



City of Sachse, Texas

Meeting Agenda

Tax Increment Financing (TIF) Board

Monday, September 26, 2016

6:30 PM

First Floor Community Development Conference
Room

The Tax Increment Financing Board of the City of Sachse will hold a Regular Meeting on Monday, September 26, 2016, at 6:30 p.m. 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. Regular Agenda Items:

[16-3515](#) Consider approval of the September 21, 2015 regular meeting minutes.

Attachments: [September 21, 2015 minutes](#)

[16-3516](#) Consider receiving the City of Sachse Investment Policy for FY 2015-2016 as amended by the City Council on October 5, 2015.

Attachments: [Explantion of Changes 2015](#)

[10.01.2015 to 09.30.16 Investment Policy w markup](#)

[Resolution Approving Investment Policy 2015](#)

[16-3517](#) Consider and take action on the Quarterly Investment Reports for the fourth quarter of the 2014-2015 fiscal year and the first, second, and third quarters of the 2015-2016 fiscal year.

Attachments: [July Sept 4th Qtr 2015](#)

[1st Quarter 2016 Investment Report](#)

[2nd Quarter 2016 Investment Report](#)

[3rd Quarter 2016 Investment Report.pdf](#)

[16-3519](#) Consider receipt of the TIF District Incremental Values and annual report.

Attachments: [TIF Annual Report 2015](#)

[TIF Annual Report 2015 corrected](#)

[16-3524](#) Update on projects in the TIF Zone.

Attachments: [2016 TIF - PGBT Sewer Update](#)

[City Council Comp Plan Update September 2016.pdf](#)

3. Adjournment.

Posted: September 23, 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 #: 16-3515 **Version:** 1 **Name:** TIF Minutes Approval September 21, 2015
Type: Agenda Item **Status:** Agenda Ready
File created: 9/21/2016 **In control:** Tax Increment Financing (TIF) Board
On agenda: 9/26/2016 **Final action:**
Title: Consider approval of the September 21, 2015 regular meeting minutes.
Sponsors:
Indexes:
Code sections:
Attachments: [September 21, 2015 minutes](#)

Date	Ver.	Action By	Action	Result
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Title
Minutes of the September 21, 2015, regular meeting.

Background
Review and consider approval of the September 21, 2015 TIF board meeting.

Policy Considerations
None.

Budgetary Considerations
None.

Staff Recommendations
Approve the minutes of the September 21, 2015 regular meeting of the President George Bush Turnpike Tax Increment Financing Zone (TIF).

City of Sachse, Texas

President George Bush Turnpike

Tax Increment Financing(TIF Zone)

Board of Directors

Members Present:

Edward Brown

Robert Corbin

Frank Millsap, Vice-Chairman

Bobby Tillman, Chairman

Other Attendees:

Charlie Ross, City Council

George Kemper, Citizen

Members Absent:

Troy Riner

Staff Present:

Gina Nash, City Manager

Teresa Savage, Finance Director

The President George Bush Turnpike Tax Increment Financing (TIF Zone) Board of Directors met on Monday, September 21, 2015 at 6:30 p.m. at the **Sachse Municipal Building, 3815-B Sachse Road, Sachse, Texas** to consider the following items of business:

1. Call to Order: Chairman Bobby Tillman called the meeting to order at 6:30 p.m.
2. Invocation and Pledge of Allegiance to the U.S. and Texas Flags: The invocation was given by Bobby Tillman, and the pledges were led by Frank Millsap.
3. Consider approval of the minutes of the September 29, 2014 regular meeting: Ed Brown moved to approve the minutes of the September 29, 2014 regular TIF Board meeting. Frank Millsap seconded the motion, and the motion passed unanimously.
4. Introduction of City Manager Gina Nash: Gina Nash spoke briefly with the board members about her role in the City of Sachse, and board members introduced themselves to her.
5. Consider receiving the City of Sachse Investment Policy for FY 2014-2015 as amended by the City Council on October 6, 2014: Teresa Savage summarized the changes to the Investment Policy which were approved by City Council on October 6, 2014. Motion by Ed Brown, seconded by Robert Corbin; motion passed unanimously.

6. Consider and take action on the Quarterly Investment Reports for the fourth quarter of the 2013-2014 fiscal year, and the first, second, and third quarters of 2014-2015 fiscal year: Copies of the Quarterly Investment Reports presented to City Council for 2013-2014 and 2014-2015 fiscal year were made available for board review. Motion by Frank Millsap, second by Ed Brown to accept the Quarterly Investment Reports as presented; motion carried unanimously.

7. Consider receipt of the TIF District Incremental Values and Annual Report: Teresa Savage summarized the current year and historical revenue within the TIF District. Motion by Frank Millsap, second by Robert Corbin to accept the TIF District Incremental Values and Annual Report. Motion carried unanimously

There being no further business, Chairman Bobby Tillman declared the meeting adjourned at 6:50 p.m.

Chairman

Vice-Chairman



City of Sachse, Texas

Legislation Details (With Text)

File #: 16-3516 **Version:** 1 **Name:** TIF Annual Review of Investment Policy 2016
Type: Agenda Item **Status:** Agenda Ready
File created: 9/21/2016 **In control:** City Council
On agenda: 9/26/2016 **Final action:**
Title: Consider receiving the City of Sachse Investment Policy for FY 2015-2016 as amended by the City Council on October 5, 2015.
Sponsors:
Indexes:
Code sections:
Attachments: [Explantion of Changes 2015](#)
[10.01.2015 to 09.30.16 Investment Policy w markup](#)
[Resolution Approving Investment Policy 2015](#)

Date	Ver.	Action By	Action	Result
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Title
City of Sachse Investment Policy for FY 2015-2016

Background
The 2015-2016 revisions to the Investment Policy were reviewed by City Council and approved by resolution on October 5, 2015. The resolution adopted by the TIF Board on January 14, 2014 stated that the City's Investment Policy as may be amended and updated from time to time, will be followed by the TIF Fund. 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:

Section IX.D. Mutual Funds. Section changed to reflect PFIA 2256.014 exact language.

Section XIII. Collateralization. Clarification

Section XXII. Training. Section changed to reflect PFIA 2256.008 exact language.

Signature: President George Bush Turnpike Reinvestment Zone. Changed to reflect Resolution No. 11414-1 to follow the City of Sachse Investment Policy as amended and updated.

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

Policy Considerations
The recommended policy for adoption is in compliance with the Public Funds Investment Act (PFIA).

Staff Recommendations

Receive the City of Sachse Investment Policy for FY 2015-2016, as amended by City Council on October 5, 2015.

City of Sachse

Sachse Economic Development Corporation

President George Bush Turnpike Reinvestment Zone Tax Increment Fund

Investment Policy 2015

Explanation of Changes

Section IX.D. Mutual Funds. Section changed to reflect PFIA 2256.014 exact language

Section XII. Collateralization. Clarification

Section XXII. Training. Section changed to reflect PFIA 2256.008 exact language

Signature: President George Bush Turnpike Reinvestment Zone. Changed to reflect Resolution No. 11414-1 to follow the City of Sachse Investment Policy as amended and updated.

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

**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 diversify 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~~ has a dollar-weighted average stated maturity in compliance with regulations of 90 days or fewer;
 - (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](#) ~~Section IX.A.~~

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 a training ~~session containing~~ accumulating at least 10 hours of instruction within twelve months of assuming investment-related responsibilities; and shall then receive not less than ~~40-8~~ 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 ~~6th~~ 5th day of October, 20154.

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Mayor
City of Sachse, Texas

ATTEST:

City Secretary
City of Sachse, Texas

Acknowledged by the Sachse Economic Development Corporation, Texas this _____ day of _____, 20154.

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 Resolution No. 11414-1, January 14th, 2014 to follow the City of Sachse Investment Policy as may be amended and updated from time to time. this _____ day of _____, 2015.

President

President George Bush Turnpike Reinvestment Zone Tax Increment Fund

ATTEST:

Board Secretary

President George Bush Turnpike Reinvestment Zone Tax Increment Fund

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Appendix A
Authorized Broker/Dealer Firms

~~Cantor Fitzgerald~~
Coastal Securities
~~Credit Suisse~~
~~Oppenheimer~~
Raymond James
~~Rice Financial~~
UBS
~~Wells Fargo~~

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 5th day of October, 2015.

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 diversify 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 in compliance 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 5th day of October, 2015.

Mayor
City of Sachse, Texas

ATTEST:

City Secretary
City of Sachse, Texas

Acknowledged by the Sachse Economic Development Corporation, Texas this _____ day of _____, 2015.

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 Resolution No. 11414-1, January 14th, 2014 to follow the City of Sachse Investment Policy as may be amended and updated from time to time.

Appendix A

Authorized Broker/Dealer Firms

Coastal Securities

Credit Suisse

Oppenheimer

Raymond James

Wells Fargo



City of Sachse, Texas

Legislation Details (With Text)

File #: 16-3517 **Version:** 1 **Name:** TIF Board Investment Report Review 2016
Type: Agenda Item **Status:** Agenda Ready
File created: 9/21/2016 **In control:** Tax Increment Financing (TIF) Board
On agenda: 9/26/2016 **Final action:**
Title: Consider and take action on the Quarterly Investment Reports for the fourth quarter of the 2014-2015 fiscal year and the first, second, and third quarters of the 2015-2016 fiscal year.
Sponsors:
Indexes:
Code sections:
Attachments: [July Sept 4th Qtr 2015](#)
[1st Quarter 2016 Investment Report](#)
[2nd Quarter 2016 Investment Report](#)
[3rd Quarter 2016 Investment Report.pdf](#)

Date	Ver.	Action By	Action	Result
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Title
Quarterly Investment Reports for the fourth quarter of the 2014-2015 fiscal year and the first, second, and third quarters of the 2015-2016 fiscal year.

Background
The quarterly investment reports are presented to the City Council will be presented to the TIF Board. These reports are for informational purposes only.

Policy Considerations
None.

Budgetary Considerations
None.

Staff Recommendations
Accept the Quarterly Investment Reports for the fourth quarter of the 2014-2015 fiscal year and the first, second, and third quarters of the 2015-2016 fiscal year.

Memo

To: **Gina Nash, City Manager**
 From: Berna Fitzpatrick, Finance Manager
 CC: Mayor and City Council
 Date: November 11, 2015
 Re: **Investment Report for period ending September 30, 2015**

Attached is the Quarterly Investment Report for the quarter ending September 30 of the fiscal year 2014-2015. This report complies with the requirements of the City's Investment Policy and the Public Funds Investment Act as amended. For this period, 2015, the City's portfolio¹ consisted of the following investments:

Portfolio at Quarter Close:	Rate at 09/30/2015	% Total	Total Investment
Money Market Account –ANB	.25%	48.47%	13,189,324
Money Market Account(EDC)-ANB	.07%	10.29%	2,800,903
Investment Pool – Tex Pool	.0630%	.74%	200,133
CD---Comerica Bank	.67%	3.71%	1,008,417
CD---Independent Bank	.55%	3.69%	1,004,134
CD---Independent Bank	.45%	3.69%	1,003,382
CD---Independent Bank	.60%	3.69%	1,004,511
CD---Independent Bank	.30%	3.68%	1,000,987
CD---Independent Bank	.50%	3.68%	1,001,260
Analysis Checking-ANB	0.00%	18.37%	5,000,000
Total Invested City Funds:		100.0%	\$27,213,051

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 September 30 was \$17,738.**

Citywide cash and investments for the period ending September 30 was \$27,213,051. Of this amount, \$4,415,009 is for the Sachse EDC; also included is \$5,000,000.00 which is held in a non-interest bearing analysis account. 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.

78% 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 .30%. The Texpool Prime Fund interest rate was .1591% and the Texpool interest rate was .085% at September 30, 2015. The 90 day T-bill rate was .00% with the 180 day T-bill at .08%.

¹ Includes the Sachse Economic Development Corporation



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

September 30, 2015

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.

A handwritten signature in blue ink, appearing to read "J. C. Soy", written over a horizontal line.

Director of Finance

A handwritten signature in blue ink, appearing to read "Dema Stjepanovic-walker", written over a horizontal line.

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.

Annual Comparison of Portfolio Performance

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range between 0.00% and 0.25% (actual Fed Funds traded +/- 10 bps). Although the domestic employment and economic conditions reflect moderate growth, longer term uncertainty and international conditions influenced the FOMC to delay "lift-off." The US stock markets retrenched from their peaks, but seem to have stabilized. International military conflicts require ongoing concern. Financial institution deposits and laddering targeted cash flows still provide the best interest earnings opportunity.

FYE Results by Investment Category:

Asset Type	September 30, 2015			September 30, 2014		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
Bank/Pool	0.25%	\$ 21,190,360	\$ 21,190,360	0.25%	\$ 21,300,320	\$ 21,300,320
CDs / Securities	0.51%	6,022,691	6,022,691	0.56%	\$ 2,210,026	\$ 2,210,026
Totals		\$ 27,213,051	\$ 27,213,051		\$ 23,510,346	\$ 23,510,346
			<u>2015</u>		<u>2014</u>	<u>Change</u>
		Total Portfolio (1)	0.30%	0.28%	0.02%	
	Rolling Three Mo. Treas. Yield		0.03%	0.04%	-0.01%	
	Rolling Six Mo. Treas. Yield		0.09%	0.07%	0.02%	
	Quarterly TexPool Yield		0.06%	0.03%	0.03%	

(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.

Summary

Quarter End Results by Investment Category:

Asset Type	September 30, 2015			June 30, 2015		
	Ave. Yield	Book Value	Market Value	Book Value	Market Value	Market Value
Bank/Pool	0.25%	\$ 21,190,360	\$ 21,190,360	\$ 22,218,055	\$ 22,218,055	
CDs/Securities	0.51%	6,022,691	6,022,691	6,014,947	6,014,947	
Totals		\$ 27,213,051	\$ 27,213,051	\$ 28,233,002	\$ 28,233,002	

Current Quarter Average Yield (1)

Total Portfolio 0.31%

Rolling Three Mo. Treas. Yield 0.04%

Rolling Six Mo. Treas. Yield 0.13%

	City	EDC
Interest Earnings QTR	\$ 14,595	\$ 3,143
Interest Earnings YTD	\$ 53,804	\$ 11,263

Fiscal Year-to-Date Average Yield (2)

Total Portfolio 0.30%

Rolling Three Mo. Treas. Yield 0.03%

Rolling Six Mo. Treas. Yield 0.09%

Average Quarterly TexPool Yield 0.06%

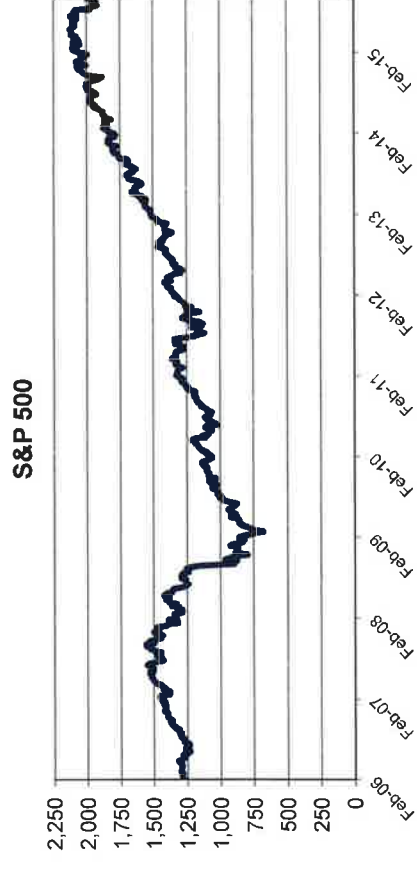
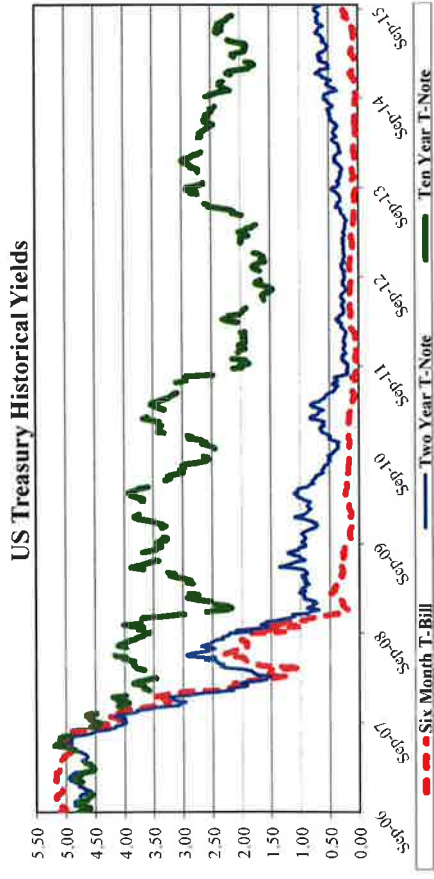
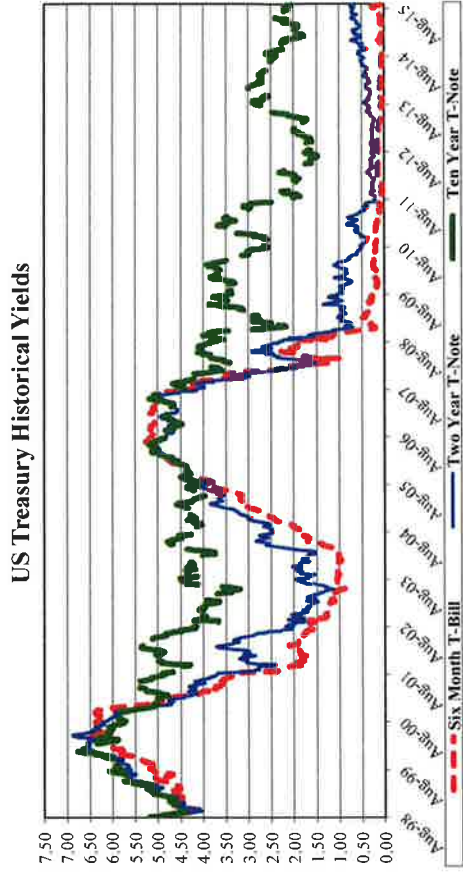
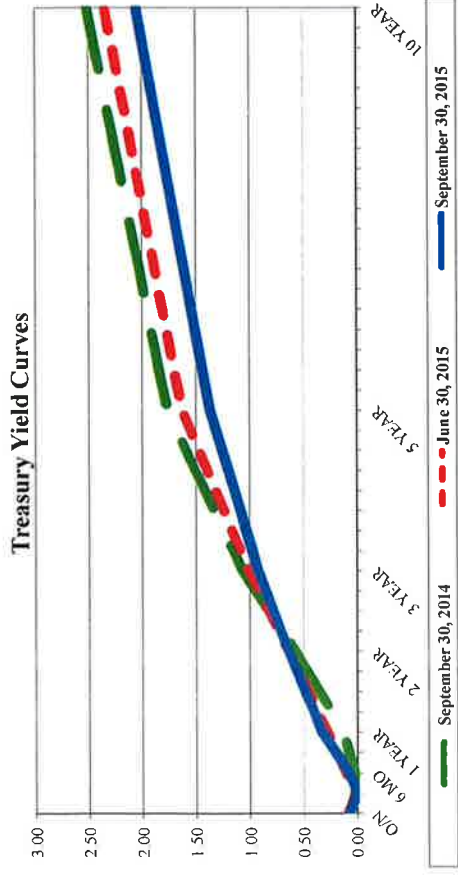
(1) Average Yield calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

(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

9/30/2015

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range between 0.00% and 0.25% (actual Fed Funds traded +/-10 bps). The FOMC met 9/16 & 17 and chose to delay "lift-off" citing global economic concerns for the first time. The September new payroll numbers were a disappointing +142k and included downward Aug and July revisions. The overall unemployment rate remained 5.1%. US stock markets experienced volatility, but did stem the decline and advanced slightly. Chinese stock market and economic concerns continue. Continuing to ladder provides strategic advantage. Municipal bonds and financial institution deposits generally provide the best interest earnings opportunity, if available. Short to medium term US Government security yields fell on the non-FOMC action and, then again, on the September payroll weakness.



