

FISCAL YEAR 2014-2015
FINANCIAL REPORT
Quarter Ended December 31, 2014





To: City Manager, Mayor and City Council
From: Rebecca Underhill, Finance Director
Subject: Financial Report for Quarter Ended December 31, 2014
Date: February 24, 2014
cc: Directors and Department Heads

The FY2015 first quarter report is a comprehensive budget status report, including information on the City's investments and personnel positions along with estimates of yearend financial results in the City's operating funds. The goal is to provide management, City Council and the public with a tool for tracking implementation of City programs and projects. Several important items are provided in this report including the outline of a proposed budget amendment, information on the City's investments, an updated personnel position list with vacant positions, and financial reports from the Butler Longhorn Museum (included in the appendix.)

Overview

The City's general financial condition is good. The estimate of final total revenue for the City is \$105.64 million, which is \$1.33 million more than the adopted budget of \$104.31 million; this is due mainly to increased projected revenue in sales tax receipts. Total spending for the City is estimated to be \$103.37 million, \$1.67 million less than the adopted budget of \$105.05 million. Total ending fund balance in the City's two main operating funds (General and Utility Funds) is estimated to be \$35.28 million; this is \$2.7 million more than anticipated in the budget.

General Fund

The General Fund is the general operating fund for the City of League City. It includes 37 departments within six directorates that provide programs, activities and services to the citizens of League City. The General Fund is projected to end the fiscal year with an ending fund balance of \$20.21 million and an excess reserve of \$6.93 million after accounting for 90 days of operating expenditures per policy. This excess reserve is \$3.07 million and 21.4 days of operating expenditures higher than the FY2015 Adopted Budget of \$3.86 million and 25.5 days.

FY2015 GENERAL FUND REVENUES

Description	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget	Percent of Total
Property Taxes	\$ 21,938,667	\$ 7,656,092	\$ 24,470,000	\$ 24,470,000	\$ -	40.4%
Sales Taxes	13,823,195	1,093,695	15,072,100	14,175,000	897,100	24.9%
Charges for Services	5,209,998	1,661,606	6,209,210	6,058,510	150,700	10.3%
Franchise Fees	4,902,144	47,702	5,148,000	5,148,000	-	8.5%
Licenses and Permits	3,165,889	641,428	3,021,200	2,821,200	200,000	5.0%
Transfer from Other Funds	2,351,105	830,750	3,323,000	3,323,000	-	5.5%
Fines and Forfeits	1,854,462	684,332	1,745,000	1,745,000	-	2.9%
Miscellaneous	1,042,757	259,823	1,190,341	990,341	200,000	2.0%
Grant Proceeds	288,464	297	140,000	140,000	-	0.2%
Other Taxes	181,549	-	180,000	180,000	-	0.3%
Investment Earnings	28,929	4,880	31,000	31,000	-	0.1%
Total Revenues	\$ 54,787,160	\$ 12,880,606	\$ 60,529,851	\$ 59,082,051	\$ 1,447,800	100%

Total **General Fund Revenue** for FY2015 is estimated to be \$60.53 million or \$1.45 million more than the adopted budget of \$59.08 million. This projected net over realization is due primarily to sales tax revenue. Sales tax receipts are estimated to end FY2015 at \$15.07 million, \$897,100 more than budget; through December collections, sales tax is 9.1% ahead of this same period in FY2014. A few revenues are trending to be slightly over budget at year end: refuse collections, ambulance fees, building permits, and proceeds from litigation. All other revenue streams are not expected to end the year with significant variances. Staff continues to monitor all revenue categories on a monthly basis.

FY2015 GENERAL FUND EXPENDITURES

Directorate	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget	Estimate as % of Budget
Public Safety	\$ 21,892,483	\$ 4,771,852	\$ 23,698,201	\$ 24,091,596	\$ 393,395	98.4%
Public Works	10,159,741	2,025,066	11,868,292	11,927,733	59,441	99.5%
Parks & Cultural Svcs.	6,079,267	1,124,201	6,231,950	6,307,940	75,990	98.8%
Finance	2,482,445	508,728	2,524,759	2,623,657	98,898	96.2%
Planning & Development	2,335,821	442,796	2,366,112	2,491,615	125,503	95.0%
Administration	5,026,319	1,275,183	5,464,222	5,602,458	138,236	97.5%
Non-Departmental	6,830,853	584,716	4,513,019	4,920,880	407,861	91.7%
Total Expenditures	\$ 54,806,929	\$ 10,732,542	\$ 56,666,555	\$ 57,965,879	\$ 1,299,324	97.8%

General Fund Expenditures

The General Fund budget of \$57.77 million was adopted by ordinance at the September 9, 2014, City Council meeting. Included in section 6 of the adopted ordinance, "The budget for FY 2015 shall be increased for valid outstanding encumbrances at the conclusion of FY 2014. Said increased appropriations shall be equal to the outstanding and valid encumbrances in

excess of \$25,000 per purchase and shall be recorded in the appropriate accounts.” Two departments had encumbrances in excess of \$25,000 at the conclusion of FY 2014: (1) Street department totaling \$139,940 for the slope paving on Bay Area Boulevard and (2) Library totaling \$52,170 for phase I of the RFID project. These two department’s FY 2015 budgets were increased for the said amount. This in turn increased the total appropriation for the General Fund \$192,110 taking the total appropriation from \$57.77 million to \$57.97 million as reflected in this report.

Total General Fund Expenditures are estimated to be \$56.67 million or \$1.3 million less than the FY 2015 Adopted Budget. The \$1.3 million savings is due primarily to vacant positions. While no departments are trending to end the year over budget at this time, staff continues to closely monitor all budgets and will address any budgets trending in that direction with the Financial Report for Quarter Ended March 31, 2015.

Utility Fund

The Utility Fund is estimated to end FY 2015 with a total ending fund balance of \$15.08 million; this is \$59,337 less than the adopted budget ending fund balance of \$15.13 million. After considering the required reserves to meet bond covenants (\$5.16 million) and 90 days of working capital (\$4.36 million), \$5.56 million is left in reserve and available for capital investment in water supply and infrastructure or other one-time system costs. This equates to 114.7 days of reserve. Again, while no departments are trending to end the year over budget at this time, staff continues to closely monitor all budgets and will address any budgets trending in that direction with the Financial Report for Quarter Ended March 31, 2015.

Debt Service Fund

The Debt Service Fund is estimated to end the year with \$11.46 million in revenue which is on target with budget and \$11.42 million in expenses which is \$252,144 more than the \$11.17 million budget. The over realization of expenses is due to the redemption of the Combination Tax and Revenue Certificates of Obligation, Series 2005A, approved by Council at the September 23, 2014, item 11E. This will be included in the proposed budget amendment for quarter ended December 31, 2014; however, there are sufficient funds in the debt service balance to fund this. This fund is estimated to end the year with a \$2.9 million balance.

Internal Service Funds

The internal service funds for the City consist of the: Fleet Maintenance Fund, Capital Replacement Fund, and Employee Benefit Fund. With the adoption of the FY 2014-2015 Budget, the accounting for fleet maintenance and vehicle/equipment purchases was separated into the two funds, the Fleet Maintenance Fund and the Capital Replacement Fund respectively. In prior years these two functions were contained in one fund. By segregating them into two funds it allows for better accountability for each function. The Employee Benefit Fund was established in FY 2014 to account for the costs associated with the City’s employee health insurance program; it is an accounting tool to centralize the costs and funding for this activity.

- The Fleet Maintenance Fund is expected to end the year with a fund balance of \$652,000 and estimated expenditures of \$1.3 million related to fleet maintenance functions
- The Capital Replacement Fund is expected to end the year with a fund balance of \$2.72 million and estimated expenditures of \$1.09 million related to vehicle and equipment replacements and purchases.
- The Employee Benefit Fund is expected to end the year with a fund balance of \$18,477 and estimated expenditures of \$6.59 million related to health insurance costs. We expect the ending fund balance for this fund to increase slightly with the next quarter report (month ended March 31, 2015) as we analyze the changes in our health insurance that took effect January 1st.

Special Revenue Funds

The City's twelve special revenue funds serve to ensure that monies are expended for programs and projects as required by state, federal and local law. All of the 12 special revenue funds are estimated to end FY 2015 with positive ending fund balances. The major special revenue funds include:

- The **4B Maintenance & Operations Fund** is used to segregate funds received from the 4B Industrial Development Corporation (25% of the 4B Sales Tax) and to account for the maintenance and operations of Hometown Heroes Park including the community center, park and soccer fields. This fund is expected to end the year with a fund balance of \$1.03 million after estimated expenses of \$1.64 million, a portion of which is for the payment of the debt service of the 2011 Certificate of Obligation Bonds (\$661,881) issued for the construction of Hometown Heroes Park.
- The **Public Access Channel Fund** is used to account for fees received from cable television franchise fees received by the City. This fund is estimated to end FY 2015 with a \$975,187 fund balance after \$70,000 in estimated expenditures; this estimate could increase depending on the decision by City Council as to the renovation of the Council chambers.
- The **Hotel/Motel Occupancy Tax Fund** is expected to end FY 2015 with a \$511,561 fund balance. With these funds now being managed by City staff, \$615,000 is anticipated to be expensed in FY 2015 on promoting tourism in League City.
- The **Technology Fund** will require a budget amendment to decrease the FY 2015 budget as a result of the beginning fund balance being less than what was anticipated at the time the FY 2015 budget was adopted limiting funding in FY 2015. These expenditures will be absorbed by the existing Information Technology operating budget in the General Fund and will be addressed in the proposed FY 2015 budget amendment for quarter ended December 31, 2014.
- The **Municipal Court Security Fund** will require a budget amendment to address \$9,680 in expenditures for the installation of additional security cameras within the Municipal Court areas. This expenditure was expected to liquidate in FY 2014;

however, it did not complete until FY 2015. There is sufficient fund balance to cover the increase in the budget. This will be addressed in the proposed FY 2015 budget amendment for quarter ended December 31, 2014.

Positions

With the adoption of the FY 2015 Budget, the City began FY 2015 with 565.75 positions. At the end of December, 522.75 positions were filled with 43 positions vacant; this is an 7.60% vacancy rate for December and an average 8.54% vacancy rate for the first three months of fiscal year 2015. The appendix includes a table detailing filled and vacant positions in each department.

Butler Longhorn Museum

The appendix includes financial reports for the Butler Longhorn Museum for the quarter ended December 13, 2014, including the balance sheet, profit and loss budget performance, and statement of cash flows. This report is required under the lease agreement between the Butler Longhorn Museum and the City.

The Financial Report for Quarter Ended December 31, 2014, will be presented to Council at the February 24 Council meeting. Please let me know if you have any questions or wish to discuss this report further.

