



CITY OF DICKINSON

FY2015-2016

QUARTERLY INVESTMENT AND FINANCIAL REPORT

PERIOD ENDING JUNE 30, 2016

**City of Dickinson
Investment Report
For the Period Ended June 30, 2016**

The City invests cash that is not immediately needed for operations in Certificates of Deposit, TexPool, and Securities issued by Agencies of the Federal Government as allowed by the Public Funds Investment Act and the City's Investment Policy.

As of June 30, 2016, the City's cash and investments were as follows:

Investment Category	Book Value	Percentage	Weighted Average Maturity (Days)
Cash in Demand Accounts	\$8,661,228	87.70%	1.00
Government Pools	\$1,214,399	12.30%	1.00
Certificates of Deposit	\$0	0.00%	0.00
TOTAL	\$ 9,875,628	100.00%	1.00

The portfolio is highly liquid with \$8,661,228 or 87.70% available immediately.

Interest rates on investments range from 0.03% to 0.35%. These rates are historic lows leading to a recommendation to keep the portfolio liquid for the coming 3 months. This strategy is being implemented by moving money to the City's new depository bank, Capital One, which currently has the greatest return rates. Additionally, staff continues a review of accounts to evaluate the distribution of accounts and types of accounts being held by the City.

Compliance: The City requires its depository banks to provide collateral for all deposits in excess of Federal Deposit Insurance. As of June 30, 2016, the market value of collateral pledged to the City by Capital One through the Bank of New York Mellon was \$9,098,842.79.

Market Value: The City currently holds no investments in which the book value differs from the market value. For all holdings, the book value is equal to the market value.

2015 PFIA Legislative Changes

Two Legislative bills were passed that will impact the Texas Public Funds Investment Act 2256 effective September 1, 2015:

HB 870

Reduces the amount of Public Funds Investment Act (Chapter 2256.008, Texas Government Code) training hours for city and school district finance and investment officers from ten hours every two years to eight hours every two years. City and school district finance and investment officers must still initially receive ten hours of training within 12 months after taking office or assuming investment duties. Effective September 1, 2015.

HB 1148

Provides that a city finance or investment officer must take only the initial 10 hour training under the Public Funds Investment Act (Chapter 2256.008, Texas Government Code) but no continuing investment training if the city: (1) does not invest city funds; or (2) only deposits city funds in interest-bearing deposit accounts or certificates of deposit. Effective September 1, 2015.

Since the phrase “does not invest city funds” is not defined in the bill, any city finance or investment officer desiring to forgo investment training under this bill may want to provide a definition of this phrase in the city’s approved investment policy, which is still a requirement under the Public Funds Investment Act.

Additionally, it is recommended that any city finance or investment officer desiring to forgo investment training under this bill may want to confirm the applicability of the training hour changes with their local attorney/auditor.