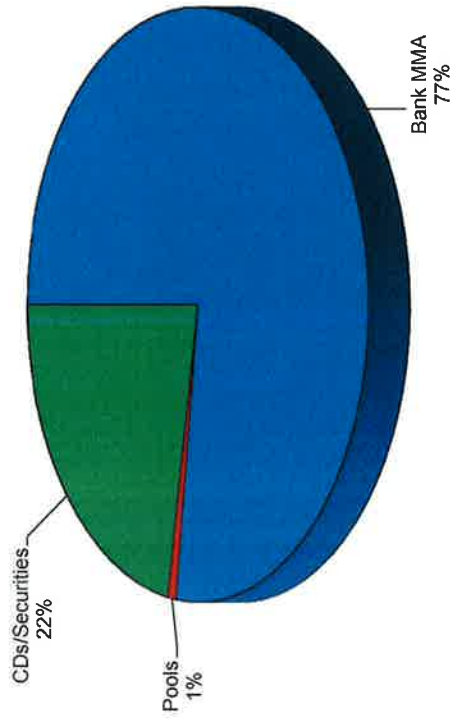
**Detail of Investment Holdings
September 30, 2015**

Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Original Face Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Bank MMA		0.25%	10/01/15	09/30/15	\$ 20,990,227	\$ 20,990,227	1.00	\$ 20,990,227	1	0.25%
TexPool	AAA-m	0.09%	10/01/15	09/30/15	200,133	200,133	1.00	200,133	1	0.09%
Independent CD		0.30%	11/16/15	05/20/15	1,000,987	1,000,987	100.00	1,000,987	47	0.30%
Independent CD		0.45%	12/31/15	12/18/14	1,003,382	1,003,382	100.00	1,003,382	92	0.45%
Independent CD		0.55%	03/31/16	12/18/14	1,004,134	1,004,134	100.00	1,004,134	183	0.55%
Independent CD		0.50%	05/20/16	05/20/15	1,001,260	1,001,260	100.00	1,001,260	233	0.50%
Comerica CD		0.67%	06/30/16	06/30/14	1,008,417	1,008,417	100.00	1,008,417	274	0.67%
Independent CD		0.60%	06/30/16	12/18/14	1,004,511	1,004,511	100.00	1,004,511	274	0.60%
					\$ 27,213,051	\$ 27,213,051		\$ 27,213,051	41	0.31%
									(1)	(2)

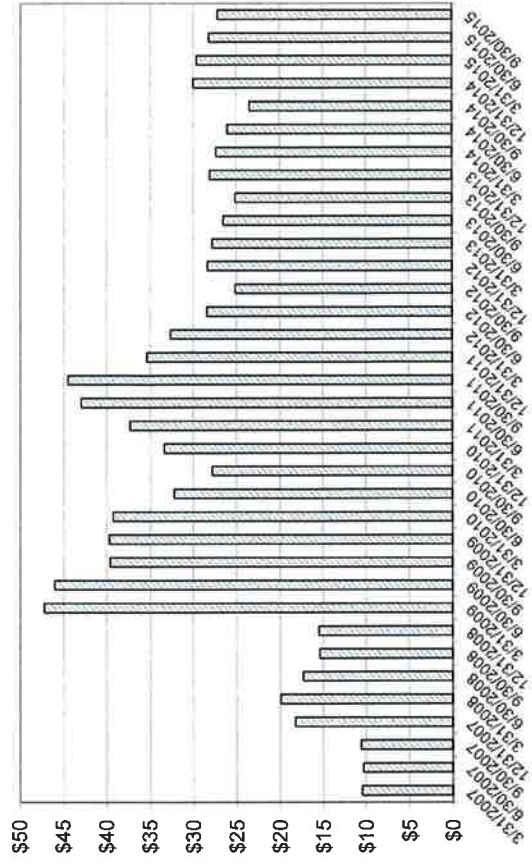
(1) **Weighted average life** - For purposes of calculating weighted average life, pool investments are assumed to have a one day maturity.

(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



Total Portfolio (Millions)



Quarter End Book Value

Book Value Comparison

Description	Coupon/ Discount	Maturity Date	June 30, 2015			September 30, 2015		
			Original Face/Par Value	Book Value	Purchases/ Accretions	Amortizations/ Sales/Maturities	Original Face/Par Value	Book Value
Bank MMA	0.25%	10/01/15	\$ 22,017,959	\$ 22,017,959	\$ -	\$ (1,027,732)	\$ 20,990,227	\$ 20,990,227
TexPool	0.09%	10/01/15	200,096	200,096	37		200,133	200,133
Independent CD	0.30%	11/16/15	1,000,247	1,000,247	740		1,000,987	1,000,987
Independent CD	0.45%	12/31/15	1,002,245	1,002,245	1,137		1,003,382	1,003,382
Independent CD	0.55%	03/31/16	1,002,744	1,002,744	1,390		1,004,134	1,004,134
Independent CD	0.50%	05/20/16	1,000,000	1,000,000	1,260		1,001,260	1,001,260
Comerica CD	0.67%	06/30/16	1,006,717	1,006,717	1,700		1,008,417	1,008,417
Independent CD	0.60%	06/30/16	1,002,994	1,002,994	1,517		1,004,511	1,004,511
TOTAL			\$ 28,233,002	\$ 28,233,002	\$ 7,781	\$ (1,027,732)	\$ 27,213,051	\$ 27,213,051

Market Value Comparison

Description	Coupon/ Discount	Original Face/Par Value	June 30, 2015			September 30, 2015		
			Market Price	Market Value	Qtr to Qtr Change	Original Face/Par Value	Market Price	Market Value
Bank MMA	0.25%	\$ 22,017,959	1.00	\$ 22,017,959	\$ (1,027,732)	\$ 20,990,227	1.00	\$ 20,990,227
TexPool	0.09%	200,096	1.00	200,096	37	200,133	1.00	200,133
Independent CD	0.30%	1,000,247	100.00	1,000,247	740	1,000,987	100.00	1,000,987
Independent CD	0.45%	1,002,245	100.00	1,002,245	1,137	1,003,382	100.00	1,003,382
Independent CD	0.55%	1,002,744	100.00	1,002,744	1,390	1,004,134	100.00	1,004,134
Independent CD	0.50%	1,000,000	100.00	1,000,000	1,260	1,001,260	100.00	1,001,260
Comerica CD	0.67%	1,006,717	100.00	1,006,717	1,700	1,008,417	100.00	1,008,417
Independent CD	0.60%	1,002,994	100.00	1,002,994	1,517	1,004,511	100.00	1,004,511
TOTAL		\$ 28,233,002		\$ 28,233,002	\$ (1,019,951)	\$ 27,213,051		\$ 27,213,051

**Allocation
September 30, 2015**

Book & Market Value	Total	GO I&S	General Fund	W/S Restricted	W/S Operations	Capital Project	2009 GO Bonds	Restricted Park Development	Restricted General
Bank MMA	20,990,227	\$ 336,182	\$ 3,633,547	\$ 220,874	\$ 2,767,045	\$ 464,460	\$ 3,516,131	\$ 382,610	\$ 552,016
Texpool	200,133		200,133						
11/16/15	1,000,987		1,000,987						
12/31/15	1,003,382						1,004,134		
03/31/16	1,004,134								
05/20/16	1,001,260		1,001,260						
06/30/16	1,008,417						1,008,417		
06/30/16	1,004,511		1,004,511						
Totals	\$ 27,213,051	\$ 336,182	\$ 6,840,438	\$ 220,874	\$ 2,767,045	\$ 464,460	\$ 5,528,682	\$ 382,610	\$ 552,016

**Allocation
September 30, 2015**

Book & Market Value	Restricted Water Impact	Restricted Sewer Impact	Restricted Roadway	Street Maintenance	Health Insurance	EDC
Bank MMA	\$ 1,482,708	\$ 1,769,728	\$ 2,223,271	\$ 28,200	\$ 201,828	\$ 3,411,627
Texpool						
11/16/15						
12/31/15						1,003,382
03/31/16						
05/20/16						
06/30/16						
06/30/16						
Totals	\$ 1,482,708	\$ 1,769,728	\$ 2,223,271	\$ 28,200	\$ 201,828	\$ 4,415,009

**Allocation
June 30, 2015**

Book & Market Value	Total	GO I&S	General Fund	W/S Restricted	W/S Operations	Capital Project	2009 GO Bonds	Restricted Park Development	Restricted General
Bank MMA	22,017,959	\$ 1,063,945	\$ 5,619,099	\$ 176,159	\$ 1,754,686	\$ 338,576	\$ 3,603,106	\$ 219,637	\$ 519,023
Texpool	200,096		200,096						
11/16/15	1,000,247		1,000,247						
12/31/15	1,002,245								
03/31/16	1,002,744						1,002,744		
05/20/16	1,000,000		1,000,000						
06/30/16	1,006,717								1,006,717
06/30/16	1,002,994		1,002,994						
Totals	\$ 28,233,002	\$ 1,063,945	\$ 8,822,436	\$ 176,159	\$ 1,754,686	\$ 338,576	\$ 5,612,567	\$ 219,637	\$ 519,023

**Allocation
June 30, 2015**

Book & Market Value	Restricted Water Impact	Restricted Sewer Impact	Restricted Roadway	Street Maintenance	Health Insurance	EDC
Bank MMA	\$ 1,311,235	\$ 1,651,540	\$ 1,977,010	\$ 225,377	\$ 178,956	\$ 3,379,611
Texpool						
11/16/15						
12/31/15						1,002,245
03/31/16						
05/20/16						
06/30/16						
06/30/16						
Totals	\$ 1,311,235	\$ 1,651,540	\$ 1,977,010	\$ 225,377	\$ 178,956	\$ 4,381,856

Portfolio Summary
City of Sachse, TX
September 30, 2015

Safety - Investment Type

Investment Type	Book Value	Percent
Money Market Account*	\$ 20,990,227	77.1%
Investment Pools	200,133	0.7%
CD's	6,022,691	22.1%
Total*	\$ 27,213,051	100%

*(Includes Sachse EDC Money Market)

Liquidity - Investments by Maturity Date

Under 30 days	\$ 21,190,360	78%
30 - 90 days	1,000,987	4%
91 - 180 days	1,003,382	4%
180 - 365 days	4,018,322	15%
366 - 760 days	0	0%
Total Principal Invested	\$ 27,213,051	100%

Portfolio Yield	Fiscal YTD Interest	Int Earned this QTR	(FYTD) Percent of total
<i>Portfolio</i>			
Debt Service	\$ 1,814	\$ 254	2.79%
General Fund	\$ 17,203	5,043	26.44%
Water and Sewer Fund	\$ 2,860	777	4.40%
Capital Project Fund	\$ 20,127	5,364	30.93%
Special Revenue Fund	\$ 1,154	317	1.77%
Impact Fee Fund	\$ 10,226	2,737	15.72%
Street Maintenance Fund	\$ 188	37	0.29%
Health Insurance Fund	\$ 233	67	0.36%
Sachse EDC	\$ 11,263	3,143	17.31%
Total Portfolios	\$ 65,067	\$ 17,738	100.00%

Portfolio Balance	Beginning Balances	Ending Book Balances	Change
<i>Portfolio</i>			
Debt Service	\$ 1,063,945	\$ 336,182	\$ (727,762.88)
General Fund	8,822,436	6,840,438	(1,981,998.10)
Water and Sewer Fund	1,930,845	2,987,919	1,057,073.95
Capital Project Fund	5,951,143	5,993,142	41,999.16
Special Revenue Fund	738,660	934,626	195,966.40
Impact Fee Fund	4,939,785	5,475,707	535,922.04
Street Maintenance Fund	225,377	28,200	(197,177.09)
Health Insurance Fund	178,956	201,828	22,871.84
Sachse EDC	4,381,856	4,415,009	33,152.77
Total Portfolios	\$ 28,233,003	\$ 27,213,051	\$ (1,019,952)

Historical Interest Rates

	July	August	September
Pooled Money Market Account	2015	0.2500%	0.2500%
	2014	0.2500%	0.2500%
	2013	0.2500%	0.2500%
Tex Pool	2015	0.0630%	0.0524%
	2014	0.0313%	0.0353%
	2013	0.0531%	0.0437%

City of Sachse, TX
Investment Portfolios
July 31, 2015

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Book Value			Market Value			
							Principal Invested	Beginning of Month	Change 1	End of Month	Beginning of Month	Change	End of Month
GO Bond I&S Fund	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	1,063,945	1,063,945	10,062	1,074,007	10,062	1,074,007	
Total							1,063,945	1,063,945	10,062	1,074,007	10,062	1,074,007	
General Fund	TexPool	1111-000	07/31/2015	08/01/2015	0.0630%	1	200,096	200,096	11	200,107	200,096	11	200,107
General Fund	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	5,619,099	5,619,099	(744,627)	4,874,472	5,619,099	(744,627)	4,874,472
General Fund	CD	2200005584	12/18/2014	06/30/2016	0.6000%	335	1,000,000	1,002,994	0	1,002,994	1,002,994	0	1,002,994
General Fund	CD	2200006096	05/20/2015	11/16/2015	0.3000%	108	1,000,000	1,000,247	246	1,000,493	1,000,247	246	1,000,493
General Fund	CD	2200006097	05/20/2015	05/20/2016	0.5000%	294	1,000,000	1,000,000	0	1,000,000	1,000,000	0	1,000,000
Total							8,819,195	8,822,436	(744,370)	8,078,066	8,822,436	(744,370)	8,078,066
Water and Sewer Fund	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	176,159	176,159	0	176,159	176,159	0	176,159
W/S Restricted Fund	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	1,754,686	1,754,686	(219)	1,754,467	1,754,686	(219)	1,754,467
W/S Operations							1,930,845	1,930,845	(219)	1,930,626	1,930,845	(219)	1,930,626
Total													
Capital Project Funds	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	338,576	338,576	(66,262)	272,314	338,576	(66,262)	272,314
2009 GO Bonds	CD	2200005583	12/18/2014	03/31/2016	0.5500%	244	1,000,000	1,002,744	0	1,002,744	1,002,744	0	1,002,744
2009 GO Bonds	CD	951-11429176	06/30/2014	06/30/2016	0.6700%	335	1,000,000	1,006,717	0	1,006,717	1,006,717	0	1,006,717
2009 GO Bonds	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	3,603,106	3,603,106	(8,313)	3,594,793	3,603,106	(8,313)	3,594,793
Total							5,941,682	5,951,143	(74,575)	5,876,568	5,951,143	(74,575)	5,876,568
Special Revenue Funds	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	219,637	219,637	162,835	382,472	219,637	162,835	382,472
Restricted Park Development Fee Fund	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	519,023	519,023	(3,274)	515,749	519,023	(3,274)	515,749
Restricted General Fund							738,660	738,660	159,561	898,221	738,660	159,561	898,221
Total													
Impact Fee Fund	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	1,311,235	1,311,235	70,439	1,381,674	1,311,235	70,439	1,381,674
Restricted Water Impact Fee	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	1,651,540	1,651,540	36,977	1,688,517	1,651,540	36,977	1,688,517
Restricted Sewer Impact Fee	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	1,977,010	1,977,010	123,097	2,100,107	1,977,010	123,097	2,100,107
Restricted Roadway Impact Fee	Money Market						4,939,785	4,939,785	230,513	5,170,298	4,939,785	230,513	5,170,298
Total													
Street Maintenance Fund	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	225,377	225,377	22,296	247,673	225,377	22,296	247,673
Street Maintenance Tax							225,377	225,377	22,296	247,673	225,377	22,296	247,673
Total													
Health Insurance Fund	Money Market	114512	07/31/2015	08/01/2015	0.2500%	1	178,956	178,956	7,831	186,787	178,956	7,831	186,787
Health Insurance							178,956	178,956	7,831	186,787	178,956	7,831	186,787
Total													
EDC Fund	CD	nk 220005585	12/18/2014	12/31/2015	0.4500%	153	1,000,000	1,002,245	0	1,002,245	1,002,245	0	1,002,245
EDC	Money Market	114512	07/31/2015	08/01/2015	0.1600%	1	3,379,611	3,379,611	3,645	3,383,256	3,379,611	3,645	3,383,256
EDC PPMKKT							4,379,611	4,381,856	3,645	4,385,501	4,381,856	3,645	4,385,501
Total							28,218,056	28,233,002	(385,255)	27,847,748	28,233,002	(385,255)	27,847,748

City of Sachse, TX
Investment Portfolios
July 31, 2015

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value		Market Value			
								Beginning of Month	Change 1	End of Month	Beginning of Month	Change	End of Month
Summary of Portfolios by Security Type 07/31/15													
	Percent of Total (Book Value)	Average # of days	Average Yield				Principal Invested	Beginning of Month	Change	End of Month	Beginning of Month	Change	End of Month
Money Market Account	77.68%	1	0.2436%			22,017,960	22,017,960	-385,512	21,632,448	22,017,960	-385,512	21,632,448	
TexPool	0.72%	1	0.2500%			200,096	200,096	11	200,107	200,096	11	200,107	
CD's	21.60%	245	0.5117%			6,000,000	6,014,947	246	6,015,193	6,014,947	246	6,015,193	
Total	100.00%					28,218,056	28,233,002	-385,255	27,847,748	28,233,002	-385,255	27,847,748	

