City of Sachse, Texas

Meeting Agenda

Economic Development Corporation

Thursday, October 20, 2016	6:30 PM	Council Chambers

The Board of Directors of the Economic Development Corporation of the City of Sachse will hold a Regular Meeting on Thursday, October 20, 2016, at 6:30 p.m.in the Council Chambers at Sachse City Hall, 3815 Sachse Road, Building B, Sachse, Texas to consider the following items of business:

1. Invocation and Pledge of Allegiance to the U.S. and Texas Flags.

2. Consent Agenda Items.

ALL ITEMS LISTED ON THE CONSENT AGENDA WILL BE CONSIDERED BY THE BOARD AND WILL BE ENACTED BY ONE MOTION, THERE WILL BE NO SEPARATE DISCUSSION OF THESE ITEMS UNLESS A BOARD MEMBER SO REQUESTS.

16-3553 Consider and take action on minutes of the Sachse Economic Development Corporation regular meeting of August 18, 2016.

16-3543 Accept the Quarterly Investment Report for the quarter ending June 30, 2016.

Attachments: 3rd Quarter 2016 Investment Report.pdf

16-3544 Accept the Monthly Revenue and Expenditure Report for the period ending August 31, 2016 and the preliminary summary budget report for September 2016.

Attachments: SEDC 8-31-16.pdf

Preliminary Budget Report EDC September 30 2016.pdf

16-3545 Receive the City of Sachse Investment Policy for FY 2016-2017, as amended by the City Council on October 3, 2016.

Attachments: Res 3763 Adopt City Investment Policy - Oct 2016.pdf

3. Regular Agenda Items.

16-3554 Presentation by City of Sachse Chief of Police, Bryan Sylvester, to update SEDC Board regarding departmental projects and priorities.

16-3555 Consider and take action regarding a funding request for a project for Unity Church for monument sign costs for project located at 5502 Ben Davis Road, in an amount not to exceed $16,909.

4. Executive Session.

16-3549 Texas Government Code Section 551.072: Deliberation of the purchase, sale, and license of real property generally located in mid-west part of the City.

16-3550 Texas Government Code Section 551.087: Deliberation of Economic Development Netotiations regarding economic development incentive(s) for retail or commercial business projects seeking to locate or expand within the City of Sachse.

Consider any action as a result of Executive Session.

5. Regular Agenda Items.

16-3556 Discuss and consider action related to the search for a consultant for website redesign services.

16-3557 Discuss and consider action on quarterly review of SEDC Strategic Plan.

16-3558 Discuss and consider action on policy regarding RFP (Request for Proposals) issuance.

16-3551 Consider and take action on reports and presentations by the Sachse Economic Development Corporation President, Board Members, CEO and Staff regarding items of community interest, special events, announcements and activities, office, industrial, commercial, retail, and business retention and marketing projects.

16-3552 Discuss and consider action on a Entrepeneur and Franchise Workshop-Review and discuss merit, resources, and timeline.

6. Adjournment.

The SEDC Board reserves the right to convene into Executive Session pursuant to the Texas Government Code, Chapter 551.071(2) for the purpose of seeking confidential legal advice from SEDC's general counsel regarding posted items on the meeting agenda.

Posted: October 14, 2016; 5:00 p.m.

____

Michelle Lewis Sirianni, City Secretary

If you plan to attend this public meeting and you have a disability that requires special arrangements at the meeting, please contact Michelle Lewis Sirianni, City Secretary, at (972) 495-1212, 48 business hours prior to the scheduled meeting date.

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3553	**Version:** 1	**Name:**	Minutes August 18, 2016	
Type:	Agenda Item		**Status:**	Agenda Ready	
File created:	10/12/2016		**In control:**	Economic Development Corporation	
On agenda:	10/20/2016		**Final action:**		

Title: Consider and take action on minutes of the Sachse Economic Development Corporation regular meeting of August 18, 2016.

Sponsors:

Indexes:

Code sections:

Attachments:

Date	Ver.	Action By	Action	Result

Title
Meeting Minutes

Background
Minutes of meetings are prepared in writing and distributed for approval.

Policy Considerations
Robert's Rules of Order.

Budgetary Considerations
None.

Staff Recommendations
Staff recommends review, comments or edits for the approval of the minutes of the Sachse Economic Development Corporation regular meeting of August 18, 2016, as a consent agenda item.

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3543	**Version:** 1	**Name:**	SEDC Investment Report June 30 2016	
Type:	Agenda Item		**Status:**	Agenda Ready	
File created:	10/10/2016		**In control:**	Economic Development Corporation	
On agenda:	10/20/2016		**Final action:**		
Title:	Accept the Quarterly Investment Report for the quarter ending June 30, 2016.				
Sponsors:					
Indexes:					
Code sections:					
Attachments:	3rd Quarter 2016 Investment Report.pdf				

Date	Ver.	Action By	Action	Result

Title
Quarterly Investment Report for quarter ended June 30, 2016

Background
The Finance Department releases a report quarterly on the City's finances. The attached reports represent the investment portion of the quarterly financial reports for the quarter ended June 30, 2016.

The Investment Report provides investment activity details for the Money Market, Investment Pool, and Certificate of Deposit accounts. It is the strategy of the City to maintain a high percentage of idle funds invested in safe, secure and liquid investment securities and pooled investment types in accordance with the Public Funds Investment Act (PFIA) and City policy.

Cash on hand at 6/30/2016 was $32,790,890 in all funds; the amount allocated to SEDC was $1,865,326. The average interest/yield on all investments was .38%, and investment earnings totaled $23,836, with $1,317 allocated to SEDC.

Policy Considerations
The PFIA requires that the Investment Officers prepare and submit quarterly a written report of investment transactions for all funds covered by the Investment Policy.

Budgetary Considerations
None.

Staff Recommendations
Accept the Quarterly Investment Report for the quarter ending June 30, 2016.

Finance Department

Memo

To: **Gina Nash, City Manager**

From: Berna Fitzpatrick, Finance Manager

CC: Mayor and City Council

Date: July 29, 2016

Re: **Investment Report for period ending June 30, 2016**

Attached is the Quarterly Investment Report for the quarter ending June 30 of the fiscal year 2015-2016. This report complies with the requirements of the City's Investment Policy and the Public Funds Investment Act as amended. For this period, the City's portfolio consisted of the following investments:

Portfolio at Quarter Close:	Rate at 03/31/16	% Total	Total Investment
Money Market Account –ANB	.20%	56.31%	18,464,195
Money Market Account(EDC)-ANB	.14%	1.75%	572,757
Investment Pool – Tex Pool	.3633%	2.14%	700,797
CD---Comerica Bank	.67%	3.09%	1,013,496
CD---Independent Bank	.55%	3.07%	1,008,283
CD---Independent Bank	.35%	3.07%	1,006,267
CD – Independent Bank	.60%	3.08%	1,009,064
CD---Legacy Bank	.90%	3.05%	1,000,000
CD---Legacy Bank	1.00%	3.05%	1,000,000
CD---Independent Bank	.50%	3.06%	1,002,461
CD---Independent Bank	.50%	3.06%	1,002,461
CD---Independent Bank	.60%	3.06%	1,002,954
CD---Independent Bank	.70%	3.06%	1,003,504
CD---Independent Bank	.70%	3.06%	1,003,504
CD---Legacy Bank	.60%	3.05%	1,000,510
CD---Legacy Bank	.75%	3.05%	1,000,637
Total Invested City Funds:		100.0%	**$32,790,890**

The City does not carry any security instrument (investment type) on its books that is traded on the open market; therefore all investments are listed at 100% of market value. Interest earnings on all certificate of deposit accounts are accreted quarterly or at maturity. All Funds on deposit with American National Bank, Independent Bank, Comerica Bank, and Investment Pools are fully secured and safeguarded. **Total investment interest earned for the quarter ending June 30 was $23,836.**

Citywide cash and investments for the period ending June 30 was $32,790,890. Of this amount, $1,865,326 is for the Sachse EDC. It is the strategy of the Finance Department to maintain a high percentage of its idle funds invested in safe and secure investment securities and pooled investment types in accordance with the Public Funds Investment Act.

56% of the City's current portfolio has liquidity of 30 days or less, which is more than adequate for daily operations. The City investments are liquid and have same day access. The City's investment and cash management strategy will be to maintain operational and capital needs in money market accounts and liquid asset pools. The City's funds are swept into the above accounts and withdrawn as needed for operational cash flow requirements.

The average interest rate/yield on the City's investments for the period was .38%. The Texpool Prime Fund interest rate was .55% and the Texpool interest rate was .3633% at June 30, 2016. The rolling three month Treasury yield was .26% with the rolling six month Treasury yield at .42%.

City of Sachse

QUARTERLY INVESTMENT REPORT

For the Quarter Ended

June 30, 2016

Prepared by
Valley View Consulting, L.L.C.

The investment portfolio of the City is in compliance with the Public Funds Investment Act and the Investment Policy and strategies.

Director of Finance

Berna Fitzpatrick-Walker

Finance Manager

Disclaimer: These reports were compiled using information provided by the City of Sachse. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields and do not account for investment advisor fees.

Summary

Quarter End Results by Investment Category:

Asset Type	Ave. Yield	June 30, 2016 Book Value	June 30, 2016 Market Value	March 31, 2016 Book Value	March 31, 2016 Market Value
Bank/Pool	0.21%	$ 19,737,750	$ 19,737,750	$ 22,521,561	$ 22,521,561
CDs/Securities	0.65%	13,053,141	13,053,141	11,044,385	11,044,385
Totals		**$ 32,790,890**	**$ 32,790,890**	**$ 33,565,945**	**$ 33,565,945**

Current Quarter Average Yield (1)	
Total Portfolio	0.38%
Rolling Three Mo. Treas. Yield	0.26%
Rolling Six Mo. Treas. Yield	0.42%

Fiscal Year-to-Date Average Yield (2)	
Total Portfolio	0.34%
Rolling Three Mo. Treas. Yield	0.23%
Rolling Six Mo. Treas. Yield	0.35%
Average Quarterly TexPool Yield	0.29%

	City	EDC
Interest Earnings QTR	$ 21,372	$ 1,317
Interest Earnings YTD	$ 51,777	$ 6,442

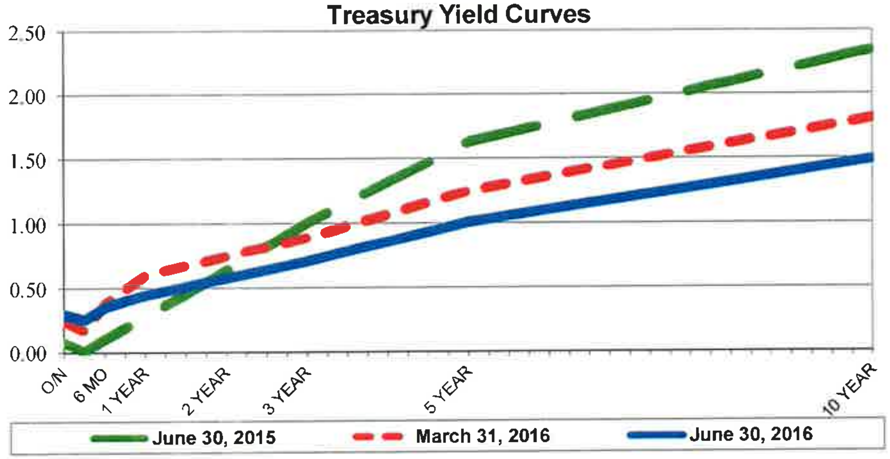
(1) Average Yield calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

(2) Fiscal Year-to-Date Average Yields calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

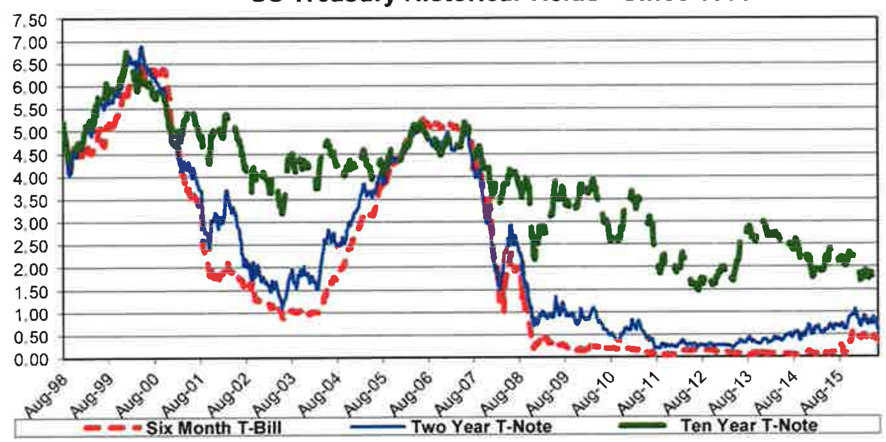
Economic Overview

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range of 0.25% - 0.50% (actual Fed Funds trading +/-35 to 40 bps). The June FOMC meeting expressed concerns over reduced economic expectation. First Quarter US GDP was revised up to +1.1% (final revision). The June Non-Farm Payroll surged 287k new jobs, although other unemployment data remained modest. The British "Brexit" vote to leave the European Union Global jolted the markets. The US Stock markets plunged, then recovered. Treasury yields dove on the flight to quality. Taxable municipal bonds or CDs offer the best interest earnings opportunity, if available.