**FY 2016 Third Quarter Investment Report
Period Ended June 30, 2016**

G/L Account	Description	Book Value	Current Interest Rate	Yield to Maturity	Maturity Date	Days to Maturity	Beginning Market Value for Period	Changes to Market Value	Ending Market Value for Period	Interest Paid YTD
Cash in Demand Accounts										
99-1120	Capital 1 - Operating Acct	\$ 5,266,361	0.35%	0.35%	Demand	1	\$ 2,637,216	\$ 2,629,145	\$ 5,266,361	\$ 5,787
01-1121	Capital 1 - Supplemental Acct	\$ 348,775	0.35%	0.35%	Demand	1	\$ 2,859,804	\$ (2,511,029)	\$ 348,775	\$ 4,767
15-1120	Capital 1 - PID#1 Acct	\$ 30,333	0.35%	0.35%	Demand	1	\$ 274,996	\$ (244,663)	\$ 30,333	\$ 239
02-1270	Capital 1 - Debt Service	\$ 187,665	0.35%	0.35%	Demand	1	\$ 195	\$ 187,470	\$ 187,665	\$ 61
03-1255	Capital 1 - State Narcotics	\$ 7,277	0.35%	0.35%	Demand	1	\$ 7,647	\$ (370)	\$ 7,277	\$ -
03-1256	Capital 1 - Awarded Fed. Seized	\$ 107,021	0.35%	0.35%	Demand	1	\$ 119,959	\$ (12,938)	\$ 107,021	\$ 149
03-1258	Capital 1 - Awarded State Seized	\$ 13,411	0.35%	0.35%	Demand	1	\$ 13,411	\$ -	\$ 13,411	\$ -
01-1288	Capital 1 - Employee Ben. Trust	\$ 100,000	0.35%	0.35%	Demand	1	\$ -	\$ 100,000	\$ 100,000	\$ 43
08-1120	Capital 1 - Street Maintenance	\$ 2,369,021	0.35%	0.35%	Demand	1	\$ 2,122,743	\$ 246,278	\$ 2,369,021	\$ 4,852
01-1271	Regions - Money Market Acct	\$ 200,857	0.15%	0.15%	Demand	1	\$ 200,832	\$ 25	\$ 200,857	\$ 75
N/A	Regions - RWB Account	\$ 30,509	0.00%	0.00%	Demand	1	\$ 67,630	\$ (37,121)	\$ 30,509	\$ -
01-1269	AMOCO Federal Credit Union	\$ -	0.00%	0.00%	Demand	1	\$ -	\$ -	\$ -	\$ -
Total Cash in Demand Accounts		\$ 8,661,228					\$ 8,304,432	\$ 356,796	\$ 8,661,228	\$ 15,974
Invested in Government Pools										
01-1259	TexPool - General Fund	\$ 1,214,399	0.03%	0.03%	Demand	1	\$ 1,213,349	\$ 1,050	\$ 1,214,399	\$ 2,354
Total Invested in Government Pools		\$ 1,214,399					\$ 1,213,349	\$ 1,050	\$ 1,214,399	\$ 2,354
Invested in Certificates of Deposit										
01-1269	AMOCO Federal Credit Union	\$ -	0.00%	0.00%	Matured	0	\$ -	\$ -	\$ -	\$ 3
01-1264	Texas First Bank	\$ -	0.00%	0.00%	Matured	0	\$ -	\$ -	\$ -	\$ 203
Total Invested in Certificates of Deposit		\$ -					\$ -	\$ -	\$ -	\$ 206
TOTAL ALL INVESTMENTS		\$ 9,875,628					\$ 9,517,782	\$ 357,846	\$ 9,875,628	\$ 18,534

Investment Category	Book Value	Percentage	Weighted Average Maturity (Days)
Cash in Demand Accounts	\$ 8,661,228	87.70%	1.00
Government Pools	\$ 1,214,399	12.30%	1.00
Certificates of Deposit	\$ -	0.00%	0.00
TOTAL	\$ 9,875,628	100.00%	1.00

Investment schedules presented per the provisions of the Texas Code Chapter 2256 (Public Funds Investment Act) and the City of Dickinson Investment Policy

The City requires its depository banks to provide collateral for all deposits in excess of Federal Deposit Insurance. As of June 30, 2016, the market value of collateral pledged to the City was \$9,098,842.79 pledged by Capital One.

Unrealized gain/loss is the difference between the market value of the City's securities and what it paid for them. Gains and losses are realized only when a security is sold prior to maturity. Since it is the City's practice to hold all securities to maturity, it is unlikely that unrealized gains and losses will be realized. As of June 30, 2016, the City had no unrealized gains or losses.

In view of historically low interest rates, the recommended investment strategy for the next fiscal quarter is to invest primarily in shorter term Certificates, Bonds and Investment Pools. The recommended strategy is currently being implemented.

