



Department of Finance  
*Quarterly Review*

*For the Period Ended June 30, 2014*

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*Town of Addison*

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## How to Read This Document

### Welcome!

The information attached is the internal City of Addison's quarterly review document for the period ending June 30, 2014. This document has been specially prepared to help the reader understand the year-to-date performance of the City's major funds.

### Report Format

The document is divided into three major sections: Introduction, Financial and Appendices. The Introduction section contains the Memorandum to the City Manager from the Chief Financial Officer, which summarizes the revenue/expenditure activity for the City's five major funds (General, Hotel, Airport, Utility, Stormwater), as well as a report on the cash and investments for the period. This section also contains the executive dashboards, which are visual illustrations used to organize and display key performance indicators.

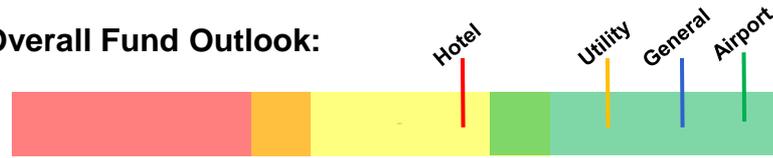
The Financial section displays the quantitative aspects of the City's organization. Like many local governments, the City uses the fund method of accounting. Simply stated, a fund is a unit which tracks the application of various public resources. For example, the Hotel Fund is established to track the use of hotel/motel occupancy tax. Most people are particularly interested in the General Fund which comprises the majority of the City's operations, such as Police, Fire, and Parks. Financial statement summaries, including the adopted 2013-2014 budget, are presented for each fund. The statements show the fund's financial condition for the specific quarter, as well as the year-to-date totals and a comparison to prior fiscal period. Also included in this section are additional collections related statements, which more fully illustrate various major tax revenue sources, cash receipts/disbursements information, and the City's collateral summary.

Finally, additional relevant information is presented in the appendices section of the document, and is used to more fully describe appropriate detail not included in the quarterly review. Currently, these attachments represent investment data from the City's financial advisors, First Southwest Co., including the portfolio report and compliance statement for the same time period, as well as a glossary of terms.

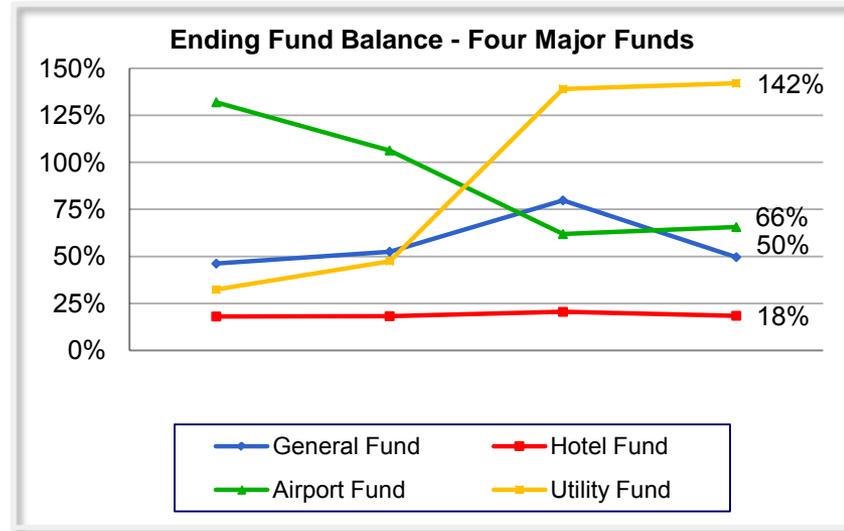
# Executive Dashboard – 3rd Quarter, 2014 Fiscal Year

## Financial Indicators

### Overall Fund Outlook:



Key Revenue Sources	FY14 Budget	Actual through 06/30/14	% Annual Budget
Ad Valorem Taxes	\$ 11,624,270	\$ 11,417,846	98.22%
Non-Property Taxes	\$ 13,035,000	\$ 11,121,081	85.32%
Hotel Tax	\$ 4,922,495	\$ 3,798,912	77.17%
Franchise Fees	\$ 2,627,000	\$ 2,174,118	82.76%
Service/Permitting/License Fees	\$ 2,183,500	\$ 1,753,069	80.29%
Rental, Interest and Other Income	\$ 229,000	\$ 315,449	137.75%
Fuel Flowage Fees	\$ 724,840	\$ 590,637	81.49%
Water and Sewer Charges	\$ 10,088,450	\$ 6,076,900	60.24%



Key Expenditures	FY14 Budget	FY14 YTD 06/30/14	% Annual Budget
General Fund	\$ 31,477,439	\$ 21,277,180	67.60%
Hotel Fund	\$ 6,919,799	\$ 4,371,487	63.17%
Economic Development	\$ 1,220,975	\$ 793,323	64.97%
Airport Operations	\$ 4,380,222	\$ 2,778,086	63.42%
Utility Operations	\$ 8,190,979	\$ 5,639,434	68.85%

# Executive Dashboard – 3<sup>rd</sup> Quarter, 2014 Fiscal Year

## Financial Indicators

### Personnel Information:

New Hires – Benefitted Positions				
Department	PT Positions	FT Positions	Total, 3 <sup>rd</sup> Qtr	YTD
Conference Centre	0	0	0	3
Finance	1	0	1	3
Fire	0	1	1	6
General Services	0	0	0	1
Human Resources	0	0	0	1
Infrastructure Ops and Svcs	0	0	0	1
Parks	0	1	1	2
Police	0	1	1	5
Recreation	1	0	1	3
Streets	0	0	0	1
<b>Grand Total</b>	<b>2</b>	<b>3</b>	<b>5</b>	<b>26</b>

Separations – Benefitted Positions				
Department	PT Positions	FT Positions	Total, 3 <sup>rd</sup> Qtr	YTD
City Manager	0	1	1	3
Conference Centre	0	0	0	1
Infrastructure Ops & Svcs	0	0	0	1
Emergency Communications -PD	0	1	1	1
Development Services	0	0	0	1
Finance	0	0	0	1
Fire	0	2	2	3
General Services	0	0	0	1
Parks	0	2	2	2
Police	0	3	3	8
Streets	0	0	0	1
Recreation	0	0	0	3
<b>Grand Total</b>	<b>0</b>	<b>9</b>	<b>9</b>	<b>26</b>

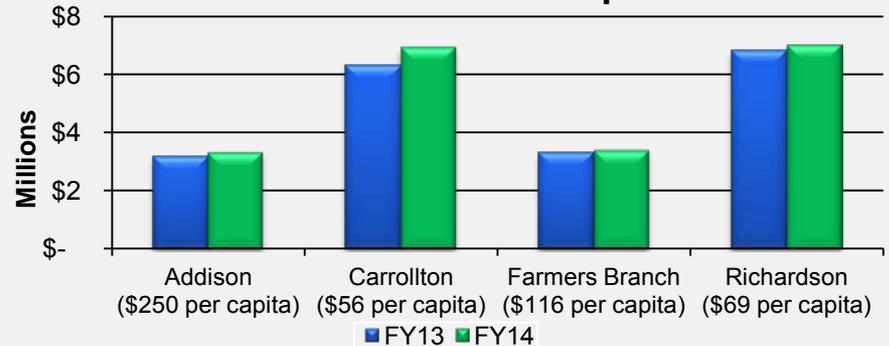
### Economic Development Incentives:

Executed Agreements	Amount Paid FY14	Total Incentives Committed
9	\$33,333.33	\$560,000

### Purchasing Information:

FY13 Savings	FY14 Goal	FY14 YTD
\$612,557	\$650,000	\$188,231

### 3rd Quarter Sales Tax Comparison



## Economic Indicators

### Hotel Indicators:

Hotel Occupancy

RevPAR



Source: STR Report  
(compares to prior year)

### Occupancy Indicators:

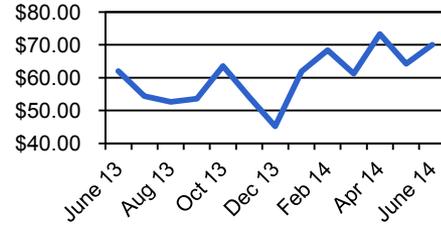
Office Occupancy

Retail Occupancy

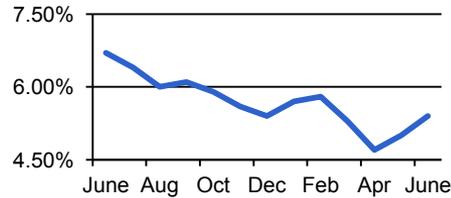


Source: Xceligent

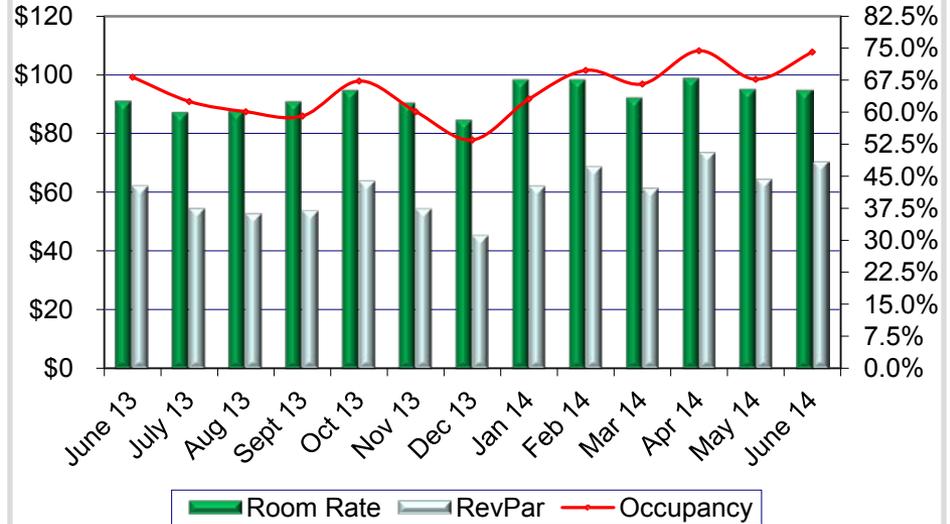
Hotel Rev Per Available Room  
Last 12 months



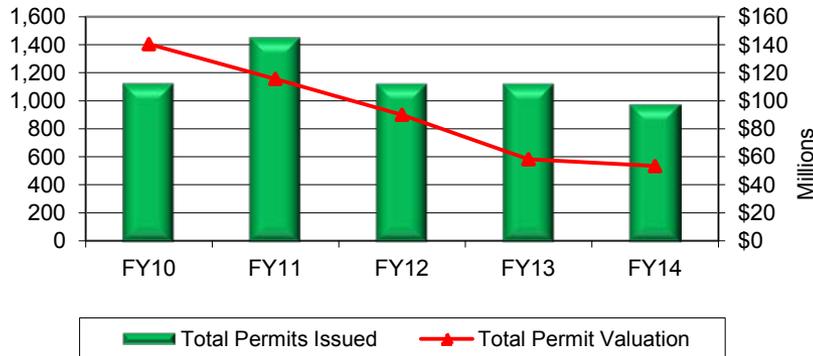
DFW Unemployment Rate  
Last 12 months



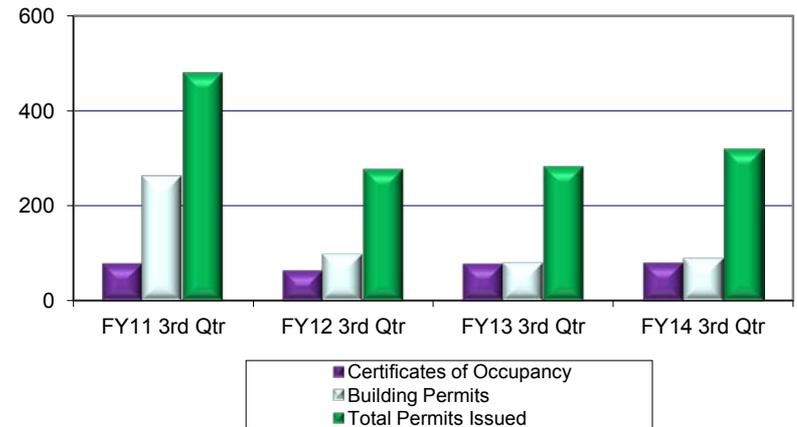
### Addison Hotel Statistics



### Total Permits Issued and Valuation



### Quarterly Permit Activity





# MEMO

**To:** Lea Dunn, City Manager  
**From:** Eric Cannon, CPA, Chief Financial Officer  
**Re:** Second Quarter Financial Review  
**Date:** August 6, 2014

This is the third quarter report for the 2013-2014 fiscal year. Revenues and expenditures reflect activity from October 1, 2013 through June 30, 2014.