CITY OF LEAGUE CITY
FINANCIAL REPORT
For Quarter Ended December 31, 2014

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Financial Data

CITY OF LEAGUE CITY - CITYWIDE FUND SUMMARY
FINANCIAL REPORT FOR QUARTER ENDED DECEMBER 31, 2014

	GENERAL FUND			UTILITY FUND			DEBT SERVICE FUND			SPECIAL REVENUE FUNDS			TOTAL ALL FUNDS		
	FY2014 Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2014 Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2014 Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2014 Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2014 Actual	FY2015 Budget Estimate	FY2015 Adopted Budget
Beginning Fund Balance	\$16,363,118	\$16,343,349	\$16,343,349	\$19,376,265	\$15,127,170	\$15,127,170	\$3,074,362	\$2,861,860	\$2,861,860	\$3,325,248	\$4,292,571	\$4,292,571	\$42,138,993	\$38,624,949	\$38,624,949
Revenues:															
Property Taxes	\$ 21,938,667	\$ 24,470,000	\$ 24,470,000	\$ -	\$ -	\$ -	\$ 12,707,523	\$ 11,455,000	\$ 11,455,000	\$ -	\$ -	\$ -	\$ 34,646,190	\$ 35,925,000	\$ 35,925,000
Sales Taxes	13,823,195	15,072,100	14,175,000							-	-	-	13,823,195	15,072,100	14,175,000
Franchise Fees	4,902,144	5,148,000	5,148,000							220,071	231,250	231,250	5,122,215	5,379,250	5,379,250
Other Taxes	181,549	180,000	180,000							413,053	449,280	449,280	594,602	629,280	629,280
Licenses and Permits	3,165,889	3,021,200	2,821,200										3,165,889	3,021,200	2,821,200
Grant Proceeds	288,464	140,000	140,000										288,464	140,000	140,000
Charges for Services	5,209,998	6,209,210	6,058,510	29,621,878	31,038,398	31,191,710				296,152	332,500	332,500	35,128,028	37,580,108	37,582,720
Fines and Forfeits	1,854,462	1,745,000	1,745,000							84,593	80,000	80,000	1,939,054	1,825,000	1,825,000
Investment Earnings	28,929	31,000	31,000	9,922	10,200	10,200	3,233	5,000	5,000	2,523	3,356	3,355	44,607	49,556	49,555
Intergovernmental Proceeds	-	-	-							1,312,695	1,359,881	1,322,506	1,312,695	1,359,881	1,322,506
Miscellaneous	1,042,757	1,190,341	990,341							141,854	143,000	143,000	1,184,611	1,333,341	1,133,341
Dissolution of Galv. Co. MUD #2							786,024	-	-	-	-	-	786,024	-	-
Transfer from Other Funds	2,351,105	3,323,000	3,323,000							689,584	-	-	3,040,689	3,323,000	3,323,000
Total Revenues	\$54,787,160	\$60,529,851	\$59,082,051	\$29,631,800	\$31,048,598	\$31,201,910	\$13,496,780	\$11,460,000	\$11,460,000	\$3,160,525	\$2,599,267	\$2,561,891	\$101,076,264	\$105,637,716	\$104,305,852
Expenditures															
Public Safety Directorate	\$ 21,892,483	\$ 23,698,201	\$ 24,091,596	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 80,487	\$ 448,645	\$ 448,645	\$ 21,972,970	\$ 24,146,846	\$ 24,540,241
Public Works Directorate	10,159,741	11,868,292	11,927,733	12,542,926	12,754,576	12,829,056							22,702,667	24,622,868	24,756,789
Parks & Cultural Services Dir.	6,079,267	6,231,950	6,307,940							1,469,004	1,645,399	1,648,885	7,548,271	7,877,349	7,956,825
Finance Directorate	2,482,445	2,524,759	2,623,657	1,020,770	1,284,477	1,291,680				51,232	68,980	62,250	3,554,446	3,878,216	3,977,587
Planning & Development Directorate	2,335,821	2,366,112	2,491,615							335,793	615,000	615,000	2,671,615	2,981,112	3,106,615
Administration Directorate	5,026,319	5,464,222	5,602,458							256,686	1,400,335	1,950,335	5,283,006	6,864,557	7,552,793
Non-Departmental	6,830,853	4,513,019	4,920,880	7,181,445	4,571,660	4,583,952							14,012,298	9,084,679	9,504,832
Debt Service	-	-	-	13,135,753	12,489,770	12,489,770	13,709,282	11,420,144	11,168,000				26,845,035	23,909,914	23,657,770
Total Expenditures	\$ 54,806,929	\$ 56,666,555	\$ 57,965,879	\$33,880,894	\$31,100,483	\$ 31,194,458	\$ 13,709,282	\$ 11,420,144	\$ 11,168,000	\$ 2,193,202	\$ 4,178,359	\$ 4,725,115	\$ 104,590,307	\$ 103,365,541	\$ 105,053,452
Revenues Over/(Under) Expenditures	(\$19,769)	\$3,863,296	\$1,116,172	(\$4,249,095)	(\$51,885)	\$7,452	(\$212,502)	\$39,856	\$292,000	\$967,323	(\$1,579,092)	(\$2,163,224)	(\$3,514,044)	\$2,272,175	(\$747,600)
Ending Fund Balance	\$16,343,349	\$20,206,645	\$17,459,521	\$15,127,170	\$15,075,285	\$15,134,622	\$2,861,860	\$2,901,716	\$3,153,860	\$4,292,571	\$2,713,479	\$2,129,347	\$38,624,949	\$40,897,125	\$37,877,349

GENERAL FUND
Summary Schedule of Revenues and Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY 2014 Actual	FY 2015 YTD Actual	FY2015 Budget Estimate	FY 2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ 16,363,118	\$ 16,343,349	\$ 16,343,349	\$ 16,343,349	\$ -
Revenues:					
Property Taxes	\$ 21,938,667	\$ 7,656,092	\$ 24,470,000	\$ 24,470,000	\$ -
Sales Taxes	13,823,195	1,093,695	15,072,100	14,175,000	897,100
Franchise Fees	4,902,144	47,702	5,148,000	5,148,000	-
Other Taxes	181,549	-	180,000	180,000	-
Licenses and Permits	3,165,889	641,428	3,021,200	2,821,200	200,000
Grant Proceeds	288,464	297	140,000	140,000	-
Charges for Services	5,209,998	1,661,606	6,209,210	6,058,510	150,700
Fines and Forfeits	1,854,462	684,332	1,745,000	1,745,000	-
Investment Earnings	28,929	4,880	31,000	31,000	-
Miscellaneous	1,042,757	259,823	1,190,341	990,341	200,000
Transfer from Other Funds	2,351,105	830,750	3,323,000	3,323,000	-
Total Revenues	\$ 54,787,160	\$ 12,880,606	\$ 60,529,851	\$ 59,082,051	\$ 1,447,800
Expenditures					
Public Safety					
Police	\$ 16,304,280	\$ 3,449,137	\$ 17,382,573	\$ 17,654,224	\$ 271,651
Animal Control	699,772	148,625	687,891	747,810	59,919
Fire Department	1,201,649	385,613	1,818,397	1,820,015	1,618
Fire Marshal	456,267	82,856	549,690	596,037	46,347
Emergency Medical Services	2,965,997	670,296	3,067,538	3,081,240	13,702
Emergency Management	264,518	35,325	192,111	192,270	159
Subtotal	\$ 21,892,483	\$ 4,771,852	\$ 23,698,201	\$ 24,091,596	\$ 393,395
Public Works					
Public Works Administration	213,367	\$81,636	\$410,839	411,590	751
Engineering & Project Management	1,268,409	293,143	1,366,647	1,367,564	917
Streets	4,487,803	914,897	5,327,295	5,384,893	57,598
Traffic & Transportation	627,464	114,352	632,211	632,386	175
Solid Waste Department	3,562,698	621,038	4,131,300	4,131,300	-
Subtotal	\$ 10,159,741	\$ 2,025,066	\$ 11,868,292	\$ 11,927,733	\$ 59,441
Parks & Cultural Services					
Library	1,832,344	\$353,403	\$2,044,344	2,077,665	33,321
Park Planning	263,182	53,827	268,945	268,990	45
Facilities Maintenance	1,317,272	201,884	1,230,494	1,244,470	13,976
Civic Center Operations	261,179	71,200	402,205	426,060	23,855
Park Operations	1,309,178	245,413	1,198,979	1,202,840	3,861
Sportsplex Operations	451,569	100,150	411,573	412,425	852
Park Recreation	552,360	79,921	559,595	559,667	72
Sportsplex Recreation	92,183	18,405	115,816	115,823	7
Subtotal	\$ 6,079,267	\$ 1,124,201	\$ 6,231,950	\$ 6,307,940	\$ 75,990
Finance					
Accounting	1,387,414	\$291,673	\$1,398,298	1,398,951	653
Budget Office	197,408	44,170	208,071	277,180	69,109
Purchasing	268,977	51,916	290,128	299,008	8,880
Municipal Court	628,646	120,969	628,261	648,518	20,257
Subtotal	\$ 2,482,445	\$ 508,728	\$ 2,524,759	\$ 2,623,657	\$ 98,898

GENERAL FUND
Summary Schedule of Revenues and Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY 2014 Actual	FY 2015 YTD Actual	FY2015 Budget Estimate	FY 2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Planning and Development					
Planning	796,958	\$163,435	\$818,275	819,320	1,045
Building	1,113,251	207,757	1,095,621	1,139,980	44,359
Code Compliance	425,613	71,604	452,216	532,315	80,099
Subtotal	\$ 2,335,821	\$ 442,796	\$ 2,366,112	\$ 2,491,615	\$ 125,503
Administration					
City Manager	402,094	\$90,274	\$448,401	449,840	1,439
City Secretary	312,416	63,963	418,497	419,410	913
City Attorney - Legal Services	599,185	101,370	643,000	643,000	-
Mayor and Council	142,839	31,300	168,086	168,570	484
City Auditor	154,169	31,829	164,565	165,270	705
Information Technology	2,003,535	620,495	2,077,924	2,130,785	52,861
Economic Development	285,450	70,923	342,397	342,700	303
Communications Office	364,806	119,590	320,389	394,618	74,229
Human Resources	689,614	141,240	802,312	807,165	4,853
Civil Service	72,210	4,200	78,650	81,100	2,450
Subtotal	\$ 5,026,319	\$ 1,275,183	\$ 5,464,222	\$ 5,602,458	\$ 138,236
Non-Departmental	1,631,195	334,716	\$1,707,019	2,114,880	407,861
Total Operating Expenditures	\$ 49,607,270	\$ 10,482,542	\$ 53,860,555	\$ 55,159,879	\$ 1,299,324
Cash Funded CIP Projects	3,325,000	250,000	1,000,000	1,000,000	-
Transfers to Other Funds	1,785,075	-	1,806,000	1,806,000	-
Transfer to Fire-EMS Donation Func	89,584	-	-	-	-
Subtotal	\$ 5,199,659	\$ 250,000	\$ 2,806,000	\$ 2,806,000	\$ -
Total Expenditures	\$ 54,806,929	\$ 10,732,542	\$ 56,666,555	\$ 57,965,879	\$ 1,299,324
Revenues Over/(Under) Expenditures	(\$19,769)	\$2,148,064	\$3,863,296	\$1,116,172	\$2,747,124
Ending Fund Balance	\$16,343,349	\$18,491,413	\$20,206,645	\$17,459,521	\$ 2,148,064
GENERAL FUND RESERVES					
90 Days of Operating Expenditure by Policy	\$12,231,930	\$ 2,584,736	\$13,280,685	\$13,601,066	\$ 320,381
Excess Reserve	\$ 4,111,419	\$15,906,677	\$ 6,925,960	\$ 3,858,455	\$ 3,067,506
Days of Operating Expenditures Over/(Under) 90 Days	30.3	553.9	46.9	25.5	21.4

UTILITY FUND
Summary Schedule of Revenues and Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ 19,376,265	\$ 15,127,170	\$ 15,127,170	\$ 15,127,170	\$ -
Revenues:					
Charges for Services	\$ 29,621,878	\$ 6,851,458	\$ 31,038,398	\$ 31,191,710	\$ (153,312)
Gain on Sale of Bonds	-	-	-	-	-
Investment Earnings	9,922	2,071	10,200	10,200	-
Total Revenues	\$29,631,800	\$6,853,529	\$31,048,598	\$31,201,910	(\$153,312)
Expenditures:					
Operating Expenditures:					
Public Works Administration	\$ 222,134	\$ -	\$ -	\$ -	\$ -
Utility Billing	1,020,770	267,680	1,284,477	1,291,680	7,203
Water	5,541,965	\$1,083,901	5,912,450	5,916,716	4,266
Wastewater	4,031,396	\$805,587	3,777,108	3,777,640	532
Line Repair	2,747,431	\$592,204	3,065,018	3,134,700	69,682
Non-Departmental	2,968,445	1,146,306	3,646,660	3,658,952	12,292
Subtotal Operating Expenditures	16,532,141	3,895,678	17,685,713	17,779,688	93,975
Debt Service	13,135,753	50,780	12,489,770	12,489,770	-
Transfer to CIP	4,213,000	231,250	925,000	925,000	-
Total Expenditures	\$ 33,880,894	\$ 4,177,708	\$ 31,100,483	\$ 31,194,458	\$ 93,975
Revenues Over/(Under) Expenditures	\$ (4,249,095)	\$ 2,675,822	\$ (51,885)	\$ 7,452	\$ (59,337)
Ending Fund Balance	\$ 15,127,170	\$ 17,802,992	\$ 15,075,285	\$ 15,134,622	\$ (59,337)
UTILITY FUND RESERVES					
Existing Debt Service (Average Annual Revenue Bond Debt Service)	\$ 5,309,413	\$ 5,156,351	\$ 5,156,351	\$ 5,156,351	\$ -
90 Days of Operating Expenditure by policy	4,076,418	960,578	4,360,861	4,384,033	23,172
Total Reserve Required	\$ 9,385,831	\$ 6,116,929	\$ 9,517,212	\$ 9,540,384	\$ 23,172
Excess Reserve	\$ 5,741,339	\$ 11,686,063	\$ 5,558,074	\$ 5,594,239	\$ (36,165)
Days of Operating Expenditure Over/(Under) 90 Days	126.8	1,094.9	114.7	114.8	(0.1)

DEBT SERVICE FUND
Summary Schedule of Revenues and Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted
Beginning Balance	\$ 3,074,362	\$ 2,861,860	\$ 2,861,860	\$ 2,861,860	N/A
Revenues:					
Property Taxes	\$ 12,707,523	\$ 3,775,484	\$ 11,455,000	\$ 11,455,000	\$ -
Interest Income	3,233	769	5,000	5,000	-
Dissolution of Galv. Co. MUD #2	786,024	-	-	-	-
Total Revenues	\$ 13,496,780	\$ 3,776,254	\$ 11,460,000	\$ 11,460,000	\$ -
Expenditures:					
Debt Service	\$ 10,420,537	\$ 252,389	\$ 8,418,144	\$ 8,166,000	\$ (252,144)
MUD Tax Rebates	2,412,437	-	2,027,000	2,027,000	-
Fees	6,834	864	5,000	5,000	-
TIRZ Property Tax Increment	869,474	-	970,000	970,000	-
Total Expenditures	\$ 13,709,282	\$ 253,253	\$ 11,420,144	\$ 11,168,000	\$ (252,144)
Revenues Over/(Under) Expenditures	\$ (212,502)	\$ 3,523,001	\$ 39,856	\$ 292,000	\$ 252,144
Ending Fund Balance	\$ 2,861,860	\$ 6,384,861	\$ 2,901,716	\$ 3,153,860	\$ (252,144)
DEBT SERVICE FUND RESERVES					
Reserve for South Shore MUD #2 ⁽¹⁾	\$ 251,420	\$ -	\$ -	\$ -	\$ -
Reserve	\$ 2,610,440	\$ 6,384,861	\$ 2,901,716	\$ 3,153,860	\$ (252,144)

NOTES:

(1) Proceeds kept in reserve from dissolution of SS MUD #2 for payment of related debt service.