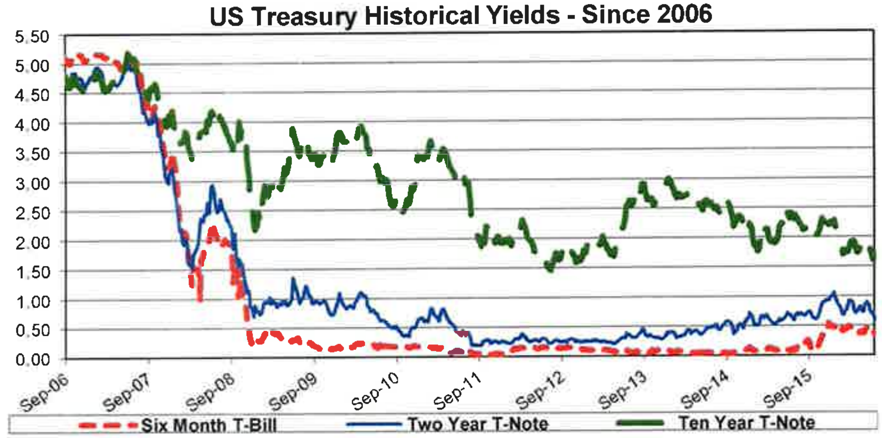
Treasury Yield Curves



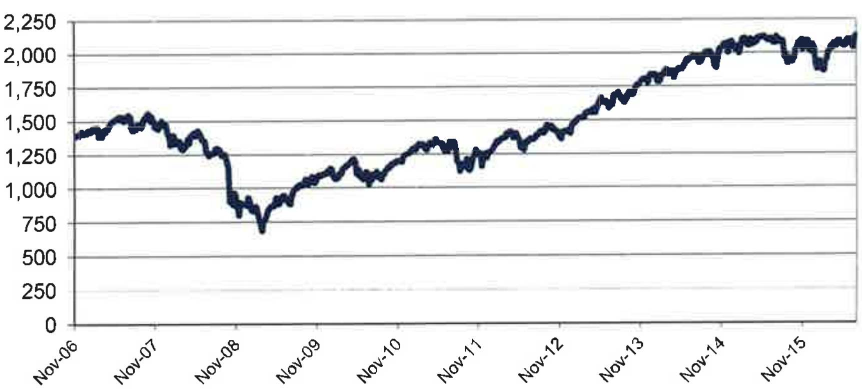
US Treasury Historical Yields - Since 1998



US Treasury Historical Yields - Since 2006



S&P 500

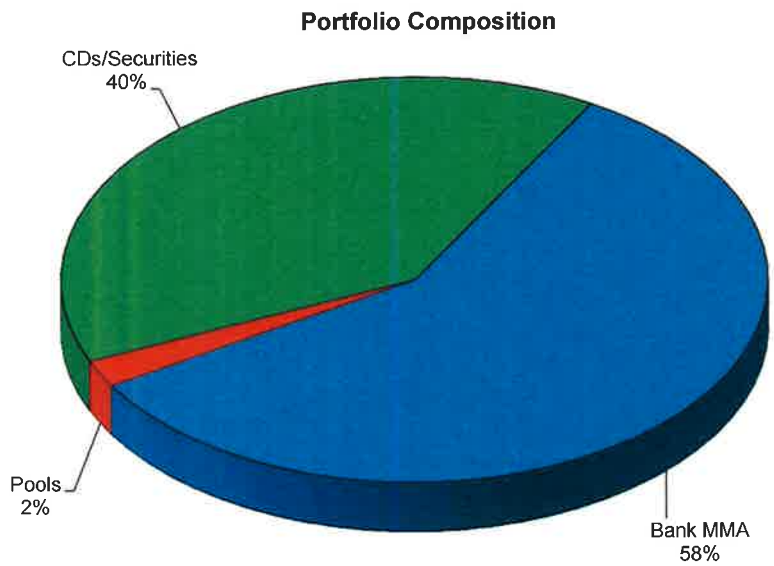


Investment Holdings
June 30, 2016

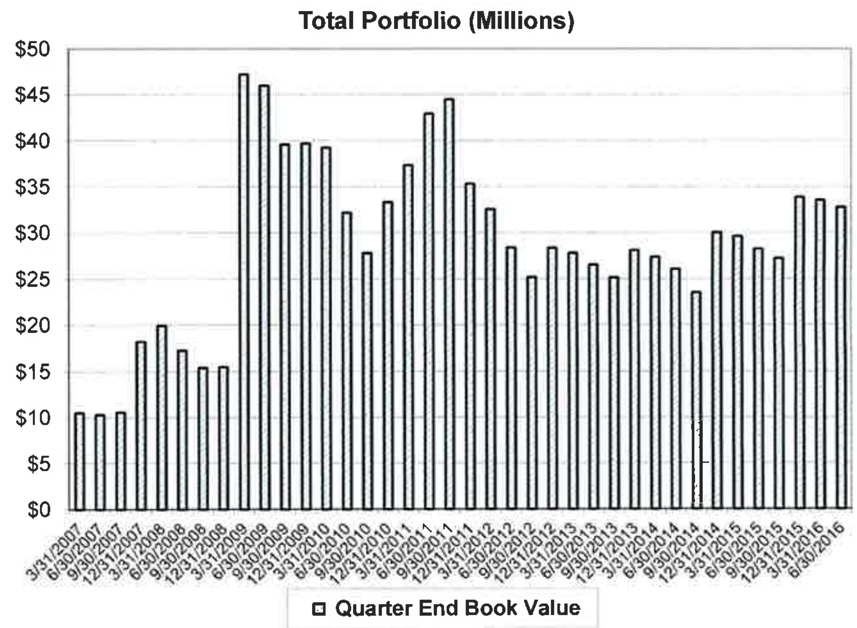
Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Original Face\ Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
ANB MMA		0.20%	07/01/16	06/30/16	$ 19,036,952	$ 19,036,952	1.00	$ 19,036,952	1	0.20%
TexPool	AAAm	0.36%	07/01/16	06/30/16	700,797	700,797	1.00	700,797	1	0.36%
Comerica Bank CD		0.67%	07/01/16	06/30/14	1,013,496	1,013,496	100.00	1,013,496	1	0.67%
Independent Bank CD		0.60%	07/01/16	12/18/14	1,009,064	1,009,064	100.00	1,009,064	1	0.60%
Independent Bank CD		0.50%	07/12/16	12/10/15	1,002,461	1,002,461	100.00	1,002,461	12	0.50%
Independent Bank CD		0.50%	08/10/16	12/10/15	1,002,461	1,002,461	100.00	1,002,461	41	0.50%
Independent Bank CD		0.60%	10/12/16	12/10/15	1,002,954	1,002,954	100.00	1,002,954	104	0.60%
LegacyTexas Bank CD		0.60%	11/10/16	05/10/16	1,000,510	1,000,510	100.00	1,000,510	133	0.60%
Independent Bank CD		0.35%	12/17/16	12/31/15	1,006,267	1,006,267	100.00	1,006,267	170	0.35%
Independent Bank CD		0.70%	03/15/17	12/10/15	1,003,504	1,003,504	100.00	1,003,504	258	0.70%
Independent Bank CD		0.70%	04/12/17	12/10/15	1,003,504	1,003,504	100.00	1,003,504	286	0.70%
LegacyTexas Bank CD		0.75%	05/10/17	05/10/16	1,000,637	1,000,637	100.00	1,000,637	314	0.75%
Independent Bank CD		0.55%	06/17/17	03/17/16	1,008,283	1,008,283	100.00	1,008,283	352	0.55%
LegacyTexas Bank CD		0.90%	06/20/17	06/20/16	1,000,000	1,000,000	100.00	1,000,000	355	0.90%
LegacyTexas Bank CD		1.00%	12/20/17	06/20/16	1,000,000	1,000,000	100.00	1,000,000	538	1.00%
					$ 32,790,890	**$ 32,790,890**		**$ 32,790,890**	**79**	**0.38%**
									(1)	**(2)**

(1) Weighted average life - For purposes of calculating weighted average life, pool investments are assumed to have a one day maturity.

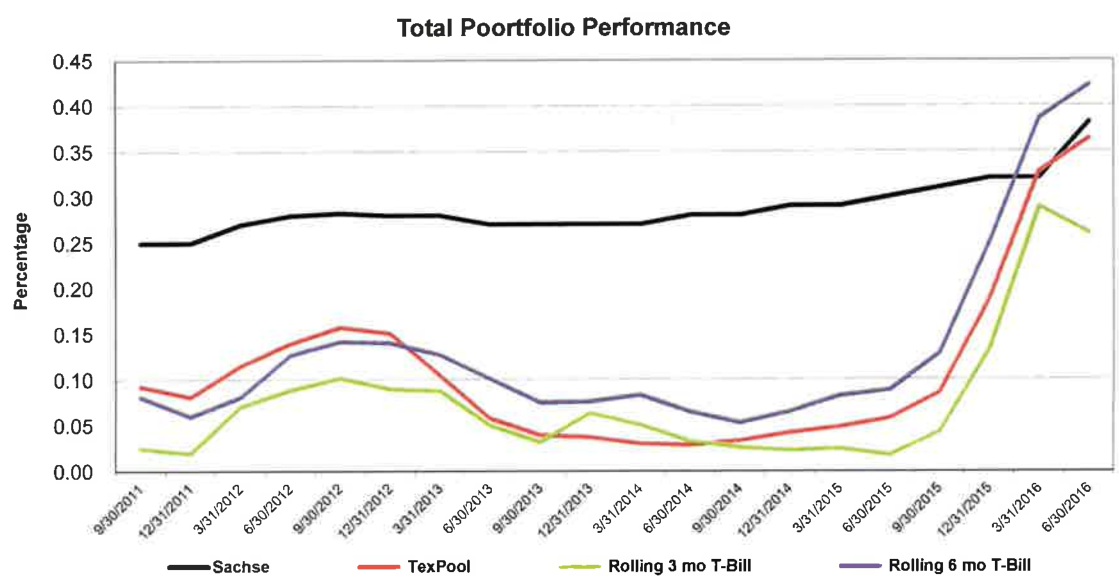
(2) Weighted average yield to maturity - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered.