## GENERAL FUND

- Revenues through the quarter ended June 30, 2014 totaled \$27.4 million, approximately \$2.6 million or 10.5 percent more than received this time last year. Sales tax collections totaled \$10.38 million, a 13.7 percent increase over the previous year-to-date collections. Currently, delinquent tax collections are significantly under their budgeted numbers due to refunds; however, we anticipate meeting our budgeted amount by the end of the fiscal year. Rental income is higher than last year as rental properties are currently occupied and operating under new lease agreements. Current year alcoholic beverage tax includes three payments compared to two in the prior year. Municipal court is also trending slightly behind budget; this is primarily due to the vacancies in the police department.
- Expenditures totaled \$21.277 million, which is 67.6 percent of budget and \$1.4 million, or 7.4 percent more than spent this time last year. This is due to various departments implementing projects in a more timely fashion. All departments are currently under or on pace with their budget.

## HOTEL FUND

- Through the first three quarters revenues totaled \$5.03 million, a decrease of \$40 thousand from prior year. Hotel occupancy tax collections are continuing to improve through FY 2014; collections are \$328 thousand, or 9.5 percent greater than FY 2013. Conference Centre rental is currently trending behind budget. Based on current bookings, staff anticipates that budgeted revenues may not meet their original projections. Also, proceeds from Special Events are below budget primarily due to the new event, Fork & Cork. With this being a new event attendance was lower than initially expected; therefore, resulting in lower than budget revenues. An amendment has been proposed reflecting the reduced revenues.
- Hotel fund expenditures of \$4.8 million are 64.1 percent of budget and \$201 thousand less than this time a year ago. All departments are currently trending at or slightly under their budget,

with the exception of Performing Arts. The Performing Arts budget has historically been higher due to the time of their events.

#### **AIRPORT FUND**

- Operating revenue through the third quarter totaled \$3.58 million, compared to \$3.45 million the same time in the prior year. This represents an increase of 3.6 percent. This can be attributed to slight increases in both rental and fuel flowage revenue. Revenues are trending either on pace or slightly ahead of their budgeted amounts.
- Through the first three quarters, operating expenses amounted to \$2.78 million, resulting in a net operating income of \$798 thousand. All expenses are tracking on line with their budgeted amounts. In the prior quarter, the Town funded a substantial portion of the EMAS capital project, resulting in a decrease in net income.

#### **UTILITY FUND**

- Operating revenue through the third quarter totaled \$6.08 million, compared to \$6.5 million the same time in the prior year. This represents a decrease of 6.6 percent. This can be attributed to the cooler temperatures and increased rainfall compared to the prior year; resulting in decreased consumption. Revenues are trending either on pace or slightly behind their budgeted amounts.
- Operating expenses through the second quarter totaled \$5.6 million, bringing net operating income to \$437 thousand. Working capital increased \$424 thousand, due in large part to increased revenue

#### **CASH AND INVESTMENT REPORT**

- Cash and investments for all funds as of June 30, 2014 totaled \$101 million, representing a decrease of approximately \$8.1 million from the previous quarter. The decrease can be attributed to the Town's operating cycle and use of bond proceeds for capital projects.
- The City's average investment yield to maturity at the end of June was 0.282 percent, a increase from the previous quarter's yield of .035 percent. This yield is higher than the TexPool benchmark of 0.028 percent. The average weighted maturity increased from 222 days to 231 days.
- As recommended by First Southwest Asset Management, staff has invested in commercial paper up to the maximum threshold provided for in the City's investment policy. In addition, staff will continue to seek out CDs and callable agency securities in order to maximize yields. Finally, with interest rates expected to remain extremely low through the end of 2015, we will look to extend the portfolio's duration to the extent that cash flow allows.

**TOWN OF ADDISON**  
**EXECUTIVE SUMMARY OF MAJOR OPERATING FUNDS FOR THE QUARTER ENDED JUNE 30, 2014**  
 UNAUDITED ACTUAL AMOUNTS COMPARED TO THE FY13-14 ADOPTED BUDGET  
 With Comparative Information from Prior Fiscal Year

RESOURCES	General Fund			Hotel Fund			Airport Fund			Utility Fund			Stormwater Fund			Total Major Operating Funds*		
	Budget	Actual	PY Actual	Budget	Actual	PY Actual	Budget	Actual	PY Actual	Budget	Actual	PY Actual	Budget	Actual	PY Actual	Budget	Actual	PY Actual
Ad Valorem Tax	\$ 11,624,270	\$ 11,417,846	\$ 10,482,712	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,624,270	\$ 11,417,846	\$ 10,482,712
Non-Property Tax	13,035,000	11,121,081	9,518,837	4,922,495	3,798,912	3,470,670	-	-	-	-	-	-	-	-	-	17,957,495	14,919,994	12,989,507
Franchise Fees	2,627,000	2,174,118	2,092,898	-	-	-	-	-	-	-	-	-	-	-	-	2,627,000	2,174,118	2,092,898
Service/Permitting/License Fees	2,183,500	1,753,069	1,617,554	1,817,500	525,632	876,776	-	-	-	10,088,450	6,008,786	6,442,445	1,552,000	1,105,836	778,721	15,641,450	9,393,323	9,715,496
Rental, Interest and Other Income	1,229,000	962,955	1,107,858	949,600	703,175	709,785	4,414,830	3,576,100	3,451,008	161,396	68,114	64,215	5,000	-	-	6,759,826	5,310,344	5,332,866
Transfers and Other Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Resources</b>	<b>30,698,770</b>	<b>27,429,070</b>	<b>24,819,859</b>	<b>7,689,595</b>	<b>5,027,719</b>	<b>5,057,231</b>	<b>4,414,830</b>	<b>3,576,100</b>	<b>3,451,008</b>	<b>10,249,846</b>	<b>6,076,900</b>	<b>6,506,660</b>	<b>1,557,000</b>	<b>1,105,836</b>	<b>778,721</b>	<b>54,610,041</b>	<b>43,215,625</b>	<b>40,613,479</b>
<b>APPLICATION OF RESOURCES</b>																		
Personal Services	19,925,581	13,861,582	13,157,378	1,096,261	1,024,370	1,109,407	370,553	248,531	289,257	1,565,085	907,217	942,747	101,341	28,326	7,480	23,058,821	16,070,026	15,506,268
Supplies	1,371,228	942,322	843,362	626,588	133,214	143,998	62,600	11,753	34,550	129,220	88,111	80,650	-	4,925	-	2,189,636	1,180,326	1,102,560
Maintenance and Materials	3,363,252	1,969,547	1,698,967	917,800	299,673	309,844	3,080,589	1,860,320	1,432,723	943,820	458,511	258,866	-	-	-	8,305,461	4,588,051	3,700,400
Contractual Services	5,218,278	3,377,753	3,176,585	2,615,202	2,812,429	2,463,670	1,066,480	657,482	598,187	6,490,803	4,129,158	3,716,857	-	181,114	11,796	15,390,763	11,157,935	9,967,096
Capital Equipment Amortization	1,338,100	959,708	917,225	1,098,607	86,445	57,075	611,730	521,163	54,943	1,261,919	525,929	250,759	215,000	402,659	0	4,525,356	2,495,905	1,280,002
Capital Equipment/Projects	261,000	166,269	20,978	565,341	15,392	451,370	2,110,000	4,824,032	36,981	824,400	214,956	219,146	544,018	21,115	-	4,304,759	5,241,764	728,475
Transfers and Other Uses**	-	-	-	570,000	427,500	465,000	-	-	-	-	-	-	2,930,000	-	-	3,500,000	427,500	465,000
<b>Total Application of Resources</b>	<b>31,477,439</b>	<b>21,277,182</b>	<b>19,814,496</b>	<b>7,489,799</b>	<b>4,799,023</b>	<b>5,000,363</b>	<b>7,301,952</b>	<b>8,123,281</b>	<b>2,446,640</b>	<b>11,215,247</b>	<b>6,323,881</b>	<b>5,469,026</b>	<b>3,790,359</b>	<b>638,140</b>	<b>19,275</b>	<b>61,274,796</b>	<b>41,161,506</b>	<b>32,749,801</b>
<b>Net Change in Fund Balances</b>	<b>\$ (778,669)</b>	<b>\$ 6,151,888</b>	<b>\$ 5,005,363</b>	<b>\$ 199,796</b>	<b>\$ 228,696</b>	<b>\$ 56,868</b>	<b>\$ (2,887,122)</b>	<b>\$ (4,547,181)</b>	<b>\$ 1,004,368</b>	<b>\$ (965,401)</b>	<b>\$ (246,981)</b>	<b>\$ 1,037,634</b>	<b>\$ (2,233,359)</b>	<b>\$ 467,696</b>	<b>\$ 759,446</b>	<b>\$ (6,664,755)</b>	<b>\$ 2,054,118</b>	<b>\$ 7,863,678</b>

**TOWN OF ADDISON**  
**GENERAL FUND**  
**FY 2014 QUARTERLY STATEMENT OF REVENUES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	FY2013-14				YTD as % of Budget	FY2012-13	
	Budget	3rd Quarter	Year-to-Date			3rd Quarter	% of Budget
Ad Valorem taxes:							
Current taxes	\$ 11,603,710	\$ 3,050	\$ 11,403,963	98.3%	\$ 10,436,452	99.8%	
Delinquent taxes	5,880	4,741	(8,707)	-148.1%	13,238	113.9%	
Penalty & interest	14,680	9,888	22,590	153.9%	33,022	170.5%	
Non-property taxes:							
Sales tax	12,250,000	3,290,521	10,380,854	84.7%	9,126,357	73.6%	
Alcoholic beverage tax	785,000	265,020	740,227	94.3%	392,480	48.1%	
Franchise / right-of-way use fees:							
Electric franchise	1,500,000	389,766	1,214,485	81.0%	1,168,928	75.1%	
Gas franchise	175,000	-	203,641	116.4%	171,849	82.4%	
Telecommunication access fees	665,000	167,506	487,182	73.3%	499,405	75.3%	
Cable franchise	280,000	87,136	268,810	96.0%	251,466	86.6%	
Street rental fees	7,000	-	-	0.0%	1,250	17.9%	
Licenses and permits:							
Business licenses and permits	180,000	63,303	137,679	76.5%	121,002	67.3%	
Building and construction permits	560,000	302,046	568,058	101.4%	455,549	75.3%	
Service fees:							
General government	500	381	874	174.8%	348	69.6%	
Public safety	765,000	202,071	528,275	69.1%	545,872	71.5%	
Urban development	3,000	240	1,870	62.3%	2,010	67.0%	
Streets and sanitation	380,000	97,514	271,067	71.3%	266,667	70.3%	
Recreation	65,000	39,396	69,724	107.3%	57,108	88.7%	
Interfund	230,000	58,507	175,522	76.3%	168,998	75.0%	
Court fines	1,000,000	229,267	647,506	64.8%	736,983	70.4%	
Interest earnings	10,000	14,710	36,513	365.1%	5,210	104.2%	
Rental income	170,000	65,000	195,000	114.7%	188,959	137.4%	
Other	49,000	(64,121)	83,936	171.3%	176,706	190.6%	
<b>Total Revenues</b>	<b>\$ 30,698,770</b>	<b>\$ 5,225,942</b>	<b>\$ 27,429,070</b>	<b>89.3%</b>	<b>\$ 24,819,859</b>	<b>82.9%</b>	

**TOWN OF ADDISON**  
**GENERAL FUND**  
**FY 2014 QUARTERLY STATEMENT OF EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	FY2013-14				YTD as % of Budget	FY2012-13	
	Budget	3rd Quarter	Year-to-Date			3rd Quarter	% of Budget
General Government:							
City manager	\$ 1,151,075	\$ 309,014	\$ 871,892	75.7%	\$ 780,373	63.2%	
Financial & strategic services	943,775	203,071	588,641	62.4%	649,182	68.3%	
General services	746,942	166,850	505,339	67.7%	435,755	47.4%	
Municipal court	567,319	125,308	349,001	61.5%	317,018	61.0%	
Human resources	622,237	172,331	417,987	67.2%	334,322	53.9%	
Information technology	1,963,064	411,428	1,058,611	53.9%	1,088,830	64.2%	
Combined services	904,760	151,213	471,569	52.1%	476,629	73.7%	
Council projects	570,058	62,670	342,849	60.1%	376,841	99.3%	
Public safety:							
Police	8,027,015	2,063,767	5,835,961	72.7%	5,558,594	72.4%	
Emergency communications	1,284,668	273,841	883,406	68.8%	759,474	60.7%	
Fire	6,786,806	1,697,316	4,614,987	68.0%	4,403,718	72.5%	
Development services	1,019,372	216,382	676,681	66.4%	670,458	68.1%	
Streets	1,836,671	382,098	1,133,085	61.7%	1,011,612	55.8%	
Parks and Recreation:							
Parks	3,523,652	967,227	2,453,822	69.6%	1,924,129	59.6%	
Recreation	1,530,027	407,923	1,073,349	70.2%	1,027,561	66.1%	
Other financing uses:							
Transfers	-	-	-	N/A	-	0.0%	
<b>Total Expenditures</b>	<b>\$ 31,477,441</b>	<b>\$ 7,610,439</b>	<b>\$ 21,277,180</b>	<b>67.6%</b>	<b>\$ 19,814,496</b>	<b>67.1%</b>	