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

City of Sachse, TX
Investment Portfolios
August 31, 2015

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value		Market Value			
								Beginning of Month	Change ¹	End of Month	Change		
GO Bond I&S Fund	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	1,074,007	1,074,007	(739,455)	1,074,007	(739,455)	334,552	334,552
Total							1,074,007	1,074,007	(739,455)	1,074,007	(739,455)	334,552	334,552
General Fund	TexPool	1111-000	08/31/2015	09/01/2015	0.0716%	1	200,107	200,107	12	200,119	12	200,119	200,119
General Fund	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	4,874,472	4,874,472	(750,513)	4,123,959	(750,513)	4,123,959	4,123,959
General Fund	CD	220005584	12/18/2014	06/30/2016	0.60000%	304	1,000,000	1,002,994	0	1,002,994	0	1,002,994	1,002,994
General Fund	CD	220006096	05/20/2015	11/16/2015	0.30000%	77	1,000,000	1,000,493	247	1,000,740	247	1,000,740	1,000,740
General Fund	CD	220006097	05/20/2015	05/20/2016	0.50000%	263	1,000,000	1,000,000	1,260	1,001,260	1,260	1,001,260	1,001,260
Total							8,074,579	8,078,066	(748,993)	7,329,072	(748,993)	7,329,072	7,329,072
Water and Sewer Fund	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	176,159	176,159	0	176,159	0	176,159	176,159
W/S Restricted Fund	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	1,754,467	1,754,467	376,666	2,131,133	376,666	2,131,133	2,131,133
Total							1,930,626	1,930,626	376,666	2,307,292	376,666	2,307,292	2,307,292
Capital Project Funds	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	272,314	272,314	426,041	698,355	426,041	698,355	698,355
2009 GO Bonds	CD	220005583	12/18/2014	03/31/2016	0.55000%	213	1,000,000	1,002,744	0	1,002,744	0	1,002,744	1,002,744
2009 GO Bonds	CD	951-11429176	06/30/2014	06/30/2016	0.67000%	304	1,000,000	1,006,717	0	1,006,717	0	1,006,717	1,006,717
2009 GO Bonds	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	3,594,793	3,594,793	(78,012)	3,516,782	(78,012)	3,516,782	3,516,782
Total							5,867,108	5,876,568	348,029	6,224,597	348,029	6,224,597	6,224,597
Special Revenue Funds	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	382,472	382,472	43	382,515	43	382,515	382,515
Restricted Park Development Fee Fun	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	515,749	515,749	7,134	522,883	7,134	522,883	522,883
Total							898,221	898,221	7,177	905,398	7,177	905,398	905,398
Impact Fee Fund	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	1,381,674	1,381,674	70,721	1,452,394	70,721	1,452,394	1,452,394
Restricted Water Impact Fee	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	1,688,517	1,688,517	49,551	1,738,067	49,551	1,738,067	1,738,067
Restricted Sewer Impact Fee	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	2,100,107	2,100,107	68,090	2,168,198	68,090	2,168,198	2,168,198
Restricted Roadway Impact Fee	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	5,170,298	5,170,298	188,362	5,358,659	188,362	5,358,659	5,358,659
Street Maintenance Fund	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	247,673	247,673	(236,004)	11,669	(236,004)	11,669	11,669
Street Maintenance Tax	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	247,673	247,673	(236,004)	11,669	(236,004)	11,669	11,669
Total							186,787	186,787	4,353	191,140	4,353	191,140	191,140
Health Insurance Fund	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	186,787	186,787	4,353	191,140	4,353	191,140	191,140
Health Insurance	Money Market	114512	08/31/2015	09/01/2015	0.25000%	1	186,787	186,787	4,353	191,140	4,353	191,140	191,140
Total							186,787	186,787	4,353	191,140	4,353	191,140	191,140
EDC Fund	CD	nk 220005585	12/18/2014	12/31/2015	0.45000%	122	1,000,000	1,002,245	0	1,002,245	0	1,002,245	1,002,245
EDC	Money Market	114512	08/31/2015	09/01/2015	0.1600%	1	3,383,256	3,383,256	2,302	3,385,558	2,302	3,385,558	3,385,558
EDC PMMKT	Money Market	114512	08/31/2015	09/01/2015	0.1600%	1	4,383,256	4,385,501	2,302	4,387,803	2,302	4,387,803	4,387,803

City of Sachse, TX
Investment Portfolios
August 31, 2015

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value			Market Value		
								Beginning of Month	Change 1	End of Month	Beginning of Month	Change	End of Month
							27,832,555	27,847,748	(797,564)	27,050,183	27,847,748	(797,564)	27,050,183

Summary of Portfolios by Security Type
08/31/15

Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Book Value			Market Value			
				Principal Invested	Beginning of Month	Change	End of Month	Beginning of Month	Change	End of Month
Money Market Account	77.02%	1	0.2436%	21,632,448	21,632,448	-799,083	20,833,364	21,632,448	-799,083	20,833,364
TexPool	0.74%	1	0.2500%	200,107	200,107	12	200,119	200,107	12	200,119
CD's	22.24%	214	0.5117%	6,000,000	6,015,193	1,507	6,016,700	6,015,193	1,507	6,016,700
Total	100.00%			27,832,554	27,847,748	-797,564	27,050,183	27,847,748	-797,564	27,050,183

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

City of Sachse, TX
Investment Portfolios
September 30, 2015

Source	Description	CUSIP/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value			Market Value		
								Beginning of Month	Change ¹	End of Month	Beginning of Month	Change	End of Month
GO Bond I&S Fund	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	334,552	334,552	1,630	336,182	1,630	336,182	
Total							334,552	334,552	1,630	336,182	1,630	336,182	
General Fund	TexPool	1111-000	09/30/2015	10/01/2015	0.0850%	1	200,119	200,119	14	200,133	14	200,133	
General Fund	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	4,123,959	4,123,959	(490,412)	3,633,547	(490,412)	3,633,547	
General Fund	CD	rd 2200005584	12/18/2014	06/30/2016	0.6000%	274	1,000,000	1,002,994	1,517	1,004,511	1,517	1,004,511	
General Fund	CD	2200006096	05/20/2015	11/16/2015	0.3000%	47	1,000,000	1,000,740	247	1,000,987	247	1,000,987	
General Fund	CD	2200006097	05/20/2015	05/20/2016	0.5000%	233	1,000,000	1,001,260	0	1,001,260	0	1,001,260	
Total							7,324,077	7,329,072	(488,635)	6,840,438	(488,635)	6,840,438	
Water and Sewer Fund	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	176,159	176,159	44,715	220,874	44,715	220,874	
W/S Restricted Fund	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	2,131,133	2,131,133	635,912	2,767,045	635,912	2,767,045	
Total							2,307,292	2,307,292	680,627	2,987,919	680,627	2,987,919	
Capital Project Funds	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	698,355	698,355	(233,895)	464,460	(233,895)	464,460	
2009 GO Bonds	CD	nk 2200005583	12/18/2014	03/31/2016	0.5500%	183	1,000,000	1,002,744	1,390	1,004,134	1,390	1,004,134	
2009 GO Bonds	CD	351-11429176	06/30/2014	06/30/2016	0.6700%	274	1,000,000	1,006,717	1,700	1,008,417	1,700	1,008,417	
2009 GO Bonds	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	3,516,782	3,516,782	(650)	3,516,131	(650)	3,516,131	
Total							6,215,136	6,224,597	(231,455)	5,993,142	(231,455)	5,993,142	
Special Revenue Funds	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	382,515	382,515	95	382,610	95	382,610	
Restricted Park Development Fee Fun	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	522,883	522,883	29,133	552,016	29,133	552,016	
Total							905,398	905,398	29,228	934,626	29,228	934,626	
Impact Fee Fund	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	1,452,394	1,452,394	30,313	1,482,708	30,313	1,482,708	
Restricted Water Impact Fee	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	1,738,067	1,738,067	31,661	1,769,728	31,661	1,769,728	
Restricted Sewer Impact Fee	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	2,168,198	2,168,198	55,073	2,223,271	55,073	2,223,271	
Restricted Roadway Impact Fee	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	5,358,660	5,358,659	117,047	5,475,707	117,047	5,475,707	
Total							11,669	11,669	16,531	28,200	16,531	28,200	
Street Maintenance Tax	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	11,669	11,669	16,531	28,200	16,531	28,200	
Total							11,669	11,669	16,531	28,200	16,531	28,200	
Health Insurance Fund	Money Market	114512	09/30/2015	10/01/2015	0.25000%	1	191,140	191,140	10,688	201,828	10,688	201,828	
Total							191,140	191,140	10,688	201,828	10,688	201,828	
EDC Fund	CD	nk 2200005585	12/18/2014	12/31/2015	0.4500%	92	1,000,000	1,002,245	1,137	1,003,382	1,137	1,003,382	
EDC	Money Market	114512	09/30/2015	10/01/2015	0.1600%	1	3,385,558	3,385,558	26,069	3,411,627	26,069	3,411,627	
Total							4,385,558	4,387,803	27,206	4,415,009	27,206	4,415,009	

City of Sachse, TX
Investment Portfolios
September 30, 2015

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value			Market Value		
								Beginning of Month	Change ¹	End of Month	Beginning of Month	Change	End of Month
							27,033,483	27,050,183	162,867	27,213,051	27,050,183	162,867	27,213,051

Summary of Portfolios by Security Type
09/30/15

Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Book Value			Market Value			
				Principal Invested	Beginning of Month	Change	End of Month	Beginning of Month	Change	End of Month
Money Market Account	77.13%	1	0.2436%	20,833,365	20,833,364	156,863	20,990,227	20,833,364	156,863	20,990,227
TexPool	0.74%	1	0.2500%	200,119	200,119	14	200,133	200,119	14	200,133
CD's	22.13%	184	0.5117%	6,000,000	6,016,700	5,991	6,022,691	6,016,700	5,991	6,022,691
Total	100.00%			27,033,483	27,050,183	162,867	27,213,051	27,050,183	162,867	27,213,051

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

Memo

To: **Gina Nash, City Manager**
 From: **Berna Fitzpatrick, Finance Manager**
 CC: **Mayor and City Council**
 Date: **January 20, 2016**
 Re: **Investment Report for period ending December 31, 2015**

Attached is the Quarterly Investment Report for the quarter ending December 31 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 portfolio¹ consisted of the following investments:

Portfolio at Quarter Close:	Rate at 12/31/2015	% Total	Total Investment
Money Market Account –ANB	.20%	62.35%	21,121,023
Money Market Account(EDC)-ANB	.14%	4.49%	1,522,251
Investment Pool – Tex Pool	.1863%	.59%	200,199
CD---Comerica Bank	.67%	2.98%	1,010,120
CD---Independent Bank	.55%	2.97%	1,005,511
CD---Independent Bank	.35%	2.97%	1,004,508
CD---Independent Bank	.60%	2.97%	1,006,014
CD---Independent Bank	.55%	2.96%	1,001,933
CD---Independent Bank	.50%	2.96%	1,002,522
CD---Independent Bank	.50%	2.95%	1,000,000
CD---Independent Bank	.50%	2.95%	1,000,000
CD---Independent Bank	.60%	2.95%	1,000,000
CD---Independent Bank	.70%	2.95%	1,000,000
CD---Independent Bank	.70%	2.95%	1,000,000
Total Invested City Funds:		100.0%	\$33,874,081

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 December 31 was \$14,146.**

Citywide cash and investments for the period ending December 31 was \$33,874,081. Of this amount, \$4,439,470 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.

67% 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 .32%. The Texpool Prime Fund interest rate was .2776% and the Texpool interest rate was .1863% at December 31, 2015. The rolling three month Treasury yield was .13% with the rolling six month Treasury yield at .25%.

¹ Includes the Sachse Economic Development Corporation




QUARTERLY INVESTMENT REPORT

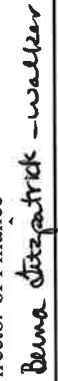
For the Quarter Ended

December 31, 2015

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


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	December 31, 2015		September 30, 2015	
		Book Value	Market Value	Book Value	Market Value
Bank/Pool	0.20%	\$ 22,843,473	\$ 22,843,473	\$ 21,190,360	\$ 21,190,360
CDs/Securities	0.57%	11,030,608	11,030,608	6,022,691	6,022,691
Totals		\$ 33,874,081	\$ 33,874,081	\$ 27,213,051	\$ 27,213,051

Current Quarter Average Yield (1)

Total Portfolio 0.32%

Rolling Three Mo. Treas. Yield 0.13%

Rolling Six Mo. Treas. Yield 0.25%

	City	EDC
Interest Earnings QTR	\$ 11,210	\$ 2,936
Interest Earnings YTD	\$ 11,210	\$ 2,936

Fiscal Year-to-Date Average Yield (2)

Total Portfolio 0.32%

Rolling Three Mo. Treas. Yield 0.13%

Rolling Six Mo. Treas. Yield 0.25%

Average Quarterly TexPool Yield 0.19%

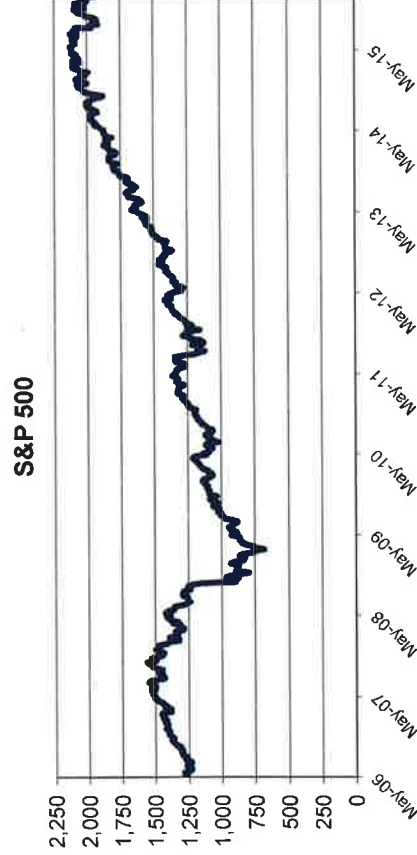
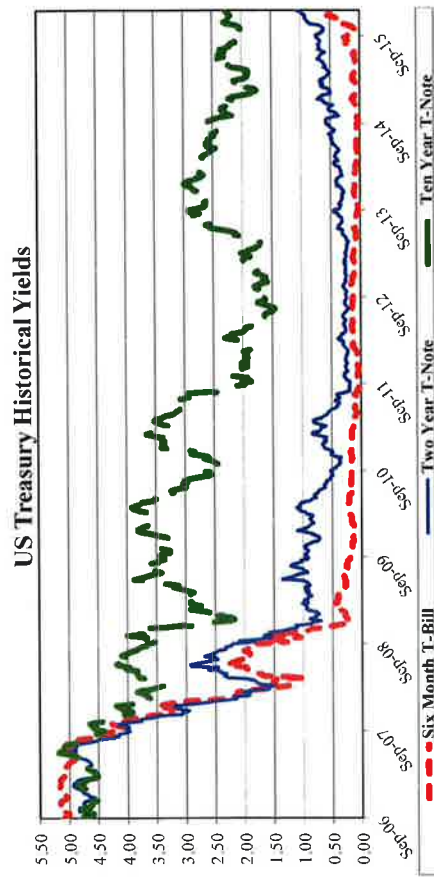
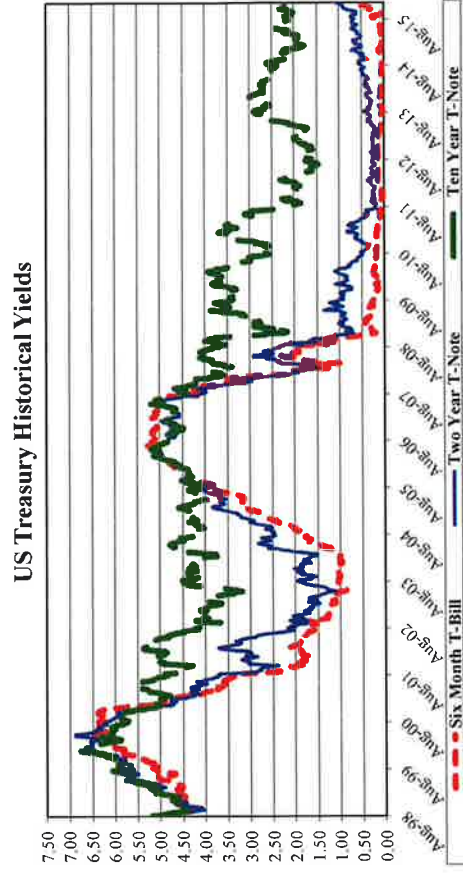
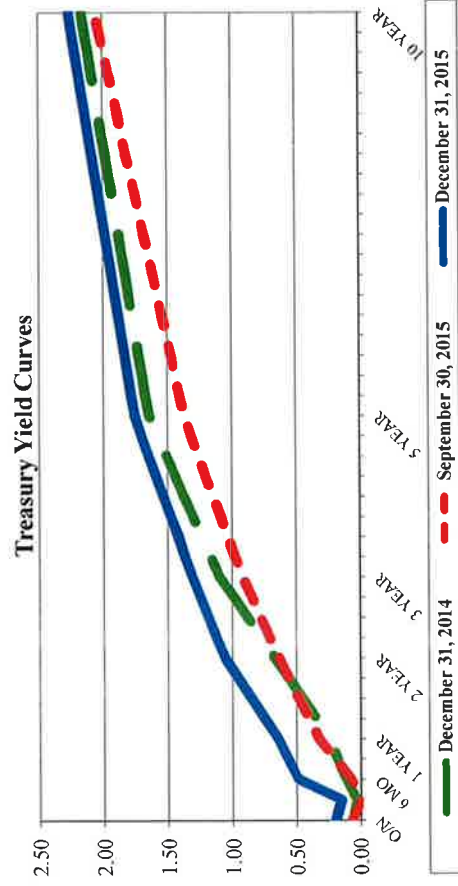
(1) Average Yield calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

(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

12/31/2015

The Federal Open Market Committee (FOMC) raised the Fed Funds target range to 0.25% - 0.50% (actual Fed Funds traded +/-30 bps). The market reacted with higher short to medium term yields. Ten year and longer yields did not increase beyond the current trading range. The December new payroll numbers jumped +292k, with additional positive Oct/Nov adjustments. The Chinese economy and stock market turmoil grabbed international attention. US stock markets dropped in sympathy, but tried to stabilize. Broader international social and economic concerns continue, with the European Central Bank continuing its easing program. Treasury and Agency security yields are attractive for cash-flow based laddering. Although Bank CDs and municipal bonds may still offer the best interest earnings opportunity, if available.



