
4B Industrial Dev Park Maint & Ops	82,144	804,961	-	-	204,814	1,091,919	0.70%
Subtotal Special Revenue Funds	\$ 563,397	\$ 5,007,325	\$ 893,651	\$ -	\$ 204,814	\$ 6,669,187	4.25%
CAPITAL PROJECT FUNDS							
Water Capital Improvement	\$ 264,815	\$ 4,563,836	\$ 3,010,803	\$ -	\$ -	\$ 7,839,454	5.00%
Wastewater Capital Improvement	221,618	4,745,130	2,844,485	-	-	7,811,233	4.98%
Bayridge Utility District	4,750	3,259	-	-	-	8,009	0.01%
South Shore MUD #3	2,997	122,256	-	-	-	125,253	0.08%
South Shore MUD #2	8,834	990,255	-	-	-	999,089	0.64%
Galveston County MUD #2	1,101	-	-	-	-	1,101	0.00%
Misc Capital Project Fund	38,685	3,601,198	283,693	-	-	3,923,576	2.50%
W/W Capital Project Fund	47,221	2,570,255	1,013,209	-	-	3,630,685	2.31%
2008 Revenue Bonds	730	757,405	-	-	-	758,135	0.48%
2008 Certificates of Obligation	4,450	1,686,797	-	-	-	1,691,247	1.08%
2009 Revenue Bonds	6,697	5,337,477	45,462	-	-	5,389,636	3.43%
2009 Certificates of Obligation	4,806	6,749,359	-	-	-	6,754,165	4.30%
2011 Revenue Bond	4,630	-	4,304,699	-	-	4,309,329	2.75%
2011A Certificates of Obligation	2,278	9,412,169	-	5,029,675	-	14,444,122	9.20%
2012B Certificates of Obligation	2,059	-	18,486,172	1,004,360	-	19,492,591	12.42%
2011 Certificates of Obligation	4,028	301,833	-	-	-	305,861	0.19%
2012A Certificates of Obligation	5,278	20,365,307	-	-	-	20,370,585	12.98%
Subtotal Capital Project Funds	\$ 624,977	\$ 61,206,536	\$ 29,988,523	\$ 6,034,035	\$ -	\$ 97,854,071	62.35%
INTERNAL SERVICE FUNDS							
Motor Pool Fund	\$ 79,739	\$ 1,356,284	\$ 70,245	\$ -	\$ -	\$ 1,506,268	0.96%
Employee Benefit Fund	\$ 21,800	\$ -	\$ -	\$ -	\$ -	\$ 21,800	0.01%
Subtotal Internal Service Fund	\$ 101,539	\$ 1,356,284	\$ 70,245	\$ -	\$ -	\$ 1,528,068	0.97%
COMPONENT UNITS							
TIF#1-Magnolia Creek	\$ 8,160	\$ 989,800	\$ 83,701	\$ -	\$ -	\$ 1,081,661	0.69%
PID #1 Magnolia Creek	41,983	415,590	-	-	-	457,573	0.29%
TIF #2 Victory Lakes	5,478	5,664,991	670,628	-	-	6,341,097	4.04%
PID #2 Victory Lakes	390	24,119	-	-	-	24,509	0.02%
TIF #3 Centerpointe	12,547	-	-	-	-	12,547	0.01%
PID #3 Centerpointe	11,092	152,570	-	-	-	163,662	0.10%
TIF #4 Westwood	5,517	1,334	-	-	-	6,851	0.00%
PID #5 Park on Clear Creek	23,578	8,144	-	-	-	31,722	0.02%
Subtotal Component Units	\$ 108,745	\$ 7,256,548	\$ 754,329	\$ -	\$ -	\$ 8,119,622	5.17%
TOTAL	\$ 1,923,109	\$ 99,851,099	\$ 42,042,680	\$ 10,599,131	\$ 2,528,559	\$ 156,944,578	100.00%
Portfolio Diversification Ratio	1.23%	63.62%	26.79%	6.75%	1.61%	100.0%	
TexPool Average Yield Rate		0.0244%					
Texpool Interest Earned	\$	2,083					
TexSTAR Average Yield Rate		0.0273%					
TexSTAR Interest Earned	\$	974					
JPMorgan Chase Bank Collateral							
Par Value of Collateral	\$	3,200,000					
Market Value of Collateral	\$	3,347,750					
FDIC Insured	\$	250,000					