**TOWN OF ADDISON**  
HOTEL FUND  
FY 2014 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET  
*With Comparative Information from Prior Fiscal Year*

Category	FY2013-14				YTD as % of Budget	FY2012-13	
	Budget	3rd Quarter	Year-to-Date			3rd Quarter	% of Budget
<b>Revenues:</b>							
Hotel/Motel occupancy taxes	\$ 4,922,495	\$ 1,379,455	\$ 3,798,912	77.2%	\$ 3,470,670	75.5%	
Proceeds from special events	1,817,500	494,175	525,632	28.9%	876,776	47.9%	
Conference centre rental	632,100	134,144	432,204	68.4%	486,357	80.6%	
Visit Addison rental	237,500	111,009	209,675	88.3%	168,002	73.0%	
Theatre centre rental	70,000	20,615	58,031	82.9%	44,891	64.1%	
Interest and miscellaneous	10,000	1,949	3,265	32.6%	10,535	-127.7%	
<b>Total Revenues</b>	<b>7,689,595</b>	<b>2,141,347</b>	<b>5,027,719</b>	<b>65.4%</b>	<b>\$ 5,057,231</b>	<b>69.1%</b>	
<b>Expenditures and other uses:</b>							
Visitor services	1,096,261	263,346	634,026	57.8%	580,084	57.5%	
Visit Addison	626,588	191,894	463,273	73.9%	368,322	64.5%	
Marketing	917,800	250,573	686,275	74.8%	506,148	50.8%	
Special events	2,615,202	801,207	1,318,988	50.4%	1,434,745	54.5%	
Conference centre	1,098,607	254,003	755,111	68.7%	1,174,916	69.5%	
Performing arts	565,341	168,447	513,814	90.9%	471,148	93.2%	
Capital projects	-	-	-	0.0%	-	0.0%	
Other financing uses:							
Transfer to debt serv & general funds	570,000	285,000	427,500	75.0%	465,000	81.6%	
<b>Total Expenditures and Other Uses</b>	<b>\$ 7,489,799</b>	<b>\$ 2,214,470</b>	<b>\$ 4,798,987</b>	<b>64.1%</b>	<b>\$ 5,000,363</b>	<b>62.7%</b>	

**TOWN OF ADDISON**  
ECONOMIC DEVELOPMENT FUND  
FY 2014 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET  
*With Comparative Information from Prior Fiscal Year*

Category	FY2013-14				YTD as % of Budget	FY2012-13	
	Budget	3rd Quarter	Year-to-Date			3rd Quarter	% of Budget
<b>Revenues:</b>							
<b>Ad Valorem taxes:</b>							
Current taxes	\$ 792,000	\$ 208	\$ 778,646	98.3%	\$ 697,165	99.8%	
Delinquent taxes	400	322	(596)	-149.0%	895	114.7%	
Penalty & interest	1,000	675	1,511	151.1%	2,201	170.6%	
Business license fee	80,000	3,300	64,505	80.6%	66,550	78.3%	
Interest income and other	1,500	558	1,658	110.5%	1,933	128.9%	
Transfer from General Fund	-	-	-	0.0%	-	0.0%	
<b>Total Revenues and Other Sources</b>	<b>874,900</b>	<b>5,063</b>	<b>845,724</b>	<b>96.7%</b>	<b>\$ 768,744</b>	<b>97.7%</b>	
<b>Expenditures:</b>							
Personal services	295,428	69,921	191,272	64.7%	169,938	88.4%	
Supplies	18,300	5,786	11,843	64.7%	17,142	114.3%	
Maintenance	7,500	1,000	3,000	40.0%	1,391	15.3%	
Contractual services	894,377	478,522	581,906	65.1%	254,931	45.0%	
Capital replacement/lease	5,370	1,767	5,302	98.7%	4,028	75.0%	
<b>Total Expenditures</b>	<b>\$ 1,220,975</b>	<b>\$ 556,996</b>	<b>\$ 793,323</b>	<b>65.0%</b>	<b>\$ 447,430</b>	<b>56.7%</b>	

**TOWN OF ADDISON**  
**CAPITAL PROJECT FUND**  
**FY 2014 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	FY2013-14				YTD as % of Budget	FY2012-13	
	Budget	3rd Quarter	Year-to-Date			3rd Quarter	% of Budget
<b>Revenues:</b>							
Interest income and other	\$ 2,500	\$ 93,100	\$ 150,680		6027.2%	\$ 83,579	86.2%
2014 GO Bond proceeds - Beltline Rd	-	-	10,000,000		0.0%	\$ -	
2014 GO Bond proceeds - Midway Rd	-	-	2,000,000		0.0%	\$ -	
Bond premium	-	-	97,299		0.0%	\$ -	
Other	-	-	-		0.0%	-	
<b>Total Revenues</b>	<b>2,500</b>	<b>93,100</b>	<b>12,247,978</b>			<b>83,579</b>	<b>86.2%</b>
<b>Expenditures:</b>							
<b>Administration:</b>							
Supplies	-	262	3,410		0.0%	-	0.0%
Maintenance	-	-	9,650		0.0%	110,462	31.1%
Contractual Services	-	-	-		0.0%	-	0.0%
Debt issue costs	-	-	97,299			-	
Other	-	-	-		0.0%	-	0.0%
<b>Design and Engineering:</b>							
Engineering and contractual services	2,031,550	1,635,807	2,408,903		118.6%	1,020,428	29.0%
Land, construction and equipment	30,527,709	4,504,714	5,041,305		16.5%	422,464	9.9%
<b>Total Expenditures</b>	<b>\$ 32,559,259</b>	<b>\$ 6,140,782</b>	<b>\$ 7,560,566</b>		<b>23.2%</b>	<b>\$ 1,553,354</b>	<b>20.0%</b>
<b>Capital Projects:</b>							
Street and Lighting Improvement Projects	\$ 260,900	\$ -	\$ 15,600		6.0%		
Ashton Woods Development Streets	517,000	-	384,000		74.3%		
Railroad Improvements/Quiet Zones	362,081	-	-		0.0%		
Keller Springs Road/Addison Road Intersection	211,990	-	-		0.0%		
Undesignated Residential Lighting Projects	180,000	-	-		0.0%		
Various Streets Improvements	174,473	-	-		0.0%		
Surveyor Learning Center	175,000	-	6,320		3.6%		
Belt Line Road Streetscape and Interchange	9,152,172	174,182	618,378		6.8%		
Vitruvian Park Public Infrastructure	8,574,774	46,332	154,250		1.8%		
Public Safety Radio Replacement	3,000,000	1,129,162	1,243,570		41.5%		
Park and Pedestrian Connectivity	3,200,546	54,845	249,778		7.8%		
Midway Road Design	1,000,000	151,990	151,990		15.2%		
Airport Land Acquisition	5,750,323	4,584,010	4,626,322		80.5%		
<b>Total</b>	<b>\$ 32,559,259</b>	<b>\$ 6,140,520</b>	<b>\$ 7,450,208</b>		<b>22.9%</b>		

**AIRPORT FUND**  
**FY 2014 QUARTERLY STATEMENT OF REVENUES, EXPENDITURES**  
**COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	FY2013-14				YTD as % of Budget	FY2012-13	
	Budget	3rd Quarter	Year-to-Date			3rd Quarter	% of Budget
<b>Operating revenues:</b>							
Operating grants	\$ 50,000	\$ -	\$ 48,140	96.3%	\$ 47,942	95.9%	
Fuel flowage fees	724,840	193,931	590,637	81.5%	579,986	85.4%	
Rental	3,587,690	965,009	2,821,162	78.6%	2,768,534	82.3%	
User fees	52,300	19,590	51,932	99.3%	41,139	78.7%	
Other income	-	36,626	64,229	0.0%	13,407	0.0%	
<b>Total operating revenues</b>	<b>4,414,830</b>	<b>1,215,156</b>	<b>3,576,100</b>	<b>81.0%</b>	<b>3,451,008</b>	<b>83.3%</b>	
<b>Operating expenses:</b>							
Town - Personal services	370,553	84,302	248,531	67.1%	289,257	78.9%	
Town - Supplies	62,600	4,588	11,753	18.8%	34,550	55.2%	
Town - Maintenance	57,300	11,754	45,897	80.1%	41,020	195.3%	
Town - Contractual services	546,810	214,240	404,917	74.1%	311,222	57.2%	
Grant - Maintenance	100,000	70,502	70,502	70.5%	1,860	1.9%	
Operator operation & maintenance	2,923,289	701,192	1,743,922	59.7%	1,389,843	62.0%	
Operator service contract	319,670	80,101	252,565	79.0%	270,948	91.8%	
<b>Total operating expenses</b>	<b>4,380,222</b>	<b>1,166,678</b>	<b>2,778,086</b>	<b>63.4%</b>	<b>2,338,700</b>	<b>64.4%</b>	
<b>Operating Income/(Loss) (excluding depreciation)</b>	<b>34,608</b>	<b>48,478</b>	<b>798,014</b>	<b>2305.9%</b>	<b>1,112,308</b>	<b>216.8%</b>	
<b>Non-Operating revenues (expenses):</b>							
Interest earnings	5,000	2,632	9,188	183.8%	4,735	15.9%	
Principal & interest on debt, fiscal fees & other	(611,730)	1,859	(521,163)	85.2%	(344,942)	328.5%	
Capital grants	-	21,407	2,610,162	0.0%	(9,999)	0.0%	
Capital outlay	(2,310,000)	94,426	(4,824,032)	208.8%	(43,000)	0.0%	
Depreciation	-	-	-	0.0%	-	0.0%	
<b>Total non-operating revenues (expenses)</b>	<b>(2,916,730)</b>	<b>120,324</b>	<b>(2,725,845)</b>	<b>93.5%</b>	<b>(393,206)</b>	<b>522.9%</b>	
<b>NET INCOME/(LOSS)</b>	<b>\$ (2,882,122)</b>	<b>\$ 168,802</b>	<b>\$ (1,927,831)</b>	<b>66.9%</b>	<b>\$ 719,102</b>	<b>164.2%</b>	

**UTILITY FUND**  
**FY 2014 QUARTERLY STATEMENT OF REVENUES, EXPENDITURES**  
**COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	FY2013-14				YTD as % of Budget	FY2012-13	
	Budget	3rd Quarter	Year-to-Date			3rd Quarter	% of Budget
<b>Operating revenues:</b>							
Water sales	\$ 5,767,686	\$ 1,271,003	\$ 3,173,595	55.0%	\$ 3,371,090	56.5%	
Sewer charges	4,320,764	1,053,900	2,835,191	65.6%	3,071,355	65.6%	
Tap fees	10,280	1,600	3,955	38.5%	8,315	44.9%	
Penalties	151,116	15,890	65,449	43.3%	55,900	76.1%	
Other Income/(Expenses)	-	(5,485)	(1,290)	0.0%	-	0.0%	
<b>Total operating revenues</b>	<b>10,249,846</b>	<b>2,336,908</b>	<b>6,076,900</b>	<b>59.3%</b>	<b>6,506,660</b>	<b>60.6%</b>	
<b>Operating expenses:</b>							
Water purchases	2,972,065	686,317	1,884,152	63.4%	1,754,669	59.4%	
Wastewater treatment	2,337,586	735,447	1,736,820	74.3%	1,488,757	65.3%	
Utility operations	2,881,328	622,021	2,018,462	70.1%	1,770,403	65.1%	
<b>Total operating expenses</b>	<b>8,190,979</b>	<b>2,043,785</b>	<b>5,639,434</b>	<b>68.8%</b>	<b>5,013,829</b>	<b>63.0%</b>	
<b>Operating Income/(Loss) (excluding depreciation)</b>	<b>2,058,867</b>	<b>293,123</b>	<b>437,466</b>	<b>21.2%</b>	<b>1,492,831</b>	<b>53.6%</b>	
<b>Non-Operating revenues (expenses):</b>							
Debt proceeds	7,500,000	-	7,565,000	100.9%	-	0.0%	
Interest earnings and other	(110,510)	57,523	14,598	-13.2%	(60,903)	123.0%	
Principal and interest on debt, fiscal fees & other	(1,186,669)	(32,540)	(469,492)	39.6%	(3,108,344)	94.9%	
Capital outlay	(1,837,600)	(83,047)	(214,956)		(230,692)	44.7%	
Depreciation	-	-	-	0.0%	-	0.0%	
<b>Total non-operating revenues (expenses)</b>	<b>4,365,221</b>	<b>(58,064)</b>	<b>6,895,150</b>	<b>158.0%</b>	<b>(3,399,939)</b>	<b>88.5%</b>	
<b>NET INCOME/(LOSS)</b>	<b>\$ 6,424,088</b>	<b>\$ 235,060</b>	<b>\$ 7,332,617</b>	<b>114.1%</b>	<b>\$ (1,907,108)</b>	<b>180.5%</b>	