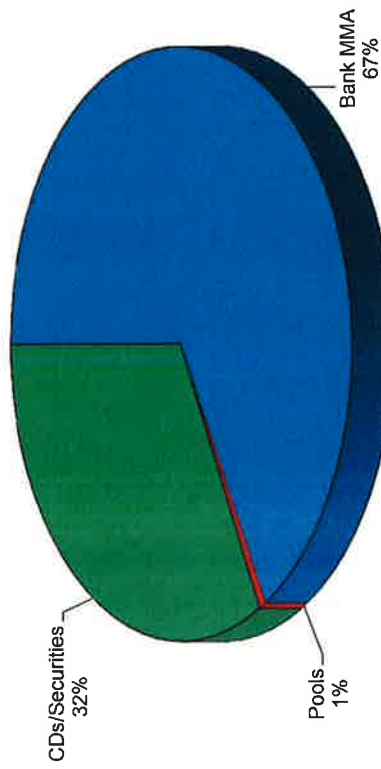
**Detail of Investment Holdings
December 31, 2015**

Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Original Face) Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Bank MMA		0.20%	01/01/16	12/31/15	\$ 22,643,274	\$ 22,643,274	1.00	\$ 22,643,274	1	0.20%
TexPool	AAA-m	0.19%	01/01/16	12/31/15	200,199	200,199	1.00	200,199	1	0.19%
Independent Bank CD		0.55%	03/31/16	12/18/14	1,005,511	1,005,511	100.00	1,005,511	91	0.55%
Independent Bank CD		0.55%	05/14/16	11/16/15	1,001,933	1,001,933	100.00	1,001,933	135	0.55%
Independent Bank CD		0.50%	05/20/16	05/20/15	1,002,522	1,002,522	100.00	1,002,522	141	0.50%
Comerica Bank CD		0.67%	06/30/16	06/30/14	1,010,120	1,010,120	100.00	1,010,120	182	0.67%
Independent Bank CD		0.60%	06/30/16	12/18/14	1,006,014	1,006,014	100.00	1,006,014	182	0.60%
Independent Bank CD		0.50%	07/12/16	12/10/15	1,000,000	1,000,000	100.00	1,000,000	194	0.50%
Independent Bank CD		0.50%	08/10/16	12/10/15	1,000,000	1,000,000	100.00	1,000,000	223	0.50%
Independent Bank CD		0.60%	10/12/16	12/10/15	1,000,000	1,000,000	100.00	1,000,000	286	0.60%
Independent Bank CD		0.35%	12/17/16	12/31/15	1,004,508	1,004,508	100.00	1,004,508	352	0.35%
Independent Bank CD		0.70%	03/15/17	12/10/15	1,000,000	1,000,000	100.00	1,000,000	440	0.70%
Independent Bank CD		0.70%	04/12/17	12/10/15	1,000,000	1,000,000	100.00	1,000,000	468	0.70%
					\$ 33,874,081	\$ 33,874,081		\$ 33,874,081	80	0.32%
									(1)	(2)

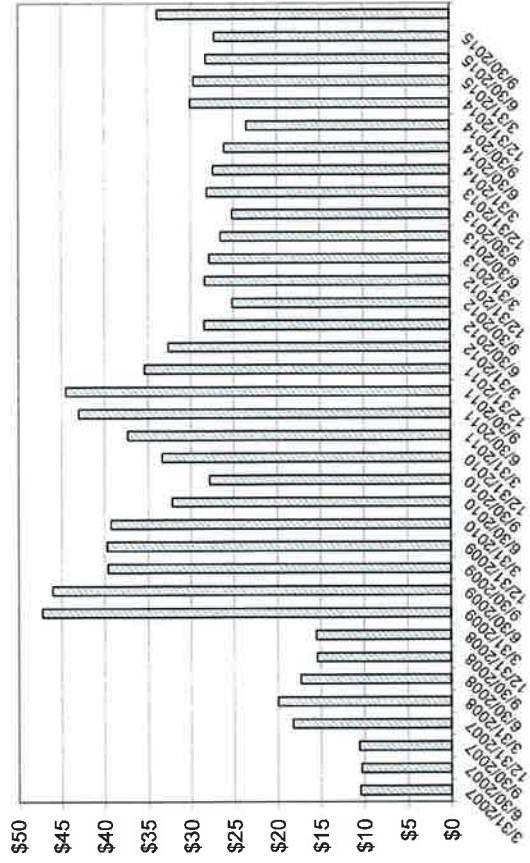
(1) **Weighted average life** - For purposes of calculating weighted average life, pool investments are assumed to have a one day maturity.

(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



Total Portfolio (Millions)



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	September 30, 2015			December 31, 2015		
			Original Face/Par Value	Book Value	Purchases/ Accretions	Amortizations/ Sales/Maturities	Original Face/Par Value	Book Value
Bank MMA	0.20%	01/01/16	\$ 20,990,227	\$ 20,990,227	\$ 1,653,047	\$ -	\$ 22,643,274	\$ 22,643,274
TexPool	0.19%	01/01/16	200,133	200,133	66	-	200,199	200,199
Independent CD	0.30%	11/16/15	1,000,987	1,000,987	-	(1,000,987)	-	-
Independent CD	0.45%	12/17/15	1,003,382	1,003,382	-	(1,003,382)	-	-
Independent Bank CD	0.55%	03/31/16	1,004,134	1,004,134	1,377	-	1,005,511	1,005,511
Independent Bank CD	0.55%	05/14/16	-	-	1,001,933	-	1,001,933	1,001,933
Independent Bank CD	0.50%	05/20/16	1,001,260	1,001,260	1,262	-	1,002,522	1,002,522
Comerica Bank CD	0.67%	06/30/16	1,008,417	1,008,417	1,703	-	1,010,120	1,010,120
Independent Bank CD	0.60%	06/30/16	1,004,511	1,004,511	1,503	-	1,006,014	1,006,014
Independent Bank CD	0.50%	07/12/16	-	-	1,000,000	-	1,000,000	1,000,000
Independent Bank CD	0.50%	08/10/16	-	-	1,000,000	-	1,000,000	1,000,000
Independent Bank CD	0.60%	10/12/16	-	-	1,000,000	-	1,000,000	1,000,000
Independent Bank CD	0.35%	12/17/16	-	-	1,004,508	-	1,004,508	1,004,508
Independent Bank CD	0.70%	03/15/17	-	-	1,000,000	-	1,000,000	1,000,000
Independent Bank CD	0.70%	04/12/17	-	-	1,000,000	-	1,000,000	1,000,000
TOTAL			\$ 27,213,051	\$ 27,213,051	\$ 8,665,399	\$ (2,004,369)	\$ 33,874,081	\$ 33,874,081

Market Value Comparison

Description	Coupon/ Discount	September 30, 2015				December 31, 2015			
		Original Face/Par Value	Market Price	Market Value	Qtr to Qtr Change	Original Face/Par Value	Market Price	Market Value	Market Value
Bank MMA	0.20%	\$ 20,990,227	1.00	\$ 20,990,227	\$ 1,653,047	\$ 22,643,274	1.00	\$ 22,643,274	22,643,274
TexPool	0.19%	200,133	1.00	200,133	66	200,199	1.00	200,199	200,199
Independent CD	0.30%	1,000,987	100.00	1,000,987	(1,000,987)	-	-	-	-
Independent CD	0.45%	1,003,382	100.00	1,003,382	(1,003,382)	-	-	-	-
Independent Bank CD	0.55%	1,004,134	100.00	1,004,134	1,377	1,005,511	100.00	1,005,511	1,005,511
Independent Bank CD	0.55%	-	-	-	1,001,933	1,001,933	100.00	1,001,933	1,001,933
Independent Bank CD	0.50%	1,001,260	100.00	1,001,260	1,262	1,002,522	100.00	1,002,522	1,002,522
Comerica Bank CD	0.67%	1,008,417	100.00	1,008,417	1,703	1,010,120	100.00	1,010,120	1,010,120
Independent Bank CD	0.60%	1,004,511	100.00	1,004,511	1,503	1,006,014	100.00	1,006,014	1,006,014
Independent Bank CD	0.50%	-	-	-	1,000,000	1,000,000	100.00	1,000,000	1,000,000
Independent Bank CD	0.50%	-	-	-	1,000,000	1,000,000	100.00	1,000,000	1,000,000
Independent Bank CD	0.60%	-	-	-	1,000,000	1,000,000	100.00	1,000,000	1,000,000
Independent Bank CD	0.35%	-	-	-	1,004,508	1,004,508	100.00	1,004,508	1,004,508
Independent Bank CD	0.70%	-	-	-	1,000,000	1,000,000	100.00	1,000,000	1,000,000
Independent Bank CD	0.70%	-	-	-	1,000,000	1,000,000	100.00	1,000,000	1,000,000
TOTAL		\$ 27,213,051		\$ 27,213,051	\$ 6,661,030	\$ 33,874,081		\$ 33,874,081	\$ 33,874,081

**Allocation
December 31, 2015**

Book & Market Value	Total	GO I&S	General Fund	W/S Restricted	W/S Operations	Capital Project	2009 GO Bonds	Restricted Park Development
Bank MMA	22,643,274	\$ 2,451,763	\$ 6,488,967	\$ 220,874	\$ 2,699,052	\$ 255,282	\$ 1,169,414	\$ 382,578
Texpool	200,199		200,199					
03/31/16-Independent Bank CD	1,005,511						1,005,511	
05/14/16-Independent Bank CD	1,001,933		1,001,933					
05/20/16-Independent Bank CD	1,002,522		1,002,522					
06/30/16-Comerica Bank CD	1,010,120						1,010,120	
06/30/16-Independent Bank CD	1,006,014		1,006,014					
07/12/16-Independent Bank CD	1,000,000		1,000,000					
08/10/16-Independent Bank CD	1,000,000				1,000,000			
10/12/16-Independent Bank CD	1,000,000							
12/17/16-Independent Bank CD	1,004,508							
03/15/17-Independent Bank CD	1,000,000						1,000,000	
04/12/17-Independent Bank CD	1,000,000						1,000,000	
Totals	\$ 33,874,081	\$ 2,451,763	\$ 10,699,635	\$ 220,874	\$ 3,699,052	\$ 255,282	\$ 5,185,046	\$ 382,578

Allocation (continued)

December 31, 2015

Book & Market Value

	Restricted General	Restricted Water Impact	Restricted Sewer Impact	Restricted Roadway	Street Maintenance	Health Insurance	EDC
Bank MMA Texpool	\$ 545,144	\$ 1,349,986	\$ 1,535,663	\$ 1,735,987	\$ 105,802	\$ 267,799	\$ 3,434,962
03/31/16-Independent Bank CD							
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							
10/12/16-Independent Bank CD				1,000,000			
12/17/16-Independent Bank CD							1,004,508
03/15/17-Independent Bank CD							
04/12/17-Independent Bank CD							
Totals	\$ 545,144	\$ 1,349,986	\$ 1,535,663	\$ 2,735,987	\$ 105,802	\$ 267,799	\$ 4,439,470

**Allocation
September 30, 2015**

Book & Market Value	Total	GO I&S	General Fund	W/S Restricted	W/S Operations	Capital Project	2009 GO Bonds	Restricted Park Development
Bank MMA	20,990,227	\$ 336,182	\$ 3,633,547	\$ 220,874	\$ 2,767,045	\$ 464,460	\$ 3,516,131	\$ 382,610
Texpool	200,133		200,133					
11/15/15-Independent Bank CD	1,000,987		1,000,987					
12/31/15-Independent Bank CD	1,003,382							
03/31/16-Independent Bank CD	1,004,134						1,004,134	
05/20/16-Independent Bank CD	1,001,260		1,001,260					
06/30/16-Comerica Bank CD	1,008,417							1,008,417
06/30/16-Independent Bank CD	1,004,511		1,004,511					
Totals	\$ 27,213,051	\$ 336,182	\$ 6,840,438	\$ 220,874	\$ 2,767,045	\$ 464,460	\$ 5,528,682	\$ 382,610

Allocation
(continued)

September 30, 2015

Book & Market Value

	Restricted General	Restricted Water Impact	Restricted Sewer Impact	Restricted Roadway	Street Maintenance	Health Insurance	EDC
Bank MMA Texpool	\$ 552,016	\$ 1,482,708	\$ 1,769,728	\$ 2,223,271	\$ 28,200	\$ 201,828	\$ 3,411,627
11/15/15–Independent Bank CD							1,003,382
12/31/15–Independent Bank CD							
03/31/16–Independent Bank CD							
05/20/16–Independent Bank CD							
06/30/16–Comerica Bank CD							
06/30/16–Independent Bank CD							
Totals	\$ 552,016	\$ 1,482,708	\$ 1,769,728	\$ 2,223,271	\$ 28,200	\$ 201,828	\$ 4,415,009

Portfolio Summary
City of Sachse, TX
December 31, 2015

Safety - Investment Type

Investment Type	Book Value	Percent
Money Market Account*	\$ 22,643,274	66.8%
Investment Pools	200,199	0.6%
CD's	11,030,607	32.6%

Total* \$ 33,874,081 100%

*(Includes Sachse EDC Money Market)

Liquidity - Investments by Maturity Date

Under 30 days	\$ 22,643,473	67%
30 - 90 days	0	0%
91 - 180 days	3,009,966	9%
180 - 365 days	6,020,641	18%
366 - 760 days	2,000,000	6%

Total Principal Invested \$ 33,874,081 100%

Portfolio Yield	Fiscal YTD Interest	Int Earned this QTR	(FYTD) Percent of total
Debt Service	\$ 95	\$ 95	0.67%
General Fund	\$ 3,777	3,777	26.70%
Water and Sewer Fund	\$ 14	14	0.10%
Capital Project Fund	\$ 5,172	5,172	36.56%
Special Revenue Fund	\$ 0	0	0.00%
Impact Fee Fund	\$ 2,150	2,150	15.20%
Street Maintenance Fund	\$ -	0	0.00%
Health Insurance Fund	\$ -	0	0.00%
Sachse EDC	\$ 2,936	2,936	20.76%
Total Portfolios	\$ 14,146	\$ 14,146	100.00%

Portfolio Balance	Beginning Balances	Ending Book Balances	Change
Debt Service	\$ 336,182	\$ 2,451,763	\$ 2,115,581.09
General Fund	6,840,438	10,699,635	3,859,196.71
Water and Sewer Fund	2,987,919	3,919,926	932,007.48
Capital Project Fund	5,993,142	5,440,328	(552,813.64)
Special Revenue Fund	934,626	927,722	(6,904.02)
Impact Fee Fund	5,475,707	5,621,636	145,928.68
Street Maintenance Fund	28,200	105,802	77,602.01
Health Insurance Fund	201,828	267,799	65,971.34
Sachse EDC	4,415,009	4,439,470	24,461.32
Total Portfolios	\$ 27,213,051	\$ 33,874,081	\$ 6,661,031

Historical Interest Rates

	October	November	December
Pooled Money Market Account	2015	0.2000%	0.2000%
	2014	0.2500%	0.2500%
	2013	0.2500%	0.2500%
Tex Pool	2015	0.0966%	0.1105%
	2014	0.0268%	0.0286%
	2013	0.0498%	0.0446%

City of Sachse, TX
Investment Portfolios
October 31, 2015

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value		Market Value		
								Beginning of Month	Change ¹ End of Month	Beginning of Month	Change End of Month	
GO Bond I&S Fund	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	336,182	336,182	53,666	389,848	53,666	389,848
Total							336,182	336,182	53,666	389,848	53,666	389,848
General Fund												
General Fund	TexPool	1111-000	10/31/2015	11/01/2015	0.0966%	1	200,133	200,133	16	200,149	16	200,149
General Fund	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	3,633,547	3,633,547	(747,486)	2,886,061	(747,486)	2,886,061
General Fund	CD	220005584	12/18/2014	06/30/2016	0.6000%	243	1,000,000	1,004,511	0	1,004,511	0	1,004,511
General Fund	CD	220006096	05/20/2015	11/16/2015	0.3000%	16	1,000,000	1,000,987	246	1,001,233	246	1,001,233
General Fund	CD	220006097	05/20/2015	05/20/2016	0.5000%	202	1,000,000	1,001,260	0	1,001,260	0	1,001,260
Total							6,833,680	6,840,438	(747,223)	6,093,214	(747,223)	6,093,214
Water and Sewer Fund												
W/S Restricted Fund	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	220,874	220,874	0	220,874	0	220,874
W/S Operations	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	2,767,045	2,767,045	411,752	3,178,797	411,752	3,178,797
Total							2,987,919	2,987,919	411,752	3,399,671	411,752	3,399,671
Capital Project Funds												
Capital Project Funds	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	464,460	464,460	(154,779)	309,681	(154,779)	309,681
2009 GO Bonds	CD	nk 220005583	12/18/2014	03/31/2016	0.5500%	152	1,000,000	1,004,134	0	1,004,134	0	1,004,134
2009 GO Bonds	CD	951-11429176	06/30/2014	06/30/2016	0.6700%	243	1,000,000	1,008,417	0	1,008,417	0	1,008,417
2009 GO Bonds	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	3,516,131	3,516,131	(270,765)	3,245,366	(270,765)	3,245,366
Total							5,980,591	5,993,142	(425,544)	5,567,598	(425,544)	5,567,598
Special Revenue Funds												
Restricted Park Development Fee Fun	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	382,610	382,610	5	382,615	5	382,615
Restricted General Fund	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	552,016	552,016	(13,897)	538,119	(13,897)	538,119
Total							934,626	934,626	(13,892)	920,734	(13,892)	920,734
Impact Fee Fund												
Restricted Water Impact Fee	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	1,482,708	1,482,708	66,370	1,549,078	66,370	1,549,078
Restricted Sewer Impact Fee	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	1,769,728	1,769,728	48,987	1,818,715	48,987	1,818,715
Restricted Roadway Impact Fee	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	2,223,271	2,223,271	(176,996)	2,046,275	(176,996)	2,046,275
Total							5,475,707	5,475,707	(61,640)	5,414,068	(61,640)	5,414,068
Street Maintenance Fund												
Street Maintenance Tax	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	28,200	28,200	22,365	50,565	22,365	50,565
Total							28,200	28,200	22,365	50,565	22,365	50,565
Health Insurance Fund												
Health Insurance	Money Market	114512	10/31/2015	11/01/2015	0.2000%	1	201,828	201,828	18,841	220,669	18,841	220,669
Total							201,828	201,828	18,841	220,669	18,841	220,669
EDC Fund												
EDC	CD	nk 220005585	12/18/2014	12/31/2015	0.4500%	61	1,000,000	1,003,382	0	1,003,382	0	1,003,382
EDC PIMMKT	Money Market	114512	10/31/2015	11/01/2015	0.1400%	1	3,411,627	3,411,627	(39,683)	3,371,944	(39,683)	3,371,944
Total							4,411,627	4,415,009	(39,683)	4,375,326	(39,683)	4,375,326
Total							27,190,360	27,213,051	(781,357)	26,431,694	(781,357)	26,431,694

City of Sachse, TX
Investment Portfolios
October 31, 2015

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value			Market Value			
								Beginning of Month	Change ¹	End of Month	Beginning of Month	Change	End of Month	
Summary of Portfolios by Security Type 10/31/15														
Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Principal Invested	Beginning of Month	Change	End of Month	Beginning of Month	Change	End of Month	Beginning of Month	Change	End of Month	End of Month
Money Market Account	76.46%	1	0.1957%	20,990,227	20,990,227	-781,620	20,208,607	20,990,227	-781,620	20,208,607	20,990,227	-781,620	20,208,607	20,208,607
TexPool	0.76%	1	0.2000%	200,133	200,133	16	200,149	200,133	16	200,149	200,133	16	200,149	200,149
CD's	22.79%	153	0.5117%	6,000,000	6,022,691	246	6,022,937	6,022,691	246	6,022,937	6,022,691	246	6,022,937	6,022,937
Total	100.00%			27,190,360	27,213,051	-781,357	26,431,694	27,213,051	-781,357	26,431,694	27,213,051	-781,357	26,431,694	26,431,694