FLEET MAINTENANCE FUND
Summary Schedule of Revenues and Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ 2,096,724	\$ 1,878,478	\$ 1,878,478	\$ 1,878,478	\$ -
Revenues:					
Charges for Services	\$ 1,183,443	\$ 325,945	\$ 1,303,780	\$ 1,303,780	\$ -
Lease Fees	1,273,725	-	-	-	-
Surplus Property Sales	97,686	10,400	10,400	-	10,400
Insurance Reimbursements	81,602	47,557	47,600	-	-
Investment Earnings	686	158	1,100	1,100	-
Total Revenues	\$ 2,637,143	\$ 384,060	\$ 1,362,880	\$ 1,304,880	\$ 10,400
Expenditures:					
Personnel Services	\$ 609,361	\$ 124,369	\$ 625,121	\$ 632,580	\$ 7,459
Supplies	57,533	6,074	51,810	51,814	4
Repairs & Maintenance	579,834	123,524	578,900	578,896	(4)
Services & Charges	13,714	8,465	42,380	40,484	(1,896)
Capital Outlay	1,594,947	-	-	-	-
Total Expenditures	\$ 2,855,389	\$ 262,432	\$ 1,298,211	\$ 1,303,774	\$ 5,563
Revenues Over/(Under) Expenditures	(\$218,246)	\$121,628	\$64,669	\$1,106	\$63,563
Transfer to Capital Replacement Fund			(\$1,291,143)	(\$1,291,143)	
Ending Fund Balance	\$1,878,478	\$2,000,105	\$652,004	\$588,441	\$63,563

CAPITAL REPLACEMENT FUND
Summary Schedule of Revenues and Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues:					
Capital Replacement Fees	\$ -	\$ 590,715	\$ 2,358,790	\$ 2,358,790	\$ -
Investment Earnings	-	26	1,500	1,500	-
Surplus Property Sales	-	-	11,750	11,750	-
Insurance Reimbursements	-	-	13,470	-	13,470
Grant for Fire Dept. Brush Truck	-	-	100,000	-	100,000
Transfer from LCVFD Activity Fund	-	-	29,419	-	29,419
Total Revenues	\$ -	\$ 590,741	\$ 2,514,929	\$ 2,372,040	\$ 142,889
Expenditures:					
Vehicles	\$ -	\$ -	\$ 379,265	\$ 283,500	\$ (95,765)
Equipment	-	-	707,900	812,900	105,000
Total Expenditures	\$ -	\$ -	\$ 1,087,165	\$ 1,096,400	\$ 9,235
Revenues Over/(Under) Expenditures	\$ -	\$ 590,741	\$ 1,427,764	\$ 1,275,640	\$ 152,124
Transfer from Fleet Maintenance Fund	\$ -	\$ -	\$ 1,291,143	\$ 1,291,143	\$ -
Ending Fund Balance	\$ -	\$ 590,741	\$ 2,718,907	\$ 2,566,783	\$ 152,124

EMPLOYEE BENEFIT FUND
Summary Schedule of Revenues and Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ -	\$ (2,553)	\$ (2,553)	\$ (2,553)	\$ -
Revenues:					
City Contributions					
Active Employees	\$ 4,530,367	\$ 1,164,379	\$ 4,961,594	\$ 4,961,594	\$ -
Retirees	70,366	15,325	64,035	64,035	-
Employee Contributions					
Active Employees	1,064,238	265,401	1,137,479	1,128,479	9,000
Retirees	82,337	19,437	83,121	83,121	-
COBRA	14,817	4,275	8,724	8,724	-
Interest Income	7	2	100	100	-
Transfer from General Fund	-	-	360,620	360,620	-
Total Revenues	\$ 5,762,131	\$ 1,468,819	\$ 6,615,673	\$ 6,606,673	\$ 9,000
Expenditures:					
Health Insurance	\$ 5,386,081	\$ 1,375,839	\$ 5,846,570	\$ 5,856,570	\$ 10,000
Dental Insurance	287,992	70,427	298,020	298,020	-
Vision Insurance	47,947	10,952	47,793	47,793	-
Life Insurance	42,664	10,730	41,640	41,640	-
Care Here Clinic	-	-	360,620	360,620	-
Total Expenditures	\$ 5,764,684	\$ 1,467,947	\$ 6,594,643	\$ 6,604,643	\$ 10,000
Revenues Over/(Under) Expenditures	\$ (2,553)	\$ 872	\$ 21,030	\$ 2,030	\$ 19,000
Ending Fund Balance	\$ (2,553)	\$ (1,681)	\$ 18,477	\$ (523)	\$ 19,000

CITY OF LEAGUE CITY Special Revenue Funds

Police Activities Fund (043)

This fund is used to account for monies donated for community outreach programs and criminal investigation purposes. Various purchases including supplies, equipment, and other services are made from these funds. The League City Police Department administers the funds for these programs.

Animal Control Donation Fund (049)

This fund is administered by the Animal Control Department and is used to account for monies donated specifically for the support of the Animal Shelter. Donated monies are typically used for veterinary services, food for animals, and educational materials.

Emergency Management Response Fund (054)

This fund is specifically used for the preparation for and the response to a catastrophic event and is under the direction of the City Manager.

Fire-EMS Donation Fund (276)

This fund is used to account for donations received through the water bills. Donated monies are used specifically for purchases that benefit the Fire Department and/or Emergency Medical Services.

4B Park Maintenance and Operations (307)

This is used to segregate funds received from the 4B Industrial Development Corporation. The use of these funds is governed the interlocal agreement between the City and the 4B Industrial Development Corporation.

Library Gift Fund (050)

This fund is administered by Library staff and is used to account for monies donated to be used specifically for the purchase of special items not covered by the Library's general operating budget.

Municipal Court Building Security Fund (053)

This fund is used to account for a fee of \$3 per misdemeanor conviction and is collected for future improvements to the security of the court facilities.

Municipal Court Technology Fund (057)

This fund is used to account for a fee of \$4 per misdemeanor conviction and is collected for future improvements to the technology of the court facilities.

Technology Fund (274)

This fund is used for the one time purchase of technology related hardware, software, and other services.

Public Safety Technology Fund (275)

This fund provides a means of collecting payments from other jurisdictions who are members of the city's public safety system consortium. The member cities include: League City, Alvin, Deer Park, Friendswood, Galveston, LaPorte, Nassau Bay, and Webster.

Hotel/Motel Occupancy Tax Fund (059)

This fund is used to account for hotel/motel occupancy tax revenues and must be spent in accordance with state law.

Public Access Channel Fund (271)

This fund is used for improvements and equipment related to the City's public access channel. The revenues for this fund come from Comcast. It is a legal requirement that the funds be spent to improve the public access channel.

SPECIAL REVENUE FUNDS SUMMARY
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget
BEGINNING BALANCES				
Police Activity Fund	\$ 172,091	\$ 193,407	\$ 193,407	\$ 193,407
Animal Control Donation Fund	46,542	40,622	40,622	40,622
Emerg. Mgmt Response Fund	180,275	180,349	180,349	180,349
Fire-EMS Donation Fund	-	109,056	109,056	109,056
Library Gift Fund	9,562	11,498	11,498	11,498
4B Maint. & Operations/Debt Fund	980,048	1,051,557	1,051,557	1,051,557
Municipal Court Bldg Security Fund	1,519	27,110	27,110	27,110
Municipal Court Technology Fund	14,634	22,412	22,412	22,412
Technology Fund	709,649	1,141,913	1,141,913	1,141,913
Public Safety Technology Fund	4,167	24,403	24,403	24,403
Hotel/Motel Tax Fund	599,300	676,756	676,756	676,756
Public Access Channel Fund	607,461	813,487	813,487	813,487
TOTAL	\$ 3,325,248	\$ 4,292,571	\$ 4,292,571	\$ 4,292,571
REVENUES				
Police Activity Fund	\$ 88,163	\$ 1,187	\$ 85,150	\$ 85,150
Animal Control Donation Fund	7,386	4,435	10,040	10,040
Emerg. Mgmt Response Fund	18	4	100	100
Fire-EMS Donation Fund	109,445	5,004	17,500	17,500
Library Gift Fund	2,074	1	1,040	1,040
4B Maint. & Operations/Debt Fund	1,540,375	123,821	1,623,131	1,585,756
Municipal Court Bldg Security Fund	36,242	9,386	34,100	34,100
Municipal Court Technology Fund	48,360	12,512	46,050	46,050
Technology Fund	600,315	89	650	650
Public Safety Technology Fund	94,605	-	100,000	100,000
Hotel/Motel Tax Fund	413,249	57	449,805	449,805
Public Access Channel Fund	220,293	63	231,700	231,700
TOTAL	\$ 3,160,525	\$ 156,559	\$ 2,599,266	\$ 2,561,891
EXPENDITURES				
Police Activity Fund	\$ 66,847	\$ 898	\$ 250,035	\$ 250,035
Animal Control Donation Fund	13,307	-	26,800	26,800
Emerg. Mgmt Response Fund	(56)	-	130,000	130,000
Fire-EMS Donation Fund	389	2,114	41,810	41,810
Library Gift Fund	138	-	3,000	3,000
4B Maint. & Operations/Debt Fund	1,468,866	125,674	1,642,399	1,645,885
Municipal Court Bldg Security Fund	10,650	11,804	17,660	10,930
Municipal Court Technology Fund	40,581	39,724	51,320	51,320
Technology Fund	168,051	13,881	1,230,335	1,230,335
Public Safety Technology Fund	74,368	80,216	100,000	100,000
Hotel/Motel Tax Fund	335,793	39,434	615,000	615,000
Public Access Channel Fund	14,267	875	70,000	620,000
TOTAL	\$ 2,193,202	\$ 314,621	\$ 4,178,359	\$ 4,725,115
ENDING BALANCES				
Police Activity Fund	\$ 193,407	\$ 193,697	\$ 28,522	\$ 28,522
Animal Control Donation Fund	40,622	45,057	23,862	23,862
Emerg. Mgmt Response Fund	180,349	180,353	50,449	50,449
Fire-EMS Donation Fund	109,056	111,946	84,746	84,746
Library Gift Fund	11,498	11,498	9,538	9,538
4B Maint. & Operations/Debt Fund	1,051,557	1,049,703	1,032,289	991,428
Municipal Court Bldg Security Fund	27,110	24,692	43,550	50,280
Municipal Court Technology Fund	22,412	(4,800)	17,142	17,142
Technology Fund	1,141,913	1,128,120	(87,772)	(87,772)
Public Safety Technology Fund	24,403	(55,813)	24,403	24,403
Hotel/Motel Tax Fund	676,756	637,379	511,561	511,561
Public Access Channel Fund	813,487	812,675	975,187	425,187
TOTAL	\$ 4,292,571	\$ 4,134,508	\$ 2,713,478	\$ 2,129,347

POLICE ACTIVITY FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$172,091	\$193,407	\$ 193,407	\$ 193,407	\$ -
Revenues					
Seizure Proceeds	\$ 70,155	\$ 1,179	\$ 70,000	\$ 70,000	\$ -
Donations	17,950	-	15,000	15,000	-
Investment Earnings	59	8	150	150	-
Total Revenues	\$ 88,163	\$ 1,187	\$ 85,150	\$ 85,150	\$ -
Expenditures					
Community Outreach	\$ 7,096	\$ 151	\$ 59,760	\$ 59,760	\$ -
Criminal Investigation Expense	59,752	746	190,275	190,275	-
Capital Outlay - Equipment	-	-	-	-	-
Total Expenditures	\$ 66,847	\$ 898	\$ 250,035	\$ 250,035	\$ -
Revenues Over/(Under) Expenditures	\$ 21,316	\$ 290	\$ (164,885)	\$ (164,885)	\$ -
Fund Balance - Ending	\$193,407	\$193,697	\$ 28,522	\$ 28,522	\$ -