Portfolio Composition
CDs/Securities 40%
Pools 2%
Bank MMA 58%



Total Portfolio (Millions)
$50
$45
$40
$35
$30
$25
$20
$15
$10
$5
$0
Quarter End Book Value



Total Poortfolio Performance
Percentage
0.45
0.40
0.35
0.30
0.25
0.20
0.15
0.10
0.05
0.00
9/30/2011
12/31/2011
3/31/2012
6/30/2012
9/30/2012
12/31/2012
3/31/2013
6/30/2013
9/30/2013
12/31/2013
3/31/2014
6/30/2014
9/30/2014
12/31/2014
3/31/2015
6/30/2015
9/30/2015
12/31/2015
3/31/2016
6/30/2016
Sachse
TexPool
Rolling 3 mo T-Bill
Rolling 6 mo T-Bill

Book Value Comparison

Description	Coupon/ Discount	Maturity Date	March 31, 2016 Original Face/Par Value	March 31, 2016 Book Value	Purchases/ Accretions	Amortizations/ Sales/Maturities	June 30, 2016 Original Face/Par Value	June 30, 2016 Book Value
ANB MMA	0.20%	07/01/16	$ 22,321,213	$ 22,321,213	$ –	$ (3,284,260)	$ 19,036,952	$ 19,036,952
TexPool	0.36%	07/01/16	200,348	200,348	500,449		700,797	700,797
Independent Bank CD	0.55%	05/14/16	1,003,289	1,003,289	905	(1,004,194)	–	–
Independent Bank CD	0.50%	05/20/16	1,003,784	1,003,784	1,234	(1,005,018)	–	–
Comerica Bank CD	0.67%	07/01/16	1,010,107	1,010,107	3,389		1,013,496	1,013,496
Independent Bank CD	0.60%	07/01/16	1,007,515	1,007,515	1,549		1,009,064	1,009,064
Independent Bank CD	0.50%	07/12/16	1,001,230	1,001,230	1,231		1,002,461	1,002,461
Independent Bank CD	0.50%	08/10/16	1,001,230	1,001,230	1,231		1,002,461	1,002,461
Independent Bank CD	0.60%	10/12/16	1,001,476	1,001,476	1,478		1,002,954	1,002,954
LegacyTexas Bank CD	0.60%	11/10/16	–	–	1,000,510		1,000,510	1,000,510
Independent Bank CD	0.35%	12/17/16	1,005,382	1,005,382	885		1,006,267	1,006,267
Independent Bank CD	0.70%	03/15/17	1,001,742	1,001,742	1,763		1,003,504	1,003,504
Independent Bank CD	0.70%	04/12/17	1,001,742	1,001,742	1,763		1,003,504	1,003,504
LegacyTexas Bank CD	0.75%	05/10/17	–	–	1,000,637		1,000,637	1,000,637
Independent Bank CD	0.55%	06/17/17	1,006,887	1,006,887	1,396		1,008,283	1,008,283
LegacyTexas Bank CD	0.90%	06/20/17	–	–	1,000,000		1,000,000	1,000,000
LegacyTexas Bank CD	1.00%	12/20/17	–	–	1,000,000		1,000,000	1,000,000
TOTAL			$ 33,565,945	$ 33,565,945	$ 4,518,417	$ (5,293,472)	$ 32,790,890	$ 32,790,890

Market Value Comparison

Description	Coupon/ Discount	Maturity Date	March 31, 2016 Original Face/Par Value	March 31, 2016 Market Value	Qtr to Qtr Change	June 30, 2016 Original Face/Par Value	June 30, 2016 Market Value
ANB MMA	0.20%	07/01/16	$ 22,321,213	$ 22,321,213	$ (3,284,260)	$ 19,036,952	$ 19,036,952
TexPool	0.36%	07/01/16	200,348	200,348	500,449	700,797	700,797
Independent Bank CD	0.55%	05/14/16	1,003,289	1,003,289	(1,004,194)		–
Independent Bank CD	0.50%	05/20/16	1,003,784	1,003,784	(1,005,018)		–
Comerica Bank CD	0.67%	07/01/16	1,010,107	1,010,107	3,389	1,013,496	1,013,496
Independent Bank CD	0.60%	07/01/16	1,007,515	1,007,515	1,549	1,009,064	1,009,064
Independent Bank CD	0.50%	07/12/16	1,001,230	1,001,230	1,231	1,002,461	1,002,461
Independent Bank CD	0.50%	08/10/16	1,001,230	1,001,230	1,231	1,002,461	1,002,461
Independent Bank CD	0.60%	10/12/16	1,001,476	1,001,476	1,478	1,002,954	1,002,954
LegacyTexas Bank CD	0.60%	11/10/16	–	–	1,000,510	1,000,510	1,000,510
Independent Bank CD	0.35%	12/17/16	1,005,382	1,005,382	885	1,006,267	1,006,267
Independent Bank CD	0.70%	03/15/17	1,001,742	1,001,742	1,763	1,003,504	1,003,504
Independent Bank CD	0.70%	04/12/17	1,001,742	1,001,742	1,763	1,003,504	1,003,504
LegacyTexas Bank CD	0.75%	05/10/17	–	–	1,000,637	1,000,637	1,000,637
Independent Bank CD	0.55%	06/17/17	1,006,887	1,006,887	1,396	1,008,283	1,008,283
LegacyTexas Bank CD	0.90%	06/20/17	–	–	1,000,000	1,000,000	1,000,000
LegacyTexas Bank CD	1.00%	12/20/17	–	–	1,000,000	1,000,000	1,000,000
TOTAL			$ 33,565,945	$ 33,565,945	$ (777,194)	$ 32,790,890	$ 32,790,890

Allocation

June 30, 2016

Book & Market Value	Total	GO I&S	General Fund	W/S Restricted	W/S Operations	Capital Project	2009 GO Bonds	Restricted Park Development
ANB MMA	19,036,952	$ 1,070,837	$ 5,209,897	$ 220,874	$ 3,727,547	$ 348,494	$ 1,155,290	$ 382,609
Texpool	700,797		700,797					
07/01/16–Comerica Bank CD	1,013,496						1,013,496	
07/01/16–Independent Bank CD	1,009,064		1,009,064					
07/12/16–Independent Bank CD	1,002,461		1,002,461					
08/10/16–Independent Bank CD	1,002,461							
10/12/16–Independent Bank CD	1,002,954				1,002,954			
11/10/16–LegacyTexas Bank CD	1,000,510		1,000,510					
12/17/16–Independent Bank CD	1,006,267							
03/15/17–Independent Bank CD	1,003,504						1,003,504	
04/12/17–Independent Bank CD	1,003,504						1,003,504	
05/10/17–LegacyTexas Bank CD	1,000,637		1,000,637					
06/17/17–Independent Bank CD	1,008,283						1,008,283	
06/20/17–LegacyTexas Bank CD	1,000,000				1,000,000			
12/20/17–LegacyTexas Bank CD	1,000,000		1,000,000					
Totals	$ 32,790,890	$ 1,070,837	$10,923,366	$ 220,874	$ 5,730,501	$ 348,494	$ 5,184,077	$ 382,609

Allocation (continued)

June 30, 2016

Book & Market Value	**Restricted General**	**Restricted Water Impact**	**Restricted Sewer Impact**	**Restricted Roadway**	**Street Maintenance**	**Health Insurance**	**EDC**
ANB MMA	$ 544,393	$ 1,585,422	$ 1,706,742	$ 1,902,268	$ 119,745	$ 203,776	$ 859,059
Texpool							
07/01/16–Comerica Bank CD							
07/01/16–Independent Bank CD							
07/12/16–Independent Bank CD							
08/10/16–Independent Bank CD				1,002,461			
10/12/16–Independent Bank CD							
11/10/16–LegacyTexas Bank CD							
12/17/16–Independent Bank CD							1,006,267
03/15/17–Independent Bank CD							
04/12/17–Independent Bank CD							
05/10/17–LegacyTexas Bank CD							
06/17/17–Independent Bank CD							
06/20/17–LegacyTexas Bank CD							
12/20/17–LegacyTexas Bank CD							
Totals	**$ 544,393**	**$ 1,585,422**	**$ 1,706,742**	**$ 2,904,729**	**$ 119,745**	**$ 203,776**	**$ 1,865,326**

Allocation
March 31, 2016

Book & Market Value	Total	GO I&S	General Fund	W/S Restricted	W/S Operations	Capital Project	2009 GO Bonds	Restricted Park Development
ANB MMA	22,321,213	$ 1,180,745	$ 7,509,476	$ 220,874	$ 4,924,137	$ 228,135	$ 1,161,786	$ 382,593
Texpool	200,348		200,348					
05/14/16–Independent Bank CD	1,003,289		1,003,289					
05/20/16–Independent Bank CD	1,003,784		1,003,784					
06/30/16–Comerica Bank CD	1,010,107						1,010,107	
06/30/16–Independent Bank CD	1,007,515		1,007,515					
07/12/16–Independent Bank CD	1,001,230		1,001,230					
08/10/16–Independent Bank CD	1,001,230							
10/12/16–Independent Bank CD	1,001,476				1,001,476			
12/17/16–Independent Bank CD	1,005,382							
03/15/17–Independent Bank CD	1,001,742						1,001,742	
04/12/17–Independent Bank CD	1,001,742						1,001,742	
06/17/17–Independent Bank CD	1,006,887						1,006,887	
Totals	**$ 33,565,945**	**$ 1,180,745**	**$11,725,643**	**$ 220,874**	**$ 5,925,613**	**$ 228,135**	**$ 5,182,263**	**$ 382,593**

Allocation (continued)
March 31, 2016

Book & Market Value	Restricted General	Restricted Water Impact	Restricted Sewer Impact	Restricted Roadway	Street Maintenance	Health Insurance	EDC
ANB MMA	$ 543,896	$ 1,476,849	$ 1,631,446	$ 1,629,001	$ 21,619	$ 188,801	$ 1,221,852
Texpool							
05/14/16–Independent Bank CD							
05/20/16–Independent Bank CD							
06/30/16–Comerica Bank CD							
06/30/16–Independent Bank CD							
07/12/16–Independent Bank CD							
08/10/16–Independent Bank CD				1,001,230			
10/12/16–Independent Bank CD							
12/17/16–Independent Bank CD							1,005,382
03/15/17–Independent Bank CD							
04/12/17–Independent Bank CD							
06/17/17–Independent Bank CD							
Totals	**$ 543,896**	**$ 1,476,849**	**$ 1,631,446**	**$ 2,630,232**	**$ 21,619**	**$ 188,801**	**$ 2,227,235**

Portfolio Summary
City of Sachse, TX
June 30, 2016

Safety - Investment Type

Investment Type	Book Value	Percent
Money Market Account*	$ 19,036,952	58.1%
Investment Pools	700,797	2.1%
CD's	13,053,141	39.8%
Total*	$ 32,790,890	100%

*(Includes Sachse EDC Money Market)

Liquidity - Investments by Maturity Date

Under 30 days	$ 22,762,770	69%
30 - 90 days	1,002,461	3%
91 - 180 days	3,009,730	9%
181 - 365 days	5,015,928	15%
366 - 760 days	1,000,000	3%
Total Principal Invested	$ 32,790,890	100%

Portfolio Yield

Portfolio	Fiscal YTD Interest	Int Earned this QTR	(FYTD) Percent of total
Debt Service	$ 342	$ 127	0.58%
General Fund	$ 15,049	5,773	25.35%
Water and Sewer Fund	$ 3,009	1,501	5.07%
Capital Project Fund	$ 19,554	8,960	32.94%
Special Revenue Fund	$ 2	1	0.00%
Impact Fee Fund	$ 14,969	6,158	25.21%
Street Maintenance Fund	$ -	0	0.00%
Health Insurance Fund	$ -	0	0.00%
Sachse EDC	$ 6,442	1,317	10.85%
Total Portfolios	$ 59,366	$ 23,836	100.00%

Portfolio Balance

Portfolio	Beginning Balances	Ending Book Balances	Change
Debt Service	$ 1,180,745	$ 1,070,837	$ (109,908.50)
General Fund	11,725,643	10,923,366	(802,276.52)
Water and Sewer Fund	6,146,487	5,951,375	(195,112.23)
Capital Project Fund	5,410,398	5,532,571	122,173.48
Special Revenue Fund	926,489	927,001	511.83
Impact Fee Fund	5,738,527	6,196,893	458,366.05
Street Maintenance Fund	21,619	119,745	98,126.12
Health Insurance Fund	188,801	203,776	14,975.26
Sachse EDC	2,227,235	1,865,326	(361,908.54)
Total Portfolios	$ 33,565,945	$ 32,790,890	$ (775,053)

Historical Interest Rates

		April	May	June
Pooled Money Market Account	2016	0.2000%	0.2000%	0.2000%
	2015	0.2500%	0.2500%	0.2500%
	2014	0.2500%	0.2500%	0.2500%
Tex Pool	2016	0.3380%	0.3399%	0.3633%
	2015	0.0524%	0.0553%	0.0575%
	2014	0.0336%	0.0244%	0.0284%