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

City of Sachse, TX
Investment Portfolios
November 30, 2015

Source	Description	CUSIP/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value			Market Value		
								Beginning of Month	Change 1	End of Month	Beginning of Month	Change	End of Month
GO Bond ISS Fund	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	389,848	389,848	102,089	491,937	389,848	102,089	491,937
Total							389,848	389,848	102,089	491,937	389,848	102,089	491,937
General Fund	TexPool	1111-000	11/30/2015	12/01/2015	0.1105%	1	200,149	200,149	19	200,168	200,149	19	200,168
General Fund	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	2,886,061	2,886,061	(307,525)	2,578,536	2,886,061	(307,525)	2,578,536
General Fund	CD	nd 220005584	12/18/2014	06/30/2016	0.6000%	213	1,000,000	1,004,511	0	1,004,511	1,004,511	0	1,004,511
General Fund	CD	220006096	11/16/2015	05/14/2016	0.5500%	166	1,000,000	1,001,233	247	1,001,480	1,001,233	247	1,001,480
General Fund	CD	220006097	05/20/2015	05/20/2016	0.5000%	172	1,000,000	1,001,260	1,262	1,002,522	1,001,260	1,262	1,002,522
Total							6,086,210	6,093,215	(305,997)	5,787,217	6,093,215	(305,997)	5,787,217
Water and Sewer Fund	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	220,874	220,874	0	220,874	220,874	0	220,874
W/S Restricted Fund	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	3,178,797	3,178,797	656,802	3,835,599	3,178,797	656,802	3,835,599
Total							3,399,671	3,399,671	656,802	4,056,473	3,399,671	656,802	4,056,473
Capital Project Funds	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	309,681	309,681	(53,873)	255,808	309,681	(53,873)	255,808
Capital Project Funds	CD	nk 220005583	12/18/2014	03/31/2016	0.5500%	122	1,000,000	1,004,134	0	1,004,134	1,004,134	0	1,004,134
2009 GO Bonds	CD	951-11429176	06/30/2014	06/30/2016	0.6700%	213	1,000,000	1,008,417	0	1,008,417	1,008,417	0	1,008,417
2009 GO Bonds	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	3,245,366	3,245,366	(73,435)	3,171,931	3,245,366	(73,435)	3,171,931
Total							5,555,048	5,567,598	(127,308)	5,440,290	5,567,598	(127,308)	5,440,290
Special Revenue Funds	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	382,615	382,615	(42)	382,573	382,615	(42)	382,573
Restricted Park Development Fee Fun	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	538,119	538,119	7,694	545,813	538,119	7,694	545,813
Restricted General Fund	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	920,734	920,734	7,652	928,386	920,734	7,652	928,386
Total							920,734	920,734	7,652	928,386	920,734	7,652	928,386
Impact Fee Fund	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	1,549,078	1,549,078	48,606	1,597,684	1,549,078	48,606	1,597,684
Restricted Water Impact Fee	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	1,818,715	1,818,715	35,742	1,854,457	1,818,715	35,742	1,854,457
Restricted Sewer Impact Fee	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	2,046,275	2,046,275	47,396	2,093,671	2,046,275	47,396	2,093,671
Restricted Roadway Impact Fee	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	5,414,067	5,414,067	131,744	5,545,812	5,414,067	131,744	5,545,812
Street Maintenance Fund	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	50,565	50,565	31,974	82,539	50,565	31,974	82,539
Street Maintenance Tax	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	50,565	50,565	31,974	82,539	50,565	31,974	82,539
Total							220,669	220,669	22,527	243,196	220,669	22,527	243,196
Health Insurance Fund	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	220,669	220,669	22,527	243,196	220,669	22,527	243,196
Health Insurance	Money Market	114512	11/30/2015	12/01/2015	0.2000%	1	220,669	220,669	22,527	243,196	220,669	22,527	243,196
Total							220,669	220,669	22,527	243,196	220,669	22,527	243,196
EDC Fund	CD	nk 220005585	12/18/2014	12/31/2015	0.4500%	31	1,000,000	1,003,382	0	1,003,382	1,003,382	0	1,003,382
EDC	Money Market	114512	11/30/2015	12/01/2015	0.1400%	1	3,371,944	3,371,944	34,651	3,406,595	3,371,944	34,651	3,406,595
EDC PMMKT	Money Market	114512	11/30/2015	12/01/2015	0.1400%	1	4,371,944	4,375,326	34,651	4,409,977	4,375,326	34,651	4,409,977

City of Sachse, TX
Investment Portfolios
November 30, 2015

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value			Market Value		
								Beginning of Month	Change 1	End of Month	Beginning of Month	Change	End of Month
							26,408,757	26,431,694	554,133	26,985,827	26,431,694	554,133	26,985,827

Summary of Portfolios by Security Type
11/30/15

Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Book Value			Market Value			
				Principal Invested	Beginning of Month	Change	End of Month	Beginning of Month	Change	End of Month
Money Market Account	76.93%	1	0.1957%	20,208,607	20,208,607	552,605	20,761,213	20,208,607	552,605	20,761,213
TexPool	0.74%	1	0.2000%	200,149	200,149	19	200,168	200,149	19	200,168
CD's	22.32%	153	0.5533%	6,000,000	6,022,937	1,510	6,024,446	6,022,937	1,510	6,024,446
Total	100.00%			26,408,756	26,431,694	554,133	26,985,827	26,431,694	554,133	26,985,827

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

City of Sachse, TX
Investment Portfolios
December 31, 2015

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value		Market Value					
								Beginning of Month	Change ¹	End of Month	Beginning of Month	Change	End of Month		
GO Bond I&S Fund	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	491,937	491,937	1,959,826	491,937	1,959,826	2,451,763	491,937	1,959,826	2,451,763
	Total						491,937	491,937	1,959,826	491,937	1,959,826	2,451,763	491,937	1,959,826	2,451,763
General Fund	TexPool	1111-000	12/31/2015	01/01/2016	0.1863%	1	200,168	200,168	31	200,199	200,168	31	200,199	200,168	31
General Fund	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	2,578,536	2,578,536	3,910,431	6,488,967	2,578,536	3,910,431	6,488,967	2,578,536	3,910,431
General Fund	CD	220005584	12/18/2014	06/30/2016	0.6000%	182	1,004,511	1,004,511	1,503	1,006,014	1,004,511	1,503	1,006,014	1,004,511	1,503
General Fund	CD	220006096	05/20/2015	05/14/2016	0.5500%	135	1,000,000	1,001,480	453	1,001,933	1,001,480	453	1,001,933	1,001,480	453
General Fund	CD	220006621	12/10/2015	07/12/2016	0.5000%	194	1,000,000	0	1,000,000	1,000,000	0	1,000,000	1,000,000	1,000,000	1,000,000
General Fund	CD	220006097	05/20/2015	05/20/2016	0.5000%	141	1,000,000	1,002,522	0	1,002,522	1,002,522	0	1,002,522	1,002,522	1,002,522
	Total						6,783,214	5,787,217	4,912,418	10,699,635	5,787,217	4,912,418	10,699,635	5,787,217	4,912,418
Water and Sewer Fund	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	220,874	220,874	0	220,874	220,874	0	220,874	220,874	220,874
W/S Restricted Fund	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	3,835,599	3,835,599	(1,136,546)	2,699,052	3,835,599	(1,136,546)	2,699,052	3,835,599	(1,136,546)
W/S	CD	220006629	12/10/2015	10/12/2016	0.6000%	286	1,000,000	0	1,000,000	1,000,000	0	1,000,000	1,000,000	1,000,000	1,000,000
	Total						5,056,473	4,056,473	(136,546)	3,919,926	4,056,473	(136,546)	3,919,926	4,056,473	(136,546)
Capital Project Funds	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	255,808	255,808	(526)	255,283	255,808	(526)	255,283	255,808	(526)
2009 GO Bonds	CD	nk 220006623	12/10/2015	03/15/2017	0.7000%	440	1,000,000	0	1,000,000	1,000,000	0	1,000,000	1,000,000	1,000,000	1,000,000
2009 GO Bonds	CD	nk 220006624	12/10/2015	04/12/2017	0.7000%	468	1,000,000	0	1,000,000	1,000,000	0	1,000,000	1,000,000	1,000,000	1,000,000
2009 GO Bonds	CD	nk 220005583	12/18/2014	03/31/2016	0.5500%	91	1,000,000	1,004,134	1,377	1,005,511	1,004,134	1,377	1,005,511	1,004,134	1,377
2009 GO Bonds	CD	951-11429176	06/30/2014	06/30/2016	0.6700%	182	1,000,000	1,008,417	1,703	1,010,120	1,008,417	1,703	1,010,120	1,008,417	1,703
2009 GO Bonds	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	3,171,931	3,171,931	(2,002,517)	1,169,414	3,171,931	(2,002,517)	1,169,414	3,171,931	(2,002,517)
	Total						7,427,739	5,440,290	38	5,440,328	5,440,290	38	5,440,328	5,440,290	38
Special Revenue Funds	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	382,573	382,573	5	382,578	382,573	5	382,578	382,573	5
Restricted Park Development Fee Fund	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	545,813	545,813	(669)	545,144	545,813	(669)	545,144	545,813	(669)
Restricted General Fund	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	928,386	928,386	(664)	927,722	928,386	(664)	927,722	928,386	(664)
	Total						1,856,772	1,856,772	(1,338)	1,855,434	1,856,772	(1,338)	1,855,434	1,856,772	(1,338)
Impact Fee Fund	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	1,597,684	1,597,684	(247,698)	1,349,986	1,597,684	(247,698)	1,349,986	1,597,684	(247,698)
Restricted Water Impact Fee	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	1,854,457	1,854,457	(318,794)	1,535,663	1,854,457	(318,794)	1,535,663	1,854,457	(318,794)
Restricted Sewer Impact Fee	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	2,093,671	2,093,671	(357,684)	1,735,987	2,093,671	(357,684)	1,735,987	2,093,671	(357,684)
Restricted Roadway Impact Fee	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	1,000,000	0	1,000,000	1,000,000	0	1,000,000	1,000,000	1,000,000	1,000,000
Impact Fee Fund	CD	220006628	12/10/2015	08/10/2016	0.5000%	223	6,545,811	5,545,812	75,824	5,621,636	5,545,812	75,824	5,621,636	5,545,812	75,824
	Total						12,094,363	11,093,367	1,338	10,758,682	12,094,363	1,338	10,758,682	11,093,367	1,338
Street Maintenance Fund	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	82,539	82,539	23,263	105,802	82,539	23,263	105,802	82,539	23,263
Street Maintenance Tax	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	82,539	82,539	23,263	105,802	82,539	23,263	105,802	82,539	23,263
	Total						165,078	165,078	46,526	211,604	165,078	46,526	211,604	165,078	46,526
Health Insurance Fund	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	243,196	243,196	24,603	267,799	243,196	24,603	267,799	243,196	24,603
Health Insurance	Money Market	114512	12/31/2015	01/01/2016	0.2000%	1	243,196	243,196	24,603	267,799	243,196	24,603	267,799	243,196	24,603
	Total						486,392	486,392	49,206	535,598	486,392	49,206	535,598	486,392	49,206

City of Sachse, TX
Investment Portfolios
December 31, 2015

Source	Description	CUSIP/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value			Market Value		
								Beginning of Month	Change ¹	End of Month	Beginning of Month	Change	End of Month
EDC	CD	nk 220005585	12/18/2014	12/17/2016	0.3500%	352	1,004,508	1,003,382	1,126	1,004,508	1,003,382	1,126	1,004,508
EDC	Money Market	114512	12/31/2015	01/01/2016	0.1400%	1	3,406,595	3,406,595	28,367	3,434,962	3,406,595	28,367	3,434,962
							4,411,103	4,409,977	28,493	4,439,470	4,409,977	29,493	4,439,470
							31,970,398	26,985,827	6,888,255	33,874,081	26,985,827	6,888,255	33,874,081

Summary of Portfolios by Security Type
12/31/15

Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Principal Invested	Book Value			Market Value		
					Beginning of Month	Change	End of Month	Beginning of Month	Change	End of Month
Money Market Account	66.85%	1	0.1957%	20,761,212	20,761,213	1,882,062	22,643,274	20,761,213	1,882,062	22,643,274
TexPool	0.59%	1	0.2000%	200,168	200,168	31	200,199	200,168	31	200,199
CD's	32.56%	181	0.5655%	6,009,019	6,024,446	5,006,161	11,030,607	6,024,446	5,006,161	11,030,607
Total	100.00%			26,970,398	26,985,827	6,888,255	33,874,081	26,985,827	6,888,255	33,874,081

¹Change = Investment activity including earnings deposits and withdrawals.

Memo

To: **Gina Nash, City Manager**
 From: Berna Fitzpatrick, Finance Manager *BFF*
 CC: Mayor and City Council
 Date: April 29, 2016
 Re: **Investment Report for period ending March 31, 2016**

Attached is the Quarterly Investment Report for the quarter ending March 31 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%	63.3%	21,248,888
Money Market Account(EDC)-ANB	.14%	3.19%	1,072,325
Investment Pool – Tex Pool	.3273%	.60%	200,348
CD---Comerica Bank	.67%	3.01%	1,010,120
CD---Independent Bank	.55%	3.00%	1,006,887
CD---Independent Bank	.35%	3.00%	1,005,382
CD---Independent Bank	.60%	3.00%	1,007,515
CD---Independent Bank	.55%	2.99%	1,003,289
CD---Independent Bank	.50%	2.99%	1,003,784
CD---Independent Bank	.50%	2.98%	1,001,230
CD---Independent Bank	.50%	2.98%	1,001,230
CD---Independent Bank	.60%	2.98%	1,001,476
CD---Independent Bank	.70%	2.98%	1,001,742
CD---Independent Bank	.70%	2.98%	1,001,742
Total Invested City Funds:		100.0%	\$33,565,945

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 March 31 was \$21,383.**

Citywide cash and investments for the period ending December 31 was \$33,565,945. Of this amount, \$2,227,235 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.

67% 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 .32%. The Texpool Prime Fund interest rate was .3273% and the Texpool interest rate was .5135% at March 31, 2016. The rolling three month Treasury yield was .21% with the rolling six month Treasury yield at .32%.

¹ Includes the Sachse Economic Development Corporation



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

March 31, 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


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	March 31, 2016		December 31, 2015		
	Ave. Yield	Book Value	Market Value	Book Value	Market Value
Bank/Pool	0.20%	\$ 22,521,561	\$ 22,521,561	\$ 22,843,473	\$ 22,843,473
CDs/Securities	0.57%	11,044,385	11,044,385	11,030,608	11,030,608
Totals		\$ 33,565,945	\$ 33,565,945	\$ 33,874,081	\$ 33,874,081

Current Quarter Average Yield (1)

Total Portfolio	0.32%	Fiscal Year-to-Date Average Yield (2)	Total Portfolio	0.32%
Rolling Three Mo. Treas. Yield	0.29%	Rolling Three Mo. Treas. Yield		0.21%
Rolling Six Mo. Treas. Yield	0.39%	Rolling Six Mo. Treas. Yield		0.32%
		Average Quarterly TexPool Yield		0.26%

	City	EDC
Interest Earnings QTR	\$ 19,195	\$ 2,189
Interest Earnings YTD	\$ 30,404	\$ 5,125

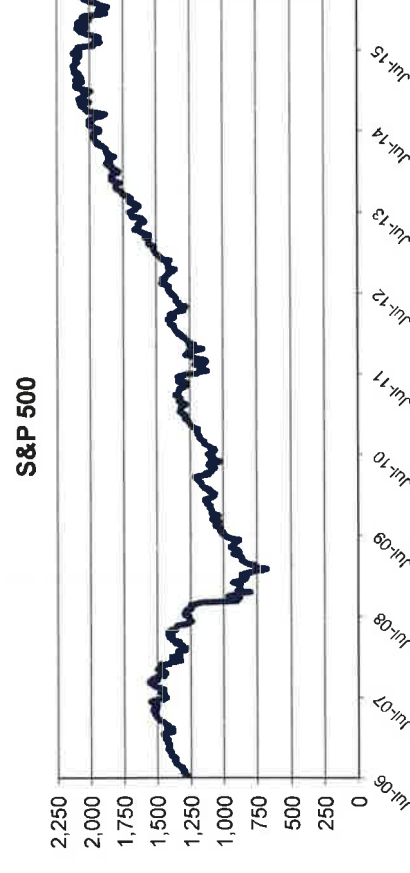
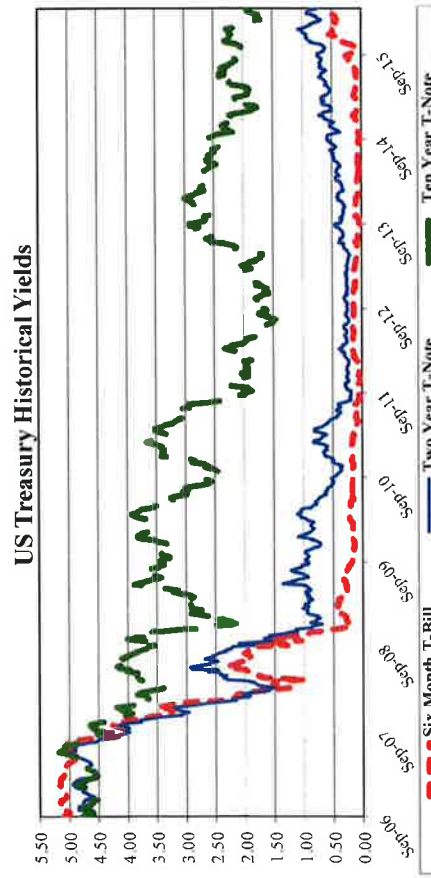
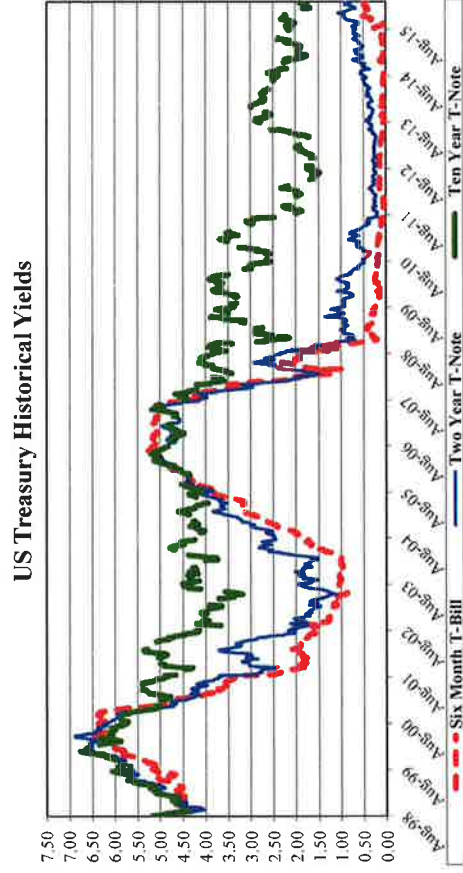
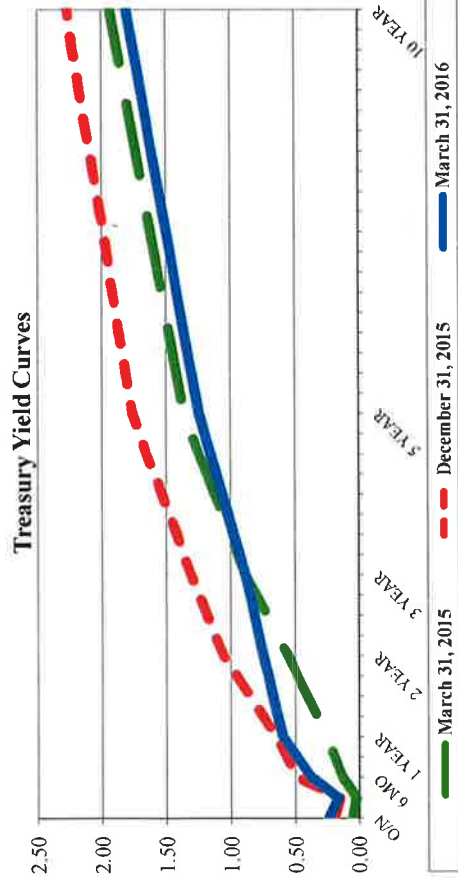
(1) Average Yield calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

(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

3/31/2016

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range of 0.25% - 0.50% (actual Fed Funds are trading +/-37 bps). The March FOMC Meeting Statement (and subsequent releases) indicated concerns about economic growth prospects and reported lower projections than previously set. The futures market anticipates limited probability of additional rate increases prior to December. International concerns dominate the uncertainty. US data reflects continuing, modest US growth. The Yield Curve flattened due to the longer-term, lackluster worldwide expansion outlook. Taxable municipal bonds or CDs offer the best interest earnings opportunity, if available.