ANIMAL CONTROL DONATION FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ 46,542	\$ 40,622	\$ 40,622	\$ 40,622	\$ -
Revenues					
Interest Income	\$ 18	\$ 3	\$ 40	\$ 40	\$ -
Donations	7,368	4,432	10,000	10,000	-
Total Revenues	\$ 7,386	\$ 4,435	\$ 10,040	\$ 10,040	\$ -
Expenditures					
Supplies	13,307	-	26,800	26,800	-
Total Expenditures	\$ 13,307	\$ -	\$ 26,800	\$ 26,800	\$ -
Revenues Over/(Under) Expenditures	\$ (5,920)	\$ 4,435	\$ (16,760)	\$ (16,760)	\$ -
Fund Balance - Ending	\$ 40,622	\$ 45,057	\$ 23,862	\$ 23,862	\$ -

EMERGENCY MANAGEMENT RESPONSE FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$180,275	\$180,349	\$180,349	\$180,349	\$ -
Revenues					
Interest Income	\$ 18	\$ 4	\$ 100	\$ 100	\$ -
Total Revenues	\$ 18	\$ 4	\$ 100	\$ 100	\$ -
Expenditures					
Supplies	\$ (56)	\$ -	\$ 50,000	\$ 50,000	\$ -
Services & Charges	-	-	80,000	80,000	-
Total Expenditures	\$ (56)	\$ -	\$130,000	\$130,000	\$ -
Revenues Over/(Under) Expenditures	74	4	(129,900)	(129,900)	-
Fund Balance - Ending	\$180,349	\$180,353	\$ 50,449	\$ 50,449	\$ -

FIRE-EMS DONATION FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ -	\$109,056	\$109,056	\$109,056	\$ -
Revenues					
Donations	\$ 19,861	\$ 5,001	\$ 17,000	\$ 17,000	\$ -
Interest Earnings	-	4	500	500	-
Transfer from General Fund	89,584	-	-	-	-
Total Revenues	\$109,445	\$ 5,004	\$ 17,500	\$ 17,500	\$ -
Expenditures					
Supplies	\$ 389	\$ 2,114	\$ 29,980	\$ 29,980	\$ -
Services & Charges	-	-	11,830	11,830	-
Total Expenditures	\$ 389	\$ 2,114	\$ 41,810	\$ 41,810	\$ -
Revenues Over/(Under) Expenditures	109,056	2,890	(24,310)	(24,310)	-
Fund Balance - Ending	\$109,056	\$111,946	\$ 84,746	\$ 84,746	\$ -

4B MAINTENANCE & OPERATIONS FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ 980,048	\$ 1,051,557	\$ 1,051,557	\$ 1,051,557	N/A
Revenues					
Recreation Program Revenue	\$ 296,152	\$ 78,033	\$ 332,500	\$ 332,500	\$ -
Interest Income	1,682	421	750	750	-
Transfer from 4B - Sales Tax for M&O	-	-	628,000	590,625	37,375
Transfer from 4B - Debt	1,242,540	45,367	661,881	661,881	-
Total Revenues	\$ 1,540,375	\$ 123,821	\$ 1,623,131	\$ 1,585,756	\$ 37,375
Expenditures					
Personnel Services	\$ 302,578	\$ 61,354	\$ 383,270	\$ 383,900	\$ 630
Supplies	141,137	22,413	177,355	181,881	4,526
Repair & Maintenance	23,748	8,364	117,720	117,720	-
Services & Charges	334,367	33,544	302,173	300,503	(1,670)
Debt Service	667,037	-	661,881	661,881	-
Total Expenditures	\$ 1,468,866	\$ 125,674	\$ 1,642,399	\$ 1,645,885	\$ 3,486
Revenues Over/(Under) Expenditures	71,509	(1,854)	(19,268)	(60,129)	33,889
Fund Balance - Ending	\$ 1,051,557	\$ 1,049,703	\$ 1,032,289	\$ 991,428	\$ 40,861

LIBRARY GIFT FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ 9,562	\$ 11,498	\$ 11,498	\$ 11,498	\$ -
Revenues					
Interest Income	\$ 4	\$ 1	\$ 40	\$ 40	\$ -
Donations	2,070	-	1,000	1,000	-
Total Revenues	\$ 2,074	\$ 1	\$ 1,040	\$ 1,040	\$ -
Expenditures					
Supplies	138	-	3,000	3,000	-
Total Expenditures	\$ 138	\$ -	\$ 3,000	\$ 3,000	\$ -
Revenues Over/(Under) Expenditures	1,936	1	(1,960)	(1,960)	-
Fund Balance - Ending	\$ 11,498	\$ 11,498	\$ 9,538	\$ 9,538	\$ -

MUNICIPAL COURT BUILDING SECURITY FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ 1,519	\$ 27,110	\$ 27,110	\$ 27,110	\$ -
Revenues					
Municipal Court Fines	\$ 36,239	\$ 9,385	\$ 34,000	\$ 34,000	\$ -
Interest Income	3	1	100	100	-
Total Revenues	\$ 36,242	\$ 9,386	\$ 34,100	\$ 34,100	\$ -
Expenditures					
Supplies	\$ 3,179	\$ 10,034	\$ 10,080	\$ 3,350	\$ (6,730)
Repairs & Maintenance	2,670	223	890	890	-
Services & Charges	4,801	1,547	6,690	6,690	-
Total Expenditures	\$ 10,650	\$ 11,804	\$ 17,660	\$ 10,930	\$ (6,730)
Revenues Over/(Under) Expenditures	25,591	(2,419)	16,440	23,170	6,730
Fund Balance - Ending	\$ 27,110	\$ 24,692	\$ 43,550	\$ 50,280	\$ (6,730)

MUNICIPAL COURT TECHNOLOGY FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ 14,634	\$ 22,412	\$ 22,412	\$ 22,412	\$ -
Revenues					
Fine - Technology Fund	\$ 48,354	\$ 12,512	\$ 46,000	\$ 46,000	\$ -
Interest Income	5	-	50	50	-
Total Revenues	\$ 48,360	\$ 12,512	\$ 46,050	\$ 46,050	\$ -
Expenditures					
Supplies	\$ 29,152	\$ 39,492	\$ 39,500	\$ 39,500	\$ -
Services and Charges	11,429	232	11,820	11,820	-
Total Expenditures	\$ 40,581	\$ 39,724	\$ 51,320	\$ 51,320	\$ -
Revenues Over/(Under) Expenditures	7,778	(27,212)	(5,270)	(5,270)	-
Fund Balance - Ending	\$ 22,412	\$ (4,800)	\$ 17,142	\$ 17,142	\$ -

TECHNOLOGY FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ 709,649	\$ 1,141,913	\$ 1,141,913	\$ 1,141,913	\$ -
Revenues					
Transfer from General Fund	\$ 262,500	\$ -	\$ -	\$ -	\$ -
Transfer from Utility Fund	337,500	-	-	-	-
Interest Income	315	89	650	650	-
Total Revenues	\$ 600,315	\$ 89	\$ 650	\$ 650	\$ -
Expenditures					
Supplies	\$ 59,678	\$ 11,391	\$ 11,400	\$ 11,400	\$ -
Services & Charges	-	-	525,000	525,000	-
Capital Outlay	108,374	2,490	693,935	693,935	-
Total Expenditures	\$ 168,051	\$ 13,881	\$ 1,230,335	\$ 1,230,335	\$ -
Revenues Over/(Under) Expenditures	432,264	(13,793)	(1,229,685)	(1,229,685)	-
Fund Balance - Ending	\$ 1,141,913	\$ 1,128,120	\$ (87,772)	\$ (87,772)	\$ -

PUBLIC SAFETY TECHNOLOGY FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$ 4,167	\$ 24,403	\$ 24,403	\$ 24,403	\$ -
Revenues					
GRID System Fees	\$ 94,605	\$ -	\$ 100,000	\$ 100,000	\$ -
Total Revenues	\$ 94,605	\$ -	\$ 100,000	\$ 100,000	\$ -
Expenditures					
Technology Maint. & Services	\$ 74,368	\$ 80,216	\$ 100,000	\$ 100,000	\$ -
Total Expenditures	\$ 74,368	\$ 80,216	\$ 100,000	\$ 100,000	\$ -
Revenues Over/(Under) Expenditures	20,236	(80,216)	-	-	-
Fund Balance - Ending	\$ 24,403	\$ (55,813)	\$ 24,403	\$ 24,403	\$ -

HOTEL/MOTEL OCCUPANCY TAX FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$599,300	\$676,756	\$676,756	\$676,756	\$ -
Revenues					
Hotel and Motel Tax	\$413,053	\$ -	\$449,280	\$449,280	\$ -
Interest Income	196	57	525	525	-
Total Revenues	\$413,249	\$ 57	\$449,805	\$449,805	\$ -
Expenditures					
Services & Charges	\$269,314	\$ 39,434	\$315,000	\$315,000	\$ -
Capital Outlay	66,480	-	300,000	300,000	-
Total Expenditures	\$335,793	\$ 39,434	\$615,000	\$615,000	\$ -
Revenues Over/(Under) Expenditures	77,456	(39,377)	(165,195)	(165,195)	-
Fund Balance - Ending	\$676,756	\$637,379	\$511,561	\$511,561	\$ -

PUBLIC ACCESS CHANNEL FUND
Summary Schedule of Revenues & Expenditures
Financial Report for Quarter Ended December 31, 2014

	FY2014 Actual	FY2015 YTD Actual	FY2015 Budget Estimate	FY2015 Adopted Budget	FY2015 Estimate Favorable/ (Unfavorable) vs. Adopted Budget
Beginning Fund Balance	\$607,461	\$813,487	\$813,487	\$813,487	\$ -
Revenues					
Franchise Fees	\$220,071	\$ -	\$231,250	\$231,250	\$ -
Interest Income	222	63	450	450	-
Total Revenues	\$220,293	\$ 63	\$231,700	\$231,700	\$ -
Expenditures					
Supplies	\$ 9,267	\$ -	\$ 6,500	\$ 6,500	\$ -
Services & Charges	5,000	875	3,500	3,500	-
Capital Outlay	-	-	60,000	610,000	550,000
Capital Projects	-	-	-	-	-
Total Expenditures	\$ 14,267	\$ 875	\$ 70,000	\$620,000	\$ 550,000
Revenues Over/(Under) Expenditures	206,026	(812)	161,700	(388,300)	(550,000)
Fund Balance - Ending	\$813,487	\$812,675	\$975,187	\$425,187	\$ 550,000

Investment Report



Quarterly Investment Report

As of December 31, 2014

Tim Paulissen, Mayor

Geri Bentley, Mayor Pro Tem

Dan Becker, Councilmember

Tommy Cones, Councilmember

Heidi Thiess, Councilmember

Todd Kinsey, Councilmember

Nick Long, Councilmember

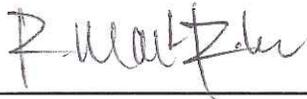
Keith Gross, Councilmember

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 December 31, 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