City of Sachse, TX
Investment Portfolios
April 30, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value Beginning of Month	Book Value Change 1	Book Value End of Month	Market Value Beginning of Month	Market Value Change	Market Value End of Month
Debt Service													
GO Bond I&S Fund	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	1,180,745	1,180,745	(125,153)	1,055,592	1,180,745	(125,153)	1,055,592
Total							1,180,745	1,180,745	(125,153)	1,055,592	1,180,745	(125,153)	1,055,592
General Fund													
General Fund	TexPool	1111-000	04/30/2016	05/01/2016	0.3380%	1	200,348	200,348	56	200,404	200,348	56	200,404
General Fund	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	7,509,476	7,509,476	(859,492)	6,649,984	7,509,476	(859,492)	6,649,984
General Fund	CD	ıd 220005584	12/18/2014	06/30/2016	0.6000%	61	1,000,000	1,007,515	0	1,007,515	1,007,515	0	1,007,515
General Fund	CD	220006096	05/20/2015	05/14/2016	0.5500%	14	1,000,000	1,003,289	453	1,003,742	1,003,289	453	1,003,742
General Fund	CD	220006621	12/10/2015	07/12/2016	0.5000%	73	1,000,000	1,001,230	0	1,001,230	1,001,230	0	1,001,230
General Fund	CD	220006097	05/20/2015	05/20/2016	0.5000%	50	1,000,000	1,003,784	0	1,003,784	1,003,784	0	1,003,784
Total							11,709,824	11,725,643	(858,983)	10,866,659	11,725,643	(858,983)	10,866,659
Water and Sewer Fund													
W/S Restricted Fund	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	220,874	220,874	0	220,874	220,874	0	220,874
W/S Operations	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	4,924,137	4,924,137	105,758	5,029,895	4,924,137	105,758	5,029,895
W/S	CD	220006629	12/10/2015	10/12/2016	0.6000%	165	1,000,000	1,001,476	0	1,001,476	1,001,476	0	1,001,476
Total							6,145,011	6,146,487	105,758	6,252,245	6,146,487	105,758	6,252,245
Capital Project Funds													
Capital Project Funds	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	228,135	228,135	198,004	426,139	228,135	198,004	426,139
2009 GO Bonds	CD	ık 220006623	12/10/2015	03/15/2017	0.7000%	319	1,000,000	1,001,742	0	1,001,742	1,001,742	0	1,001,742
2009 GO Bonds	CD	ık 220006624	12/10/2015	04/12/2017	0.7000%	347	1,000,000	1,001,742	0	1,001,742	1,001,742	0	1,001,742
2009 GO Bonds	CD	ık 220005583	03/17/2016	06/17/2017	0.5500%	413	1,000,000	1,006,887	0	1,006,887	1,006,887	0	1,006,887
2009 GO Bonds	CD	351-11429176	06/30/2014	06/30/2016	0.6700%	61	1,000,000	1,010,107	0	1,010,107	1,010,107	0	1,010,107
2009 GO Bonds	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	1,161,786	1,161,786	(260)	1,161,526	1,161,786	(260)	1,161,526
Total							5,389,921	5,410,398	197,744	5,608,142	5,410,398	197,744	5,608,142
Special Revenue Funds													
Restricted Park Development Fee Fun	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	382,593	382,593	5	382,598	382,593	5	382,598
Restricted General Fund	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	543,896	543,896	(2,494)	541,402	543,896	(2,494)	541,402
Total							926,489	926,489	(2,489)	924,000	926,489	(2,489)	924,000
Impact Fee Fund													
Restricted Water Impact Fee	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	1,476,849	1,476,849	65,220	1,542,069	1,476,849	65,220	1,542,069
Restricted Sewer Impact Fee	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	1,631,446	1,631,446	43,234	1,674,680	1,631,446	43,234	1,674,680
Restricted Roadway Impact Fee	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	1,629,001	1,629,001	215,217	1,844,218	1,629,001	215,217	1,844,218
Impact Fee Fund	CD	220006628	12/10/2015	08/10/2016	0.5000%	102	1,000,000	1,001,230	0	1,001,230	1,001,230	0	1,001,230
							5,737,296	5,738,527	323,671	6,062,198	5,738,527	323,671	6,062,198
Street Maintenance Fund													
Street Maintenance Tax	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	21,619	21,619	23,648	45,267	21,619	23,648	45,267
Total							21,619	21,619	23,648	45,267	21,619	23,648	45,267
Health Insurance Fund													
Health Insurance	Money Market	114512	04/30/2016	05/01/2016	0.2000%	1	188,801	188,801	17,910	206,711	188,801	17,910	206,711
Total							188,801	188,801	17,910	206,711	188,801	17,910	206,711
EDC Fund													
EDC	CD	ık 220005585	12/17/2015	12/17/2016	0.3500%	231	1,004,508	1,005,382	0	1,005,382	1,005,382	0	1,005,382

City of Sachse, TX
Investment Portfolios
April 30, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value Beginning of Month	Book Value Change1	Book Value End of Month	Market Value Beginning of Month	Market Value Change	Market Value End of Month
EDC PMMKT	Money Market	114512	04/30/2016	05/01/2016	0.1400%	1	1,221,853	1,221,853	(442,636)	779,217	1,221,853	(442,636)	779,217
							2,226,361	2,227,235	(442,636)	1,784,599	2,227,235	(442,636)	1,784,599
							33,526,067	33,565,945	(760,530)	32,805,414	33,565,945	(760,530)	32,805,414

Summary of Portfolios by Security Type
04/30/16

Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Principal Invested	Book Value Beginning of Month	Book Value Change	Book Value End of Month	Market Value Beginning of Month	Market Value Change	Market Value End of Month
Money Market Account	65.72%	1	0.1957%	19,530,424	22,321,212	-761,039	21,560,173	22,321,212	-761,039	21,560,173
TexPool	0.61%	1	0.3380%	200,348	200,348	56	200,404	200,348	56	200,404
CD's	33.67%	167	0.4098%	10,004,508	11,044,384	453	11,044,837	11,044,384	453	11,044,837
Total	100.00%			29,735,280	33,565,945	-760,530	32,805,414	33,565,945	-760,530	32,805,414

1Change = Investment activity including earnings,deposits and withdrawals.

City of Sachse, TX
Investment Portfolios
May 31, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value Beginning of Month	Book Value Change 1	Book Value End of Month	Market Value Beginning of Month	Market Value Change	Market Value End of Month
Debt Service													
GO Bond I&S Fund	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	1,055,592	1,055,592	7,939	1,063,531	1,055,592	7,939	1,063,531
Total							1,055,592	1,055,592	7,939	1,063,531	1,055,592	7,939	1,063,531
General Fund													
General Fund	TexPool	1111-000	05/31/2016	06/01/2016	0.3399%	1	200,404	200,404	500,184	700,588	200,404	500,184	700,588
General Fund	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	6,649,984	6,649,984	(768,285)	5,881,699	6,649,984	(768,285)	5,881,699
General Fund	CD	nd 220005584	12/18/2014	06/17/2016	0.6000%	17	1,000,000	1,007,515	0	1,007,515	1,007,515	0	1,007,515
General Fund	CD	220006096	11/16/2015	05/14/2016	0.0000%	(17)	1,000,000	1,003,742	452	1,004,194	1,003,742	452	1,004,194
General Fund	CD	:60050000947	05/10/2016	11/10/2016	0.6000%	163	1,000,000	0	1,000,000	1,000,000	0	1,000,000	1,000,000
General Fund	CD	:60050000948	05/10/2016	05/10/2017	0.7500%	344	1,000,000	0	1,000,000	1,000,000	0	1,000,000	1,000,000
General Fund	CD	220006621	12/10/2015	07/12/2016	0.5000%	42	1,000,000	1,001,230	0	1,001,230	1,001,230	0	1,001,230
General Fund	CD	220006097	05/20/2015	05/20/2016	0.5000%	50	1,000,000	1,003,784	1,234	1,005,018	1,003,784	1,234	1,005,018
Total							12,850,388	10,866,659	1,733,584	12,600,244	10,866,659	1,733,584	12,600,244
Water and Sewer Fund													
W/S Restricted Fund	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	220,874	220,874	0	220,874	220,874	0	220,874
W/S Operations	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	5,029,895	5,029,895	(220,482)	4,809,413	5,029,895	(220,482)	4,809,413
W/S	CD	220006629	12/10/2015	10/12/2016	0.6000%	134	1,000,000	1,001,476	0	1,001,476	1,001,476	0	1,001,476
Total							6,250,769	6,252,245	(220,482)	6,031,764	6,252,245	(220,482)	6,031,764
Capital Project Funds													
Capital Project Funds	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	426,139	426,139	(5,165)	420,974	426,139	(5,165)	420,974
2009 GO Bonds	CD	nk 220006623	12/10/2015	03/15/2017	0.7000%	288	1,000,000	1,001,742	0	1,001,742	1,001,742	0	1,001,742
2009 GO Bonds	CD	nk 220006624	12/10/2015	04/12/2017	0.7000%	316	1,000,000	1,001,742	0	1,001,742	1,001,742	0	1,001,742
2009 GO Bonds	CD	nk 220005583	03/17/2016	06/17/2017	0.5500%	382	1,000,000	1,006,887	0	1,006,887	1,006,887	0	1,006,887
2009 GO Bonds	CD	351-11429176	06/30/2014	06/30/2016	0.6700%	30	1,000,000	1,010,107	0	1,010,107	1,010,107	0	1,010,107
2009 GO Bonds	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	1,161,526	1,161,526	(11,721)	1,149,805	1,161,526	(11,721)	1,149,805
Total							5,587,665	5,608,142	(16,886)	5,591,256	5,608,142	(16,886)	5,591,256
Special Revenue Funds													
Restricted Park Development Fee Fun	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	382,598	382,598	5	382,603	382,598	5	382,603
Restricted General Fund	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	541,402	541,402	6,142	547,544	541,402	6,142	547,544
Total							924,000	924,000	6,147	930,148	924,000	6,147	930,148
Impact Fee Fund													
Restricted Water Impact Fee	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	1,542,069	1,542,069	17,334	1,559,403	1,542,069	17,334	1,559,403
Restricted Sewer Impact Fee	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	1,674,680	1,674,680	12,275	1,686,955	1,674,680	12,275	1,686,955
Restricted Roadway Impact Fee	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	1,844,218	1,844,218	32,754	1,876,972	1,844,218	32,754	1,876,972
Impact Fee Fund	CD	220006628	12/10/2015	08/10/2016	0.5000%	71	1,000,000	1,001,230	0	1,001,230	1,001,230	0	1,001,230
							6,060,967	6,062,198	62,363	6,124,561	6,062,198	62,363	6,124,561
Street Maintenance Fund													
Street Maintenance Tax	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	45,267	45,267	47,239	92,506	45,267	47,239	92,506
Total							45,267	45,267	47,239	92,506	45,267	47,239	92,506
Health Insurance Fund													
Health Insurance	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	206,711	206,711	10,986	217,697	206,711	10,986	217,697

City of Sachse, TX
Investment Portfolios
May 31, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value: Beginning of Month	Book Value: Change[1]	Book Value: End of Month	Market Value: Beginning of Month	Market Value: Change	Market Value: End of Month
Total							206,711	206,711	10,986	217,697	206,711	10,986	217,697
EDC Fund													
EDC	CD	nk 220005585	12/17/2015	12/17/2016	0.3500%	200	1,004,508	1,005,382	0	1,005,382	1,005,382	0	1,005,382
EDC PMMKT	Money Market	114512	05/31/2016	06/01/2016	0.1400%	1	779,217	779,217	49,928	829,145	779,217	49,928	829,145
							1,783,725	1,784,599	49,928	1,834,527	1,784,599	49,928	1,834,527
							34,765,084	32,805,414	1,680,819	34,486,233	32,805,414	1,680,819	34,486,233

Summary of Portfolios by Security Type
05/31/16

Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Principal Invested	Book Value: Beginning of Month	Book Value: Change	Book Value: End of Month	Market Value: Beginning of Month	Market Value: Change	Market Value: End of Month
Money Market Account	60.14%	1	0.1957%	21,560,171	21,560,173	-821,051	20,739,121	21,560,173	-821,051	20,739,121
TexPool	2.03%	1	0.3399%	200,404	200,404	500,184	700,588	200,404	500,184	700,588
CD's	37.83%	170	0.5400%	11,004,508	11,044,837	1,686	13,046,524	11,044,837	1,686	11,046,524
Total	100.00%			32,765,083	32,805,414	-319,181	34,486,233	32,805,414	-319,181	34,486,233

1Change = Investment activity including earnings,deposits and withdrawals.