**STORM WATER UTILITY FUND**  
**FY 2014 QUARTERLY STATEMENT OF REVENUES, EXPENDITURES**  
**COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	FY2013-14				YTD as % of Budget	FY2012-13	
	Budget	3rd Quarter	Year-to-Date			3rd Quarter	% of Budget
<b>Operating revenues:</b>							
Drainage Fees	\$ 1,552,000	\$ 411,388	\$ 1,105,836			778,721	
Total Operating Revenues	<u>1,552,000</u>	<u>411,388</u>	<u>1,105,836</u>	71.3%	<u>778,721</u>	65.8%	
<b>Operating expenses</b>							
Personal services	101,341	17,126	28,326	28.0%	7,480	0.0%	
Contractual services	<u>215,000</u>	<u>93,489</u>	<u>186,040</u>	86.5%	<u>11,796</u>	18.1%	
Total operating expenses	<u>316,341</u>	<u>110,615</u>	<u>214,366</u>	67.8%	<u>19,276</u>	29.7%	
<b>Operating Income/(Loss) (excluding depreciation)</b>	<u>1,235,659</u>	<u>300,773</u>	<u>891,470</u>	72.1%	<u>759,445</u>	68.0%	
<b>Non-Operating revenues (expenses):</b>							
Interest earnings and other	5,000	5,882	15,479	309.6%	(2,460)	-70.3%	
Interest and principal on debt, fiscal fees & other	(544,018)	3,095	(402,659)	74.0%	-	0.0%	
Capital outlay	<u>(2,930,000)</u>	<u>(18,315)</u>	<u>(21,115)</u>	0.7%	-	0.0%	
Total non-operating revenues (expenses)	<u>(3,469,018)</u>	<u>(9,338)</u>	<u>(408,295)</u>	11.8%	<u>(2,460)</u>	-70.3%	
<b>NET INCOME/(LOSS)</b>	<u>\$ (2,233,359)</u>	<u>\$ 291,435</u>	<u>\$ 483,175</u>	-21.6%	<u>\$ 756,985</u>	67.5%	

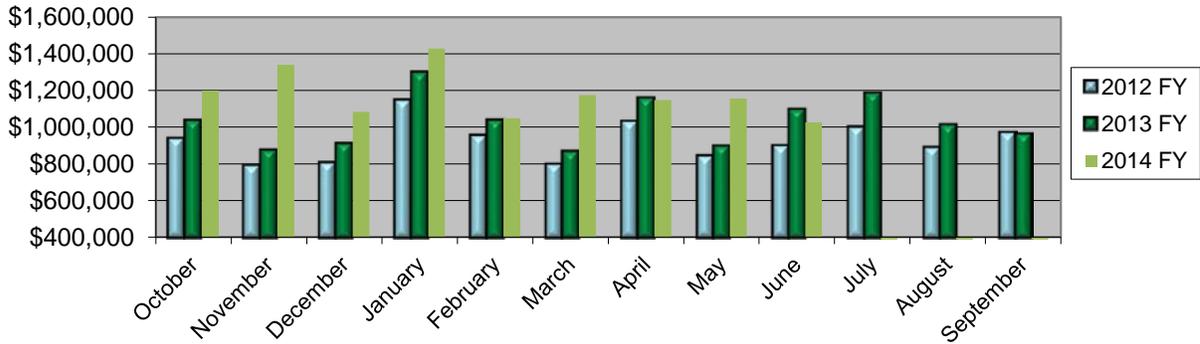
# TOWN OF ADDISON

## Schedule of Sales Tax Collections and Related Analyses

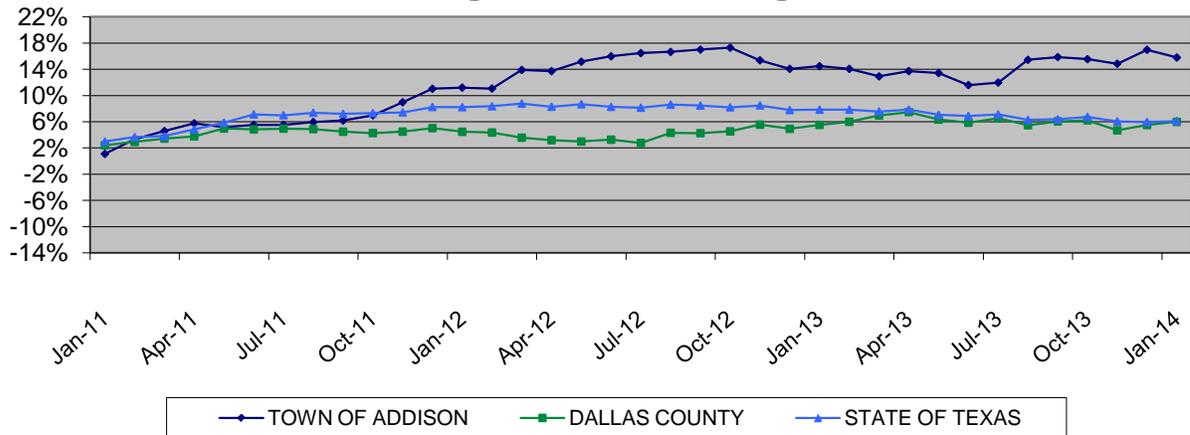
*For the period ending June 30, 2014*

	TOWN OF ADDISON				DALLAS COUNTY		STATE OF TEXAS	
	2013-14 Collections		% Change from Prior Year		% Change from Prior Year		% Change from Prior Year	
	Monthly	Cumulative	Monthly	Cumulative	Monthly	Cumulative	Monthly	Cumulative
October	\$ 1,199,509	\$ 1,199,509	15.2%	15.2%	7.5%	6.5%	6.8%	7.1%
November	1,340,129	2,539,638	52.3%	32.2%	5.7%	5.5%	4.5%	6.3%
December	1,082,852	3,622,490	18.2%	27.7%	9.4%	6.1%	7.4%	6.4%
January	1,427,450	5,049,940	9.6%	22.0%	6.1%	6.2%	8.0%	6.7%
February	1,047,776	6,097,716	0.5%	17.6%	-2.8%	4.7%	3.1%	6.0%
March	1,175,760	7,273,476	34.6%	20.1%	12.3%	5.5%	5.6%	6.0%
April	1,146,373	8,419,849	-1.5%	16.6%	9.4%	6.0%	6.8%	6.1%
May	1,155,281	9,575,130	28.0%	17.9%	7.6%	5.9%	10.7%	6.3%
June	1,025,039	10,600,169	-6.9%					
July	-							
August	-							
September	-							
Budget 13-14:		\$ 12,250,000						
Projected Year End		\$ 13,500,000						

### Monthly Sales Tax Collections

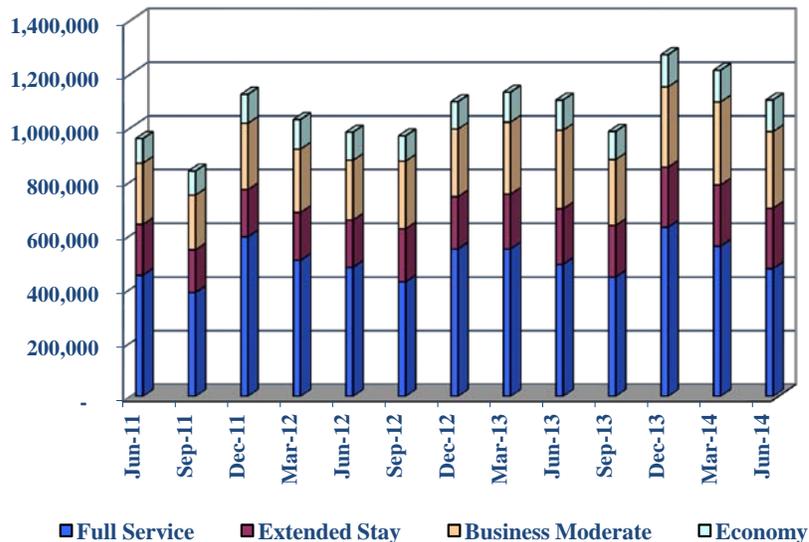


### Rolling 12-Month Averages



**TOWN OF ADDISON HOTEL OCCUPANCY TAX COLLECTION**  
**Hotels By Service Type for the Quarter and Year-to-Date Ended June 30, 2014**  
*With Comparative Information from Prior Fiscal Year*

	Rooms		April - June		14 to 13 % Diff.	YTD FY 14		14 to 13 % Diff.	
	Number	Percentage	Amount	Percentage		Amount	Percentage		
<b>Full Service</b>									
Marriott Quorum	535	14%	\$ 232,400	17%	12%	\$ 675,760	18%	11%	
Intercontinental	532	13%	270,977	20%	24%	721,644	19%	12%	
Crowne Plaza	429	11%	152,047	11%	14%	420,948	11%	11%	
	<u>1,496</u>	<u>38%</u>	<u>655,424</u>	<u>48%</u>		<u>1,818,352</u>	<u>48%</u>		
<b>Extended Stay</b>									
Budget Suites	344	9%	3,815	0%	7%	9,800	0%	-11%	
Hawthorne Suites	70	2%	15,204	1%	-2%	47,931	1%	5%	
Marriott Residence	150	4%	50,359	4%	-5%	149,196	4%	11%	
Summerfield Suites	132	3%	45,290	3%	14%	137,878	4%	9%	
Homewood Suites	128	3%	50,792	4%	-3%	145,755	4%	-5%	
Springhill Suites	159	4%	65,501	5%	2%	187,641	5%	8%	
	<u>983</u>	<u>25%</u>	<u>230,961</u>	<u>17%</u>		<u>678,202</u>	<u>18%</u>		
<b>Business Moderate</b>									
Marriott Courtyard Quorum	176	4%	92,611	7%	9%	249,305	7%	10%	
LaQuinta Inn	152	4%	55,221	4%	28%	131,154	3%	17%	
Marriott Courtyard Proton	145	4%	57,734	4%	29%	139,070	4%	5%	
Holiday Inn Express	102	3%	43,404	3%	10%	118,978	3%	7%	
Hilton Garden Inn	96	2%	52,846	4%	6%	139,338	4%	1%	
Holiday Inn - Arapaho	101	3%	35,136	3%	33%	90,709	2%	19%	
Comfort Inn	86	2%	20,240	1%	0%	81,586	2%	13%	
	<u>858</u>	<u>22%</u>	<u>357,192</u>	<u>26%</u>		<u>950,140</u>	<u>25%</u>		
<b>Economy</b>									
Motel 6	126	3%	22,348	2%	21%	61,392	2%	17%	
Hampton Inn	159	4%	59,983	4%	8%	169,357	4%	4%	
Quality Inn	115	3%	17,173	1%	42%	39,310	1%	24%	
Comfort Suites	78	2%	22,300	2%	18%	64,437	2%	14%	
Super 8	78	2%	9,268	1%	0%	24,647	1%	-12%	
Best Value	60	2%	4,309	0%	27%	12,263	0%	15%	
	<u>616</u>	<u>16%</u>	<u>135,381</u>	<u>10%</u>		<u>371,405</u>	<u>10%</u>		
<b>TOTAL</b>	<u>3,953</u>	<u>100%</u>	<u>\$ 1,378,958</u>	<u>100%</u>	<u>14%</u>	<u>\$ 3,818,098</u>	<u>100%</u>	<u>9%</u>	



**TOWN OF ADDISON**  
**INTERIM STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**  
*For the Quarter Ending June 30, 2014*

Fund	Balance 3/31/2014	Quarter Receipts	Quarter Disbursements	Balance 6/30/2014
<b>General Fund</b>	\$ 20,621,514	\$ 5,772,560	\$ 7,803,475	\$ 18,590,600
<b>Special Revenue Funds:</b>				
Hotel	1,169,163	2,091,495	2,197,371	1,063,286
Economic Development	1,268,703	11,311	541,806	738,208
Public Safety	19,089	7,766	2,000	24,856
Municipal Court	403,995	198,067	180,660	421,402
Reimbursement Grant	(233,715)	3,030	-	(230,685)
Advanced Funding Grant	17,218	4,655	-	21,873
<b>Debt Service Funds:</b>				
G. O. Bonds	2,545,422	66,456	53,367	2,558,510
Hotel Revenue Bonds	242,539	142,694	-	385,233
<b>Capital Projects Funds:</b>				
Streets	915,070	671	-	915,741
2006 G.O. Bonds	355,863	261	-	356,124
2008 C.O. Bonds	2,064,448	58,200	3,154	2,119,494
2012 C.O. Bonds	31,242,620	150,138	1,558,505	29,834,253
2013 Tax Exempt Bonds	4,066,110	1,886	2,911,553	1,156,443
2013 AMT Bonds	1,802,475	29,834	1,832,309	-
2013 Taxable Bonds	1,604	1	1,605	-
2014 G.O. Bonds	12,000,000	8,804	-	12,008,804
<b>Enterprise Funds:</b>				
Utility	11,778,600	2,400,365	2,540,651	11,638,313
Storm Water Fund	8,835,412	429,855	129,257	9,136,010
Airport	3,358,879	537,954	346,922	3,549,911
<b>Internal Service Funds:</b>				
Capital Replacement	3,528,322	183,003	178,086	3,533,239
Information Technology	3,147,986	189,779	126,715	3,211,050
<b>TOTAL - ALL FUNDS</b>	<b>\$ 109,151,319</b>	<b>\$ 12,288,784</b>	<b>\$ 20,407,437</b>	<b>\$ 101,032,666</b>

Note: Cash inflows and outflows represent revenues, expenditures, and investment transactions.