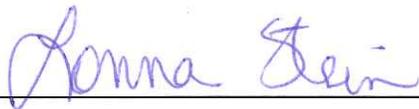
Geri Bentley, Council Member



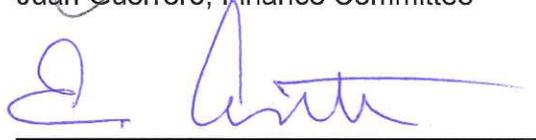
Rebecca Underhill, Finance Director



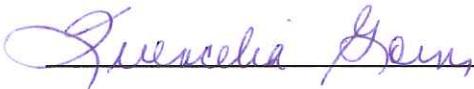
Juan Guerrero, Finance Committee



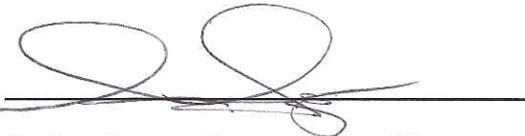
Lonna Stein, Controller



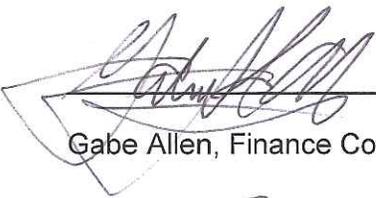
Edward Cantu, Finance Committee



Quencelia Goins, Accounting Manager



Audrey Ayers, Finance Committee



Gabe Allen, Finance Committee



Jean Kranz, Finance Committee Vice Chair



Nick Long, 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

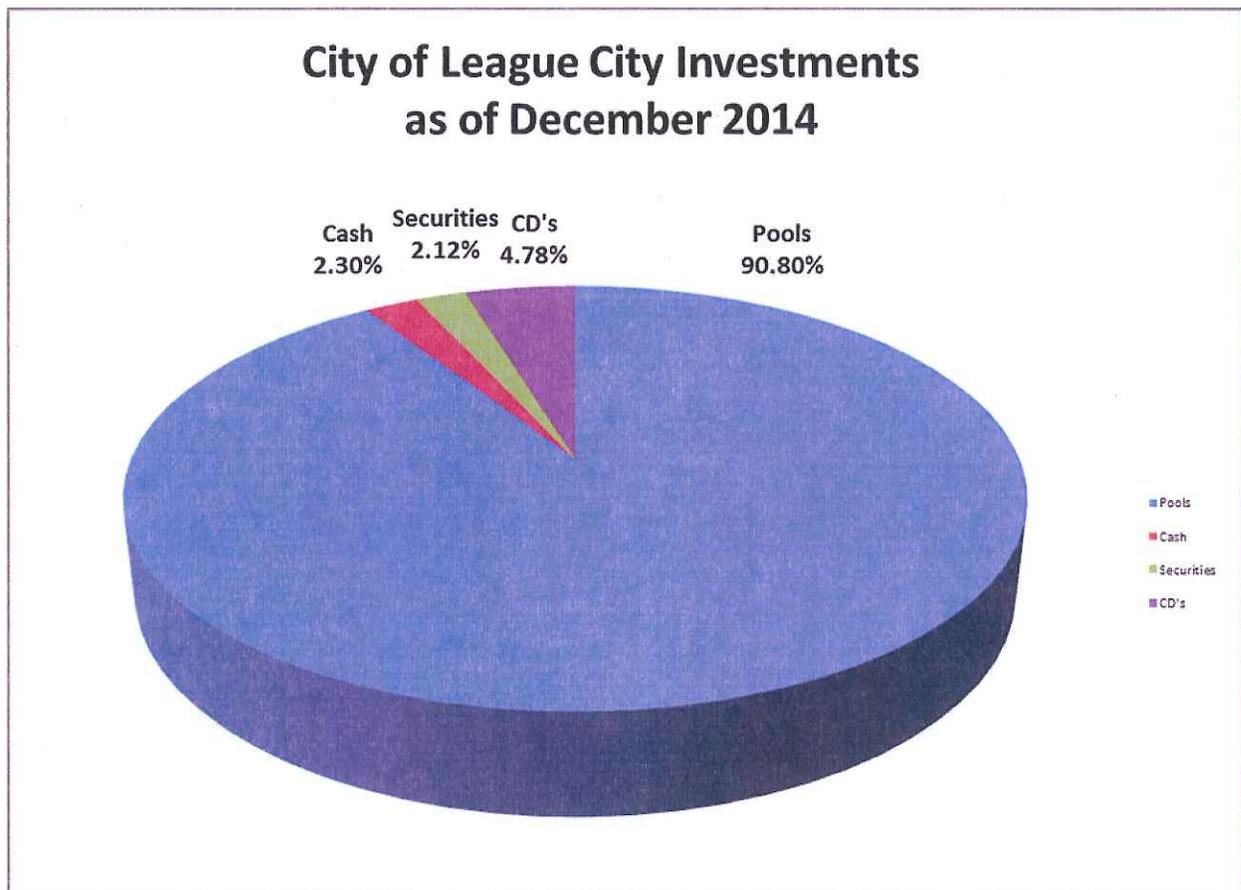
Investment Policy	Yes	Reviewed and Approved by Council 02/25/14
Distribution to brokers, entities	Yes	Distribution this year = 6
Returned Acknowledgements	Yes	Signed affidavits on file = 6
Investment Officers	Yes	Named by City Council - 2/25/14
Training	Yes	Investment officers completed 10 hours during FY 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 December 31, 2014, approximately 93.10% of the City's investment portfolio was entirely liquid, in cash or investment pools.

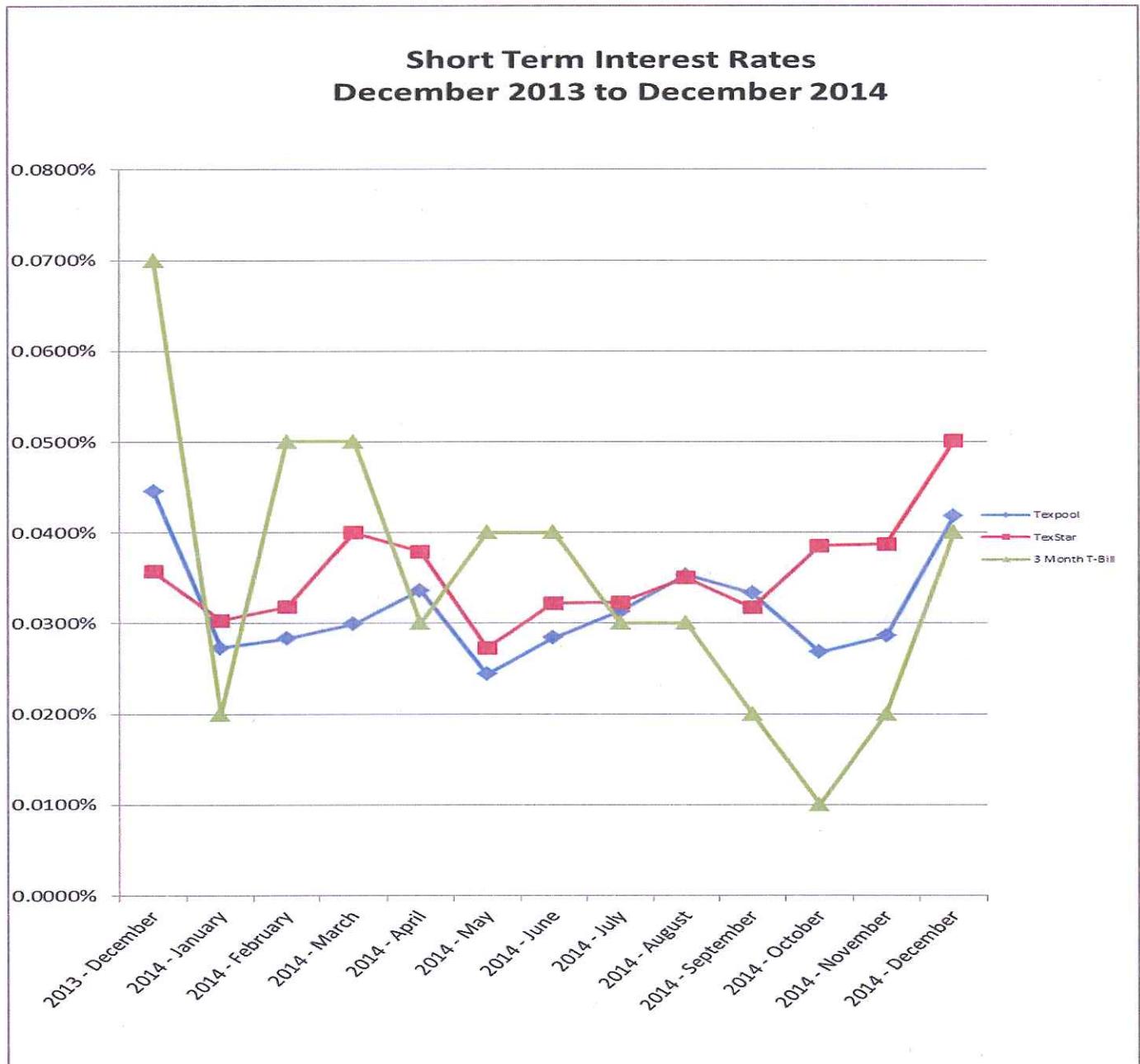
Yield Attaining a reasonable return without risking safety or liquidity needs.

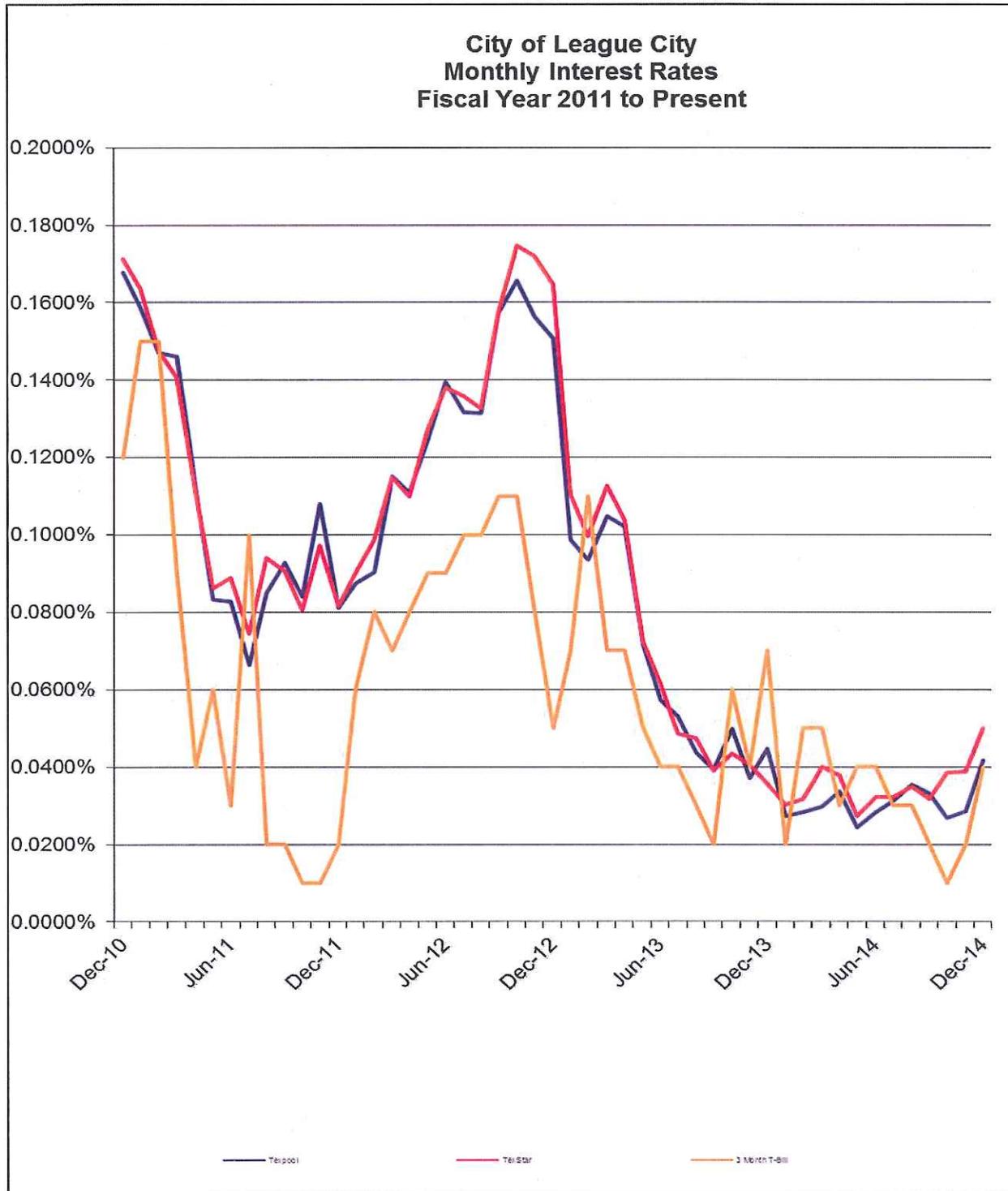
- The yield outlook remains bleak, with the fed funds rate near 0%.
- As of December 31, 2014, the City has compared favorably to the benchmarks comparable to our investment strategy.

	<u>Dec-14</u>	<u>Sep-14</u>	<u>Jun-14</u>	<u>Mar-14</u>
Investment Earnings	\$ 17,728	\$ 24,202	\$ 24,706	\$ 29,639
<i>City of League City Portfolio Return</i>	0.0536%	0.0677%	0.0632%	0.0697%

Benchmarks

TexPool - avg monthly rate	0.0324%	0.0333%	0.0288%	0.0285%
TexSTAR - avg monthly rate	0.0424%	0.0330%	0.0325%	0.0340%
3 month T Bill - avg monthly rate	0.0233%	0.0267%	0.0367%	0.0400%