City of Sachse, TX
Investment Portfolios
June 30, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value Beginning of Month	Book Value Change1	Book Value End of Month	Market Value Beginning of Month	Market Value Change	Market Value End of Month
Debt Service													
GO Bond I&S Fund	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	1,063,531	1,063,531	7,306	1,070,837	1,063,531	7,306	1,070,837
Total							1,063,531	1,063,531	7,306	1,070,837	1,063,531	7,306	1,070,837
General Fund													
General Fund	TexPool	1111-000	06/30/2016	07/01/2016	0.3633%	1	700,588	700,588	209	700,797	700,588	209	700,797
General Fund	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	5,881,699	5,881,699	(671,801)	5,209,898	5,881,699	(671,801)	5,209,898
General Fund	CD	nd 220005584	12/18/2014	06/30/2016	0.6000%	0	1,004,511	1,007,515	1,549	1,009,064	1,007,515	1,549	1,009,064
General Fund	CD	220006096	05/20/2015	05/14/2016	0.0000%	(47)	1,000,000	1,004,194	(1,004,194)	0	1,004,194	(1,004,194)	0
General Fund	CD	60050000947	05/10/2016	11/10/2016	0.6000%	133	1,000,000	1,000,000	510	1,000,510	1,000,000	510	1,000,510
General Fund	CD	60050000948	05/10/2016	05/10/2017	0.7500%	314	1,000,000	1,000,000	637	1,000,637	1,000,000	637	1,000,637
General Fund	CD	220006621	12/10/2015	07/12/2016	0.5000%	12	1,000,000	1,001,230	1,231	1,002,461	1,001,230	1,231	1,002,461
General Fund	CD	220006097	05/20/2015	05/20/2016	0.0000%	(41)	1,000,000	1,005,018	(1,005,018)	0	1,005,018	(1,005,018)	0
General Fund	CD	1013	06/20/2016	12/20/2017	1.0000%	538	1,000,000	0	1,000,000	1,000,000	0	1,000,000	1,000,000
Total							13,586,798	12,600,244	(1,676,877)	10,923,366	12,600,244	(1,676,877)	10,923,366
Water and Sewer Fund													
W/S Restricted Fund	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	220,874	220,874	0	220,874	220,874	0	220,874
W/S Operations	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	4,809,413	4,809,413	(1,081,866)	3,727,547	4,809,413	(1,081,866)	3,727,547
W/S	CD	220006629	12/10/2015	10/12/2016	0.6000%	104	1,000,000	1,001,476	1,478	1,002,954	1,001,476	1,478	1,002,954
W/S	CD	1012	06/20/2016	06/20/2017	0.9000%	355	1,000,000	0	1,000,000	1,000,000	0	1,000,000	1,000,000
Total							6,030,287	6,031,764	(80,388)	5,951,375	6,031,764	(80,388)	5,951,375
Capital Project Funds													
Capital Project Funds	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	420,974	420,974	(72,480)	348,494	420,974	(72,480)	348,494
2009 GO Bonds	CD	nk 220006623	12/10/2015	03/15/2017	0.7000%	258	1,000,000	1,001,742	1,762	1,003,504	1,001,742	1,762	1,003,504
2009 GO Bonds	CD	nk 220006624	12/10/2015	04/12/2017	0.7000%	286	1,000,000	1,001,742	1,762	1,003,504	1,001,742	1,762	1,003,504
2009 GO Bonds	CD	nk 220005583	03/17/2016	06/17/2017	0.5500%	352	1,006,887	1,006,887	1,396	1,008,283	1,006,887	1,396	1,008,283
2009 GO Bonds	CD	351-11429176	06/30/2014	06/30/2016	0.6700%	0	1,000,000	1,010,107	3,389	1,013,496	1,010,107	3,389	1,013,496
2009 GO Bonds	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	1,149,805	1,149,805	5,485	1,155,289	1,149,805	5,485	1,155,289
Total							5,577,666	5,591,256	(58,686)	5,532,571	5,591,256	(58,686)	5,532,571
Special Revenue Funds													
Restricted Park Development Fee Fun	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	382,603	382,603	6	382,609	382,603	6	382,609
Restricted General Fund	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	547,544	547,544	(3,151)	544,393	547,544	(3,151)	544,393
Total							930,147	930,148	(3,146)	927,001	930,148	(3,146)	927,001
Impact Fee Fund													
Restricted Water Impact Fee	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	1,559,403	1,559,403	26,019	1,585,422	1,559,403	26,019	1,585,422
Restricted Sewer Impact Fee	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	1,686,955	1,686,955	19,787	1,706,742	1,686,955	19,787	1,706,742
Restricted Roadway Impact Fee	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	1,876,972	1,876,972	25,296	1,902,268	1,876,972	25,296	1,902,268
Impact Fee Fund	CD	220006628	12/10/2015	08/10/2016	0.5000%	41	1,000,000	1,001,230	1,231	1,002,461	1,001,230	1,231	1,002,461
							6,123,330	6,124,561	72,333	6,196,893	6,124,561	72,333	6,196,893
Street Maintenance Fund													
Street Maintenance Tax	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	92,506	92,506	27,239	119,745	92,506	27,239	119,745
Total							92,506	92,506	27,239	119,745	92,506	27,239	119,745

City of Sachse, TX
Investment Portfolios
June 30, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value: Beginning of Month	Book Value: Change1	Book Value: End of Month	Market Value: Beginning of Month	Market Value: Change	Market Value: End of Month
Health Insurance Fund													
Health Insurance	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	217,697	217,697	(13,921)	203,776	217,697	(13,921)	203,776
Total							217,697	217,697	(13,921)	203,776	217,697	(13,921)	203,776
EDC Fund													
EDC	CD	nk 220005585	12/17/2015	12/17/2016	0.3500%	170	1,004,508	1,005,382	885	1,006,267	1,005,382	885	1,006,267
EDC PMMKT	Money Market	114512	06/30/2016	07/01/2016	0.1400%	1	829,145	829,145	29,914	859,059	829,145	29,914	859,059
							1,833,653	1,834,527	30,799	1,865,326	1,834,527	30,799	1,865,326
							35,455,615	34,486,233	(1,695,342)	32,790,890	34,486,233	(1,695,342)	32,790,890

Summary of Portfolios by Security Type
06/30/16

Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Principal Invested	Book Value: Beginning of Month	Book Value: Change	Book Value: End of Month	Market Value: Beginning of Month	Market Value: Change	Market Value: End of Month
Money Market Account	58.06%	1	0.1957%	20,739,120	20,739,121	-1,702,169	19,036,952	20,739,121	-1,702,169	19,036,952
TexPool	2.14%	1	0.3633%	700,588	700,588	209	700,797	700,588	209	700,797
CD's	39.81%	197	0.5613%	11,015,906	13,046,524	6,618	13,053,141	13,046,524	6,618	13,053,141
Total	100.00%			32,455,614	34,486,233	-1,695,342	32,790,890	34,486,233	-1,695,342	32,790,890

1Change = Investment activity including earnings,deposits and withdrawals.

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3544	**Version:** 1	**Name:**	Monthly Budget Reports SEDC October 2016
Type:	Agenda Item		**Status:**	Agenda Ready
File created:	10/10/2016		**In control:**	Economic Development Corporation
On agenda:	10/20/2016		**Final action:**	

Title: Accept the Monthly Revenue and Expenditure Report for the period ending August 31, 2016 and the preliminary summary budget report for September 2016.

Sponsors:

Indexes:

Code sections:

Attachments: SEDC 8-31-16.pdf
Preliminary Budget Report EDC September 30 2016.pdf

Date	Ver.	Action By	Action	Result

Title
Monthly Revenue and Expenditure Reports for the period ending August 31, 2016.

Background
The Sachse Economic Development Corporation Treasurer will prepare and present financial reports each month updating the Board regarding revenues and expenditures and budgetary progress for the current year. The monthly reports include the revenue and expenditure report presented at the most recent City Council meeting, as well as a preliminary line item report for the most recent month. This report is labeled "preliminary" because the financial period has not been closed.

Budgetary Considerations
Total expenditures of the Corporation are in excess of budget for FY 2015-2016 due to posting Economic Development Grants for the Third Sewer Connection project and the Quiet Zone project. Both projects were approved by the SEDC Board and City Council during previous years and were not included in the current year's budget because the total amount was not finalized; the funding source for both projects was SEDC Fund Balance. The SEDC is treated as an Enterprise Fund under Governmental Accounting Standards, so there is no requirement for a budget amendment.

Staff Recommendations
Accept the Monthly Revenue and Expenditure Report for the period ending August 31, 2016 and the preliminary summary budget report for September 2016.

City of Sachse

Monthly Revenue and Expenditure Report

August 31, 2016

(Unaudited)

SACHSE ECONOMIC DEVELOPMENT CORPORATION

92% of Year Completed

	Annual Budget	Current Month Actual	Actual YTD	YTD Actual as a Percent of Budget	Note Reference 92%
Revenue Summary					
Sales Tax	$ 609,759	$ 75,946	$ 648,320	106.32%	
Other Income	$ -	$ 5,000	$ 15,000	N/A	
Interest Income	8,000	199	3,858	48.23%	
Total Revenue	**$ 617,759**	**$ 81,145**	**$ 667,179**	**108.00%**	
Expenditure Summary					
Expenditures	599,811	43,554	390,767	65.15%	
Total Budgeted Expenditures	**$ 599,811**	**$ 43,554**	**$ 390,767**	**65.15%**	
Economic Development Grants	**$ -**	**$ -**	**$ 1,354,564**	**N/A**	**A**
Total Expenditures	**$ 599,811**	**$ 43,554**	**$ 1,745,331**		
Total Revenue Over/Under Expenses	**$ 17,948**	**$ 37,591**	**$ 276,412**		

Explanation of Major Variances:

A Grants to City of Sachse for Third Sewer Connection and Quiet Zone

City of Sachse

Budget to Actual

Account Summary

For Fiscal: 2015-2016 Period Ending: 09/30/2016

		Prior Year Budget	Prior Year Actual	2015-2016 Budget	MTD Activity	YTD Activity	Encumbrances	Percentage	Remaining Balance
Fund: 06 - ECONOMIC DEVELOPMENT FUND									
Revenue									
000 - Non-Departmental									
06-000-40060	Sales Tax	583,222.00	622,305.16	609,759.00	56,247.50	704,567.96	0.00	115.55 %	-94,808.96
06-000-45000	Interest Income	7,500.00	8,650.49	8,000.00	-176.99	3,681.33	0.00	46.02 %	4,318.67
06-000-46120	Misc Grants and Donations	0.00	0.00	0.00	0.00	10,000.00	0.00	0.00 %	-10,000.00
06-000-47080	Miscellaneous Receipts	0.00	1,000.00	0.00	0.00	5,000.00	0.00	0.00 %	-5,000.00
	000 - Non-Departmental Total:	**590,722.00**	**631,955.65**	**617,759.00**	**56,070.51**	**723,249.29**	**0.00**	**117.08 %**	**-105,490.29**
	Revenue Total:	**590,722.00**	**631,955.65**	**617,759.00**	**56,070.51**	**723,249.29**	**0.00**	**117.08 %**	**-105,490.29**