<b>INVESTMENTS BY MATURITY AND TYPE</b>				
<i>For the Quarter Ending June 30, 2014</i>				
	Type	% of Portfolio	Yield to Maturity	Amount
	Pools	36.89%	0.04%	\$ 24,260,470
	Agencies	25.75%	0.33%	34,583,263
	Bank CD's	27.92%	0.45%	29,623,539
	Commercial Paper	9.43%	0.24%	9,990,939
<b>Total Investments</b>		<b>100.00%</b>	<b>0.25%</b>	<b>98,458,211</b>
	Accrued Interest Earnings			49,544
	Demand Deposits			2,524,911
<b>TOTAL</b>				<b>\$ 101,032,666</b>

## COLLATERAL SUMMARY

The first and most important objective for public funds investments is safety of assets. Therefore, all non-government security investments and bank accounts in excess of FDIC coverage must be secured by collateral. The bank balances and investments are monitored on a regular basis for appropriate coverage by marking the collateral to market. Collateral levels are adjusted to secure the varying levels of receipts throughout the fiscal year.

### Town of Addison Collateral Analysis Demand Deposit Cash June 30, 2014

Pledging Institution	Safekeeping Location	Account Title	Pledged Security Description	Security Par Value	Market Value	FDIC Insurance	Ending Bank Balance	Difference Over(Under)
Frost Bank	Federal Reserve	Operating	GNMA due 9/15/2024	\$ 906,343	\$ 973,704			
Frost Bank	Federal Reserve	Operating	GNMA due 9/15/2024	\$ 1,663,113	\$ 1,786,716			
Frost Bank	Federal Reserve	Operating	GNMA due 9/15/2024	2,795,597	3,003,371			
				<u>\$ 5,365,053</u>	<u>\$ 5,763,791</u>	<u>\$ 3,845,386</u>	<u>\$ 3,595,386</u>	<u>\$ 6,013,791</u>

## Glossary of Terms

### A

*Accrual Accounting* – Recognition of the financial effects of transactions, events and circumstances in the period(s) when they occur regardless of when the cash is received or paid.

*Ad Valorem* – Latin for “value of.” Refers to the tax assessed against real (land and building) and personal (equipment and furniture) property.

*Appropriation* – A legal authorization granted by a legislative body (City Council) to make expenditures and incur obligation for designated purposes.

*Assessed Valuation* – A valuation set upon real estate or other property by a government as a basis for levying taxes.

### B

*Balance Sheet* – The basic financial statement, which discloses the assets, liabilities and equities of an entity at a specific date in conformity with Generally Accepted Accounting Principles (GAAP).

*Balanced Budget* – Annual financial plan in which expenses do not exceed revenues.

*Budget* – A plan of financial operation embodying an estimate of proposed expenditures for any given period and the proposed means of financing them.

### C

*Capital Outlays* – Expenditures which result in the acquisition of or addition to fixed assets which are individually priced at more than \$5,000.

*Contractual Services* – The costs related to services performed for the Town by individuals, businesses, or utilities.

*Cost* – The amount of money or other consideration exchanged for property or services. Costs may be incurred even before the money is paid; that is, as soon as liability is incurred. Ultimately, however, money or other consideration must be given in exchange.

### D

*Delinquent Taxes* – Taxes remaining unpaid on or after the date on which a penalty for nonpayment is attached.

## E

**Encumbrances** – Commitments related to unperformed contracts for goods and services used in budgeting. Encumbrances are not expenditures or liabilities, but represent the estimated amount of expenditures ultimately to result if unperformed contracts in process are completed.

**Expenditures** – Decreases in net financial resources. Expenditures include current operating expenses which require the current or future use of net current assets, debt service, and capital outlays.

## F

**Fixed Assets** – Assets of a long-term character, which are intended to continue to be held or used, such as land, buildings, improvements other than buildings, machinery and equipment.

**Franchise** – A special privilege granted by a government permitting the continuing use of public property, such as city streets, and usually involving the elements of monopoly and regulation.

**Fund** – A fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities of balances, and charges therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

**Fund Balance** – The difference between governmental fund assets and liabilities, also referred to as fund equity.

**FY** – Acronym for fiscal year, a 12-month period to which the annual operating budget applies and at the end of which a government determines its financial position and the results of its operations. The Town of Addison's fiscal year begins October 1st and ends the following September 30th. The term FY2011 denotes the fiscal year beginning October 1, 2011 and ending September 30, 2012.

## G

**GAAP** – Acronym for Generally Accepted Accounting Principles, which are a collection of rules and procedures that set the basis for the fair presentation of financial statements. The accounting and reporting policies of the Town conform to the GAAP applicable to state and local governments.

**GASB** – Acronym for Government Accounting Standards Board, an independent, non-profit agency responsible for the promulgation of accounting and financial reporting procedures for governmental entities.

***Governmental Funds*** – Those funds through which most governmental functions typically are financed. The acquisition, use, and financial resources and the related current liabilities are accounted for through governmental funds (General, Special Revenue, Capital Projects, and Debt Service Funds).

## M

***Maintenance*** – The upkeep of physical properties in condition for use of occupancy. Examples are the inspection of equipment to detect defects and the making of repairs.

***Modified Accrual Accounting*** – Accounting system in which revenues are recognized and recorded in the accounts when they are measurable, available and collectible in the fiscal year.

***Modified Level of Service*** – A modified level of service represents an increase or decrease in a department’s scope of service or funding levels. A modified level of service may be a request for additional funding submitted by a department during the budget process for new or expanding programs or services, or it may be the elimination of a position in a department. Modified levels of service are highlighted in the department narratives in alternate color text.

## O

***Operating Expenditure*** – Expenditure on an existing item of property or equipment that is not a capital expenditure.

***Ordinance*** – A formal legislative enactment by the governing body of a municipality. If it is not in conflict with any higher form of law, such as a state statute or constitutional provision, it has the full force and effect of law within the boundaries of the municipality to which it applies. The difference between an ordinance and a resolution is that the latter requires less legal formality and has a lower legal status. Revenue raising measures, such as the imposition of taxes, special assessments and service charges, usually require ordinances.

## P

***Personal Services*** – The costs associated with compensating employees for their labor.

***P-Card*** – Acronym for procurement card, a Town-issued credit card which allows employees to make small purchases in a cost effective manner.

***Proprietary Fund*** – Operation that operates like a private commercial operation, in which services are financed through user charges and expenditures include the full cost of operations.

***Purchase Order (PO)*** – A document which authorizes the delivery of specified merchandise or the rendering of certain services and the making of a charge for them.

## R

*Revenues* – Increases in net financial resources. Revenues include the receipt of assets for goods sold or services provided in the current reporting period, intergovernmental grants, and interest income.

## S

*Special Assessment* – A compulsory levy made against certain properties to defray part or all of the cost of a specific improvement or service deemed to primarily benefit those properties.

*Special Revenue Fund* – A fund used to account for the proceeds of specific revenue sources that are legally restricted or formally committed to expenditures for specified purposes.

*Supplies* – A cost category for minor items (individually priced at less than \$5,000) required by departments to conduct their operations.

## T

*Taxes* – Compulsory charges levied by a government for the purpose of financing services performed for the common benefit. This term does not include specific charges made against particular persons or property for current or permanent benefits such as special assessment.

## W

*Working Capital* – The amount of current assets which exceeds current liabilities.

**Town of Addison**



**For the Quarter Ended**

**June 30, 2014**

### Report Name

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- Certification Page
- Executive Summary
- Benchmark Comparison
- Detail of Security Holdings
- Change in Value
- Earned Income
- Investment Transactions
- Amortization and Accretion
- Projected Fixed Income Cash Flows

#### MARKET RECAP:

An erroneous data release set the tone for the month of June as the ISM manufacturing index initially showed an unexpected decline to 53.2. That figure was later corrected to a much more palatable 55.4 after the ISM realized they had misapplied a seasonal adjustment factor. The ensuing confusion seemed to pervade the rest of the month as mixed economic data did nothing to clear the picture. The non-manufacturing ISM surged to 56.3, the highest level since last August. The employment report showed 217k jobs were created during May while the unemployment rate held steady at 6.3%. The fourth straight month of job creation above 200k finally took U.S. payrolls over their pre-recession peak. Consumers remained cautious as retail sales rose just +0.3% in May, well below the +0.6% median forecast, although an upward revision to April data countered some of that shortfall. Inflation data was mixed as the producer price index (PPI) reversed April's surprising 0.6% jump by falling 0.2%. Consumer prices rose by the most since February 2013 with the consumer price index (CPI) climbing 0.4%. On a year-over-year basis, the core rates of both PPI and CPI are up 2.0%. Better weather and the lowest mortgage rates in over a year boosted housing as existing home sales rose 4.9% to a 4.89 million unit annual pace and new home sales shot up 18.6% to a 504k unit annual rate.

The final revision to Q1 GDP has muddied the waters once again as the economy actually *contracted* by 2.9%. That was the worst reading since the first quarter of 2009 when the economy was mired in recession and, according to Bank of America/Merrill Lynch, "was easily the worst non-recession quarter in modern history." The GDP report has many economists reassessing their 2014 growth estimates. At this point, the economy will struggle to show positive growth in the first half of the year, leaving a lot of ground to make up in the second half. With a flat first half, it will take 4%+ in the second half just to get to 2% for the year. Despite the somewhat conflicting signals coming from economic data, the Fed continues to taper its QE program and current expectations call for rate hikes to begin around the middle of 2015. If those expectations are to be realized, however, we'll need to see a clearer picture of improving trends in employment and the economy at large.

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**For the Quarter Ended**  
**June 30, 2014**

This report is prepared for the **Town of Addison** (the "Entity") in accordance with Chapter 2256 of the Texas Public Funds Investment Act ("PFIA"). Section 2256.023(a) of the PFIA states that: "Not less than quarterly, the investment officer shall prepare and submit to the governing body of the entity a written report of the investment transactions for all funds covered by this chapter for the preceding reporting period." This report is signed by the Entity's investment officers and includes the disclosures required in the PFIA. To the extent possible, market prices have been obtained from independent pricing sources.

The investment portfolio complied with the PFIA and the Entity's approved Investment Policy and Strategy throughout the period. All investment transactions made in the portfolio during this period were made on behalf of the Entity and were made in full compliance with the PFIA and the approved Investment Policy.