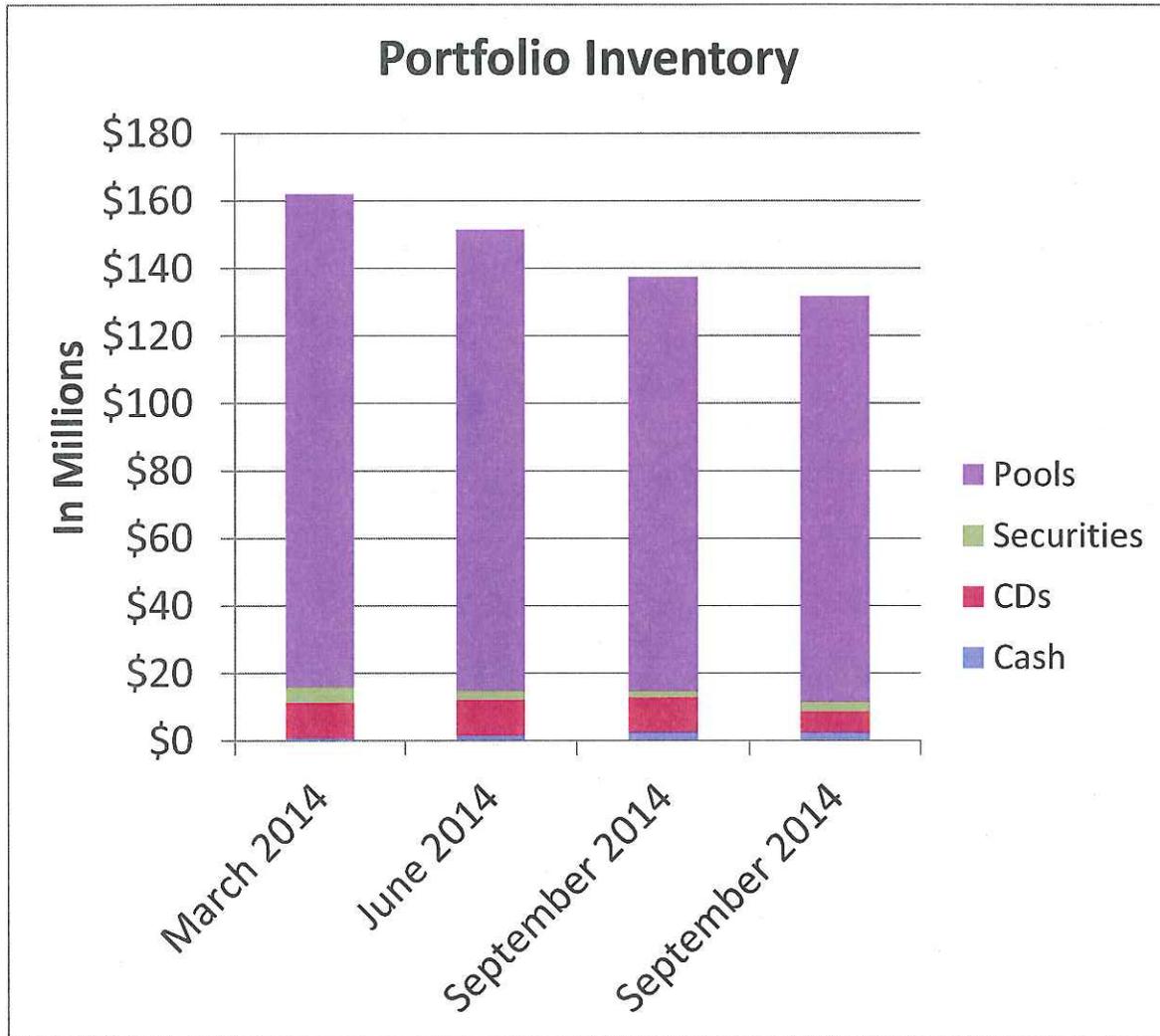




Portfolio Inventory
At December 31, 2014

Investment Type	Maturity Date	Book Value 09/30/14	Market Value 09/30/14	Book Value 12/31/14	Market Value 12/31/14	Interest Rate
Cash						
Cash	Open	\$ 2,438,906	\$ 2,438,906	\$ 3,052,150	\$ 3,052,150	0.0200%
Pools						
TexPool	Open	\$ 79,597,729	\$ 79,597,729	\$ 83,072,138	\$ 83,072,138	0.0418%
TexSTAR	Open	\$ 43,247,393	\$ 43,247,393	\$ 37,198,402	\$ 37,198,402	0.0501%
		\$ 122,845,122	\$ 122,845,122	\$ 120,270,540	\$ 120,270,540	
Agencies						
FHLB - 12/17/14 - 3130A2C61	06/10/2016	\$ -	\$ -	\$ 999,203	\$ 999,203	0.4306%
		\$ -	\$ -	\$ 999,203	\$ 999,203	
Municipal Bonds						
Alief ISD GO - 06/05/13 016249JF2 Aa1	02/15/2015	\$ 422,425	\$ 422,276	\$ 420,797	\$ 420,764	0.4500%
Denton County GO - 08/01/13 248775L89 Aaa	04/15/2016	\$ 203,956	\$ 204,292	\$ 203,308	\$ 203,770	0.7000%
Garland Tx Rev Bond - 12/23/13 366168JS2 AA	03/01/2015	\$ 533,879	\$ 532,544	\$ 531,516	\$ 531,007	0.2200%
Gregory Portland Tx Ref Bond - 03/12/14 397586LH9 Aaa	02/15/2015	\$ 654,070	\$ 653,662	\$ 647,979	\$ 647,832	0.2210%
		\$ 1,814,330	\$ 1,812,775	\$ 1,803,600	\$ 1,803,373	
Certificates of Deposit						
CD Prosperity - 09/04/13	03/04/2015	\$ 1,058,117	\$ 1,058,117	\$ 1,059,172	\$ 1,059,172	0.4000%
CD Prosperity - 10/22/13	10/22/2014	\$ 5,032,540	\$ 5,032,540	\$ -	\$ -	0.4000%
CD Prosperity - 02/27/14	02/27/2015	\$ 1,005,246	\$ 1,005,246	\$ 1,006,133	\$ 1,006,133	0.3500%
CD Prosperity - 09/17/14	09/17/2015	\$ 3,010,514	\$ 3,010,514	\$ 3,013,141	\$ 3,013,141	0.3500%
CD Prosperity - 12/16/14	12/16/2015	\$ -	\$ -	\$ 1,000,000	\$ 1,000,000	0.3500%
CD Wells Fargo-Town N. Bank - 08/26/13	08/26/2015	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	0.6000%
		\$ 10,356,416	\$ 10,356,416	\$ 6,328,446	\$ 6,328,446	
Totals		<u>\$ 137,454,775</u>	<u>\$ 137,453,219</u>	<u>\$ 132,453,938</u>	<u>\$ 132,453,712</u>	

Weighted Maturity Average (WAM) at 12/31/14 is 16.19 days.



CITY OF LEAGUE CITY
MONTHLY INVESTMENT REPORT
FOR THE MONTH ENDED OCTOBER 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	\$ 189,692	\$ 4,821,973	\$ 5,076,371	\$ 4,068,630	\$ -	\$ 14,156,666	10.43%
Debt Service	61,621	916,677	1,727,069	250,000	-	2,955,367	2.18%
W/W/W Debt Service	86,332	3,086,850	609	-	-	3,173,791	2.34%
Water/Wastewater	190,342	9,934,435	1,589,653	-	1,606,977	13,321,407	9.81%
Subtotal Major Funds	\$ 527,987	\$ 18,759,935	\$ 8,393,702	\$ 4,318,630	\$ 1,606,977	\$ 33,607,231	24.75%
SPECIAL REVENUE FUNDS							
Police Activities Fund	\$ 234,218	\$ -	\$ -	\$ -	\$ -	\$ 234,218	0.17%
Animal Control Donation Fund	7,173	34,033	-	-	-	41,206	0.03%
Library Gift Fund	9,496	3,124	-	-	-	12,620	0.01%
Tree Preservation Fund	30,834	-	-	-	-	30,834	0.02%
Mun. Court Bldg Security Fund	29,327	262	-	-	-	29,589	0.02%
Emergency Mgmt Response Fd	5,140	48,650	-	-	-	53,790	0.04%
Mun. Court Technology Fund	21,631	4,073	-	-	-	25,704	0.02%
Hotel/Motel Tax	140,444	329,935	205,801	-	-	676,180	0.50%
SRL Grant	-	-	-	-	-	-	0.00%
Park Facilities & Maintenance	63,392	1,754,205	687,979	-	-	2,505,576	1.85%
Sidewalk Fund	161	355	-	-	-	516	0.00%
Safelight Fund	2,911	-	-	-	-	2,911	0.00%
Public Access Channel Fund	41,609	716,640	-	-	-	758,249	0.56%
Right of Way Fund	36,030	759,772	-	-	-	795,802	0.59%
TDRA Disaster Recovery	-	-	-	-	-	-	0.00%
Technology Fund	60,519	1,081,928	-	-	-	1,142,447	0.84%
Public Safety Tech Fund	4,413	20,007	-	-	-	24,420	0.02%
EMS/Fire Donation	110,904	-	-	-	-	110,904	0.08%
4B Industrial Dev Park Maint & Ops	56,795	879,195	-	-	203,737	1,139,727	0.84%
Subtotal Special Revenue Funds	\$ 854,997	\$ 5,632,179	\$ 893,780	\$ -	\$ 203,737	\$ 7,584,693	5.59%
CAPITAL PROJECT FUNDS							
Water Capital Improvement	\$ 148,653	\$ 4,718,029	\$ 3,276,254	\$ -	\$ -	\$ 8,142,936	6.00%
Wastewater Capital Improvement	129,742	5,805,847	2,924,905	-	-	8,860,494	6.53%
Bayridge Utility District	4,750	3,259	-	-	-	8,009	0.01%
South Shore MUD #3	4,029	117,272	-	-	-	121,301	0.09%
South Shore MUD #2	8,835	990,387	-	-	-	999,222	0.74%
Galveston County MUD #2	59,228	-	-	-	-	59,228	0.04%
Misc Capital Project Fund	122,874	4,426,756	283,733	-	-	4,833,363	3.56%
W/W Capital Project Fund	119,844	4,447,591	1,013,355	-	-	5,580,790	4.11%
2008 Revenue Bonds	13,889	614,198	-	-	-	628,087	0.46%
2008 Certificates of Obligation	15,036	1,507,009	-	-	-	1,522,045	1.12%
2009 Revenue Bonds	45,427	4,175,781	45,469	-	-	4,266,677	3.14%
2009 Certificates of Obligation	63,371	4,785,121	-	-	-	4,848,492	3.57%
2011 Revenue Bond	4,423	-	4,010,351	-	-	4,014,774	2.96%
2011A Certificates of Obligation	51,525	9,599,607	-	-	-	9,651,132	7.11%
2012B Certificates of Obligation	28,729	-	18,255,981	1,005,246	-	19,289,956	14.21%
2011 Certificates of Obligation	9,563	186,864	-	-	-	196,427	0.14%
2012A Certificates of Obligation	13,350	11,794,466	-	-	-	11,807,816	8.70%
Subtotal Capital Project Funds	\$ 843,268	\$ 53,172,187	\$ 29,810,048	\$ 1,005,246	\$ -	\$ 84,830,749	62.47%
INTERNAL SERVICE FUNDS							
Motor Pool Fund	\$ 162,067	\$ 1,741,507	\$ 70,255	\$ -	\$ -	\$ 1,973,829	1.45%
Employee Benefit Fund	\$ 46,397	\$ -	\$ -	\$ -	\$ -	\$ 46,397	0.03%
Capital Replacement	\$ 196,907	\$ -	\$ -	\$ -	\$ -	\$ 196,907	0.15%
Subtotal Internal Service Fund	\$ 405,371	\$ 1,741,507	\$ 70,255	\$ -	\$ -	\$ 2,217,133	1.63%
COMPONENT UNITS							
TIF #1-Magnolia Creek	\$ 14,031	\$ 820,827	\$ 83,714	\$ -	\$ -	\$ 918,572	0.68%
PID #1 Magnolia Creek	42,819	420,649	-	-	-	463,468	0.34%
TIF #2 Victory Lakes	111,118	5,114,846	670,725	-	-	5,896,689	4.34%
PID #2 Victory Lakes	20,415	24,122	-	-	-	44,537	0.03%
TIF #3 Centerpointe	21,234	2,800	-	-	-	24,034	0.02%
PID #3 Centerpointe	6,302	132,589	-	-	-	138,891	0.10%
TIF #4 Westwood	3,756	1,334	-	-	-	5,090	0.00%
PID #5 Park on Clear Creek	52,730	8,145	-	-	-	60,875	0.04%
Subtotal Component Units	\$ 272,405	\$ 6,525,312	\$ 754,439	\$ -	\$ -	\$ 7,552,156	5.58%
TOTAL	\$ 2,904,028	\$ 85,831,120	\$ 39,922,224	\$ 5,323,876	\$ 1,810,714	\$ 135,791,962	100.00%
Portfolio Diversification Ratio	2.14%	63.21%	29.40%	3.92%	1.33%	100.0%	
TexPool Average Yield Rate		0.0268%		Wells Fargo Certificate of Deposit	\$ 250,000	08/26/2013	
Texpool Interest Earned	\$	1,881		Market Value Collateral	\$ -		
				FDIC Insured	\$ 250,000		
TexSTAR Average Yield Rate		0.0385%					
TexSTAR Interest Earned	\$	1,372					
JPMorgan Chase Bank Collateral				Prosperity Certificate of Deposit	\$ 1,005,246	02/27/2014	
Par Value of Collateral	\$	4,800,000		Prosperity Certificate of Deposit	\$ 1,058,117	09/04/2013	
Market Value of Collateral	\$	5,014,349		Prosperity Certificate of Deposit	\$ 3,010,514	09/17/2014	
FDIC Insured	\$	250,000		Total - Prosperity	\$ 5,073,876		
				Market Value Collateral	\$ 10,309,287		
				FDIC Insured	\$ 250,000		
JPMorgan Chase Bank Sweep Account							
Bank Balance per Sweep Acct @0.02%	\$	2,597,313					
Par Value of Collateral	\$	2,592,953		Total CD's	\$ 5,323,876		
Market Value of Collateral	\$	2,649,256					