Stephanie Russell

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Julie M. Robinson

Julie M. Robinson, City Administrator and Investment Officer

CITY OF DICKINSON
STATEMENT OF NET REVENUES - GENERAL FUND
Fiscal Year 2016 Third Quarter
Period Ending: June 30, 2016

	FY 2016 Original Budget	FY 2016 Actuals As Of* 06/30/16	FY 2016 Q3 Over/(Under) Budget	FY 2016 Q3 % Realized
REVENUES				
Sales Tax	5,734,800	4,495,580	(1,239,220)	78.4%
Ad Valorem (Property) Tax	2,939,036	2,867,598	(71,438)	97.6%
Other Taxes	40,000	37,592	(2,408)	94.0%
Franchise Fees	1,020,200	658,567	(361,633)	64.6%
Licenses & Permits	335,748	247,126	(88,622)	73.6%
Court Fines & Fees	751,000	613,108	(137,892)	81.6%
Charges for Service	390,000	332,086	(57,914)	85.2%
Miscellaneous Income	28,800	62,571	33,771	217.3%
Interest Income	9,500	12,867	3,367	135.4%
Intergovernmental Income				
Federal E.M.P.G. Grant	-	32,541	32,541	0.0%
Dickinson Edu. Finance Corp	-	45,000	45,000	0.0%
Contract for Jail Services	10,000	6,760	(3,240)	67.6%
CDBG Reimb - Personnel	12,500	-	(12,500)	0.0%
Ambulance DHS Football	2,250	1,800	(450)	80.0%
Transfer From DEDC	195,231	146,423	(48,808)	75.0%
Transfer From DMD #1	537,382	90,276	(447,106)	16.8%
Reg. DWI Task Force Grant	4,518	-	(4,518)	0.0%
Emergency Service Co. Fee	126,000	52,500	(73,500)	41.7%
Transfers & Other Sources				
Transfer From PID#1	15,000	-	(15,000)	0.0%
TOTAL REVENUES	12,151,964	9,702,394	(2,449,570)	79.8%
EXPENDITURES				
Administration	524,390	351,795	(172,594)	67.1%
Finance	217,613	156,833	(60,780)	72.1%
Community Development	430,441	294,580	(135,861)	68.4%
Municipal Court	316,459	221,797	(94,662)	70.1%
Police Department	3,943,080	2,683,562	(1,259,517)	68.1%
Fire Marshal	197,526	133,302	(64,225)	67.5%
Emergency Management	91,359	80,804	(10,555)	88.4%
Public Works	616,711	435,059	(181,652)	70.5%
Information Technology	294,709	230,751	(63,958)	78.3%
Library	398,011	262,657	(135,354)	66.0%
Tourism	103,227	77,238	(25,989)	74.8%
EMS	935,264	706,832	(228,432)	75.6%
City-Wide Services				
380 Grant Payments	3,268,836	1,954,374	(1,314,462)	59.8%
Other Contractual Payments	665,529	530,210	(135,319)	79.7%
TOTAL EXPENDITURES	12,003,155	8,119,793	(3,883,362)	67.6%
REVENUE-EXPENDITURES	148,809	1,582,601	1,433,792	

CITY OF DICKINSON
STATEMENT OF NET REVENUES - OTHER FUNDS
Fiscal Year 2016 Third Quarter
Period Ending: June 30, 2016

	FY 2016 Original Budget	FY 2016 Actuals As Of* 06/30/16	FY 2016 Q3 Over/(Under) Budget	FY 2016 Q3 % Realized
DEBT SERVICE FUND				
REVENUES				
Property Tax	701,880	683,475	(18,405)	97.4%
Interest Income	-	427	427	0.0%
Bond Issuance Proceeds	-	5	5	0.0%
Transfers & Other Contributions				
Transfer from GF Reserve	20,941	-	(20,941)	0.0%
DEDC	62,705	62,705	-	100.0%
WCID #1 Contribution	86,965	86,964	(1)	100.0%
TOTAL REVENUES	\$ 872,491	\$ 833,576	\$ (38,915)	95.5%
EXPENDITURES				
Issue Cost & Cont. Disclosure	5,300	-	(5,300)	0.0%
Principal				
2009 GO Refund	120,000	120,000	-	100.0%
2014 GO Refund	465,000	465,000	-	100.0%
Interest				
2009 GO Refund	75,320	38,710	(36,610)	51.4%
2009 CO Refund	50,695	25,348	(25,348)	50.0%
2014 GO Refund	156,175	80,413	(75,763)	51.5%
TOTAL EXPENDITURES	872,490	729,470	(143,020)	83.6%
NET REVENUES	\$ 1	\$ 104,106	\$ 104,105	
MUNICIPAL DRAINAGE UTILITY FUND				
REVENUES				
Delinquent Drainage Fees	-	24,798	24,798	0.0%
Resident Drainage	281,000	162,302	(118,698)	57.8%
Commercial Drainage	24,000	41,706	17,706	173.8%
Multi-Family/Mobile Home	59,000	29,928	(29,072)	50.7%
TOTAL REVENUES	\$ 364,000	\$ 258,734	\$ (105,266)	71.1%
EXPENDITURES				
Salaries & Benefits	218,120	167,339	(50,781)	76.7%
Other Operating Expenses	142,103	64,300	(77,803)	45.2%
2016 Projects:				
Moore's Addition	28,000	-	(28,000)	0.0%
Church Street	8,000	-	(8,000)	0.0%
Green Lee	10,000	-	(10,000)	0.0%
Bayou Chantilly Outfall	-	35,439	35,439	0.0%
TOTAL EXPENDITURES	\$ 406,223	\$ 267,077	\$ (139,146)	\$ 1
NET REVENUES	\$ (42,223)	\$ (8,343)	\$ 33,880	