**Officer Names and Titles:**



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Chief Financial Officer

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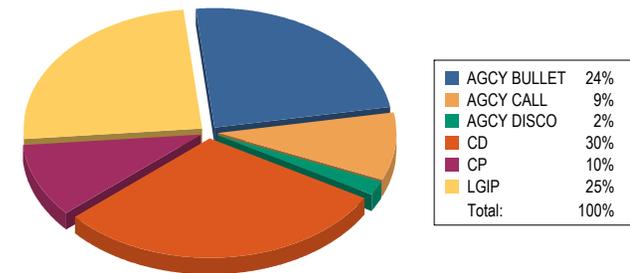
**Account Summary**

**Allocation by Security Type**

Beginning Values as of 03/31/14

Ending Values as of 06/30/14

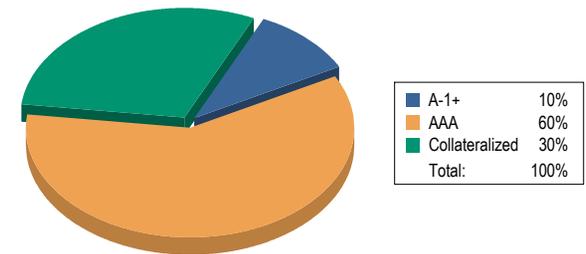
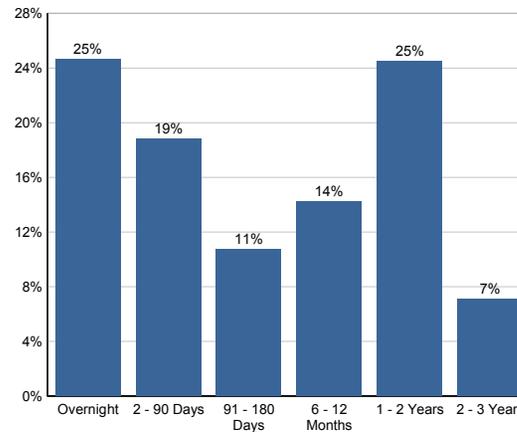
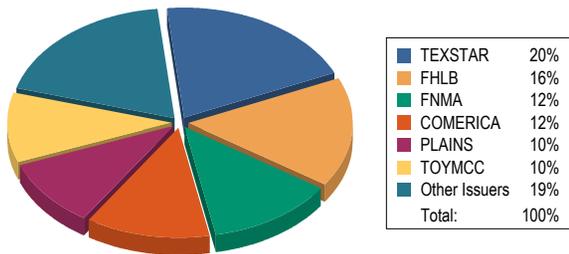
Par Value	105,904,336.73	98,384,008.86
Market Value	106,007,572.43	98,465,253.86
Book Value	105,987,175.05	98,458,211.22
Unrealized Gain / Loss	20,397.38	7,042.64
<b>Market Value %</b>	<b>100.02%</b>	<b>100.01%</b>
Weighted Avg. YTW	0.247%	0.282%
Weighted Avg. YTM	0.247%	0.282%



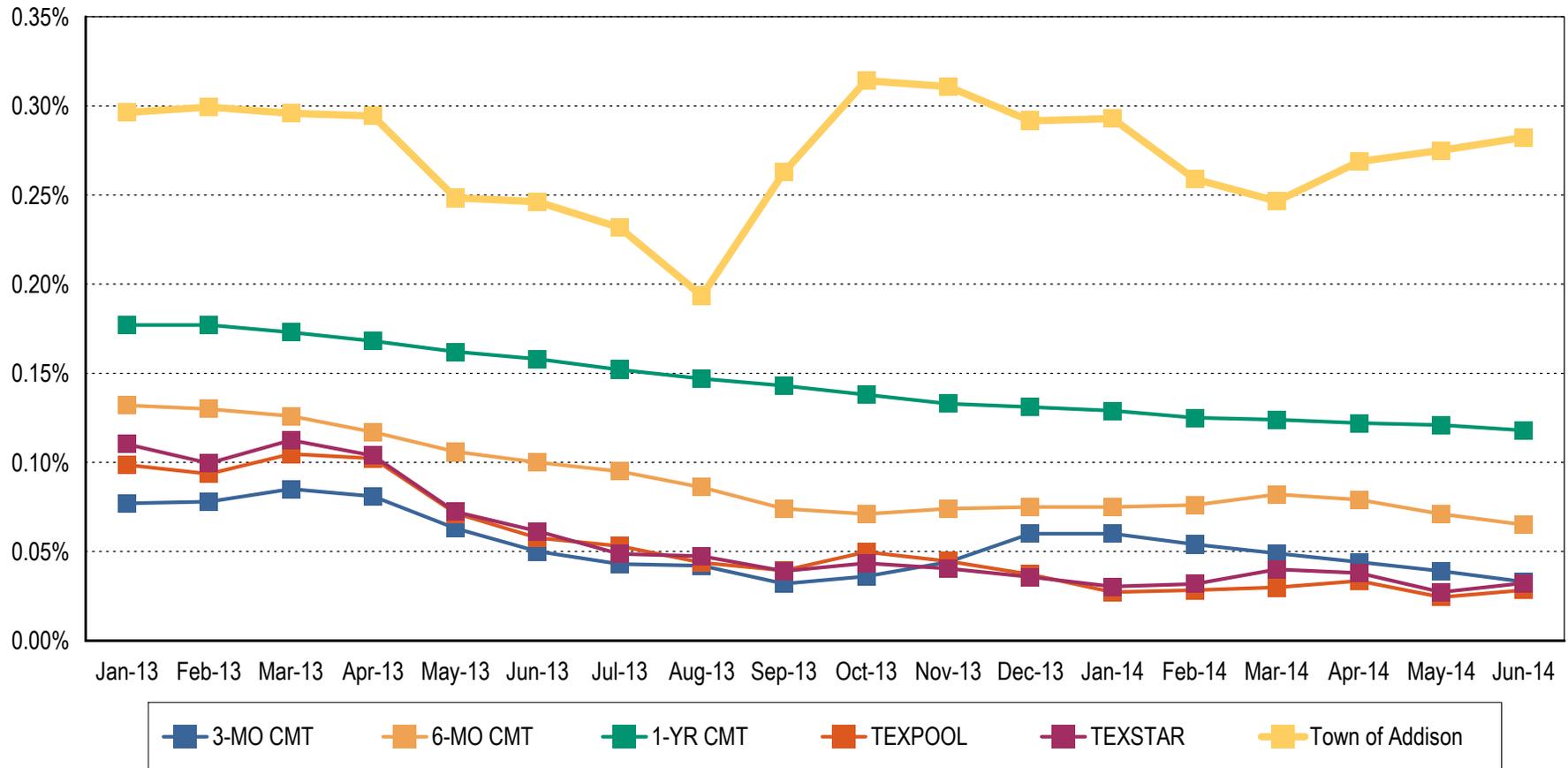
**Allocation by Issuer**

**Maturity Distribution %**

**Credit Quality**



**Weighted Average Days to Maturity: 231**



**Note 1:** CMT stands for Constant Maturity Treasury. This data is published in Federal Reserve Statistical Release H.15 and represents an average of all actively traded Treasury securities having that time remaining until maturity. This is a standard industry benchmark for Treasury securities. The CMT benchmarks are moving averages. The 3-month CMT is the daily average for the previous 3 months, the 6-month CMT is the daily average for the previous 6 months, and the 1-year and 2-year CMT's are the daily averages for the previous 12-months.

**Note 2:** Benchmark data for TexPool is the monthly average yield.

**Note 3:** Benchmark data for TexSTAR is the monthly average yield.



**Town of Addison**  
**Detail of Security Holdings**  
 As of 06/30/2014

CUSIP	Settle Date	Sec. Type	Sec. Description	CPN	Mty Date	Next Call	Call Type	Par Value	Purch Price	Orig Cost	Book Value	Mkt Price	Market Value	Days to Mty	Days to Call	YTM	YTW
<b>Pooled Funds</b>																	
TEXPOOL		LGIP	TexPool					4,608,323.54	100.000	4,608,323.54	4,608,323.54	100.000	4,608,323.54	1		0.028	0.028
TEXSTAR		LGIP	TexSTAR					19,652,146.14	100.000	19,652,146.14	19,652,146.14	100.000	19,652,146.14	1		0.032	0.032
89233HGU2	01/27/14	CP - DISC	Toyota Mtr Cr		07/28/14			5,000,000.00	99.894	4,994,691.67	4,999,212.50	99.995	4,999,745.00	28		0.210	0.210
CD-1233	08/22/13	CD	PlainsCapital Bk CD	0.320	08/22/14			10,023,953.34	100.000	10,023,953.34	10,023,953.34	100.000	10,023,953.34	53		0.320	0.320
3134G3YW4	08/28/12	AGCY BULET	FHLMC	0.375	08/28/14			1,500,000.00	100.092	1,501,374.00	1,500,119.04	100.050	1,500,750.00	59		0.329	0.329
313385E44	03/26/14	AGCY DISCO	FHLB		09/03/14			2,000,000.00	99.960	1,999,195.00	1,999,680.00	99.990	1,999,800.00	65		0.090	0.090
CD-2270-1	04/08/13	CD	ViewPoint Bk CD	0.600	10/08/14			2,541,220.11	100.000	2,541,220.11	2,541,220.11	100.000	2,541,220.11	100		0.594	0.594
313382MM2	05/21/14	AGCY BULET	FHLB	0.230	10/15/14			4,000,000.00	100.059	4,002,372.00	4,001,713.12	100.040	4,001,600.00	107		0.082	0.082
3130A03Q1	03/26/14	AGCY BULET	FHLB	0.210	11/07/14			2,000,000.00	100.055	2,001,100.00	2,000,627.26	100.040	2,000,800.00	130		0.120	0.120
CD-6693-1	12/10/12	CD	Comerica Bk CD	0.570	12/19/14			2,017,153.47	100.000	2,017,153.47	2,017,153.47	100.000	2,017,153.47	172		0.570	0.570
CD-3820	01/29/14	CD	Green Bk CD	0.370	01/30/15			5,000,000.00	100.000	5,000,000.00	5,000,000.00	100.000	5,000,000.00	214		0.370	0.370
3130A16W3	03/26/14	AGCY BULET	FHLB	0.125	03/04/15			4,000,000.00	99.955	3,998,220.00	3,998,720.12	99.980	3,999,200.00	247		0.172	0.172
89233HQH0	06/20/14	CP - DISC	Toyota Mtr Cr		03/17/15			5,000,000.00	99.828	4,991,375.00	4,991,726.40	99.805	4,990,250.00	260		0.230	0.230
CD-3620	09/17/13	CD	Comerica Bk CD	0.550	09/17/15			10,041,212.26	100.000	10,041,212.26	10,041,212.26	100.000	10,041,212.26	444		0.550	0.550
3135G0NV1	03/26/14	AGCY BULET	FNMA	0.500	09/28/15			8,000,000.00	100.295	8,023,600.00	8,019,469.92	100.330	8,026,400.00	455		0.303	0.303
31398A4M1	10/07/13	AGCY BULET	FNMA	1.625	10/26/15			4,000,000.00	102.515	4,100,600.00	4,064,751.28	101.710	4,068,400.00	483		0.394	0.394
3133EDK84	04/25/14	AGCY CALL	FFCB	0.390	04/25/16	07/25/14	CONT	2,000,000.00	99.900	1,998,000.00	1,998,182.72	99.780	1,995,600.00	665	25	0.440	0.440
3134G56B6	05/30/14	AGCY CALL	FHLMC	0.580	08/26/16	11/26/14	QRTLY	3,000,000.00	100.000	3,000,000.00	3,000,000.00	99.890	2,996,700.00	788	149	0.580	0.580
3130A1N20	04/28/14	AGCY CALL	FHLB	0.750	10/28/16	07/28/14	QRTLY	4,000,000.00	100.000	4,000,000.00	4,000,000.00	100.050	4,002,000.00	851	28	0.750	0.750
<b>Total for Pooled Funds</b>								<b>98,384,008.86</b>	<b>100.114</b>	<b>98,494,536.53</b>	<b>98,458,211.22</b>	<b>100.084</b>	<b>98,465,253.86</b>	<b>231</b>		<b>0.282</b>	<b>0.282</b>
<b>Total for Town of Addison</b>								<b>98,384,008.86</b>	<b>100.114</b>	<b>98,494,536.53</b>	<b>98,458,211.22</b>	<b>100.084</b>	<b>98,465,253.86</b>	<b>231</b>		<b>0.282</b>	<b>0.282</b>