CITY OF LEAGUE CITY
MONTHLY INVESTMENT REPORT
FOR THE MONTH ENDED NOVEMBER 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	\$ 45,525	\$ 5,907,509	\$ 3,776,494	\$ 4,068,630	\$ -	\$ 13,798,158	10.72%
Debt Service	39,151	1,074,314	1,727,126	250,000	-	3,090,591	2.40%
W/WW Debt Service	88,333	3,086,923	609	-	-	3,173,865	2.47%
Water/Wastewater	36,156	10,729,785	1,589,704	-	1,603,689	13,959,334	10.84%
Subtotal Major Funds	\$ 207,165	\$ 20,798,531	\$ 7,093,933	\$ 4,318,630	\$ 1,603,689	\$ 34,021,948	26.43%
SPECIAL REVENUE FUNDS							
Police Activities Fund	\$ 235,591	\$ -	\$ -	\$ -	\$ -	\$ 235,591	0.18%
Animal Control Donation Fund	8,008	34,034	-	-	-	42,042	0.03%
Library Gift Fund	9,496	3,124	-	-	-	12,620	0.01%
Tree Preservation Fund	30,834	-	-	-	-	30,834	0.02%
Mun. Court Bldg Security Fund	21,866	262	-	-	-	22,128	0.02%
Emergency Mgmt Response Fd	5,140	48,651	-	-	-	53,791	0.04%
Mun. Court Technology Fund	4,876	73	-	-	-	4,949	0.00%
Hotel/Motel Tax	21,184	434,945	205,807	-	-	661,936	0.51%
Park Facilities & Maintenance	23,609	1,784,248	688,001	-	-	2,495,858	1.94%
Sidewalk Fund	161	355	-	-	-	516	0.00%
Safelight Fund	2,911	-	-	-	-	2,911	0.00%
Public Access Channel Fund	21,281	791,659	-	-	-	812,940	0.63%
Right of Way Fund	36,031	759,791	-	-	-	795,822	0.62%
TDRA Disaster Recovery	40,854	-	-	-	-	40,854	0.03%
Technology Fund	55,599	1,081,954	-	-	-	1,137,553	0.88%
Public Safety Tech Fund	4,413	20,008	-	-	-	24,421	0.02%
EMS/Fire Donation	109,978	-	-	-	-	109,978	0.08%
4B Industrial Dev Park Maint & Ops	2,813	829,215	-	-	203,526	1,035,554	0.80%
Subtotal Special Revenue Funds	\$ 634,645	\$ 5,788,319	\$ 893,808	\$ -	\$ 203,526	\$ 7,520,298	5.84%
CAPITAL PROJECT FUNDS							
Water Capital Improvement	\$ 18,463	\$ 4,573,542	\$ 3,276,360	\$ -	\$ -	\$ 7,868,365	6.11%
Wastewater Capital Improvement	23,246	6,080,991	2,925,000	-	-	9,029,237	7.01%
Bayridge Utility District	4,750	3,259	-	-	-	8,009	0.01%
South Shore MUD #3	4,029	117,275	-	-	-	121,304	0.09%
South Shore MUD #2	8,938	990,410	-	-	-	999,348	0.78%
Galveston County MUD #2	59,234	-	-	-	-	59,234	0.05%
Misc Capital Project Fund	29,157	4,556,864	283,743	-	-	4,869,764	3.78%
W/W Capital Project Fund	26,928	4,617,700	1,013,388	-	-	5,858,016	4.40%
2008 Revenue Bonds	13,890	614,213	-	-	-	628,103	0.49%
2008 Certificates of Obligation	4,144	1,507,044	-	-	-	1,511,188	1.17%
2009 Revenue Bonds	45,428	4,175,881	45,469	-	-	4,266,778	3.31%
2009 Certificates of Obligation	36,958	4,418,526	-	-	-	4,455,484	3.46%
2011 Revenue Bond	4,424	-	4,010,481	-	-	4,014,905	3.12%
2011A Certificates of Obligation	36,238	9,599,836	-	-	-	9,636,074	7.49%
2012B Certificates of Obligation	28,730	-	18,174,191	1,006,133	-	19,209,054	14.92%
2011 Certificates of Obligation	9,563	186,868	-	-	-	196,431	0.15%
2012A Certificates of Obligation	2,413	8,951,884	-	-	-	8,954,297	6.96%
Subtotal Capital Project Funds	\$ 356,533	\$ 50,394,293	\$ 29,728,632	\$ 1,006,133	\$ -	\$ 81,485,591	63.30%
INTERNAL SERVICE FUNDS							
Motor Pool Fund	\$ 31,095	\$ 1,871,551	\$ 70,257	\$ -	\$ -	\$ 1,972,903	1.53%
Employee Benefit Fund	\$ 50,009	\$ -	\$ -	\$ -	\$ -	\$ 50,009	0.04%
Capital Replacement	\$ 23,812	\$ 370,009	\$ -	\$ -	\$ -	\$ 393,821	0.31%
Subtotal Internal Service Fund	\$ 104,916	\$ 2,241,560	\$ 70,257	\$ -	\$ -	\$ 2,416,733	1.88%
COMPONENT UNITS							
TIF#1-Magnolia Creek	\$ 14,031	\$ 820,846	\$ 83,716	\$ -	\$ -	\$ 918,593	0.71%
PID #1 Magnolia Creek	45,012	420,659	-	-	-	465,671	0.38%
TIF #2 Victory Lakes	16,118	989,925	670,747	-	-	1,676,790	1.30%
PID #2 Victory Lakes	23,018	24,123	-	-	-	47,141	0.04%
TIF #3 Centerpointe	21,234	2,800	-	-	-	24,034	0.02%
PID #3 Centerpointe	7,208	132,592	-	-	-	139,800	0.11%
TIF #4 Westwood	3,756	1,334	-	-	-	5,090	0.00%
PID #5 Park on Clear Creek	1,565	3,145	-	-	-	4,710	0.00%
Subtotal Component Units	\$ 131,942	\$ 2,395,424	\$ 754,463	\$ -	\$ -	\$ 3,281,829	2.55%
TOTAL	\$ 1,435,201	\$ 81,618,127	\$ 38,541,093	\$ 5,324,763	\$ 1,807,215	\$ 128,726,399	100.00%
Portfolio Diversification Ratio	1.11%	63.40%	29.94%	4.14%	1.40%	100.0%	
TexPool Average Yield Rate		0.0286%		Wells Fargo Certificate of Deposit	\$ 250,000	08/26/2013	
Texpool Interest Earned	\$	1,943		Market Value Collateral	\$ -		
				FDIC Insured	\$ 250,000		
TexSTAR Average Yield Rate		0.0387%					
TexSTAR Interest Earned	\$	1,254					
JPMorgan Chase Bank Collateral				Prosperity Certificate of Deposit	\$ 1,006,133	02/27/2014	
Par Value of Collateral	\$	4,800,000		Prosperity Certificate of Deposit	\$ 1,058,117	09/04/2013	
Market Value of Collateral	\$	5,030,625		Prosperity Certificate of Deposit	\$ 3,010,514	09/17/2014	
FDIC Insured	\$	250,000		Total - Prosperity	\$ 5,074,763		
				Market Value Collateral	\$ 10,126,009		
				FDIC Insured	\$ 250,000		
JPMorgan Chase Bank Sweep Account							
Bank Balance per Sweep Acct @0.02%	\$	1,789,758					
Par Value of Collateral	\$	1,727,795		Total CD's	\$ 5,324,763		
Market Value of Collateral	\$	1,825,551					

CITY OF LEAGUE CITY
MONTHLY INVESTMENT REPORT
FOR THE MONTH ENDED DECEMBER 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	\$ 534,314	\$ 7,909,468	\$ 3,776,656	\$ 5,072,313	\$ 999,203	\$ 18,291,954	13.81%
Debt Service	87,670	4,319,463	1,727,200	250,000	-	6,384,333	4.82%
W/WW Debt Service	86,334	3,087,030	609	-	-	3,173,973	2.40%
Water/Wastewater	108,787	11,450,722	1,869,732	-	1,600,292	15,029,533	11.35%
Subtotal Major Funds	\$ 817,105	\$ 26,766,683	\$ 7,374,197	\$ 5,322,313	\$ 2,599,495	\$ 42,879,793	32.37%
SPECIAL REVENUE FUNDS							
Police Activities Fund	\$ 234,656	\$ -	\$ -	\$ -	\$ -	\$ 234,656	0.18%
Animal Control Donation Fund	11,020	34,035	-	-	-	45,055	0.03%
Library Gift Fund	9,496	3,125	-	-	-	12,621	0.01%
Tree Preservation Fund	30,834	-	-	-	-	30,834	0.02%
Mun. Court Bldg Security Fund	24,433	262	-	-	-	24,695	0.02%
Emergency Mgmt Response Fd	5,140	48,653	-	-	-	53,793	0.04%
Mun. Court Technology Fund	9,119	73	-	-	-	9,192	0.01%
Hotel/Motel Tax	2,564	434,961	205,816	-	-	643,341	0.49%
Park Facilities & Maintenance	29,399	1,694,306	688,031	-	-	2,411,736	1.82%
Sidewalk Fund	161	355	-	-	-	516	0.00%
Safelight Fund	1,462	-	-	-	-	1,462	0.00%
Public Access Channel Fund	20,989	791,687	-	-	-	812,676	0.61%
Right of Way Fund	33,415	759,817	-	-	-	793,232	0.60%
TDRA Disaster Recovery	82,170	-	-	-	-	82,170	0.06%
Technology Fund	46,129	1,081,991	-	-	-	1,128,120	0.85%
Public Safety Tech Fund	4,197	20,008	-	-	-	24,205	0.17%
EMS/Fire Donation	111,946	-	-	-	-	111,946	0.17%
4B Industrial Dev Park Maint & Ops	22,843	829,244	-	-	203,308	1,055,395	0.80%
Subtotal Special Revenue Funds	\$ 679,973	\$ 5,698,517	\$ 893,847	\$ -	\$ 203,308	\$ 7,475,645	5.64%
CAPITAL PROJECT FUNDS							
Water Capital Improvement	\$ 102,966	\$ 4,748,706	\$ 3,104,041	\$ -	\$ -	\$ 7,955,713	6.01%
Wastewater Capital Improvement	86,791	6,246,208	2,925,126	-	-	9,258,125	6.99%
Bayridge Utility District	4,750	3,259	-	-	-	8,009	0.01%
South Shore MUD #3	4,029	117,279	-	-	-	121,308	0.09%
South Shore MUD #2	8,938	990,445	-	-	-	999,383	0.75%
Galveston County MUD #2	59,262	-	-	-	-	59,262	0.04%
Misc Capital Project Fund	76,338	4,557,022	283,755	-	-	4,917,115	3.71%
W/W Capital Project Fund	62,046	4,617,860	1,013,431	-	-	5,693,337	4.30%
2008 Revenue Bonds	725	614,234	-	-	-	614,959	0.46%
2008 Certificates of Obligation	39,648	1,457,095	-	-	-	1,496,743	1.13%
2009 Revenue Bonds	47,718	3,430,999	45,472	-	-	3,524,189	2.66%
2009 Certificates of Obligation	26,463	4,268,674	-	-	-	4,295,137	3.24%
2011 Revenue Bond	31,925	-	3,748,195	-	-	3,780,120	2.85%
2011A Certificates of Obligation	34,665	8,376,195	-	-	-	8,410,860	6.35%
2012B Certificates of Obligation	24,545	-	16,985,562	1,006,132	-	18,016,259	13.60%
2011 Certificates of Obligation	8,825	186,875	-	-	-	195,700	0.15%
2012A Certificates of Obligation	29,989	5,879,924	-	-	-	5,909,913	4.46%
Subtotal Capital Project Funds	\$ 649,623	\$ 45,494,775	\$ 28,105,602	\$ 1,006,132	\$ -	\$ 75,256,132	56.82%
INTERNAL SERVICE FUNDS							
Motor Pool Fund	\$ 82,164	\$ 1,871,616	\$ 70,260	\$ -	\$ -	\$ 2,024,040	1.53%
Employee Benefit Fund	51,814	-	-	-	-	51,814	0.04%
Capital Replacement	220,719	370,022	-	-	-	590,741	0.45%
Subtotal Internal Service Fund	\$ 354,697	\$ 2,241,638	\$ 70,260	\$ -	\$ -	\$ 2,666,595	2.01%
COMPONENT UNITS							
TIF#1-Magnolia Creek	\$ 20,661	\$ 740,872	\$ 83,720	\$ -	\$ -	\$ 845,253	0.64%
PID #1 Magnolia Creek	133,106	595,680	-	-	-	728,786	0.55%
TIF #2 Victory Lakes	16,118	989,960	670,776	-	-	1,676,854	1.27%
PID #2 Victory Lakes	108,936	294,133	-	-	-	403,069	0.30%
TIF #3 Centerpointe	20,606	2,800	-	-	-	23,406	0.02%
PID #3 Centerpointe	127,334	192,599	-	-	-	319,933	0.24%
TIF #4 Westwood	3,756	1,334	-	-	-	5,090	0.00%
PID #5 Park on Clear Creek	120,235	53,147	-	-	-	173,382	0.13%
Subtotal Component Units	\$ 550,752	\$ 2,870,525	\$ 754,496	\$ -	\$ -	\$ 4,175,773	3.15%
TOTAL	\$ 3,052,150	\$ 83,072,138	\$ 37,198,402	\$ 6,328,445	\$ 2,802,803	\$ 132,453,938	100.00%
Portfolio Diversification Ratio	2.30%	62.72%	28.08%	4.78%	2.12%	100.0%	
TexPool Average Yield Rate		0.0418%		Wells Fargo Certificate of Deposit	\$ 250,000	08/26/2013	
Texpool Interest Earned	\$	2,879		Market Value Collateral	\$ -		
				FDIC Insured	\$ 250,000		
TexSTAR Average Yield Rate		0.0501%		Prosperity Certificate of Deposit	\$ 1,006,133	02/27/2014	
TexSTAR Interest Earned	\$	1,600		Prosperity Certificate of Deposit	\$ 1,059,172	09/04/2013	
JPMorgan Chase Bank Collateral				Prosperity Certificate of Deposit	\$ 3,013,141	09/17/2014	
Par Value of Collateral	\$	4,800,000		Prosperity Certificate of Deposit	\$ 1,000,000	12/16/2014	
Market Value of Collateral	\$	5,005,877		Total - Prosperity	\$ 6,078,445		
FDIC Insured	\$	250,000		Market Value Collateral	\$ 10,029,643		
JPMorgan Chase Bank Sweep Account				FDIC Insured	\$ 250,000		
Bank Balance per Sweep Acct @0.02%	\$	3,117,562		Total CD's	\$ 6,328,445		
Par Value of Collateral	\$	2,901,615					
Market Value of Collateral	\$	3,179,911					