CITY OF DICKINSON
STATEMENT OF NET REVENUES - OTHER FUNDS
Fiscal Year 2016 Third Quarter
Period Ending: June 30, 2016

	FY 2016 Original Budget	FY 2016 Actuals As Of* 06/30/16	FY 2016 Q3 Over/(Under) Budget	FY 2016 Q3 % Realized
STREET MAINTENANCE FUND				
REVENUES				
Street Maintenance Sales Tax	1,433,700	1,123,895	(309,805)	78.4%
Interest Income	500	4,852	4,352	970.4%
TOTAL REVENUES	\$ 1,434,200	\$ 1,128,747	\$ (305,453)	78.7%
EXPENDITURES				
Street Repair/Patch	100,000	39,623	(60,377)	39.6%
Legal Notices	1,000	-	(1,000)	0.0%
Projects				
48th Street (W of Hwy 3)	-	3,362	3,362	0.0%
Desel Drive	-	3,362	3,362	0.0%
MLK (South of Salvato)	-	3,362	3,362	0.0%
Avenue L	-	6,405	6,405	0.0%
Dakota	-	247,590	247,590	0.0%
48th Street (E of HWY 3)	-	87,296	87,296	0.0%
33rd Street	-	19,251	19,251	0.0%
28th Street (W of HWY 3)	-	1,008	1,008	0.0%
Leonetti	-	98,035	98,035	0.0%
Oleander (Palm tO Bridge)	-	1,008	1,008	0.0%
Greenbriar Street	-	1,008	1,008	0.0%
35th (E. of Kansas)	419,796	57,802	(361,994)	13.8%
Nebraska	116,897	58,130	(58,767)	49.7%
Hollywood	226,044	25,927	(200,117)	11.5%
Gill Road	217,971	26,816	(191,155)	12.3%
Johnson Street	96,876	57,802	(39,074)	59.7%
Mariner's	96,876	25,927	(70,949)	26.8%
Pine Oak Circle	90,418	25,927	(64,491)	28.7%
TOTAL EXPENDITURES	\$ 1,365,878	\$ 789,641	\$ (576,237)	57.8%
NET REVENUES	\$ 68,322	\$ 339,106	\$ 270,784	

CITY OF DICKINSON
STATEMENT OF NET REVENUES - OTHER FUNDS
Fiscal Year 2016 Third Quarter
Period Ending: June 30, 2016