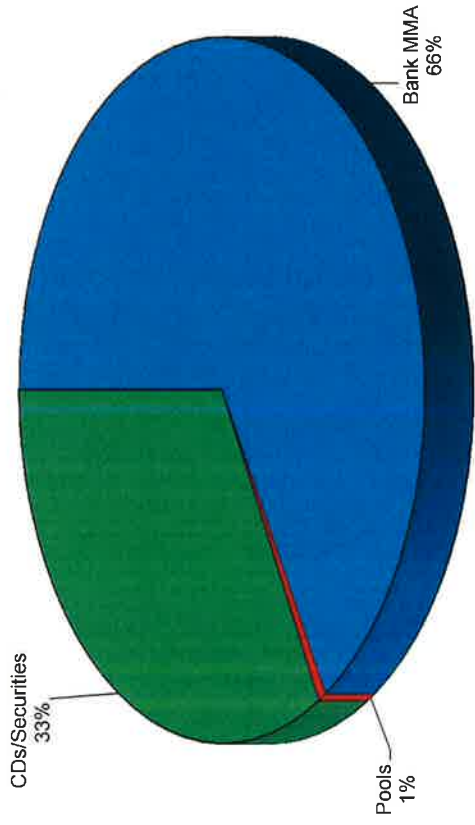
**Investment Holdings
March 31, 2016**

Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Original Face/ Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Bank MMA		0.20%	04/01/16	03/31/16	\$ 22,321,213	\$ 22,321,213	1.00	\$ 22,321,213	1	0.20%
TexPool	AAA-m	0.33%	04/01/16	03/31/16	200,348	200,348	1.00	200,348	1	0.33%
Independent Bank CD		0.55%	05/14/16	11/16/15	1,003,289	1,003,289	100.00	1,003,289	44	0.55%
Independent Bank CD		0.50%	05/20/16	05/20/15	1,003,784	1,003,784	100.00	1,003,784	50	0.50%
Comerica Bank CD		0.67%	06/30/16	06/30/14	1,010,107	1,010,107	100.00	1,010,107	91	0.67%
Independent Bank CD		0.60%	06/30/16	12/18/14	1,007,515	1,007,515	100.00	1,007,515	91	0.60%
Independent Bank CD		0.50%	07/12/16	12/10/15	1,001,230	1,001,230	100.00	1,001,230	103	0.50%
Independent Bank CD		0.50%	08/10/16	12/10/15	1,001,230	1,001,230	100.00	1,001,230	132	0.50%
Independent Bank CD		0.60%	10/12/16	12/10/15	1,001,476	1,001,476	100.00	1,001,476	195	0.60%
Independent Bank CD		0.35%	12/17/16	12/31/15	1,005,382	1,005,382	100.00	1,005,382	261	0.35%
Independent Bank CD		0.70%	03/15/17	12/10/15	1,001,742	1,001,742	100.00	1,001,742	349	0.70%
Independent Bank CD		0.70%	04/12/17	12/10/15	1,001,742	1,001,742	100.00	1,001,742	377	0.70%
Independent Bank CD		0.55%	06/17/17	03/17/16	1,006,887	1,006,887	100.00	1,006,887	443	0.55%
					\$ 33,565,945	\$ 33,565,945		\$ 33,565,945	65	0.32%
									(1)	(2)

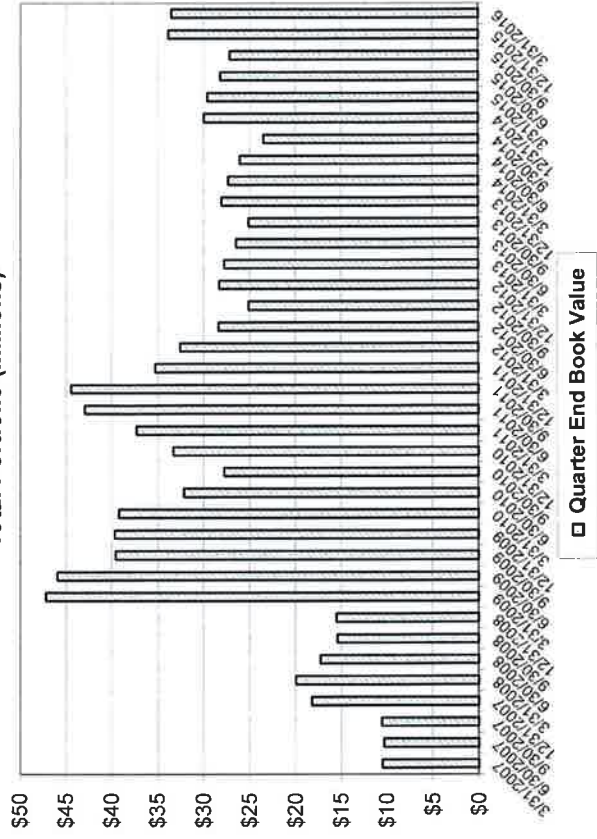
(1) **Weighted average life** - For purposes of calculating weighted average life, pool investments are assumed to have a one day maturity.

(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



Total Portfolio (Millions)



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	December 31, 2015			March 31, 2016		
			Original Face/Par Value	Book Value	Purchases/ Accretions	Amortizations/ Sales/Maturities	Original Face/Par Value	Book Value
Bank MIMA TexPool	0.20% 0.33%	04/01/16 04/01/16	\$ 22,643,274 200,199	\$ 22,643,274 200,199	— 149	— —	\$ 22,321,213 200,348	\$ 22,321,213 200,348
Independent Bank CD	0.55%	03/17/16	1,005,511	1,005,511		(1,005,511)	—	—
Independent Bank CD	0.55%	05/14/16	1,001,933	1,001,933	1,356		1,003,289	1,003,289
Independent Bank CD	0.50%	05/20/16	1,002,522	1,002,522	1,262		1,003,784	1,003,784
Comerica Bank CD	0.67%	06/30/16	1,010,120	1,010,120		(13)	1,010,107	1,010,107
Independent Bank CD	0.60%	06/30/16	1,006,014	1,006,014	1,501		1,007,515	1,007,515
Independent Bank CD	0.50%	07/12/16	1,000,000	1,000,000	1,230		1,001,230	1,001,230
Independent Bank CD	0.50%	08/10/16	1,000,000	1,000,000	1,230		1,001,230	1,001,230
Independent Bank CD	0.60%	10/12/16	1,000,000	1,000,000	1,476		1,001,476	1,001,476
Independent Bank CD	0.35%	12/17/16	1,004,508	1,004,508	875		1,005,382	1,005,382
Independent Bank CD	0.70%	03/15/17	1,000,000	1,000,000	1,742		1,001,742	1,001,742
Independent Bank CD	0.70%	04/12/17	1,000,000	1,000,000	1,742		1,001,742	1,001,742
Independent Bank CD	0.55%	06/17/17	—	—	1,006,887		1,006,887	1,006,887
TOTAL			\$ 33,874,081	\$ 33,874,081	\$ 1,019,450	\$ (1,327,586)	\$ 33,565,945	\$ 33,565,945

Market Value Comparison

Description	December 31, 2015				March 31, 2016			
	Coupon/ Discount	Original Face/Par Value	Market Price	Market Value	Qtr to Qtr Change	Original Face/Par Value	Market Price	Market Value
Bank MMA	0.20%	\$ 22,643,274	1.00	\$ 22,643,274	\$ (322,061)	\$ 22,321,213	1.00	\$ 22,321,213
TexPool	0.33%	200,199	1.00	200,199	149	200,348	1.00	200,348
Independent Bank CD	0.55%	1,005,511	100.00	1,005,511	(1,005,511)	—	—	—
Independent Bank CD	0.55%	1,001,933	100.00	1,001,933	1,356	1,003,289	100.00	1,003,289
Independent Bank CD	0.50%	1,002,522	100.00	1,002,522	1,262	1,003,784	100.00	1,003,784
Comerica Bank CD	0.67%	1,010,120	100.00	1,010,120	(13)	1,010,107	100.00	1,010,107
Independent Bank CD	0.60%	1,006,014	100.00	1,006,014	1,501	1,007,515	100.00	1,007,515
Independent Bank CD	0.50%	1,000,000	100.00	1,000,000	1,230	1,001,230	100.00	1,001,230
Independent Bank CD	0.50%	1,000,000	100.00	1,000,000	1,230	1,001,230	100.00	1,001,230
Independent Bank CD	0.60%	1,000,000	100.00	1,000,000	1,476	1,001,476	100.00	1,001,476
Independent Bank CD	0.35%	1,004,508	100.00	1,004,508	875	1,005,382	100.00	1,005,382
Independent Bank CD	0.70%	1,000,000	100.00	1,000,000	1,742	1,001,742	100.00	1,001,742
Independent Bank CD	0.70%	1,000,000	100.00	1,000,000	1,742	1,001,742	100.00	1,001,742
Independent Bank CD	0.55%	—	—	—	1,006,887	1,006,887	100.00	1,006,887
TOTAL		\$ 33,874,081		\$ 33,874,081	\$ (308,135)	\$ 33,565,945		\$ 33,565,945

**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
Bank 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

March 31, 2016

(continued)

Book & Market Value

	Restricted General	Restricted Water Impact	Restricted Sewer Impact	Restricted Roadway	Street Maintenance	Health Insurance	EDC
Bank MMA Texpool	\$ 543,896	\$ 1,476,849	\$ 1,631,446	\$ 1,629,001	\$ 21,619	\$ 188,801	\$ 1,221,852
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			1,005,382
10/12/16–Independent Bank CD							
12/17/16–Independent Bank CD							
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

**Allocation
December 31, 2015**

Book & Market Value	Total	GO I&S	General Fund	W/S Restricted	W/S Operations	Capital Project	2009 GO Bonds	Restricted Park Development
Bank MMA	22,643,274	\$ 2,451,763	\$ 6,488,967	\$ 220,874	\$ 2,699,052	\$ 255,282	\$ 1,169,414	\$ 382,578
Texpool	200,199		200,199					
03/17/16-Independent Bank CD	1,005,511						1,005,511	
05/14/16-Independent Bank CD	1,001,933		1,001,933					
05/20/16-Independent Bank CD	1,002,522		1,002,522					
06/30/16-Comerica Bank CD	1,010,120						1,010,120	
06/30/16-Independent Bank CD	1,006,014		1,006,014					
07/12/16-Independent Bank CD	1,000,000		1,000,000					
08/10/16-Independent Bank CD	1,000,000				1,000,000			
10/12/16-Independent Bank CD	1,000,000							
12/17/16-Independent Bank CD	1,004,508							
03/15/17-Independent Bank CD	1,000,000						1,000,000	
04/12/17-Independent Bank CD	1,000,000						1,000,000	
Totals	\$ 33,874,081	\$ 2,451,763	\$ 10,699,635	\$ 220,874	\$ 3,699,052	\$ 255,282	\$ 5,185,046	\$ 382,578

Allocation (continued)

December 31, 2015

Book & Market Value	Restricted General	Restricted Water Impact	Restricted Sewer Impact	Restricted Roadway	Street Maintenance	Health Insurance	EDC
Bank MMA Texpool	\$ 545,144	\$ 1,349,986	\$ 1,535,663	\$ 1,735,987	\$ 105,802	\$ 267,799	\$ 3,434,962
03/17/16–Independent Bank CD							
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							
10/12/16–Independent Bank CD				1,000,000			
12/17/16–Independent Bank CD							1,004,508
03/15/17–Independent Bank CD							
04/12/17–Independent Bank CD							
Totals	\$ 545,144	\$ 1,349,986	\$ 1,535,663	\$ 2,735,987	\$ 105,802	\$ 267,799	\$ 4,439,470

Portfolio Summary
City of Sachse, TX
March 31, 2016

Safety - Investment Type

Investment Type	Book Value	Percent
Money Market Account*	\$ 22,321,212	66.5%
Investment Pools	200,348	0.6%
CD's	11,044,384	32.9%
Total*	\$ 33,565,944	100%

*(Includes Sachse EDC Money Market)

Liquidity - Investments by Maturity Date

Under 30 days	\$ 22,521,559	67%
30 - 90 days	2,007,073	6%
91 - 180 days	4,020,082	12%
180 - 365 days	3,008,600	9%
366 - 760 days	2,008,629	6%
Total Principal Invested	\$ 33,565,944	100%

Portfolio Yield	Fiscal YTD Interest	Int Earned this QTR	(FYTD) Percent of total
<i>Portfolio</i>			
Debt Service	\$ 215	\$ 120	0.61%
General Fund	\$ 9,276	5,499	26.11%
Water and Sewer Fund	\$ 1,508	1,494	4.24%
Capital Project Fund	\$ 10,594	5,422	29.82%
Special Revenue Fund	\$ 1	0	0.00%
Impact Fee Fund	\$ 8,811	6,660	24.80%
Street Maintenance Fund	\$ -	0	0.00%
Health Insurance Fund	\$ -	0	0.00%
Sachse EDC	\$ 5,125	2,189	14.42%
Total Portfolios	\$ 35,529	\$ 21,383	100.00%

Portfolio Balance	Beginning Balances	Ending Book Balances	Change
<i>Portfolio</i>			
Debt Service	\$ 2,451,763	\$ 1,180,745	\$ (1,271,017.78)
General Fund	10,699,635	11,725,643	1,026,008.00
Water and Sewer Fund	3,919,926	6,146,487	2,226,560.47
Capital Project Fund	5,440,328	5,410,398	(29,929.91)
Special Revenue Fund	927,722	926,490	(1,231.86)
Impact Fee Fund	5,621,636	5,738,527	116,890.56
Street Maintenance Fund	105,802	21,619	(84,182.57)
Health Insurance Fund	267,799	188,801	(78,997.52)
Sachse EDC	4,439,470	2,227,235	(2,212,235.03)
Total Portfolios	\$ 33,874,081	\$ 33,565,945	\$ (308,136)

Historical Interest Rates

	January	February	March
Pooled Money Market Account	2016	0.2000%	0.2000%
	2015	0.2500%	0.2500%
	2014	0.2500%	0.2500%
Tex Pool	2016	0.2635%	0.2966%
	2015	0.0465%	0.0441%
	2014	0.0273%	0.0283%

City of Sachse, TX
Investment Portfolios
January 31, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Book Value			Market Value			
							Principal Invested	Beginning of Month	Change ¹	End of Month	Beginning of Month	Change	End of Month
GO Bond I&S Fund	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	2,451,763	2,451,763	547,805	2,999,568	2,451,763	547,805	2,999,568
Total							2,451,763	2,451,763	547,805	2,999,568	2,451,763	547,805	2,999,568
General Fund													
General Fund	TexPool	1111-000	01/31/2016	02/01/2016	0.2635%	1	200,199	200,199	46	200,245	200,199	46	200,245
General Fund	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	6,488,967	6,488,967	1,067,060	7,556,027	6,488,967	1,067,060	7,556,027
General Fund	CD	2200005584	12/18/2014	06/30/2016	0.6000%	151	1,000,000	1,006,014	0	1,006,014	1,006,014	0	1,006,014
General Fund	CD	2200006096	05/20/2015	05/14/2016	0.5500%	104	1,000,000	1,001,933	452	1,002,385	1,001,933	452	1,002,385
General Fund	CD	2200006621	12/10/2015	07/12/2016	0.5000%	163	1,000,000	1,000,000	0	1,000,000	1,000,000	0	1,000,000
General Fund	CD	2200006097	05/20/2015	05/20/2016	0.5000%	50	1,000,000	1,002,522	0	1,002,522	1,002,522	0	1,002,522
Total							9,689,166	10,699,635	1,067,558	11,767,193	10,699,635	1,067,558	11,767,193
Water and Sewer Fund													
W/S Restricted Fund	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	220,874	220,874	0	220,874	220,874	0	220,874
W/S Operations	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	2,699,052	2,699,052	(171,243)	2,527,809	2,699,052	(171,243)	2,527,809
W/S	CD	2200006629	12/10/2015	10/12/2016	0.6000%	255	1,000,000	1,000,000	0	1,000,000	1,000,000	0	1,000,000
Total							2,919,926	3,919,926	(171,243)	3,748,683	3,919,926	(171,243)	3,748,683
Capital Project Funds													
Capital Project Funds	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	255,283	255,283	(6,855)	248,428	255,283	(6,855)	248,428
2009 GO Bonds	CD	2200006623	12/10/2015	03/15/2017	0.7000%	409	1,000,000	1,000,000	0	1,000,000	1,000,000	0	1,000,000
2009 GO Bonds	CD	2200006624	12/10/2015	04/12/2017	0.7000%	437	1,000,000	1,000,000	0	1,000,000	1,000,000	0	1,000,000
2009 GO Bonds	CD	2200005583	12/18/2014	03/31/2016	0.5500%	60	1,000,000	1,005,511	0	1,005,511	1,005,511	0	1,005,511
2009 GO Bonds	CD	351-11429176	06/30/2014	06/30/2016	0.6700%	151	1,000,000	1,010,120	(13)	1,010,107	1,010,120	(13)	1,010,107
2009 GO Bonds	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	1,169,414	1,169,414	(1,914)	1,167,500	1,169,414	(1,914)	1,167,500
Total							5,424,697	5,440,328	(8,781)	5,431,547	5,440,328	(8,781)	5,431,547
Special Revenue Funds													
Restricted Park Development Fee Fun	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	382,578	382,578	5	382,583	382,578	5	382,583
Restricted General Fund	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	545,144	545,144	(6,101)	539,043	545,144	(6,101)	539,043
Total							927,722	927,722	(6,096)	921,626	927,722	(6,096)	921,626
Impact Fee Fund													
Restricted Water Impact Fee	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	1,349,986	1,349,986	24,488	1,374,474	1,349,986	24,488	1,374,474
Restricted Sewer Impact Fee	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	1,535,663	1,535,663	22,210	1,557,873	1,535,663	22,210	1,557,873
Restricted Roadway Impact Fee	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	1,735,987	1,735,987	29,212	1,765,199	1,735,987	29,212	1,765,199
Impact Fee Fund	CD	2200006628	12/10/2015	08/10/2016	0.5000%	192	1,000,000	1,000,000	0	1,000,000	1,000,000	0	1,000,000
Total							5,621,636	5,621,636	75,910	5,697,546	5,621,636	75,910	5,697,546
Street Maintenance Fund													
Street Maintenance Tax	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	105,802	105,802	28,338	134,140	105,802	28,338	134,140
Total							105,802	105,802	28,338	134,140	105,802	28,338	134,140
Health Insurance Fund													
Health Insurance	Money Market	114512	01/31/2016	02/01/2016	0.2000%	1	267,799	267,799	14,197	281,996	267,799	14,197	281,996
Total							267,799	267,799	14,197	281,996	267,799	14,197	281,996
EDC Fund													
EDC	CD	2200005585	12/17/2015	12/17/2016	0.3500%	321	1,004,508	1,004,508	0	1,004,508	1,004,508	0	1,004,508

City of Sachse, TX
Investment Portfolios
January 31, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value		Market Value	
								Beginning of Month	Change ¹	End of Month	Change
EDC P1MMKT	Money Market	114512	01/31/2016	02/01/2016	0.1400%	1	3,434,962 4,439,470	3,434,962 4,439,470	32,808 32,808	3,467,770 4,472,278	32,808 32,808
							31,847,982	33,874,081	1,580,496	35,454,577	1,580,496

Summary of Portfolios by Security Type
01/31/16

Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Principal Invested	Book Value		Market Value		
					Beginning of Month	Change	End of Month	Change	
Money Market Account	68.32%	1	0.1957%	19,737,873	22,643,274	1,580,011	24,223,285	22,643,274	1,580,011
TexPool	0.56%	1	0.2635%	200,199	200,199	46	200,245	200,199	46
CD's	31.11%	208	0.4015%	10,004,508	11,030,607	440	11,031,047	11,030,607	440
Total	100.00%			29,942,580	33,874,081	1,580,496	35,454,577	33,874,081	1,580,496

¹Change = Investment activity including earnings deposits and withdrawals.