**Town of Addison**  
**Change in Value**  
 From 03/31/2014 to 06/30/2014

CUSIP	Security Type	Security Description	03/31/14 Book Value	Cost of Purchases	Maturities / Calls / Sales	Amortization / Accretion	Realized Gain/(Loss)	06/30/14 Book Value	03/31/14 Market Value	06/30/14 Market Value	Change in Mkt Value
<b>Pooled Funds</b>											
TEXPOOL	LGIP	TexPool	4,607,992.99	330.55	0.00	0.00	0.00	4,608,323.54	4,607,992.99	4,608,323.54	330.55
TEXSTAR	LGIP	TexSTAR	34,494,220.08	0.00	(14,842,073.94)	0.00	0.00	19,652,146.14	34,494,220.08	19,652,146.14	(14,842,073.94)
89233HFD1	CP - DISC	Toyota Mtr Cr 0.000 06/13/14	4,997,363.90	0.00	(5,000,000.00)	2,636.10	0.00	0.00	4,999,340.00	0.00	(4,999,340.00)
89233HGU2	CP - DISC	Toyota Mtr Cr 0.000 07/28/14	4,996,558.35	0.00	0.00	2,654.15	0.00	4,999,212.50	4,997,025.00	4,999,745.00	2,720.00
CD-1233	CD	PlainsCapital Bk CD 0.320 08/22/14	10,016,138.01	7,815.33	0.00	0.00	0.00	10,023,953.34	10,016,138.01	10,023,953.34	7,815.33
3134G3YW4	AGCY BULET	FHLMC 0.375 08/28/14	1,500,306.99	0.00	0.00	(187.95)	0.00	1,500,119.04	1,500,600.00	1,500,750.00	150.00
313385E44	AGCY DISCO	FHLB 0.000 09/03/14	1,999,225.00	0.00	0.00	455.00	0.00	1,999,680.00	1,999,600.00	1,999,800.00	200.00
CD-2270-1	CD	ViewPoint Bk CD 0.600 10/08/14	2,537,422.50	3,797.61	0.00	0.00	0.00	2,541,220.11	2,537,422.50	2,541,220.11	3,797.61
313382MM2	AGCY BULET	FHLB 0.230 10/15/14	0.00	4,002,372.00	0.00	(658.88)	0.00	4,001,713.12	0.00	4,001,600.00	4,001,600.00
3130A03Q1	AGCY BULET	FHLB 0.210 11/07/14	2,001,075.14	0.00	0.00	(447.88)	0.00	2,000,627.26	2,001,200.00	2,000,800.00	(400.00)
CD-6693-1	CD	Comerica Bk CD 0.570 12/19/14	2,014,258.18	2,895.29	0.00	0.00	0.00	2,017,153.47	2,014,258.18	2,017,153.47	2,895.29
CD-3820	CD	Green Bk CD 0.370 01/30/15	5,000,000.00	0.00	0.00	0.00	0.00	5,000,000.00	5,000,000.00	5,000,000.00	0.00
3130A16W3	AGCY BULET	FHLB 0.125 03/04/15	3,998,246.32	0.00	0.00	473.80	0.00	3,998,720.12	3,998,000.00	3,999,200.00	1,200.00
89233HQH0	CP - DISC	Toyota Mtr Cr 0.000 03/17/15	0.00	4,991,375.00	0.00	351.40	0.00	4,991,726.40	0.00	4,990,250.00	4,990,250.00
CD-3620	CD	Comerica Bk CD 0.550 09/17/15	10,027,304.97	13,907.29	0.00	0.00	0.00	10,041,212.26	10,027,304.97	10,041,212.26	13,907.29
3135G0NV1	AGCY BULET	FNMA 0.500 09/28/15	8,023,382.88	0.00	0.00	(3,912.96)	0.00	8,019,469.92	8,028,800.00	8,026,400.00	(2,400.00)
31398A4M1	AGCY BULET	FNMA 1.625 10/26/15	4,076,985.88	0.00	0.00	(12,234.60)	0.00	4,064,751.28	4,082,000.00	4,068,400.00	(13,600.00)
3135G0TT0	AGCY CALL	FNMA 0.500 01/29/16	2,707,000.00	0.00	(2,707,000.00)	0.00	0.00	0.00	2,707,270.70	0.00	(2,707,270.70)
3133EDK84	AGCY CALL	FFCB 0.390 04/25/16	0.00	1,998,000.00	0.00	182.72	0.00	1,998,182.72	0.00	1,995,600.00	1,995,600.00
3135G0XU2	AGCY CALL	FNMA 0.520 05/27/16	2,989,693.86	0.00	(3,000,000.00)	10,306.14	0.00	0.00	2,996,400.00	0.00	(2,996,400.00)
3134G56B6	AGCY CALL	FHLMC 0.580 08/26/16	0.00	3,000,000.00	0.00	0.00	0.00	3,000,000.00	0.00	2,996,700.00	2,996,700.00
3130A1N20	AGCY CALL	FHLB 0.750 10/28/16	0.00	4,000,000.00	0.00	0.00	0.00	4,000,000.00	0.00	4,002,000.00	4,002,000.00
<b>Total for Pooled Funds</b>			<b>105,987,175.05</b>	<b>18,020,493.07</b>	<b>(25,549,073.94)</b>	<b>(382.96)</b>	<b>0.00</b>	<b>98,458,211.22</b>	<b>106,007,572.43</b>	<b>98,465,253.86</b>	<b>(7,542,318.57)</b>
<b>Total for Town of Addison</b>			<b>105,987,175.05</b>	<b>18,020,493.07</b>	<b>(25,549,073.94)</b>	<b>(382.96)</b>	<b>0.00</b>	<b>98,458,211.22</b>	<b>106,007,572.43</b>	<b>98,465,253.86</b>	<b>(7,542,318.57)</b>



**Town of Addison**  
**Earned Income**  
 From 03/31/2014 to 06/30/2014

CUSIP	Security Type	Security Description	Beg. Accrued	Interest Earned	Interest Rec'd / Sold / Matured	Interest Purchased	Ending Accrued	Disc Accr / Prem Amort	Net Income
<b>Pooled Funds</b>									
TEXPOOL	LGIP	TexPool	0.00	330.55	330.55	0.00	0.00	0.00	330.55
TEXSTAR	LGIP	TexSTAR	0.00	2,328.29	2,328.29	0.00	0.00	0.00	2,328.29
89233HFD1	CP - DISC	Toyota Mtr Cr 0.000 06/13/14	0.00	0.00	0.00	0.00	0.00	2,636.10	2,636.10
89233HGU2	CP - DISC	Toyota Mtr Cr 0.000 07/28/14	0.00	0.00	0.00	0.00	0.00	2,654.15	2,654.15
CD-1233	CD	PlainsCapital Bk CD 0.320 08/22/14	3,336.88	7,993.70	7,815.33	0.00	3,515.25	0.00	7,993.70
3134G3YW4	AGCY BULET	FHLMC 0.375 08/28/14	484.38	1,406.25	0.00	0.00	1,890.63	(187.95)	1,218.30
313385E44	AGCY DISCO	FHLB 0.000 09/03/14	0.00	0.00	0.00	0.00	0.00	455.00	455.00
CD-2270-1	CD	ViewPoint Bk CD 0.600 10/08/14	41.71	3,797.67	3,797.61	0.00	41.77	0.00	3,797.67
313382MM2	AGCY BULET	FHLB 0.230 10/15/14	0.00	1,022.22	0.00	(920.00)	1,942.22	(658.88)	363.34
3130A03Q1	AGCY BULET	FHLB 0.210 11/07/14	1,680.00	1,050.00	2,100.00	0.00	630.00	(447.88)	602.12
CD-6693-1	CD	Comerica Bk CD 0.570 12/19/14	408.92	2,864.38	2,895.29	0.00	378.01	0.00	2,864.38
CD-3820	CD	Green Bk CD 0.370 01/30/15	3,091.78	4,612.33	4,561.64	0.00	3,142.47	0.00	4,612.33
3130A16W3	AGCY BULET	FHLB 0.125 03/04/15	375.00	1,250.00	0.00	0.00	1,625.00	473.80	1,723.80
89233HQH0	CP - DISC	Toyota Mtr Cr 0.000 03/17/15	0.00	0.00	0.00	0.00	0.00	351.40	351.40
CD-3620	CD	Comerica Bk CD 0.550 09/17/15	2,266.45	13,759.12	13,907.29	0.00	2,118.28	0.00	13,759.12
3135G0NV1	AGCY BULET	FNMA 0.500 09/28/15	333.33	10,000.00	0.00	0.00	10,333.33	(3,912.96)	6,087.04
31398A4M1	AGCY BULET	FNMA 1.625 10/26/15	27,986.11	16,250.00	32,500.00	0.00	11,736.11	(12,234.60)	4,015.40
3135G0TT0	AGCY CALL	FNMA 0.500 01/29/16	2,331.03	1,052.72	3,383.75	0.00	0.00	0.00	1,052.72
3133EDK84	AGCY CALL	FFCB 0.390 04/25/16	0.00	1,430.00	0.00	0.00	1,430.00	182.72	1,612.72
3135G0XU2	AGCY CALL	FNMA 0.520 05/27/16	5,373.33	2,426.67	7,800.00	0.00	0.00	10,306.14	12,732.81
3134G56B6	AGCY CALL	FHLMC 0.580 08/26/16	0.00	1,498.33	0.00	0.00	1,498.33	0.00	1,498.33
3130A1N20	AGCY CALL	FHLB 0.750 10/28/16	0.00	5,250.00	0.00	0.00	5,250.00	0.00	5,250.00
<b>Total for Pooled Funds</b>			<b>47,708.92</b>	<b>78,322.23</b>	<b>81,419.75</b>	<b>(920.00)</b>	<b>45,531.40</b>	<b>(382.96)</b>	<b>77,939.27</b>
<b>Total for Town of Addison</b>			<b>47,708.92</b>	<b>78,322.23</b>	<b>81,419.75</b>	<b>(920.00)</b>	<b>45,531.40</b>	<b>(382.96)</b>	<b>77,939.27</b>



**Town of Addison**  
**Investment Transactions**  
 From 04/01/2014 to 06/30/2014

Trade Date	Settle Date	CUSIP	Security Type	Security Description	Coupon	Mty Date	Call Date	Par Value	Price	Principal Amount	Int Purchased / Received	Total Amount	Realized Gain / Loss	YTM	YTW
<b>Pooled Funds</b>															
<b>Calls</b>															
04/23/14	04/29/14	3135G0TT0	AGCY CALL	FNMA	0.500	01/29/16	04/29/14	2,707,000.00	100.000	2,707,000.00	3,383.75	2,710,383.75		0.500	
05/26/14	05/27/14	3135G0XU2	AGCY CALL	FNMA	0.520	05/27/16	05/27/14	3,000,000.00	100.000	3,000,000.00	0.00	3,000,000.00		0.681	0.520
<b>Total for: Calls</b>								<b>5,707,000.00</b>		<b>5,707,000.00</b>	<b>3,383.75</b>	<b>5,710,383.75</b>		<b>0.595</b>	<b>0.273</b>
<b>Maturities</b>															
06/13/14	06/13/14	89233HFD1	CP - DISC	Toyota Mtr Cr		06/13/14		5,000,000.00	100.000	5,000,000.00	0.00	5,000,000.00		0.261	
<b>Total for: Maturities</b>								<b>5,000,000.00</b>		<b>5,000,000.00</b>	<b>0.00</b>	<b>5,000,000.00</b>		<b>0.261</b>	
<b>Purchases</b>															
04/16/14	04/28/14	3130A1N20	AGCY CALL	FHLB	0.750	10/28/16	07/28/14	4,000,000.00	100.000	4,000,000.00	0.00	4,000,000.00		0.750	0.750
04/16/14	04/25/14	3133EDK84	AGCY CALL	FFCB	0.390	04/25/16	07/25/14	2,000,000.00	99.900	1,998,000.00	0.00	1,998,000.00		0.440	0.440
05/20/14	05/30/14	3134G56B6	AGCY CALL	FHLMC	0.580	08/26/16	11/26/14	3,000,000.00	100.000	3,000,000.00	0.00	3,000,000.00		0.580	0.580
05/20/14	05/21/14	313382MM2	AGCY BULET	FHLB	0.230	10/15/14		4,000,000.00	100.059	4,002,372.00	920.00	4,003,292.00		0.082	0.082
06/19/14	06/20/14	89233HQH0	CP - DISC	Toyota Mtr Cr		03/17/15		5,000,000.00	99.828	4,991,375.00	0.00	4,991,375.00		0.230	0.230
<b>Total for: Purchases</b>								<b>18,000,000.00</b>		<b>17,991,747.00</b>	<b>920.00</b>	<b>17,992,667.00</b>		<b>0.394</b>	<b>0.394</b>
<b>Income Payments</b>															
04/08/14	04/19/14	CD-6693-1	CD	Comerica Bk CD	0.570	12/19/14				0.00	975.12	975.12			
04/17/14	04/17/14	CD-3620	CD	Comerica Bk CD	0.550	09/17/15				0.00	4,683.99	4,683.99			
04/27/14	04/26/14	31398A4M1	AGCY BULET	FNMA	1.625	10/26/15				0.00	32,500.00	32,500.00			
04/30/14	04/30/14	CD-2270-1	CD	ViewPoint Bk CD	0.600	10/08/14				0.00	1,251.33	1,251.33			
04/30/14	04/30/14	CD-3820	CD	Green Bk CD	0.370	01/30/15				0.00	4,561.64	4,561.64			
05/07/14	05/07/14	3130A03Q1	AGCY BULET	FHLB	0.210	11/07/14				0.00	2,100.00	2,100.00			
05/08/14	05/19/14	CD-6693-1	CD	Comerica Bk CD	0.570	12/19/14				0.00	944.12	944.12			
05/17/14	05/17/14	CD-3620	CD	Comerica Bk CD	0.550	09/17/15				0.00	4,535.01	4,535.01			
05/22/14	05/22/14	CD-1233	CD	PlainsCapital Bk CD	0.320	08/22/14				0.00	7,815.33	7,815.33			
05/27/14	05/27/14	3135G0XU2	AGCY CALL	FNMA	0.520	05/27/16				0.00	7,800.00	7,800.00			
05/31/14	05/31/14	CD-2270-1	CD	ViewPoint Bk CD	0.600	10/08/14				0.00	1,293.69	1,293.69			
06/08/14	06/19/14	CD-6693-1	CD	Comerica Bk CD	0.570	12/19/14				0.00	976.05	976.05			