JPMorgan Chase Bank Sweep Account							
Bank Balance per Sweep Acct @0.02%	\$	279,035					
Par Value of Collateral	\$	263,054					
Market Value of Collateral	\$	284,616					
				Prosperity Certificate of Deposit	\$	5,029,675	10/22/2013
				Prosperity Certificate of Deposit	\$	1,004,360	02/27/2014
				Prosperity Certificate of Deposit	\$	1,057,005	09/04/2013
				Prosperity Certificate of Deposit	\$	3,007,370	09/17/2013
				Total - Prosperity	\$	10,098,410	
				Market Value Collateral	\$	10,777,696	
				FDIC Insured	\$	250,000	

CITY OF LEAGUE CITY
MONTHLY INVESTMENT REPORT
FOR THE MONTH ENDED JUNE 30, 2014

Fund	Cash in Bank	Investment in TexPool	Investment in TexStar	Certificates of Deposit	(Book Value) Portfolio Investments	Total	Percent of Total Investments
MAJOR FUNDS							
General Fund	\$ 165,454	\$ 8,252,610	\$ 7,184,203	\$ 4,316,311	\$ 700,000	\$ 20,618,578	13.61%
Debt Service	28,441	2,914,853	1,726,866	250,510	-	4,920,670	3.25%
W/WW Debt Service	71,014	2,646,527	609	-	-	2,718,150	1.79%
Water/Wastewater	54,345	10,289,080	1,424,526	-	1,620,458	13,388,409	8.84%
Subtotal Major Funds	\$ 319,254	\$ 24,103,070	\$ 10,336,204	\$ 4,566,821	\$ 2,320,458	\$ 41,645,807	27.49%
SPECIAL REVENUE FUNDS							
Police Activities Fund	\$ 179,448	\$ -	\$ -	\$ -	\$ -	\$ 179,448	0.12%
Animal Control Donation Fund	6,290	44,029	-	-	-	50,319	0.03%
Library Gift Fund	8,318	3,124	-	-	-	11,442	0.01%
Tree Preservation Fund	30,832	-	-	-	-	30,832	0.02%
Mun. Court Bldg Security Fund	19,623	262	-	-	-	19,885	0.01%
Emergency Mgmt Response Fd	5,140	48,644	-	-	-	53,784	0.04%
Mun. Court Technology Fund	24,351	4,073	-	-	-	28,424	0.02%
Hotel/Motel Tax	813	329,899	205,776	-	-	536,488	0.35%
SRL Grant	-	-	-	-	-	-	0.00%
Park Facilities & Maintenance	38,211	1,639,011	687,898	-	-	2,365,120	1.56%
Sidewalk Fund	163	355	-	-	-	518	0.00%
Safelight Fund	2,411	-	-	-	-	2,411	0.00%
Public Access Channel Fund	58,140	646,564	-	-	-	704,704	0.47%
Right of Way Fund	67,035	694,692	-	-	-	761,727	0.50%
Technology Fund	69,699	961,812	-	-	-	1,031,511	0.68%
Public Safety Tech Fund	4,413	20,005	-	-	-	24,418	0.02%
4B Industrial Dev Park Maint & Ops	105,305	804,980	-	-	204,603	1,114,888	0.74%
Subtotal Special Revenue Funds	\$ 620,192	\$ 5,197,450	\$ 893,674	\$ -	\$ 204,603	\$ 6,915,919	4.57%
CAPITAL PROJECT FUNDS							
Water Capital Improvement	\$ 87,482	\$ 4,723,951	\$ 3,010,882	\$ -	\$ -	\$ 7,822,315	5.16%
Wastewater Capital Improvement	84,159	4,970,251	2,884,561	-	-	7,938,971	5.24%
Bayridge Utility District	4,750	3,259	-	-	-	8,009	0.01%
South Shore MUD #3	2,997	122,259	-	-	-	125,256	0.08%
South Shore MUD #2	8,834	990,279	-	-	-	999,113	0.66%
Galveston County MUD #2	47,811	-	-	-	-	47,811	0.03%
Misc Capital Project Fund	33,790	3,881,292	283,700	-	-	4,198,782	2.77%
W/W Capital Project Fund	91,054	2,817,157	1,013,236	-	-	3,921,447	2.59%