City of Sachse, TX
Investment Portfolios
February 29, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value		Market Value	
								Beginning of Month	Change 1	End of Month	Change
EDC	CD	nk 220005585	12/17/2015	12/17/2016	0.3500%	292	1,004,508	1,004,508	0	1,004,508	0
EDC	PMMKT	114512	02/29/2016	03/01/2016	0.1400%	1	3,467,770	3,467,770	(2,274,612)	1,193,158	(2,274,612)
							4,472,278	4,472,278	(2,274,612)	2,197,666	(2,274,612)
							33,428,038	35,454,577	(1,436,230)	34,018,345	(1,436,230)

Summary of Portfolios by Security Type
02/29/16

Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Principal Invested	Book Value		Market Value		
					Beginning of Month	Change	End of Month	Change	
Money Market Account	66.98%	1	0.1957%	24,223,285	24,223,285	22,785,293	24,223,285	-1,437,992	22,785,293
TexPool	0.59%	1	0.2966%	200,245	200,245	200,293	200,245	48	200,293
CD's	32.43%	182	0.5655%	11,004,508	11,031,047	11,032,761	11,031,047	1,714	11,032,761
Total	100.00%			35,428,037	35,454,577	34,018,345	35,454,577	-1,436,230	34,018,345

1Change = Investment activity including earnings deposits and withdrawals.

City of Sachse, TX
Investment Portfolios
March 31, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value		Market Value		
								Beginning of Month	Change 1	End of Month	Change	
Debt Service												
GO Bond I&S Fund	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	1,151,231	1,151,231	29,514	1,180,745	29,514	1,180,745
Total							1,151,231	1,151,231	29,514	1,180,745	29,514	1,180,745
General Fund												
General Fund	TexPool	1111-000	03/31/2016	04/01/2016	0.3273%	1	200,293	200,293	55	200,348	55	200,348
General Fund	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	7,919,793	7,919,793	(410,317)	7,509,476	(410,317)	7,509,476
General Fund	CD	nd 220005584	12/18/2014	06/30/2016	0.6000%	91	1,004,511	1,006,014	1,501	1,006,515	1,501	1,007,515
General Fund	CD	220006096	05/20/2015	05/14/2016	0.5500%	44	1,000,000	1,002,837	452	1,003,289	452	1,003,289
General Fund	CD	220006621	12/10/2015	07/12/2016	0.5000%	103	1,000,000	1,000,000	1,230	1,001,230	1,230	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	0	1,003,784
Total							12,124,596	12,132,720	(407,079)	11,725,643	(407,079)	11,725,642
Water and Sewer Fund												
W/S Restricted Fund	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	220,874	220,874	0	220,874	0	220,874
W/S Operations	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	4,804,353	4,804,353	119,784	4,924,137	119,784	4,924,137
W/S	CD	220006629	12/10/2015	10/12/2016	0.6000%	195	1,000,000	1,000,000	1,476	1,001,476	1,476	1,001,476
Total							6,025,227	6,025,227	121,260	6,146,487	121,260	6,146,487
Capital Project Funds												
Capital Project Funds	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	246,212	246,212	(18,077)	228,135	(18,077)	228,135
2009 GO Bonds	CD	nk 220006623	12/10/2015	03/15/2017	0.7000%	349	1,000,000	1,000,000	1,742	1,001,742	1,742	1,001,742
2009 GO Bonds	CD	nk 220006624	12/10/2015	04/12/2017	0.7000%	377	1,000,000	1,000,000	1,742	1,001,742	1,742	1,001,742
2009 GO Bonds	CD	nk 220005583	03/17/2016	08/17/2017	0.5500%	443	1,006,887	1,005,511	1,376	1,006,887	1,376	1,006,887
2009 GO Bonds	CD	951-11429176	06/30/2014	06/30/2016	0.6700%	91	1,000,000	1,010,107	0	1,010,107	0	1,010,107
2009 GO Bonds	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	1,161,582	1,161,582	204	1,161,786	204	1,161,786
Total							5,414,682	5,423,412	(13,013)	5,410,398	(13,013)	5,410,399
Special Revenue Funds												
Restricted Park Development Fee Fun	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	382,588	382,588	5	382,593	5	382,593
Restricted General Fund	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	540,652	540,652	3,244	543,896	3,244	543,896
Total							923,240	923,240	3,249	926,490	3,249	926,489
Impact Fee Fund												
Restricted Water Impact Fee	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	1,439,421	1,439,421	37,428	1,476,849	37,428	1,476,849
Restricted Sewer Impact Fee	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	1,605,753	1,605,753	25,693	1,631,446	25,693	1,631,446
Restricted Roadway Impact Fee	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	1,650,805	1,650,805	(21,804)	1,629,001	(21,804)	1,629,001
Impact Fee Fund	CD	220006628	12/10/2015	08/10/2016	0.5000%	132	1,000,000	1,000,000	1,230	1,001,230	1,230	1,001,230
							5,695,979	5,695,979	42,547	5,738,527	42,547	5,738,527
Street Maintenance Fund												
Street Maintenance Tax	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	173,904	173,904	(152,285)	21,619	(152,285)	21,619
Total							173,904	173,904	(152,285)	21,619	(152,285)	21,619
Health Insurance Fund												
Health Insurance	Money Market	114512	03/31/2016	04/01/2016	0.2000%	1	294,966	294,966	(106,165)	188,801	(106,165)	188,801
Total							294,966	294,966	(106,165)	188,801	(106,165)	188,801

City of Sachse, TX
Investment Portfolios
March 31, 2016

Source	Description	CUSIP/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Principal Invested	Book Value		Market Value		
								Beginning of Month	Change ¹	End of Month	Change of Month	
EDC	CD	nk 220005585	12/17/2015	12/17/2016	0.3500%	261	1,004,508	1,004,508	874	1,005,382	874	1,005,382
EDC	Money Market	114512	03/31/2016	04/01/2016	0.1400%	1	1,193,158	1,193,158	28,694	1,221,853	28,694	1,221,853
							2,197,666	2,197,666	29,569	2,227,235	29,569	2,227,235
							34,001,491	34,018,344	(452,403)	33,565,945	(452,403)	33,565,944

Summary of Portfolios by Security Type
03/31/16

Security Type	Percent of Total (Book Value)	Average # of days	Average Yield	Principal Invested	Book Value		Market Value	
					Beginning of Month	Change	End of Month	Change of Month
Money Market Account	66.50%	1	0.1957%	22,785,293	-464,081	22,321,212	-464,081	22,321,212
TexPool	0.60%	1	0.3273%	200,293	55	200,348	55	200,348
CD's	32.90%	194	0.5655%	11,015,906	11,623	11,044,384	11,623	11,044,384
Total	100.00%			34,001,491	-452,403	33,565,944	-452,403	33,565,944

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

Memo

To: **Gina Nash, City Manager**
 From: Berna Fitzpatrick, Finance Manager *BFW*
 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%.




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


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	June 30, 2016		March 31, 2016		
	Ave. Yield	Book Value	Market Value	Book Value	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%

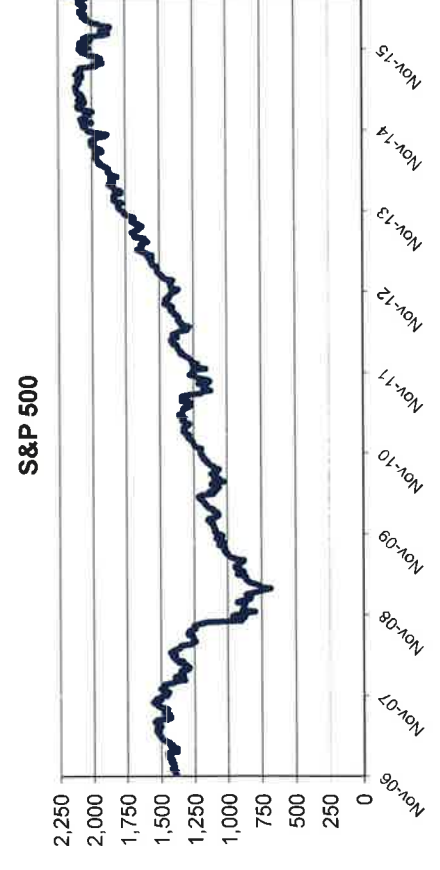
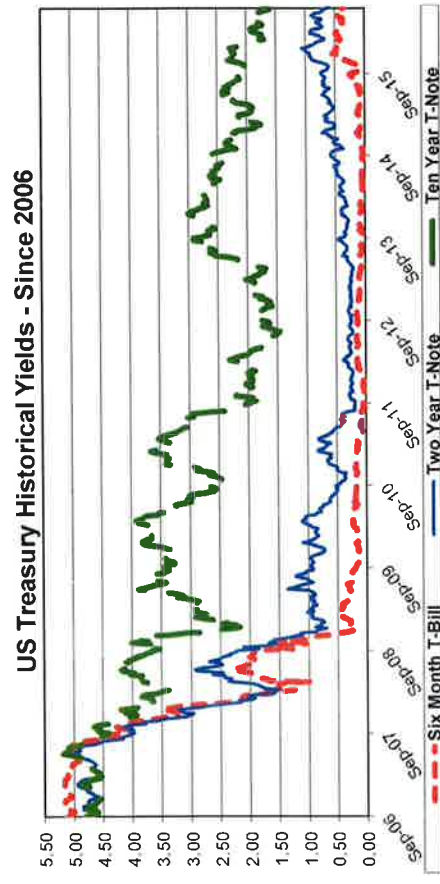
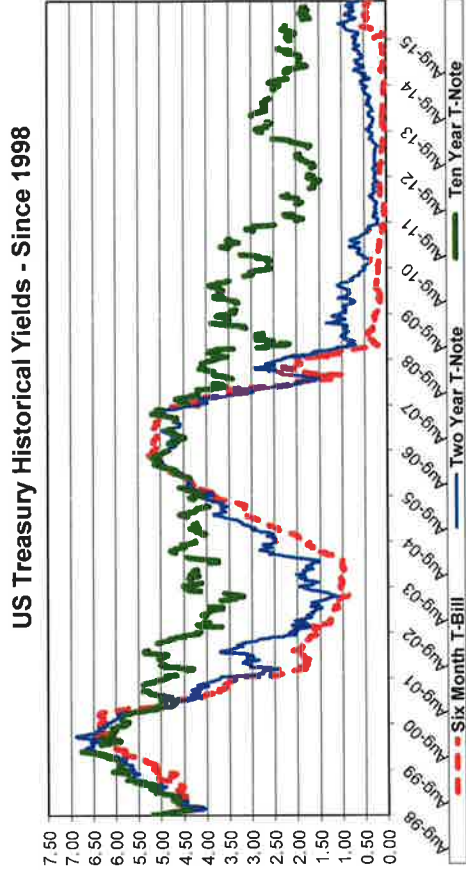
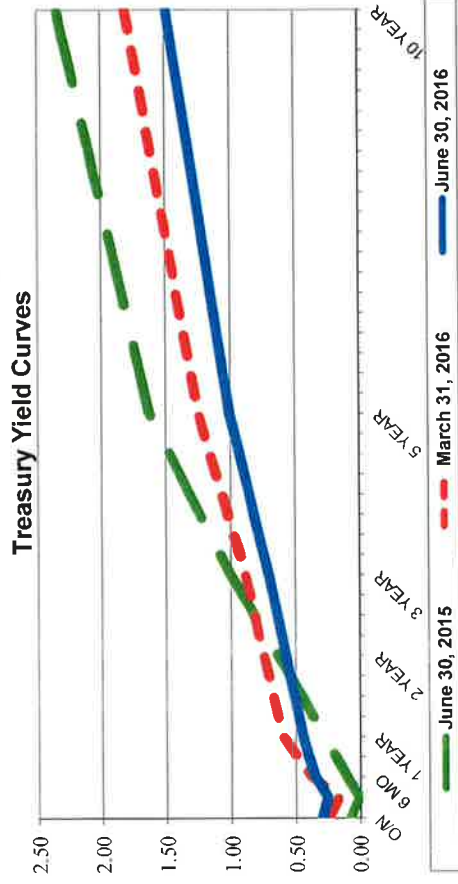
	City	EDC
Interest Earnings QTR	\$ 21,372	\$ 1,317
Interest Earnings YTD	\$ 51,777	\$ 6,442

(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

6/30/2016

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.



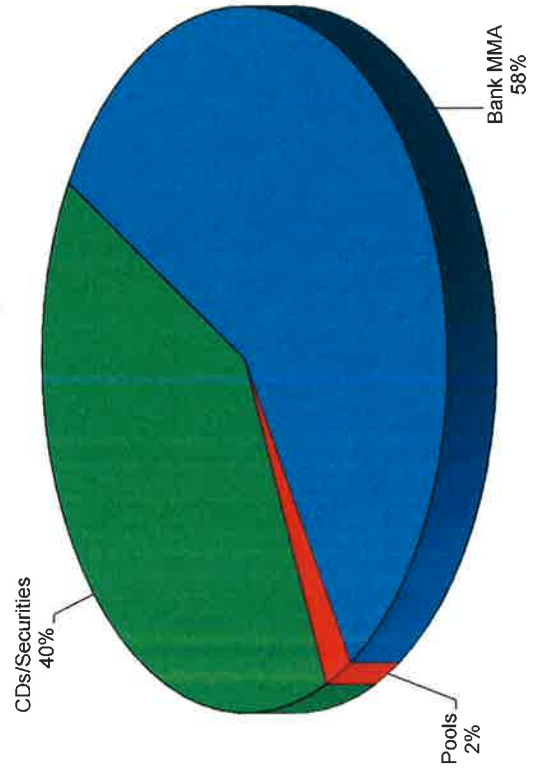
**Investment Holdings
June 30, 2016**

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)

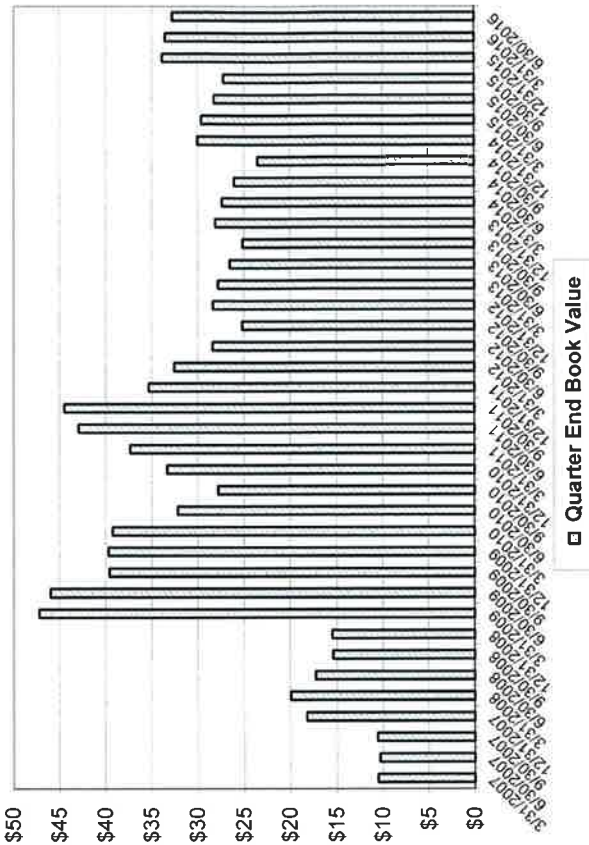
(1) **Weighted average life** - For purposes of calculating weighted average life, pool investments are assumed to have a one day maturity.

(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.