	FY 2016 Original Budget	FY 2016 Actuals As Of* 06/30/16	FY 2016 Q3 Over/(Under) Budget	FY 2016 Q3 % Realized
BAYOU LAKES PUBLIC IMPROVEMENT DISTRICT NO. 1				
REVENUES				
Pentalty & Interest	4,000	829	(3,171)	20.7%
Assessments	203,000	283,652	80,652	139.7%
Attorney Fees	810	-	(810)	0.0%
Refunds	18,310	-	(18,310)	0.0%
Interest Income	95	239	144	251.1%
TOTAL REVENUES	\$ 226,215	\$ 284,720	\$ 58,505	125.9%
EXPENDITURES				
Audit & CAFR	3,600	3,600	-	100.0%
Collection Fees	3,950	5,850	1,900	148.1%
Developer Reimbursement	204,239	235,832	31,593	115.5%
Tax Refunds to Homeowners	300	9,679	9,379	3226.3%
Transfer to General Fund	15,000	-	(15,000)	0.0%
TOTAL EXPENDITURES	\$ 227,089	\$ 254,961	\$ 27,872	112.3%
NET REVENUES	\$ (874)	\$ 29,759	\$ 30,633	
VEHICLE EQUIPMENT RECPLACEMENT FUND				
REVENUES				
Transfer in from DMD #1	245,400	245,400	-	100.0%
Transfer from General Fund	-	-	-	0.0%
Misc. Revenues	-	1,547	1,547	0.0%
Auction Proceeds	-	-	-	0.0%
TOTAL REVENUES	\$ 245,400	\$ 246,947	\$ 1,547	100.6%
EXPENDITURES				
Furniture & Equipment				
Law Enforcement	-	45,334	45,334	0.0%
City-Wide	-	39,513	39,513	0.0%
Vehicle Acquisition				
Law Enforcement	204,400	237,211	32,811	116.1%
Fire Marshal	41,000	41,435	435	101.1%
Drainage	45,000	42,822	(2,178)	95.2%
TOTAL EXPENDITURES	\$ 290,400	\$ 406,314	\$ 115,914	139.9%
NET REVENUES	\$ (45,000)	\$ (159,367)	\$ 113,736	

CITY OF DICKINSON
STATEMENT OF NET REVENUES - OTHER FUNDS
Fiscal Year 2016 Third Quarter
Period Ending: June 30, 2016

	FY 2016 Original Budget	FY 2016 Actuals As Of* 06/30/16	FY 2016 Q3 Over/(Under) Budget	FY 2016 Q3 % Realized
BUILDING MAINTENANCE FUND				
REVENUES				
Transfer from General Fund	-	-	-	0.0%
TOTAL REVENUES	\$ -	\$ -	\$ -	0.0%
EXPENDITURES				
City Hall Repairs	-	29,015	29,015	0.0%
Public Safety Building Repairs	-	3,079	3,079	0.0%
TOTAL EXPENDITURES	\$ -	\$ 32,093	\$ 32,093	0.0%
NET REVENUES	\$ -	\$ (32,093)	\$ (32,093)	
SPECIAL REVENUE FUNDS				
REVENUES				
Other Taxes	30,000	39,114	9,114	130.4%
Court Fines & Fees	33,123	27,216	(5,907)	82.2%
Miscellaneous Income	-	1,696	1,696	0.0%
Intergovernmental Income	67,844	48,738	(19,106)	71.8%
Transfers & Other Sources	133,260	254,300	121,040	190.8%
TOTAL REVENUES	\$ 264,227	\$ 371,064	\$ 106,837	140.4%
EXPENDITURES				
Miscellaneous Grants	-	11,439	11,439	0.0%
Child Safety	7,793	5,414	(2,379)	69.5%
Court Efficiency	5,096	1,163	(3,933)	22.8%
Court Security	11,541	6,175	(5,366)	53.5%
Court Technology	6,150	13,750	7,600	223.6%
Federal Seized	50,700	60,147	9,447	118.6%
State Seized/Narcotics	-	2,195	2,195	0.0%
Library Grant Fund	14,910	1,165	(13,745)	7.8%
Library Trust Fund	-	-	-	0.0%
VOCA Grant	66,642	44,498	(22,144)	66.8%
COPS Grant	119,551	86,114	(33,437)	72.0%
Hotel/Motel Tax Fund	20,042	11,728	(8,314)	58.5%
TOTAL EXPENDITURES	\$ 302,425	\$ 243,786	\$ (58,639)	80.6%
NET REVENUES	\$ (38,198)	\$ 127,278	\$ 165,476	