**Town of Addison**  
**Investment Transactions**  
 From 04/01/2014 to 06/30/2014

Trade Date	Settle Date	CUSIP	Security Type	Security Description	Coupon	Mty Date	Call Date	Par Value	Price	Principal Amount	Int Purchased / Received	Total Amount	Realized Gain / Loss	YTM	YTW
<b>Pooled Funds</b>															
<b>Income Payments</b>															
06/17/14	06/17/14	CD-3620	CD	Comerica Bk CD	0.550	09/17/15				0.00	4,688.29	4,688.29			
06/30/14	06/30/14	CD-2270-1	CD	ViewPoint Bk CD	0.600	10/08/14				0.00	1,252.59	1,252.59			
<b>Total for: Income Payments</b>										<b>0.00</b>	<b>75,377.16</b>	<b>75,377.16</b>			
<b>Capitalized Interest</b>															
04/08/14	04/08/14	CD-6693-1	CD	Comerica Bk CD	0.570	12/19/14		975.12	100.000	975.12	0.00	975.12			
04/17/14	04/17/14	CD-3620	CD	Comerica Bk CD	0.550	09/17/15		4,683.99	100.000	4,683.99	0.00	4,683.99			
04/30/14	04/30/14	CD-2270-1	CD	ViewPoint Bk CD	0.600	10/08/14		1,251.33	100.000	1,251.33	0.00	1,251.33			
05/08/14	05/08/14	CD-6693-1	CD	Comerica Bk CD	0.570	12/19/14		944.12	100.000	944.12	0.00	944.12			
05/17/14	05/17/14	CD-3620	CD	Comerica Bk CD	0.550	09/17/15		4,535.01	100.000	4,535.01	0.00	4,535.01			
05/22/14	05/22/14	CD-1233	CD	PlainsCapital Bk CD	0.320	08/22/14		7,815.33	100.000	7,815.33	0.00	7,815.33			
05/31/14	05/31/14	CD-2270-1	CD	ViewPoint Bk CD	0.600	10/08/14		1,293.69	100.000	1,293.69	0.00	1,293.69			
06/08/14	06/08/14	CD-6693-1	CD	Comerica Bk CD	0.570	12/19/14		976.05	100.000	976.05	0.00	976.05			
06/17/14	06/17/14	CD-3620	CD	Comerica Bk CD	0.550	09/17/15		4,688.29	100.000	4,688.29	0.00	4,688.29			
06/30/14	06/30/14	CD-2270-1	CD	ViewPoint Bk CD	0.600	10/08/14		1,252.59	100.000	1,252.59	0.00	1,252.59			
<b>Total for: Capitalized Interest</b>								<b>28,415.52</b>	<b>28,415.52</b>	<b>0.00</b>	<b>28,415.52</b>				



**Town of Addison**  
**Investment Transactions**  
 From 04/01/2014 to 06/30/2014

Trade Date	Settle Date	CUSIP	Security Type	Security Description	Coupon	Mty Date	Call Date	Par Value	Price	Principal Amount	Int Purchased / Received	Total Amount	Realized Gain / Loss	YTM	YTW
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**Total for All Portfolios**

Transaction Type	Quantity	Total Amount	Realized G/L	YTM	YTW
Total Calls	5,707,000.00	5,710,383.75		0.595	0.273
Total Maturities	5,000,000.00	5,000,000.00		0.261	
Total Purchases	18,000,000.00	17,992,667.00		0.394	0.394
Total Income Payments	0.00	75,377.16			
Total Capitalized Interest	28,415.52	28,415.52			



**Town of Addison**  
**Amortization and Accretion**  
 From 03/31/2014 to 06/30/2014

CUSIP	Settle Date	Security Type	Security Description	Next Call Date	Purchase Qty	Orig Price	Original Cost	Amrt/Accr for Period	Total Amrt/Accr Since Purch	Remaining Disc / Prem	Book Value
<b>Pooled Funds</b>											
89233HFD1	09/16/13	CP - DISC	Toyota Mtr Cr 0.000 06/13/14		0.00	99.805	0.00	2,636.10	0.00	0.00	0.00
89233HGU2	01/27/14	CP - DISC	Toyota Mtr Cr 0.000 07/28/14		5,000,000.00	99.894	4,994,691.67	2,654.15	4,520.83	787.50	4,999,212.50
CD-1233	08/22/13	CD	PlainsCapital Bk CD 0.320 08/22/14		10,023,953.34	100.000	10,023,953.34	0.00	0.00	0.00	10,023,953.34
3134G3YW4	08/28/12	AGCY BULET	FHLMC 0.375 08/28/14		1,500,000.00	100.092	1,501,374.00	(187.95)	(1,254.96)	(119.04)	1,500,119.04
313385E44	03/26/14	AGCY DISCO	FHLB 0.000 09/03/14		2,000,000.00	99.960	1,999,195.00	455.00	485.00	320.00	1,999,680.00
CD-2270-1	04/08/13	CD	ViewPoint Bk CD 0.600 10/08/14		2,541,220.11	100.000	2,541,220.11	0.00	0.00	0.00	2,541,220.11
313382MM2	05/21/14	AGCY BULET	FHLB 0.230 10/15/14		4,000,000.00	100.059	4,002,372.00	(658.88)	(658.88)	(1,713.12)	4,001,713.12
3130A03Q1	03/26/14	AGCY BULET	FHLB 0.210 11/07/14		2,000,000.00	100.055	2,001,100.00	(447.88)	(472.74)	(627.26)	2,000,627.26
CD-6693-1	12/10/12	CD	Comerica Bk CD 0.570 12/19/14		2,017,153.47	100.000	2,017,153.47	0.00	0.00	0.00	2,017,153.47
CD-3820	01/29/14	CD	Green Bk CD 0.370 01/30/15		5,000,000.00	100.000	5,000,000.00	0.00	0.00	0.00	5,000,000.00
3130A16W3	03/26/14	AGCY BULET	FHLB 0.125 03/04/15		4,000,000.00	99.955	3,998,220.00	473.80	500.12	1,279.88	3,998,720.12
89233HQH0	06/20/14	CP - DISC	Toyota Mtr Cr 0.000 03/17/15		5,000,000.00	99.828	4,991,375.00	351.40	351.40	8,273.60	4,991,726.40
CD-3620	09/17/13	CD	Comerica Bk CD 0.550 09/17/15		10,041,212.26	100.000	10,041,212.26	0.00	0.00	0.00	10,041,212.26
3135G0NV1	03/26/14	AGCY BULET	FNMA 0.500 09/28/15		8,000,000.00	100.295	8,023,600.00	(3,912.96)	(4,130.08)	(19,469.92)	8,019,469.92
31398A4M1	10/07/13	AGCY BULET	FNMA 1.625 10/26/15		4,000,000.00	102.515	4,100,600.00	(12,234.60)	(35,848.72)	(64,751.28)	4,064,751.28
3135G0TTO	01/29/13	AGCY CALL	FNMA 0.500 01/29/16		0.00	100.000	0.00	0.00	0.00	0.00	0.00
3133EDK84	04/25/14	AGCY CALL	FFCB 0.390 04/25/16	07/25/14	2,000,000.00	99.900	1,998,000.00	182.72	182.72	1,817.28	1,998,182.72
3135G0XU2	10/07/13	AGCY CALL	FNMA 0.520 05/27/16	05/27/14	0.00	99.580	0.00	10,306.14	0.00	0.00	0.00
3134G56B6	05/30/14	AGCY CALL	FHLMC 0.580 08/26/16	11/26/14	3,000,000.00	100.000	3,000,000.00	0.00	0.00	0.00	3,000,000.00
3130A1N20	04/28/14	AGCY CALL	FHLB 0.750 10/28/16		4,000,000.00	100.000	4,000,000.00	0.00	0.00	0.00	4,000,000.00
<b>Total for Pooled Funds</b>					<b>74,123,539.18</b>		<b>74,234,066.85</b>	<b>(382.96)</b>	<b>(36,325.31)</b>	<b>(74,202.36)</b>	<b>74,197,741.54</b>
<b>Total for Town of Addison</b>					<b>74,123,539.18</b>		<b>74,234,066.85</b>	<b>(382.96)</b>	<b>(36,325.31)</b>	<b>(74,202.36)</b>	<b>74,197,741.54</b>



**Town of Addison**  
**Projected Cash Flows**  
*Cash Flows for next 180 days from 06/30/2014*

CUSIP	Security Type	Security Description	Pay Date	Interest	Principal	Total Amount
<b>Pooled Funds</b>						
CD-3620	CD	Comerica Bk CD 0.550 09/17/15	07/17/14	4,537.05	0.00	4,537.05
CD-6693-1	CD	Comerica Bk CD 0.570 12/19/14	07/19/14	944.56	0.00	944.56
89233HGU2	CP - DISC	Toyota Mtr Cr 0.000 07/28/14	07/28/14	0.00	5,000,000.00	5,000,000.00
CD-3820	CD	Green Bk CD 0.370 01/30/15	07/30/14	4,612.32	0.00	4,612.32
CD-2270-1	CD	ViewPoint Bk CD 0.600 10/08/14	07/31/14	1,294.33	0.00	1,294.33
CD-3620	CD	Comerica Bk CD 0.550 09/17/15	08/17/14	4,688.29	0.00	4,688.29
CD-6693-1	CD	Comerica Bk CD 0.570 12/19/14	08/19/14	976.05	0.00	976.05
CD-1233	CD	PlainsCapital Bk CD 0.320 08/22/14	08/22/14	8,019.16	10,023,953.34	10,031,972.50
3134G56B6	AGCY CALL	FHLMC 0.580 08/26/16	08/26/14	4,156.66	0.00	4,156.66
3134G3YW4	AGCY BULET	FHLMC 0.375 08/28/14	08/28/14	2,812.50	1,500,000.00	1,502,812.50
CD-2270-1	CD	ViewPoint Bk CD 0.600 10/08/14	08/31/14	1,294.33	0.00	1,294.33
313385E44	AGCY DISCO	FHLB 0.000 09/03/14	09/03/14	0.00	2,000,000.00	2,000,000.00
3130A16W3	AGCY BULET	FHLB 0.125 03/04/15	09/04/14	2,500.00	0.00	2,500.00
CD-3620	CD	Comerica Bk CD 0.550 09/17/15	09/17/14	4,688.29	0.00	4,688.29
CD-6693-1	CD	Comerica Bk CD 0.570 12/19/14	09/19/14	976.05	0.00	976.05
3135G0NV1	AGCY BULET	FNMA 0.500 09/28/15	09/28/14	20,000.00	0.00	20,000.00
CD-2270-1	CD	ViewPoint Bk CD 0.600 10/08/14	09/30/14	1,252.58	0.00	1,252.58
CD-2270-1	CD	ViewPoint Bk CD 0.600 10/08/14	10/08/14	87.85	2,539,967.52	2,540,055.37
313382MM2	AGCY BULET	FHLB 0.230 10/15/14	10/15/14	4,600.00	4,000,000.00	4,004,600.00
CD-3620	CD	Comerica Bk CD 0.550 09/17/15	10/17/14	4,537.05	0.00	4,537.05
CD-6693-1	CD	Comerica Bk CD 0.570 12/19/14	10/19/14	944.56	0.00	944.56
3133EDK84	AGCY CALL	FFCB 0.390 04/25/16	10/25/14	3,900.00	0.00	3,900.00
31398A4M1	AGCY BULET	FNMA 1.625 10/26/15	10/26/14	32,500.00	0.00	32,500.00
3130A1N20	AGCY CALL	FHLB 0.750 10/28/16	10/28/14	15,000.00	0.00	15,000.00
CD-3820	CD	Green Bk CD 0.370 01/30/15	10/30/14	4,663.01	0.00	4,663.01
3130A03Q1	AGCY BULET	FHLB 0.210 11/07/14	11/07/14	2,100.00	2,000,000.00	2,002,100.00
CD-3620	CD	Comerica Bk CD 0.550 09/17/15	11/17/14	4,688.29	0.00	4,688.29
CD-6693-1	CD	Comerica Bk CD 0.570 12/19/14	11/19/14	976.05	0.00	976.05
CD-3620	CD	Comerica Bk CD 0.550 09/17/15	12/17/14	4,537.05	0.00	4,537.05
CD-6693-1	CD	Comerica Bk CD 0.570 12/19/14	12/19/14	944.56	2,016,177.42	2,017,121.98
<b>Total for Pooled Funds</b>				<b>142,230.59</b>	<b>29,080,098.28</b>	<b>29,222,328.87</b>



**Town of Addison**  
**Projected Cash Flows**  
*Cash Flows for next 180 days from 06/30/2014*

CUSIP	Security Type	Security Description	Pay Date	Interest	Principal	Total Amount
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**Total for All Portfolios**

July 2014	11,388.26	5,000,000.00	5,011,388.26
August 2014	21,946.99	11,523,953.34	11,545,900.33
September 2014	29,416.92	2,000,000.00	2,029,416.92
October 2014	66,232.47	6,539,967.52	6,606,199.99
November 2014	7,764.34	2,000,000.00	2,007,764.34
December 2014	5,481.61	2,016,177.42	2,021,659.03
<b>Total Projected Cash Flows for Town of Addison</b>	<b>142,230.59</b>	<b>29,080,098.28</b>	<b>29,222,328.87</b>