		Prior Year Budget	Prior Year Actual	2015-2016 Budget	MTD Activity	YTD Activity	Encumbrances	Percentage	Remaining Balance
Expense									
019 - Economic Development Services									
06-019-50000	Wages and Salaries	103,300.00	99,441.62	109,304.00	7,797.60	105,386.88	0.00	96.42 %	3,917.12
06-019-50030	Longevity Pay	0.00	0.00	122.00	0.00	80.00	0.00	65.57 %	42.00
06-019-50050	Social Security and Med Fica Contribut	7,902.00	7,030.10	8,371.00	552.23	7,543.70	0.00	90.12 %	827.30
06-019-50060	TMRS Contributions	10,638.00	11,319.44	11,844.00	946.86	12,196.58	0.00	102.98 %	-352.58
06-019-50070	Health Insurance	5,869.00	5,555.42	5,592.00	534.26	5,794.70	0.00	103.62 %	-202.70
06-019-50080	Dental Insurance	293.00	276.80	268.00	10.60	206.30	0.00	76.98 %	61.70
06-019-50090	Life and LTD Insurance	233.00	0.00	246.00	0.00	0.00	0.00	0.00 %	246.00
06-019-50100	Workers Compensation	350.00	261.19	370.00	0.00	256.30	0.00	69.27 %	113.70
06-019-50110	Unemployment Tax	414.00	63.30	414.00	0.00	344.79	0.00	83.28 %	69.21
06-019-51030	Utilities - Communications	1,560.00	1,924.91	1,560.00	250.16	1,820.67	0.00	116.71 %	-260.67
06-019-51050	Office Supplies	2,000.00	2,413.31	2,000.00	596.25	2,607.06	0.00	130.35 %	-607.06
06-019-51070	Postage	1,000.00	383.64	1,000.00	0.00	186.93	0.00	18.69 %	813.07
06-019-51230	Business Retention Efforts	3,500.00	6,859.45	7,000.00	19.90	1,881.74	0.00	26.88 %	5,118.26
06-019-51400	Special Programming Supplies	4,000.00	3,372.32	3,500.00	0.00	4,190.82	-18.55	119.74 %	-690.82
06-019-51510	Small Tools and Equipment	1,000.00	895.00	700.00	582.05	582.05	0.00	83.15 %	117.95
06-019-51550	Fuel and Lubricants	0.00	163.03	0.00	0.00	112.69	0.00	0.00 %	-112.69
06-019-51650	Printing Supplies	0.00	0.00	0.00	0.00	750.84	0.00	0.00 %	-750.84
06-019-51800	Dues and Subcriptions	3,580.00	5,780.67	3,580.00	97.00	4,442.67	0.00	124.10 %	-862.67
06-019-51810	Employee Training	11,000.00	6,203.65	9,000.00	95.00	10,110.17	0.00	112.34 %	-1,110.17
06-019-51820	Mileage Reimbursement	0.00	0.00	0.00	0.00	36.23	0.00	0.00 %	-36.23
06-019-52000	Vehicle Repairs and Maintenance	500.00	386.28	300.00	0.00	-2,358.67	0.00	-786.22 %	2,658.67
06-019-53002	Professional Fees	87,000.00	116,147.58	190,000.00	769.72	107,946.15	0.00	56.81 %	82,053.85
06-019-53060	Printer Services	3,500.00	151.54	2,600.00	403.76	3,003.76	0.00	115.53 %	-403.76
06-019-53380	Advertising and Legal Publications	114,500.00	94,372.54	114,500.00	51,143.01	109,190.73	0.00	95.36 %	5,309.27
06-019-53500	Web Page Services	9,000.00	1,744.03	7,000.00	0.00	1,823.76	0.00	26.05 %	5,176.24
06-019-54500	Local Business Grant Program	164,000.00	529,608.00	164,000.00	0.00	24,600.00	0.00	15.00 %	139,400.00
06-019-55000	Operating Transfer Out - General Fund	51,414.00	51,698.61	56,540.00	0.00	51,828.48	0.00	91.67 %	4,711.52
06-019-57000	Economic Development Grants	0.00	0.00	0.00	0.00	1,354,563.60	0.00	0.00 %	-1,354,563.60
	019 - Economic Development Services Total:	**586,553.00**	**946,052.43**	**699,811.00**	**63,798.40**	**1,809,128.93**	**-18.55**	**258.52 %**	**-1,109,317.93**
	Expense Total:	**586,553.00**	**946,052.43**	**699,811.00**	**63,798.40**	**1,809,128.93**	**-18.55**	**258.52 %**	**-1,109,317.93**
	Fund 06 Revenue Over/(Under) Expenses	**4,169.00**	**-314,096.78**	**-82,052.00**	**-7,727.89**	**-1,085,879.64**	**18.55**	**1,323.40 %**	**1,003,827.64**
	Total Revenue Over/(Under) Expenses:	**4,169.00**	**-314,096.78**	**-82,052.00**	**-7,727.89**	**-1,085,879.64**	**18.55**	**1,323.40 %**	**1,003,827.64**

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3545 **Version:** 1	**Name:**	SEDC Review of 2016-2017 Investment Policy
Type:	Agenda Item	**Status:**	Agenda Ready
File created:	10/10/2016	**In control:**	City Council
On agenda:	10/20/2016	**Final action:**	
Title:	Receive the City of Sachse Investment Policy for FY 2016-2017, as amended by the City Council on October 3, 2016.		
Sponsors:			
Indexes:			
Code sections:			
Attachments:	Res 3763 Adopt City Investment Policy - Oct 2016.pdf		

Date	Ver.	Action By	Action	Result

Title
City of Sachse Investment Policy for FY 2016-2017, as amended by the City Council on October 3, 2016.

Background
The 2016-2017 revision to the Investment Policy were reviewed by City Council and approved by resolution on October 3, 2016. The resolution adopted by the SEDC Board on December 11, 2013 stated that the City's Investment Policy as may be amended and updated from time to time, will be followed by SEDC. This action is for review of changes only.

The changes recommended by staff, which were included in the Investment Policy previously approved by City Council are summarized here:

Appendix A. Authorized Broker/Dealer Firms. Reflect firm relocations and updates.

Policy Considerations
The changes to the Investment Policy are in compliance with the Public Funds Investment Act.

Budgetary Considerations
None.

Staff Recommendations
Receive the City of Sachse Investment Policy for FY 2016-2017, as amended by the City Council on October 3, 2016.

3763

RESOLUTION NO. ______________

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SACHSE, TEXAS, ADOPTING THE CITY OF SACHSE, SACHSE ECONOMIC DEVELOPMENT CORPORATION, AND PRESIDENT GEORGE BUSH TURNPIKE REINVESTMENT ZONE TAX INCREMENT FUND INVESTMENT POLICY ("SACHSE INVESTMENT POLICY") ATTACHED HERETO AS EXHIBIT "A"; DECLARING THAT THE CITY COUNCIL HAS COMPLETED ITS REVIEW OF THE INVESTMENT POLICY AND INVESTMENT STRATEGIES OF THE CITY AND THAT EXHIBIT "A" RECORDS ANY CHANGES TO EITHER THE INVESTMENT POLICY OR INVESTMENT STRATEGIES; PROVIDING A REPEALING CLAUSE; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, in accordance with the Public Funds Investment Act, Chapter 2256, TEX. GOV'T CODE, the City Council of the City of Sachse, Texas by resolution adopted an investment policy; and

WHEREAS, Section 2256.005, Tex. Gov't Code requires the City Council to review the investment policies and investment strategies not less than annually and to adopt a resolution or order stating the review has been completed and recording any changes made to either the investment policies or investment strategies.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SACHSE, TEXAS, THAT:

SECTION 1. The Sachse Investment Policy, attached hereto as Exhibit "A" be and the same is hereby adopted and shall govern the investment policies and investment strategies for the City, and shall define the authority of the investment official of the City from and after the effective date of this Resolution.

SECTION 2. That the City Council of the City of Sachse has completed its review of the investment policies and investment strategies and any changes made to either the investment policies or investment strategies are recorded in Exhibit "A" hereto.

SECTION 3. That all provisions of the Resolutions of the City of Sachse, Texas, in conflict with the provisions of this Resolution be, and the same are hereby, repealed, and all other provisions of the Resolutions of the City not in conflict with the provisions of this resolution shall remain in full force and effect.

SECTION 4. That should any word, sentence, paragraph, subdivision, clause, phrase or section of this Resolution, be adjudged or held to be void or unconstitutional, the same shall not affect the validity of the remaining portions of said resolution, which shall remain in full force and effect.

SECTION 5. That this Resolution shall become effective immediately from and after its passage.

SECTION 6. This Resolution shall take effect immediately from and after its passage, and it is accordingly so resolved.

DULY RESOLVED AND ADOPTED by the City Council of the City of Sachse, Texas, this the 3rd day of October, 2016.

CITY OF SACHSE * TEXAS

CITY OF SACHSE, TEXAS

Mike Felix, Mayor

ATTEST:

Michelle Lewis-Siranni, City Secretary

Exhibit "A"

CITY OF SACHSE
SACHSE ECONOMIC DEVELOPMENT CORPORATION
PRESIDENT GEORGE BUSH TURNPIKE REINVESTMENT ZONE TAX INCREMENT FUND
INVESTMENT POLICY

I. Policy

Throughout this Investment Policy, the City of Sachse, Sachse Economic Development Corporation, and President George Bush Turnpike Reinvestment Zone Tax Increment Fund shall be singularly referred to as "ENTITY" and collectively referred to as "SACHSE."

It is the policy of SACHSE to invest public funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of SACHSE and conforming to the Public Funds Investment Act ("PFIA"), Chapter 2256 of the Texas Government Code, and all other State and local statutes governing the investment of public funds.

II. Scope

This Investment Policy applies to all funds or financial resources available for investment under SACHSE's financial control and accounted for in the City of Sachse's Comprehensive Annual Financial Report (CAFR) which includes the General Fund, Debt Service Fund, Special Revenue Fund, Capital Projects Fund, Water and Sewer Enterprise Fund, Sachse Economic Development Corporation Fund, President George Bush Turnpike Reinvestment Zone Tax Increment Fund, and any new fund created by SACHSE unless specifically exempt.

To maximize the effective investment of assets, all funds may pool their cash balances for investment purposes. The income derived from investing activities will be distributed to the various funds based on calculation of their average balances.

III. Prudence

Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.

The standard of prudence to be used by Investment Officers shall be the "prudent person" standard and shall be applied in the context of managing an overall portfolio. Investment Officers, acting in accordance with written procedures and the Investment Policy and exercising due diligence, shall be relieved of personal responsibility for an individual investment's credit risk or market price changes, provided deviation from expectations are reported immediately upon knowledge of the deviation and appropriate action is taken to control adverse developments.

IV. Objective

The primary objectives, in priority order, of SACHSE investment activities shall be:

A. **Safety:** Safety of principal is the foremost objective of the investment program. Investments of SACHSE shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.

B. **Liquidity:** The SACHSE investment portfolio will remain sufficiently liquid to enable SACHSE to meet all operating requirements which might be reasonably anticipated.

C. **Public Trust:** Investment Officers shall seek to act responsibly as custodians of the public trust. Investment Officers shall avoid any transaction that might impair public confidence in SACHSE's ability to govern effectively.

D. **Return on Investments:** SACHSE's investment portfolio shall be designed with the objective of attaining a rate of return throughout budgetary and economic cycles, commensurate with SACHSE's investment risk constraints and the cash flow characteristics of the portfolio.

V. Delegation of Authority

Management responsibility for the investment program is hereby delegated to the Director of Finance and the Finance Manager of the City of Sachse (the "Investment Officers"). The Director of Finance shall establish written procedures for the operation of the investment program consistent with this Investment Policy. Procedures should include reference to: safekeeping, repurchase agreements, wire transfer agreements, banking service contracts, and collateral/depository agreements. Such procedures shall include explicit delegation of authority to persons responsible for investment transactions. No person may engage in an investment transaction except as provided under the terms of this Investment Policy and the procedures established by the Director of Finance. The Investment Officers shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinates.

VI. Ethics and Conflicts of Interest

Investment Officers involved in the investment process shall refrain from personal business activity that could conflict with proper execution of the investment program, or which could impair their ability to make impartial investment decisions. Investment Officers shall disclose to SACHSE any material financial interest in financial institutions that conduct business within this jurisdiction, and they shall further disclose any large personal financial/investment positions that could be related to the performance of SACHSE, particularly with regard to the time of purchases and sales.

Investment Officers involved in the investment process shall adhere to the business relationship and other disclosure requirements as described in the PFIA 2256.005(i) by filing statements with the Texas Ethics Commission and each ENTITY's governing body.

VII. Authorized Broker/Dealers

The list of authorized broker/dealers shall be annually approved by the City Council (Appendix A). These may include "primary" dealers or regional dealers that qualify under Securities & Exchange Commission Rule 15C3-1 (uniform net capital rule).

All financial institutions and broker/dealers who desire to become qualified bidders for investment transactions must supply the Investment Officer with the following: audited financial statements, proof of Financial Industry Regulatory Authority (FINRA) certification, trading resolution, and/or proof of State registration, as applicable.

It is at the discretion of the Investment Officer as to which authorized broker/dealer shall be used for any buy/sell transactions.

VIII. Investment Strategy

SACHSE's basic investment strategy for all financial assets is to preserve principal. In order to achieve that objective, SACHSE restricts the authorized investment instruments to those with suitable and limited credit and market risk. In order to make effective use of SACHSE's resources, all monies may be pooled into one portfolio, if practical, except for those monies required to be accounted for in other accounts as stipulated by applicable laws, bond covenants, ordinances, contracts, agreements, or other policies.

The objective of liquidity stems from the need of SACHSE to maintain available cash balances sufficient to cover financial outlays. Since the timing and amount of some financial disbursements are not predictable, fund-type strategies shall adjust for the uncertainty of projected cash flows.