Appendices

CITY OF LEAGUE CITY POSITION TOTALS BY DEPARTMENT
Financial Report for Quarter Ended December 31, 2014

DEPARTMENT/DIRECTORATE	ADOPTED BUDGET	OCTOBER			NOVEMBER			DECEMBER			
		Positions	Vacant	Filled	Positions	Vacant	Filled	Positions	Vacant	Filled	
GENERAL FUND											
Public Safety Directorate											
Police	171.00	171.00	17.00	154.00	171.00	16.00	155.00	171.00	10.00	161.00	
Animal Control	10.00	10.00	2.00	8.00	10.00	2.00	8.00	10.00	2.00	8.00	
Fire Department	2.00	2.00	-	2.00	2.00	-	2.00	2.00	-	2.00	
Emergency Medical Services	31.00	31.00	1.00	30.00	31.00	-	31.00	31.00	-	31.00	
Fire Marshal	6.00	6.00	2.00	4.00	6.00	2.00	4.00	6.00	1.00	5.00	
Emergency Management	2.00	2.00	-	2.00	2.00	-	2.00	2.00	-	2.00	
Total Public Safety	222.00	222.00	22.00	200.00	222.00	20.00	202.00	222.00	13.00	209.00	
Public Works Directorate											
Public Works Administration	3.00	3.00	-	3.00	3.00	-	3.00	3.00	-	3.00	
Engineering	13.00	13.00	-	13.00	13.00	-	13.00	13.00	-	13.00	
Streets & Stormwater	44.00	44.00	11.00	33.00	44.00	8.00	36.00	44.00	9.00	35.00	
Traffic and Transportation	3.00	3.00	-	3.00	3.00	-	3.00	3.00	-	3.00	
Total Public Works	63.00	63.00	11.00	52.00	63.00	8.00	55.00	63.00	9.00	54.00	
Parks & Cultural Services Directorate											
Helen Hall Library	30.00	30.00	2.00	28.00	30.00	4.50	25.50	30.00	4.00	26.00	
Park Planning	2.00	2.00	-	2.00	2.00	-	2.00	2.00	-	2.00	
Facilities Maintenance	6.00	6.00	1.00	5.00	6.00	1.00	5.00	6.00	-	6.00	
Civic Center Operations	6.00	6.00	0.50	5.50	6.00	0.50	5.50	6.00	1.00	5.00	
Park Operations	15.00	15.00	-	15.00	15.00	-	15.00	15.00	-	15.00	
Parks Recreation	14.00	14.00	-	14.00	14.00	0.50	13.50	14.00	1.00	13.00	
SportsPlex Operations	6.00	6.00	-	6.00	6.00	-	6.00	6.00	-	6.00	
SportsPlex Recreation	0.50	0.50	-	0.50	0.50	-	0.50	0.50	-	0.50	
Total Parks & Cultural Services	79.50	79.50	3.50	76.00	79.50	6.50	73.00	79.50	6.00	73.50	
Finance Directorate											
Accounting	9.50	9.50	-	9.50	9.50	-	9.50	9.50	-	9.50	
Budget Office	3.00	3.00	1.00	2.00	3.00	1.00	2.00	3.00	1.00	2.00	
Municipal Court	9.00	9.00	1.00	8.00	9.00	1.00	8.00	9.00	-	9.00	
Purchasing	3.00	3.00	-	3.00	3.00	-	3.00	3.00	-	3.00	
Total Finance	24.50	24.50	2.00	22.50	24.50	2.00	22.50	24.50	1.00	23.50	
Planning & Development Directorate											
Planning	9.00	9.00	1.00	8.00	9.00	1.00	8.00	9.00	1.00	8.00	
Building	15.00	15.00	2.00	13.00	15.00	2.00	13.00	15.00	2.00	13.00	
Code Compliance	6.00	6.00	2.00	4.00	6.00	1.00	5.00	6.00	2.00	4.00	
Economic Development	2.00	2.00	-	2.00	2.00	-	2.00	2.00	-	2.00	
Total Planning & Development	32.00	32.00	5.00	27.00	32.00	4.00	28.00	32.00	5.00	27.00	
Administration Directorate											
City Manager	3.00	3.00	-	3.00	3.00	-	3.00	3.00	-	3.00	
City Secretary	4.00	4.00	-	4.00	4.00	-	4.00	4.00	-	4.00	
Mayor and Council	8.00	8.00	-	8.00	8.00	-	8.00	8.00	-	8.00	
City Auditor	1.00	1.00	-	1.00	1.00	-	1.00	1.00	-	1.00	
Information Technology	11.00	11.00	2.00	9.00	11.00	2.00	9.00	11.00	1.00	10.00	
Communications Office	3.00	3.00	-	3.00	3.00	-	3.00	3.00	1.00	2.00	
Human Resources	7.00	7.00	1.00	6.00	7.00	1.00	6.00	7.00	1.00	6.00	
Total Administration	37.00	37.00	3.00	34.00	37.00	3.00	34.00	37.00	3.00	34.00	
TOTAL GENERAL FUND	458.00	458.00	46.50	411.50	458.00	43.50	414.50	458.00	37.00	421.00	
UTILITY FUND											
Water Production	18.50	18.50	-	18.50	18.50	-	18.50	18.50	-	18.50	
Wastewater Production	22.50	22.50	2.00	20.50	22.50	2.00	20.50	22.50	2.00	20.50	
Line Repair	34.00	34.00	4.00	30.00	34.00	4.00	30.00	34.00	4.00	30.00	
Utility Billing	12.50	12.50	-	12.50	12.50	-	12.50	12.50	-	12.50	
TOTAL UTILITY FUND	87.50	87.50	6.00	81.50	87.50	6.00	81.50	87.50	6.00	81.50	
OTHER FUNDS											
4B M&O Fund - Park Operations	2.00	2.00	-	2.00	2.00	-	2.00	2.00	-	2.00	
4B M&O Fund - Park Recreation	9.25	9.25	-	9.25	9.25	-	9.25	9.25	-	9.25	
Motor Pool Fund (Fleet)	9.00	9.00	-	9.00	9.00	-	9.00	9.00	-	9.00	
TOTAL OTHER FUNDS	20.25	20.25	-	20.25	20.25	0.00	20.25	20.25	0.00	20.25	
GRAND TOTAL ALL FUNDS	565.75	565.75	52.50	513.25	565.75	49.50	516.25	565.75	43.00	522.75	
Vacancy Rate			9.28%						7.60%		

Butler Longhorn Museum
Balance Sheet
As of December 31, 2014

01/10/15
Accrual Basis

	Dec 31, 14
ASSETS	
Current Assets	
Checking/Savings	
Hometown Bank Checking Account	-994.10
HTBank - Reserve for Deposits	200.00
Petty Cash	
Register-GS	200.00
Register-Front	200.00
Total Petty Cash	400.00
Total Checking/Savings	-394.10
Other Current Assets	
Inventory	3,169.97
Total Other Current Assets	3,169.97
Total Current Assets	2,775.87
Fixed Assets	
Displays and Art Work	
Original Cost	111,893.55
Accumulated Depreciation	-111,893.55
Total Displays and Art Work	0.00
Leasehold Improvements	
Original Costs	29,049.36
Accum Depreciation	-29,049.36
Total Leasehold Improvements	0.00
Equipment	
Original Cost	8,437.09
Accumulated Depreciation	-6,084.06
Total Equipment	2,353.03
Total Fixed Assets	2,353.03
TOTAL ASSETS	5,128.90
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	2,110.51
Total Accounts Payable	2,110.51
Other Current Liabilities	
Payroll Liabilities	
941 Liability	1,613.08
Total Payroll Liabilities	1,613.08
Sales Tax Payable	460.44
Restricted Use Donations	300.00
Total Other Current Liabilities	2,373.52
Total Current Liabilities	4,484.03
Total Liabilities	4,484.03

Butler Longhorn Museum
Balance Sheet
As of December 31, 2014

01/10/15
Accrual Basis

	<u>Dec 31, 14</u>
Equity	
Unrestricted Net Assets	2,058.57
Net Income	-1,413.70
Total Equity	<u>644.87</u>
TOTAL LIABILITIES & EQUITY	<u><u>5,128.90</u></u>

Butler Longhorn Museum
Profit & Loss Budget vs. Actual
October through December 2014

01/10/15

Accrual Basis

	Oct - Dec 14	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
Museum Admission	2,780.00	4,624.97	-1,844.97	60.1%
Special Events/Rentals	16,576.73	15,615.00	961.73	106.2%
Art Sales	541.00	499.97	41.03	108.2%
Gift Shop Sales	583.04	750.00	-166.96	77.7%
Sponsorships - Annual	2,400.00	3,000.00	-600.00	80.0%
Membership Dues	1,565.00	1,725.00	-160.00	90.7%
Donations	3,291.04	1,875.00	1,416.04	175.5%
Total Income	27,736.81	28,089.94	-353.13	98.7%
Cost of Goods Sold				
Cost of Art Sales	128.40	300.00	-171.60	42.8%
Cost of Gift Shop Sales	291.52	375.00	-83.48	77.7%
Special Events/Rental Expenses	4,647.71	3,305.64	1,342.07	140.6%
Total COGS	5,067.63	3,980.64	1,086.99	127.3%
Gross Profit	22,669.18	24,109.30	-1,440.12	94.0%
Expense				
Personnel	19,377.01	20,426.44	-1,049.43	94.9%
Building Expenses	2,647.84	4,200.00	-1,552.16	63.0%
Maintenance & Repairs	11.28	0.00	11.28	100.0%
Supplies	12.83	750.00	-737.17	1.7%
Advertising & Marketing	0.00	400.00	-400.00	0.0%
Licenses and Permits	70.66	150.00	-79.34	47.1%
Professional Fees	437.00	375.00	62.00	116.5%
Insurance	1,111.65	1,243.37	-131.72	89.4%
Credit Card & Bank Fees	371.51	407.72	-36.21	91.1%
Postage and Delivery	43.10	73.78	-30.68	58.4%
Total Expense	24,082.88	28,026.31	-3,943.43	85.9%
Net Ordinary Income	-1,413.70	-3,917.01	2,503.31	36.1%
Net Income	-1,413.70	-3,917.01	2,503.31	36.1%

01/10/15

Butler Longhorn Museum
Statement of Cash Flows
 October through December 2014

	Oct - Dec 14
OPERATING ACTIVITIES	
Net Income	-1,413.70
Adjustments to reconcile Net Income to net cash provided by operations:	
Prepaid Expenses	1,111.65
Inventory	291.52
Accounts Payable	-1,660.77
Oak Tree Festival 2014-2015	-905.00
Payroll Liabilities:941 Liability	-203.42
Sales Tax Payable	313.34
Net cash provided by Operating Activities	-2,466.38
FINANCING ACTIVITIES	
Unrestricted Net Assets	1,640.24
Prior Period Adjustment	-1,640.24
Net cash provided by Financing Activities	0.00
Net cash increase for period	-2,466.38
Cash at beginning of period	2,072.28
Cash at end of period	-394.10