2008 Revenue Bonds	2,671	737,423	-	-	-	740,094	0.49%
2008 Certificates of Obligation	8,764	1,676,837	-	-	-	1,685,601	1.11%
2009 Revenue Bonds	6,522	5,337,606	45,463	-	-	5,389,591	3.56%
2009 Certificates of Obligation	29,667	6,359,513	-	-	-	6,389,180	4.22%
2011 Revenue Bond	1,202	-	4,294,813	-	-	4,296,015	2.84%
2011A Certificates of Obligation	2,278	7,964,339	-	5,031,328	-	12,997,945	8.58%
2012B Certificates of Obligation	2,243	-	18,456,660	1,004,360	-	19,463,263	12.85%
2011 Certificates of Obligation	3,158	291,840	-	-	-	294,998	0.19%
2012A Certificates of Obligation	11,258	16,843,932	-	-	-	16,855,190	11.13%
Subtotal Capital Project Funds	\$ 428,640	\$ 56,719,938	\$ 29,989,315	\$ 6,035,688	\$ -	\$ 93,173,581	61.50%
INTERNAL SERVICE FUNDS							
Motor Pool Fund	\$ 76,697	\$ 1,476,320	\$ 70,246	\$ -	\$ -	\$ 1,623,263	1.07%
Employee Benefit Fund	\$ 23,249	\$ -	\$ -	\$ -	\$ -	\$ 23,249	0.02%
Subtotal Internal Service Fund	\$ 99,946	\$ 1,476,320	\$ 70,246	\$ -	\$ -	\$ 1,646,512	1.09%
COMPONENT UNITS							
TIF#1-Magnolia Creek	\$ 8,160	\$ 975,730	\$ 83,704	\$ -	\$ -	\$ 1,067,594	0.70%
PID #1 Magnolia Creek	43,346	415,600	-	-	-	458,946	0.30%
TIF #2 Victory Lakes	5,479	5,665,128	670,646	-	-	6,341,253	4.19%
PID #2 Victory Lakes	2,959	24,120	-	-	-	27,079	0.02%
TIF #3 Centerpointe	12,547	-	-	-	-	12,547	0.01%
PID #3 Centerpointe	11,093	152,574	-	-	-	163,667	0.11%
TIF #4 Westwood	5,517	1,334	-	-	-	6,851	0.00%
PID #5 Park on Clear Creek	23,578	8,144	-	-	-	31,722	0.02%
Subtotal Component Units	\$ 112,679	\$ 7,242,630	\$ 754,350	\$ -	\$ -	\$ 8,109,659	5.35%
TOTAL	\$ 1,580,711	\$ 94,739,408	\$ 42,043,789	\$ 10,602,509	\$ 2,525,061	\$ 151,491,478	100.00%
Portfolio Diversification Ratio	1.04%	62.54%	27.75%	7.00%	1.67%	100.0%	
TexPool Average Yield Rate		0.0284%		Wells Fargo Certificate of Dep(Beal Bank)	\$ 250,397	12/18/2013	
Texpool Interest Earned	\$ 2,292			Wells Fargo Certificate of Dep(Town North B)	\$ 250,510	08/26/2013	
				Total - Wells Fargo	\$ 500,906		
TexSTAR Average Yield Rate		0.0322%		FDIC Insured	\$ 250,000		
TexSTAR Interest Earned	\$ 1,111			FDIC Insured	\$ 250,000		
JPMorgan Chase Bank Collateral				Prosperity Certificate of Deposit	\$ 5,031,328	10/22/2013	
Par Value of Collateral	\$ 3,200,000			Prosperity Certificate of Deposit	\$ 1,004,687	02/27/2014	
Market Value of Collateral	\$ 3,328,000			Prosperity Certificate of Deposit	\$ 1,057,352	09/04/2013	
FDIC Insured	\$ 250,000			Prosperity Certificate of Deposit	\$ 3,008,235	09/17/2013	
JPMorgan Chase Bank Sweep Account				Total - Prosperity	\$ 10,101,603		
Bank Balance per Sweep Acct @0.02%	\$ 1,810,773			Market Value Collateral	\$ 10,678,953		
Par Value of Collateral	\$ 1,750,829			FDIC Insured	\$ 250,000		
Market Value of Collateral	\$ 1,846,988						