Investment marketability will be maintained based on the fund-type strategies to sufficiently and reasonably assure that investments could be liquidated prior to the maturity, if cash needs dictate.

Whenever practical or appropriate, it is the policy of SACHSE to diversity its investment portfolio. Assets held in the investment portfolio may be diversified to minimize the risk of loss resulting from concentration of assets in a specific maturity, a specific issuer, or a specific class of investment.

SACHSE funds shall seek to achieve a competitive yield appropriate for each strategy. Yield objectives shall at all times be subordinate to the objectives of safety and liquidity. Tax-exempt debt proceeds shall be invested to maximize the interest earnings retained by SACHSE, while at the same time fully complying with all applicable State laws and federal regulations, including the arbitrage rebate regulations. A competitive yield environment shall be achieved by soliciting quotes from multiple investment providers, monitoring comparable investment alternatives, and reviewing general market conditions.

The overall investment strategy of SACHSE is based on the premise that a certain amount of SACHSE's funds will be needed to pay current year expenditures or for projects that are to be complete within a specific time frame. Remaining funds are considered to be reserves and, barring any unforeseen emergencies or events beyond SACHSE's control, it is considered that these funds may be invested, within the maturity limits of this Policy, in an advantageous position on the yield curve. It is understood that investments in longer term instruments are sensitive to changes in interest rates and other market conditions; however, it is SACHSE's belief that such investments may be held to maturity if necessary.

SACHSE may maintain one portfolio in which all funds under its control are pooled for investment purposes. Within the pooled portfolio are fund components, each having an investment strategy as described below:

A. Governmental Funds – the funds through which most governmental functions are financed and the primary operating funds of SACHSE. The investment strategy must allow for the investment of anticipated cash flows to meet the anticipated expenditures of the following funds:

1. General Fund
2. Debt Service Fund
3. Special Revenue Fund
4. Capital Projects Fund
5. Sachse Economic Development Corporation Fund
6. President George Bush Reinvestment Zone Tax Increment Fund

The yield of an equally weighted, rolling three-month Treasury Bill portfolio will be the minimum yield objective.

B. Proprietary Funds - the funds used in SACHSE's business-type activities or Enterprise activities financed primarily by user charges and fees. The strategy for these funds is to time investment maturities to anticipated cash requirements. The projects may require investments with short to intermediate maturities.

The yield of an equally weighted, rolling six-month Treasury Bill portfolio will be the minimum yield objective.

C The Debt Service and Interest/Sinking Funds should consist of short-term investments, whose maturities meet the scheduled debt service payments. Reserves may be invested in longer-term investments.

The yield of an equally weighted, rolling three-month Treasury Bill portfolio will be the minimum yield objective.

D. Special Revenue Fund and other Non-operating Funds investments should be in short-term instruments with maturities laddered to meet projected cash needs. Reserves are idle funds that may be invested in intermediate to long-term investments after analysis of future plans for use of the funds.

The yield of an equally weighted, rolling six-month Treasury Bill portfolio will be the minimum yield objective.

IX. Authorized & Suitable Investments

SACHSE is empowered by statute to invest in the following:

A. Obligations of, or guaranteed by, governmental entities:

1. obligations of the United States or its agencies and instrumentalities;

2. direct obligations of this State or its agencies and instrumentalities;

3. other obligations, the principal and interest of which are unconditionally guaranteed or insured by, or backed by the full faith and credit of this State or the United States or their respective agencies and instrumentalities, including obligations that are fully guaranteed or insured by the Federal Deposit Insurance Corporation or by the explicit full faith and credit of the United States; and

4. obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent.

B. Financial Institution Deposits: A financial institution deposit is an authorized investment under this Policy if the deposit is with a state or national bank, a savings and loan association, or credit union that is:

1. guaranteed or insured by the Federal Deposit Insurance Corporation or its successor, or the National Credit Union Share Insurance Fund, or its successor;

2. secured by obligations that are described in Section XII Collateralization; and

3. executed through a depository institution or broker that has its main office or a branch office in Texas and meets the requirements of the PFIA.

C. Repurchase Agreements:

1. A fully collateralized repurchase agreement is an authorized investment if the repurchase agreement:

   (a) has a defined termination date;

   (b) is secured by cash or obligations described by Section IX.A1;

   (c) requires the cash or securities being purchased by SACHSE to be delivered versus payment to SACHSE, held in SACHSE's account with a third party selected and approved by SACHSE; and

   (d) is placed through a primary government securities dealer, as defined by the Federal Reserve, or a financial institution doing business in this State.

2. "Repurchase agreement" means a simultaneous agreement to buy, hold for a specified time, and sell back at a future date, obligations described by Section IX.A1 at a market value at the time the funds are disbursed of not less than the principal amount of the funds disbursed.

D. Mutual Funds:

1. A no-load money market mutual fund is an authorized investment under this Policy if the mutual fund:

   (a) is registered with and regulated by the Securities and Exchange Commission;

   (b) provides SACHSE with a prospectus and other information as required by the Securities Exchange Act of 1934 (15 U.S.C. Section 78a et seq.) or the Investment Company Act of 1940 (15 U.S.C. Section 80a-1 et seq.);

   (c) has a dollar-weighted average stated maturity incompliance with regulations;

   (d) includes in its investment objectives the maintenance of a stable net asset value of $1 for each share; and

   (e) is continuously rated no lower than AAAm or at an equivalent rating by one nationally recognized rating service.

2. SACHSE is not authorized by this section to invest its funds or funds under its control, including bond proceeds and reserves and other funds held for debt service, in any one mutual fund in an amount that exceeds 10 percent of the total assets of the mutual fund.

E. Investment Pools:

1. SACHSE may invest its funds and funds under its control through an eligible investment pool if each ENTITY's governing body by rule, order, ordinance, or resolution, as appropriate, authorizes investment in the particular pool. An investment pool shall invest the funds it receives from entities in authorized investments permitted by the PFIA 2256.016.

2. To be eligible to receive funds from and invest funds on behalf of an entity under the PFIA 2256.016, an investment pool must furnish to the Investment Officers or other authorized representative of the entity an offering circular or other similar disclosure instrument that contains at a minimum, the following information:

   (a) the types of investments in which money is allowed to be invested;

   (b) the maximum average dollar-weighted maturity allowed, based on the stated maturity date, of the pool;

   (c) the maximum stated maturity date any investment security within the portfolio has;

   (d) the objectives of the pool;

   (e) the size of the pool;

   (f) the names of the members of the advisory board of the pool and the dates their terms expire;

   (g) the custodian bank that will safekeep the pool's assets;

   (h) whether the intent of the pool is to maintain a net asset value of one dollar and the risk of market price fluctuation;

   (i) whether the only source of payment is the assets of the pool at market value or whether there is a secondary source of payment, such as insurance or guarantees, and a description of the secondary source of payment;

   (j) the name and address of the independent auditor of the pool;

   (k) the requirements to be satisfied for an entity to deposit funds in and withdraw funds from the pool and any deadlines or other operating policies required for the entity to invest funds in and withdraw funds from the pool; and

(l) the performance history of the pool, including yield, average dollar-weighted maturities, and expense ratios.

3. To maintain eligibility to receive funds from and invest funds on behalf of an entity under the PFIA 2256.016, at a minimum an investment pool must furnish to the Investment Officer or other authorized representative of the entity:

(a) investment transaction confirmations; and

(b) a monthly report that contains, as a minimum, the following information:

(1) the types and percentage breakdown of securities in which the pool is invested;

(2) the current average dollar-weighted maturity, based on the stated maturity date, of the pool;

(3) the current percentage of the pool's portfolio in investments that have stated maturities of more than one year;

(4) the book value versus the market value of the pool's portfolio, using amortized cost valuation;

(5) the size of the pool;

(6) the number of participants in the pool;

(7) the custodian bank that is safekeeping the assets in the pool;

(8) a listing of daily transaction activity of the entity participating in the pool;

(9) the yield and expense ratio of the pool;

(10) the portfolio managers of the pool; and

(11) any changes or addenda to the offering circular.

4. SACHSE, by contract, may delegate to an investment pool the authority to hold legal title as custodian of investments purchased with its local funds.

5. Investment Pool "yield" shall be calculated in accordance with regulations governing the registration of open-end management investment companies under the Investment Company Act of 1940, as promulgated from time to time by the Federal Securities and Exchange Commission.

6. A public funds investment pool created to function as a money market mutual fund must mark its portfolio to market daily and, to the extent reasonably possible, stabilize at a $1 net asset value. If the ratio of the market value of the portfolio divided by the book value of the portfolio is less than 0.995 or greater than 1.005, portfolio holdings shall be sold as necessary to maintain the ratio between 0.995 and 1.005.

7. An Investment pool must have an advisory board composed:

   (a) Equally of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool, for pools created under Chapter 791 Texas State Code and managed by a state agency; or

   (b) of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool, for other investment pools.

8. A public funds investment pool must be continuously rated no lower than AAA or AAAm or at an equivalent rating by one nationally recognized rating service.

9. If the investment pool operates an Internet website, the information in a disclosure instrument or report described in Subsections (b), (c)(2), and (f) must be posted on the website.

10. To maintain eligibility to receive funds from and invest funds on behalf of an entity under this chapter, an investment pool must make available to the entity an annual audited financial statement of the investment pool in which the entity has funds invested.

11. If an investment pool offers fee breakpoints based on fund balances invested, the investment pool in advertising investment rates must include either all levels of return based on the breakpoints provided or state the lowest possible level of return based on the smallest level of funds invested.

X. Unauthorized Investments

The following are not authorized investments under this section:

A. Obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal;

B. Obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security collateral and bears no interest; and

C. Collateralized mortgage obligations.

Any Authorized & Suitable Investment that requires a minimum rating does not qualify during the period the investment does not have the minimum rating. SACHSE shall take all prudent measures that are consistent with this Policy to liquidate an investment that does not have the minimum rating. Additionally, SACHSE is not required to liquidate investments that were authorized at the time of purchase.

XI. Depository

In compliance with State legislation, a primary Depository shall be selected through SACHSE'S banking services procurement process, which shall include a formal request for application (RFA). In selecting a depository the Director of Finance shall conduct a review of prospective depository's credit characteristics and financial history.

No public deposit shall be made except in a qualified public depository as established by State laws.

XII. Collateralization

Collateralization will be required on two types of investments: financial institution deposits (in amounts exceeding F.D.I.C. insurance coverage) and repurchase agreements. With the exception of Letters of Credit issued for 100% of amount, the minimum collateralization level will be 102% of market value of principal and accrued interest, less F.D.I.C. insurance when applicable.

SACHSE chooses to limit collateral (including letters of credit) to the obligations of, or guaranteed by, governmental entities as outlined in the Public Funds Collateral Act.

All financial institution deposits shall be insured or collateralized in compliance with applicable State law. SACHSE reserves the right, in its sole discretion, to accept or reject any form of insurance or collateralization pledged towards depository deposits. Financial institutions serving as depositories will be required to sign a depository agreement with SACHSE. The collateralized deposit portion of the agreement shall define SACHSE's rights to the collateral in case of default, bankruptcy, or closing and shall establish a perfected security interest in compliance with Federal and State regulations, including:

- The agreement must be in writing;
- The agreement has to be executed by the Depository and SACHSE contemporaneously with the acquisition of the asset;
- The agreement must be approved by the Board of Directors or designated committee of the Depository and a copy of the meeting minutes must be delivered to SACHSE; and
- The agreement must be part of the Depository's "official record" continuously since its execution.

Securities pledged as collateral shall be held by an independent third party with whom SACHSE has a custodial agreement. The agreement is to specify the acceptable investment securities as collateral, including provisions relating to possession of the collateral, the substitution or release of investment securities, ownership of securities at default, and the method of valuation of securities.

XIII. Safekeeping and Custody

All security transactions, including collateral for repurchase agreements, entered into by SACHSE shall be conducted on a delivery-versus-payment (DVP) basis. Securities will be held in an account in SACHSE's name by a third party safekeeping agent/custodian designated by the Investment Officers and evidenced by safekeeping receipts.

XIV. Electronic Fund Transfer

SACHSE may use electronic means to transfer or invest all funds collected or controlled by the local government.

XV. Diversification

SACHSE will diversify its investments by types, maturity dates, and/or institutions, as appropriate.

XVI. Maximum Maturities and Weighted Average Maturity

To the extent possible, SACHSE will attempt to match its anticipated cash flow requirements with maturing investments. SACHSE will not directly invest in instruments maturing more than 2 years from the date of purchase, with the maximum weighted average maturity for the total portfolio to not exceed twelve months. However, SACHSE may collateralize its repurchase agreements using longer-dated investments not to exceed 5 years to maturity.

Reserve funds may be invested in instruments up to and including 5 years if the maturities of such investments are made to coincide as nearly as practicable with the expected use of the funds.

XVII. Internal Control

The Director of Finance shall establish an annual process of independent review by an external auditor in conjunction with the annual audit. This review will provide internal control by assuring compliance with policies and procedures.

XVIII. Performance Standards

The investment portfolio shall be designed with the objective of obtaining a rate of return throughout budgetary and economic cycles, commensurate with the investment risk constraints and the cash flow needs. "Weighted Average Yield to Maturity" shall be the standard for calculating portfolio rate of return.

XIX. Reporting

A. The Investment Officers shall prepare and submit quarterly a written report of investment transactions for all funds covered by this Investment Policy for the preceding reporting period.

B. The report must include the following:

   1. describe in detail the investment position of SACHSE on the date of the report;

   2. be prepared jointly by all Investment Officers of SACHSE;

   3. be signed by each Investment Officer of SACHSE;

   4. contain a summary statement of each pooled fund group that states the:

      (a) beginning market value for the reporting period;

      (b) ending market value for the period; and

      (c) fully accrued interest for the period.

   5. state the book value and market value of each separately invested asset at the beginning and end of the reporting period by type of asset and fund type invested;

6. state the maturity date of each separately invested asset that has a maturity date;

7. state the account or fund or pooled group fund in the local government for which each individual investment was acquired; and

8. state the compliance of the Investment Portfolio of the local government as it relates to:

   (a) the Investment Strategy expressed in SACHSE's Investment Policy; and

   (b) relevant provisions of the PFIA.

C. The report shall be presented not less than quarterly to each ENTITY's governing body within a reasonable time after the end of the period.

D. The market values and credit ratings presented in all portfolio reports shall be accurate and reliable estimates of the investment's true value and risk. Market value and credit rating sources may include, but are not limited to, rating agency reports, newspapers, financial websites, custodian reports, broker/dealer reports, and investment advisor research.

XX. Investment Policy Adoption

SACHSE's Investment Policy shall be adopted by resolution of each ENTITY's governing body. This Policy shall be reviewed annually and any modifications made thereto must be approved by each ENTITY's governing body. Each ENTITY's governing body shall adopt a written instrument attesting to each annual review.

XXI. Auditor

As part of the annual audit, the independent auditor must formally review the quarterly investment reports to comply with the PFIA and report the results of that review to each ENTITY's governing body.

XXII. Training

In order to ensure qualified and capable investment management, the Investment Officers, their designated subordinates, Treasurer, and Chief Financial Officer of SACHSE shall attend training that includes education in investment controls, security risks, strategy risks, market risks, diversification of investment portfolio, and PFIA compliance. SACHSE approves the Government Finance Officers' Association, Government Finance Officers' Association of Texas, Government Treasurers' Organization of Texas, North Central Texas Council of Governments, Texas City

Managers Association, Texas Municipal League, and University of North Texas as independent sources of training.

Each individual shall attend training accumulating at least 10 hours of instruction within twelve months of assuming investment-related responsibilities; and shall then receive not less than 8 hours of investment-related instruction within each subsequent two-year period aligned with SACHSE's fiscal year end.

XXIII. Donated Investments

This Policy does not apply to an investment donated to SACHSE for a particular purpose or under terms of use specified by the donor.

XXIV. Investment Policy Certification

The qualified representative of any business organization (including but not limited to: investment pool, financial institution, broker/dealer) offering to engage in an investment transaction must execute a written instrument substantially to the effect that the business organization has received and reviewed the Investment Policy and that the business organization has implemented reasonable procedures and controls in an effort to preclude imprudent investment activities arising out of investment transactions conducted between the organization and SACHSE.

PASSED AND APPROVED by the City Council of the City of Sachse, Texas this 3rd day of October, 2016.

Mayor
City of Sachse, Texas

ATTEST:

Michelle Lewis Sirianni

City Secretary
City of Sachse, Texas

Acknowledged by the Sachse Economic Development Corporation, Texas this ______ day of ___________, 2016.

____
President
Sachse Economic Development Corporation

ATTEST:

____
Executive Director
Sachse Economic Development Corporation

Acknowledged by the President George Bush Turnpike Reinvestment Zone Tax Increment Fund, Texas this _______ day of __________, 2016.

____
President
President George Bush Turnpike
Reinvestment Zone Tax Increment Fund

ATTEST:

____
Board Secretary
President George Bush Turnpike Reinvestment Zone Tax Increment Fund

Appendix A

Authorized Broker/Dealer Firms

Coastal Securities

Hilltop SecuritiesOppenheimer

Raymond James

Wells Fargo

Legislation Details (With Text)

File #:	16-3554 **Version:** 1	**Name:**	Update re: Police Dept Projects and Priorities
Type:	Agenda Item	**Status:**	Agenda Ready
File created:	10/12/2016	**In control:**	Economic Development Corporation
On agenda:	10/20/2016	**Final action:**	
Title:	Presentation by City of Sachse Chief of Police, Bryan Sylvester, to update SEDC Board regarding departmental projects and priorities.		
Sponsors:			
Indexes:			
Code sections:			
Attachments:			

Date	Ver.	Action By	Action	Result

Title
Presentation by City of Sachse Chief of Police, Bryan Sylvester, to update SEDC Board regarding departmental projects and priorities.

Background
Bryan Sylvester is City of Sachse Chief of Police

Budgetary Considerations
None.

Staff Recommendations
None.

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3555	**Version:** 1	**Name:**	Funding Request for monument sign	
Type:	Agenda Item		**Status:**	Agenda Ready	
File created:	10/12/2016		**In control:**	Economic Development Corporation	
On agenda:	10/20/2016		**Final action:**		

Title: Consider and take action regarding a funding request for a project for Unity Church for monument sign costs for project located at 5502 Ben Davis Road, in an amount not to exceed $16,909.

Sponsors:

Indexes:

Code sections:

Attachments:

Date	Ver.	Action By	Action	Result

Title
Consider and take action regarding a funding request for a project for Unity Church for monument sign costs for project located at 5502 Ben Davis Road, in an amount not to exceed $16,909.

Background

Policy Considerations
This project is within the guidelines of marketing and promotion of the Sachse Economic Development Corporation.

Budgetary Considerations
The funding request is for $16,909

Staff Recommendations

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3549 **Version:** 1	**Name:**	Convene Executive Session
Type:	Agenda Item	**Status:**	Agenda Ready
File created:	10/12/2016	**In control:**	Economic Development Corporation
On agenda:	10/20/2016	**Final action:**	
Title:	Texas Government Code Section 551.072: Deliberation of the purchase, sale, and license of real property generally located in mid-west part of the City.		

Sponsors:

Indexes:

Code sections:

Attachments:

Date	Ver.	Action By	Action	Result

Title
Executive Session pursuant to Texas Government Code Section 551.072: Deliberation of the purchase, sale, and license of real property generally located in mid-west part of the City.

Background
Executive Session is for the purpose of discussion.

Policy Considerations
There is no action taken during Executive Session.

Budgetary Considerations
None.

Staff Recommendations
None.

Consider any action necessary as a result of Executive Session.

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3550	**Version:** 1		**Name:**	Convene Executive Session
Type:	Agenda Item			**Status:**	Agenda Ready
File created:	10/12/2016			**In control:**	Economic Development Corporation
On agenda:	10/20/2016			**Final action:**	

Title: Texas Government Code Section 551.087: Deliberation of Economic Development Netotiations regarding economic development incentive(s) for retail or commercial business projects seeking to locate or expand within the City of Sachse.

Consider any action as a result of Executive Session.

Sponsors:

Indexes:

Code sections:

Attachments:

Date	Ver.	Action By	Action	Result

Title
Executive Session pursuant to Texas Government Code Section 551.087 Deliberation of Economic Development Negotiations:

A. Discussion of economic development incentive for project for Unity Church for monument sign costs for project located at 5502 Ben Davis Road.

B. Deliberation regarding economic development incentive for retail or commercial business projects seeking to locate or expand within the City of
Sachse.

Background
Executive Session is for the purpose of discussion.

Policy Considerations
There is no action taken during Executive Session.

Budgetary Considerations
None.

Staff Recommendations
None.

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3556	**Version:** 1		**Name:**	Discuss Search for a consultant
Type:	Agenda Item			**Status:**	Agenda Ready
File created:	10/12/2016			**In control:**	Economic Development Corporation
On agenda:	10/20/2016			**Final action:**	
Title:	Discuss and consider action related to the search for a consultant for website redesign services.				
Sponsors:					
Indexes:					
Code sections:					
Attachments:					

Date	Ver.	Action By	Action	Result

Title
Discuss and consider action related to the search for a consultant for website redesign services.

Background
The SEDC originally budgeted for a consultant to assist with this project.

Policy Considerations
None.

Budgetary Considerations
The consultant fee is included in the 2016-2017 SEDC Annual budget.

Staff Recommendation
None.

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3557	**Version:** 1	**Name:**	Quarterly review of SEDC Strategic Plan	
Type:	Agenda Item		**Status:**	Agenda Ready	
File created:	10/12/2016		**In control:**	Economic Development Corporation	
On agenda:	10/20/2016		**Final action:**		
Title:	Discuss and consider action on quarterly review of SEDC Strategic Plan.				
Sponsors:					
Indexes:					
Code sections:					
Attachments:					

Date	Ver.	Action By	Action	Result

Title
Discuss and consider action on quarterly review of SEDC Strategic Plan.

Background
It is the intent of the SEDC Board to work harmoniously with other groups for the purpose of new business development and growth opportunities for Sachse.

Policy Considerations
None.

Budgetary Considerations
None.

Staff Recommendations
None.

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3558	**Version:** 1		**Name:**	RFP issuance policy
Type:	Agenda Item			**Status:**	Agenda Ready
File created:	10/12/2016			**In control:**	Economic Development Corporation
On agenda:	10/20/2016			**Final action:**	
Title:	Discuss and consider action on policy regarding RFP (Request for Proposals) issuance.				
Sponsors:					
Indexes:					
Code sections:					
Attachments:					

Date	Ver.	Action By	Action	Result

Title
Discuss and consider action on policy regarding RFP (Request for Proposals) issuance.

Background

Policy Considerations

Budgetary Considerations
The approved budget provides for consultancies.

Staff Recommendations
Staff recommends review of policy regarding RFP (Request for Proposals) issuance.

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3551	**Version:** 1		**Name:**	Reports and presentations.
Type:	Agenda Item			**Status:**	Agenda Ready
File created:	10/12/2016			**In control:**	Economic Development Corporation
On agenda:	10/20/2016			**Final action:**	

Title: Consider and take action on reports and presentations by the Sachse Economic Development Corporation President, Board Members, CEO and Staff regarding items of community interest, special events, announcements and activities, office, industrial, commercial, retail, and business retention and marketing projects.

Sponsors:

Indexes:

Code sections:

Attachments:

Date	Ver.	Action By	Action	Result

Title

Consider and take action on reports and presentations by the Sachse Economic Development Corporation President, Board Members, CEO and Staff regarding items of community interest, special events, announcements and activities, office, industrial, commercial, retail, and business retention and marketing projects.

Background

Announcements are made at this time only for information purposes.

Policy Considerations

There is no action or discussion of topics presented.

Budgetary Considerations

None.

Staff Recommendations

None.

City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3552 **Version:** 1	**Name:**	Discuss Entrepreneur and Franchise Workshop
Type:	Agenda Item	**Status:**	Agenda Ready
File created:	10/12/2016	**In control:**	Economic Development Corporation
On agenda:	10/20/2016	**Final action:**	
Title:	Discuss and consider action on a Entrepeneur and Franchise Workshop-Review and discuss merit, resources, and timeline.		
Sponsors:			
Indexes:			
Code sections:			
Attachments:			

Date	Ver.	Action By	Action	Result

Title
Discuss and consider action on an Entrepreneur and Franchise Workshop-Review and discuss merit, resources and timeline.

Background

Policy Considerations
None.

Budgetary Considerations
None.

Staff Recommendations
None.