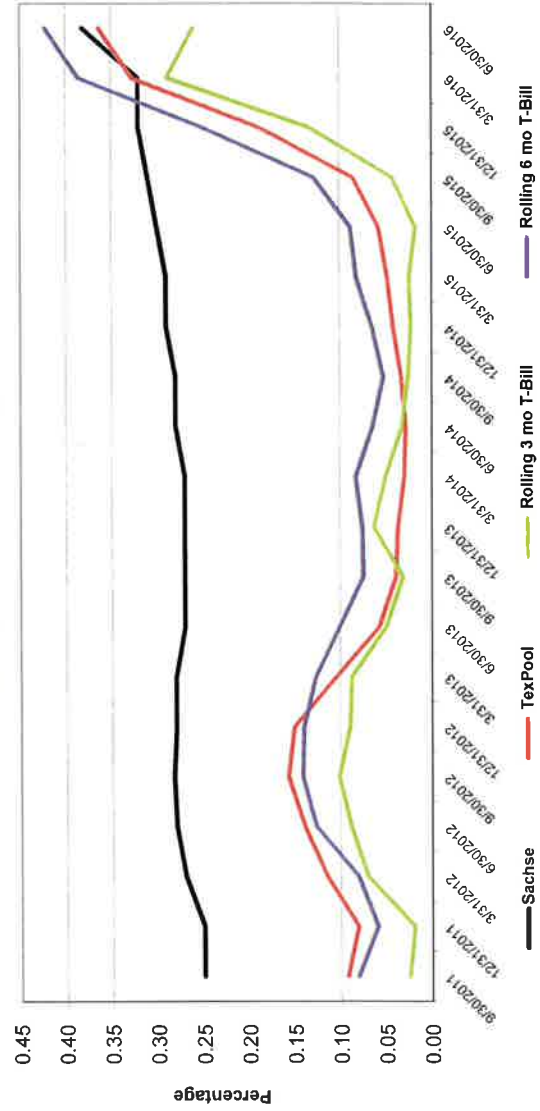
Portfolio Composition



Total Portfolio (Millions)



Total Portfolio Performance



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	March 31, 2016			June 30, 2016		
			Original Face/Par Value	Book Value	Purchases/ Accretions	Amortizations/ Sales/Maturities	Original Face/Par Value	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
Legacy Texas 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
Legacy Texas 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
Legacy Texas Bank CD	0.90%	06/20/17	—	—	1,000,000		1,000,000	1,000,000
Legacy Texas 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			June 30, 2016		
			Original Face/Par Value	Market Value	Qtr to Qtr Change	Original Face/Par Value	Market Value	
ANB MMA	0.20%	07/01/16	\$ 22,321,213	\$ 22,321,213		\$ 19,036,952	\$ 19,036,952	
TexPool	0.36%	07/01/16	200,348	200,348		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	
Legacy Texas 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	
Legacy Texas 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	
Legacy Texas Bank CD	0.90%	06/20/17			1,000,000	1,000,000	1,000,000	
Legacy Texas 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

(continued)

Allocation

June 30, 2016

Book & Market Value

	Restricted General	Restricted Water Impact	Restricted Sewer Impact	Restricted Roadway	Street Maintenance	Health Insurance	EDC
ANB MMA Texpool	\$ 544,393	\$ 1,585,422	\$ 1,706,742	\$ 1,902,268	\$ 119,745	\$ 203,776	\$ 859,059
07/01/16—Comerica Bank CD							
07/01/16—Independent Bank CD							
07/12/16—Independent Bank CD				1,002,461			
08/10/16—Independent Bank CD							
10/12/16—Independent Bank CD							
11/10/16—LegacyTexas Bank CD							
12/17/16—Independent Bank CD							
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							1,006,267
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		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	Restricted Roadway	Street Maintenance	Health Insurance	EDC
ANB MMA Texpool	\$ 543,896	\$ 1,476,849	\$ 1,631,446	\$ 1,629,001	\$	\$ 21,619	\$ 188,801	\$ 1,221,852
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								
10/12/16-Independent Bank CD								
12/17/16-Independent Bank CD					1,001,230			
03/15/17-Independent Bank CD								1,005,382
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	Fiscal YTD Interest	Int Earned this QTR	(FYTD) Percent of total
<i>Portfolio</i>			
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	Beginning Balances	Ending Book Balances	Change
<i>Portfolio</i>			
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%
	2015	0.2500%	0.2500%
	2014	0.2500%	0.2500%
Tex Pool	2016	0.3380%	0.3399%
	2015	0.0524%	0.0553%
	2014	0.0336%	0.0244%

City of Sachse, TX
Investment Portfolios
April 30, 2016

Source	Description	Cusip/ Ref	Purchase Date	Maturity Date	Coupon (Int. Rate)	Days to Maturity	Book Value			Market Value			
							Principal Invested	Beginning of Month	Change ¹	End of Month	Beginning of Month	Change	End of Month
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	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	2200005584	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	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 Restricted Fund	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 Operations	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	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	1k 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	1k 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	1k 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	CD	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	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 Park Development Fee Fun	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
Restricted General 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
Total							926,489	926,489	(2,489)	924,000	926,489	(2,489)	924,000
Impact Fee Fund	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 Water 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 Sewer 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
Restricted Roadway Impact Fee	Money Market	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
Impact Fee Fund	CD	220006628	12/10/2015	08/10/2016	0.5000%	102	5,737,296	5,738,527	323,671	6,062,198	5,738,527	323,671	6,062,198
Street Maintenance Fund	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
Street Maintenance Tax	CD	220006628	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
Total							21,619	21,619	23,648	45,267	21,619	23,648	45,267
Health Insurance Fund	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
Health Insurance	CD	220005585	12/17/2015	12/17/2016	0.3500%	231	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	CD	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	Book Value			Market Value			
							Principal Invested	Beginning of Month	Change 1	End of Month	Beginning of Month	Change	End of Month
EDC PMMKKT	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			Market Value		
					Beginning of Month	Change	End of Month	Beginning of Month	Change	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	0.3350%	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		Market Value		
								Beginning of Month	Change 1	End of Month	Change	
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	7,939	1,063,531
Total							1,055,592	1,055,592	7,939	1,063,531	7,939	1,063,531
General Fund	TexPool	1111-000	05/31/2016	06/01/2016	0.3399%	1	200,404	200,404	500,184	700,588	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	(768,285)	5,881,699
General Fund	CD	rd 220005584	12/18/2014	06/17/2016	0.6000%	17	1,000,000	1,007,515	0	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	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
General Fund	CD	60050000948	05/10/2016	05/10/2016	0.7500%	344	1,000,000	0	1,000,000	1,000,000	0	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	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	1,234	1,005,018
Total							12,850,388	10,866,659	1,733,584	12,600,244	10,866,659	1,733,584
Water and Sewer Fund	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	220,874	220,874	0	220,874	0	220,874
W/S Restricted Fund	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	5,029,895	5,029,895	(220,482)	4,809,413	(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	0	1,001,476
Total							6,250,769	6,252,245	(220,482)	5,031,764	(220,482)	5,031,764
Capital Project Funds	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	426,139	426,139	(5,165)	420,974	(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	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	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	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	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	(11,721)	1,149,805
Total							5,587,665	5,608,142	(16,886)	5,591,256	(16,886)	5,591,256
Special Revenue Funds	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	382,598	382,598	5	382,603	5	382,603
Restricted Park Development Fee Fun	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	541,402	541,402	6,142	547,544	6,142	547,544
Restricted General Fund	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	924,000	924,000	6,147	930,148	6,147	930,148
Total							1,848,000	1,848,000	11,294	1,860,296	11,294	1,860,296
Impact Fee Fund	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	1,542,069	1,542,069	17,334	1,559,403	17,334	1,559,403
Restricted Water 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	12,275	1,686,955
Restricted Sewer 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	32,754	1,876,972
Restricted Roadway Impact Fee	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	1,000,000	1,001,230	0	1,001,230	0	1,001,230
Impact Fee Fund	CD	220006628	12/10/2015	08/10/2016	0.5000%	71	6,060,967	6,062,198	62,363	6,124,561	62,363	6,124,561
Street Maintenance Fund	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	45,267	45,267	47,239	92,506	47,239	92,506
Street Maintenance Tax	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	45,267	45,267	47,239	92,506	47,239	92,506
Total							13,148,000	13,148,000	13,148	13,161,148	13,148	13,161,148
Health Insurance Fund	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	206,711	206,711	10,986	217,697	10,986	217,697
Health Insurance	Money Market	114512	05/31/2016	06/01/2016	0.2000%	1	206,711	206,711	10,986	217,697	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			Market Value		
								Beginning of Month	Change ¹	End of Month	Beginning of Month	Change	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 PIMMKT	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	Book Value			Market Value			
				Principal Invested	Beginning of Month	Change	End of Month	Beginning of Month	Change	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		Market Value		
								Beginning of Month	Change 1	End of Month	Change	
Best 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	7,306	1,070,837
Total							1,063,531	1,063,531	7,306	1,070,837	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	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	(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	1,549	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)	0
General Fund	CD	60050000947	05/10/2016	11/10/2016	0.6000%	133	1,000,000	1,000,000	510	1,000,510	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	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	1,231	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)	0
General Fund	CD	1013	06/20/2016	12/20/2017	1.0000%	538	1,000,000	0	1,000,000	0	1,000,000	1,000,000
Total							13,586,798	12,600,244	(1,676,877)	10,923,366	(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	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	(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	1,478	1,002,954
W/S	CD	1012	06/20/2016	06/20/2017	0.9000%	355	1,000,000	0	1,000,000	0	1,000,000	1,000,000
Total							6,030,287	6,031,764	(80,388)	5,951,375	(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	(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	1,762	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	1,762	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	1,396	1,008,283
2009 GO Bonds	CD	951-11429176	06/30/2014	06/30/2016	0.6700%	0	1,000,000	1,010,107	3,389	1,013,496	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	5,485	1,155,289
Total							5,577,666	5,591,256	(58,686)	5,532,571	(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	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	(3,151)	544,393
Total							930,147	930,148	(3,146)	927,001	(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	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	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	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	1,231	1,002,461
Total							6,123,330	6,124,561	72,333	6,196,893	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	27,239	119,745
Total							92,506	92,506	27,239	119,745	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		Market Value		
								Beginning of Month	Change 1	End of Month	Change	End of Month
Health Insurance	Money Market	114512	06/30/2016	07/01/2016	0.2000%	1	217,697	217,697	(13,921)	217,697	(13,921)	203,776
	Total						217,697	217,697	(13,921)	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	885	1,006,267
EDC PIMMKT	Money Market	114512	06/30/2016	07/01/2016	0.1400%	1	829,145	829,145	29,914	859,059	29,914	859,059
	Total						1,833,653	1,834,527	30,799	1,865,326	30,799	1,865,326
	Total						35,455,615	34,486,233	(1,695,342)	32,790,890	(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		Market Value		
					Beginning of Month	Change	End of Month	Change	End of Month
Money Market Account	58.06%	1	0.1957%	20,739,120	20,739,121	-1,702,169	19,036,952	-1,702,169	19,036,952
TexPool	2.14%	1	0.3633%	700,588	700,588	209	700,797	209	700,797
CD's	39.81%	197	0.5613%	11,015,906	13,046,524	6,618	13,053,141	6,618	13,053,141
Total	100.00%			32,455,614	34,486,233	-1,695,342	32,790,890	-1,695,342	32,790,890

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



City of Sachse, Texas

Legislation Details (With Text)

File #:	16-3519	Version:	1	Name:	TIF Annual Report
Type:	Agenda Item	Status:		Status:	Agenda Ready
File created:	9/22/2016	In control:		In control:	City Council
On agenda:	9/26/2016	Final action:		Final action:	
Title:	Consider receipt of the TIF District Incremental Values and annual report.				
Sponsors:					
Indexes:					
Code sections:					
Attachments:	TIF Annual Report 2015 TIF Annual Report 2015 corrected				

Date	Ver.	Action By	Action	Result
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Title
TIF District Incremental Values and Annual Report.

Background
The TIF Zone was created in 2003, and the base year begins with property values as of January 1, 2003. The TIF was created for a period of 25 years.

The taxable value increment as of October 1, 2015 was \$8,811,225. The 2015-2016 fiscal year tax receipts totaled \$58,138.72, and total accumulated tax collections from all years are \$187,922.03. Of the total tax received over the life of the TIF Zone, the full amount has been transferred to Utility Fund and the Sachse Economic Development Corporation for reimbursement of infrastructure projects within the TIF, as previously approved by the TIF Board. The total cost of construction of the waterline advance funded by the Utility Fund was \$1,150,932, and the balance owed currently is \$578,619.55. The total amount advanced by SEDC for the sewer project was \$1,074,272.00, and the balance owed currently is \$1,045,201.33

During the appraisal process for Tax Year 2016, Dallas Central Appraisal District (DCAD) discovered an error in how the lots in the Heritage Park Subdivision were coded during Tax Year 2013. Several residential lots that were only partially located within the TIF Zone had been included at their full appraisal value as located within the TIF. The City was not notified of the appraisal adjustment, and the change was discovered when Certified Values were presented in late July. The 2016 TIF Increment was substantially lower than the 2015 Increment, and when staff investigated with DCAD, we were notified of the change in Increment going back to FY 2014. This lowered the property tax revenue that had been allocated to the TIF during FY 2014 and FY 2015, as well as the budgeted revenue for FY 2016. The original report for Tax Year 2015 is included as an attachment to this agenda item, showing total revenue since the inception of the TIF Zone of \$452,359.65; the amended total is \$187,922.03. This also necessitated an adjustment to the balance owed to the Utility Fund for the infrastructure improvements.

Policy Considerations

Periodic reporting of values and TIF Funds are required per ordinance.

Budgetary Considerations

The reduction in property tax revenues due to DCAD's change to the Incremental Value has been deducted from the amount repaid to other City Funds for advance funding of infrastructure projects.

Staff Recommendations

Accept the TIF District Incremental Values and Annual Report.

**CITY OF SACHSE
TAX INCREMENT FINANCE ZONE #1
Annual Report
December 31, 2015**

Tax Roll Year ²	Budget Year	Market Value			Taxable Value			Tax Rate	Tax Levy ¹
		Base	Mars	Increment	Base	Mars	Increment		
TIF for 2003	2003-2004	4,983,020	4,983,020	-	1,167,778	1,167,778	-	0.560056	-
TIF for 2004	2004-2005	4,983,020	5,049,280	66,260	1,167,778	1,172,188	4,410	0.558321	24.62
TIF for 2005	2005-2006	4,983,020	5,478,540	495,520	1,167,778	1,295,229	127,451	0.558319	711.58
TIF for 2006	2006-2007	4,983,020	5,524,300	541,280	1,167,778	1,445,759	277,981	0.553408	1,538.37
TIF for 2007	2007-2008	4,983,020	5,496,330	513,310	1,167,778	1,416,426	248,648	0.553408	1,376.04
TIF for 2008	2008-2009	4,954,894	5,793,300	838,406	1,133,906	1,506,494	372,352	0.610000	2,271.35
TIF for 2009	2009-2010	4,766,434	11,870,910	7,104,476	1,129,193	2,324,414	1,195,221	0.705819	8,436.10
TIF for 2010	2010-2011	4,766,434	8,344,700	3,578,266	1,129,193	2,110,364	981,171	0.705819	6,925.29
TIF for 2011	2011-2012	4,901,790	7,886,300	2,984,510	1,133,906	1,739,964	606,058	0.770819	4,671.61
TIF for 2012	2012-2013	4,901,790	7,434,580	2,532,790	1,133,906	1,689,866	555,960	0.770819	4,285.45
TIF for 2013	2013-2014	4,901,775	17,544,300	12,642,525	1,133,901	13,192,389	12,058,488	0.770819	92,949.12
TIF for 2014	2014-2015	4,901,770	25,054,250	20,152,480	1,133,906	19,470,427	18,336,521	0.770819	141,341.39
TIF for 2015	2015-2016	4,901,770	44,537,840	39,636,070	1,133,906	25,937,016	24,803,110	0.757279	187,828.74
Total									<u><u>452,359.65</u></u>

Footnotes:

¹ The TIF will be reconciled with tax collections, adjustment and a transfer to the TIF Zone Fund will be made April 01 of each year.

² This information will come from the Dallas County Appraisal District: contact Elizabeth Sarles for data updates

Forward documentation to State Comptroller

**CITY OF SACHSE
TAX INCREMENT FINANCE ZONE #1
Annual Report
December 31, 2015**

Tax Roll Year ²	Budget Year	Market Value			Taxable Value			Tax Rate	Tax Levy ¹
		Base	Mars	Increment	Base	Mars	Increment		
TIF for 2003	2003-2004	4,983,020	4,983,020	-	1,167,778	1,167,778	-	0.560056	-
TIF for 2004	2004-2005	4,983,020	5,049,280	66,260	1,167,778	1,172,188	4,410	0.558321	24.62
TIF for 2005	2005-2006	4,983,020	5,478,540	495,520	1,167,778	1,295,229	127,451	0.558319	711.58
TIF for 2006	2006-2007	4,983,020	5,524,300	541,280	1,167,778	1,445,759	277,981	0.553408	1,538.37
TIF for 2007	2007-2008	4,983,020	5,496,330	513,310	1,167,778	1,416,426	248,648	0.553408	1,376.04
TIF for 2008	2008-2009	4,954,894	5,793,300	838,406	1,133,906	1,506,494	372,352	0.610000	2,271.35
TIF for 2009	2009-2010	4,766,434	11,870,910	7,104,476	1,129,193	2,324,414	1,195,221	0.705819	8,436.10
TIF for 2010	2010-2011	4,766,434	8,344,700	3,578,266	1,129,193	2,110,364	981,171	0.705819	6,925.29
TIF for 2011	2011-2012	4,901,790	7,886,300	2,984,510	1,133,906	1,739,964	606,058	0.770819	4,671.61
TIF for 2012	2012-2013	4,901,790	7,434,580	2,532,790	1,133,906	1,689,866	555,960	0.770819	4,285.45
TIF for 2013	2013-2014	4,901,775	17,544,300	12,642,525	1,133,901	6,876,365	5,742,464	0.770819	44,264.00
TIF for 2014	2014-2015	4,901,770	25,054,250	20,152,480	1,133,906	8,305,356	7,171,450	0.770819	55,278.90
TIF for 2015	2015-2016	4,901,770	44,537,840	39,636,070	1,133,906	8,811,225	7,677,319	0.757279	58,138.72
Total									<u><u>187,922.03</u></u>

Footnotes:

¹ The TIF will be reconciled with tax collections, adjustment and a transfer to the TIF Zone Fund will be made April 01 of each year.

² This information will come from the Dallas County Appraisal District: contact Elizabeth Sarles for data updates

Forward documentation to State Comptroller



City of Sachse, Texas

Legislation Details (With Text)

File #: 16-3524 **Version:** 1 **Name:** TIF Board Project Update
Type: Agenda Item **Status:** Agenda Ready
File created: 9/23/2016 **In control:** City Council
On agenda: 9/26/2016 **Final action:**
Title: Update on projects in the TIF Zone.
Sponsors:
Indexes:
Code sections:
Attachments: [2016 TIF - PGBT Sewer Update](#)
[City Council Comp Plan Update September 2016.pdf](#)

Date	Ver.	Action By	Action	Result
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Title
Update on projects in the TIF Zone.

Background
City Staff will give presentations on the Third Sewer Connection Project currently underway in the TIF Zone and the update to the City's Comprehensive Plan.

Policy Considerations
None.

Budgetary Considerations
None.

Staff Recommendations
Discussion only.



PGBT Sewer Update

TIF Board Meeting
September 26, 2016

3rd Sewer Connection to Garland (Map)



Legend

- 30-inch Sewer (in TIF)
- 30-inch Sewer (not in TIF)
- 8-inch Sewer (Pleasant Valley Road – in TIF)

3rd Sewer Connection to Garland (Status)

- The project is under construction and is 80% Complete
- Construction Crews are currently working on the aerial crossing of Rowlett Creek
- Project completion anticipated for December, 2016.
- Once complete, will sewer a significant portion of the west side of the PGBT corridor in Sachse, and allow for future sewer connections.

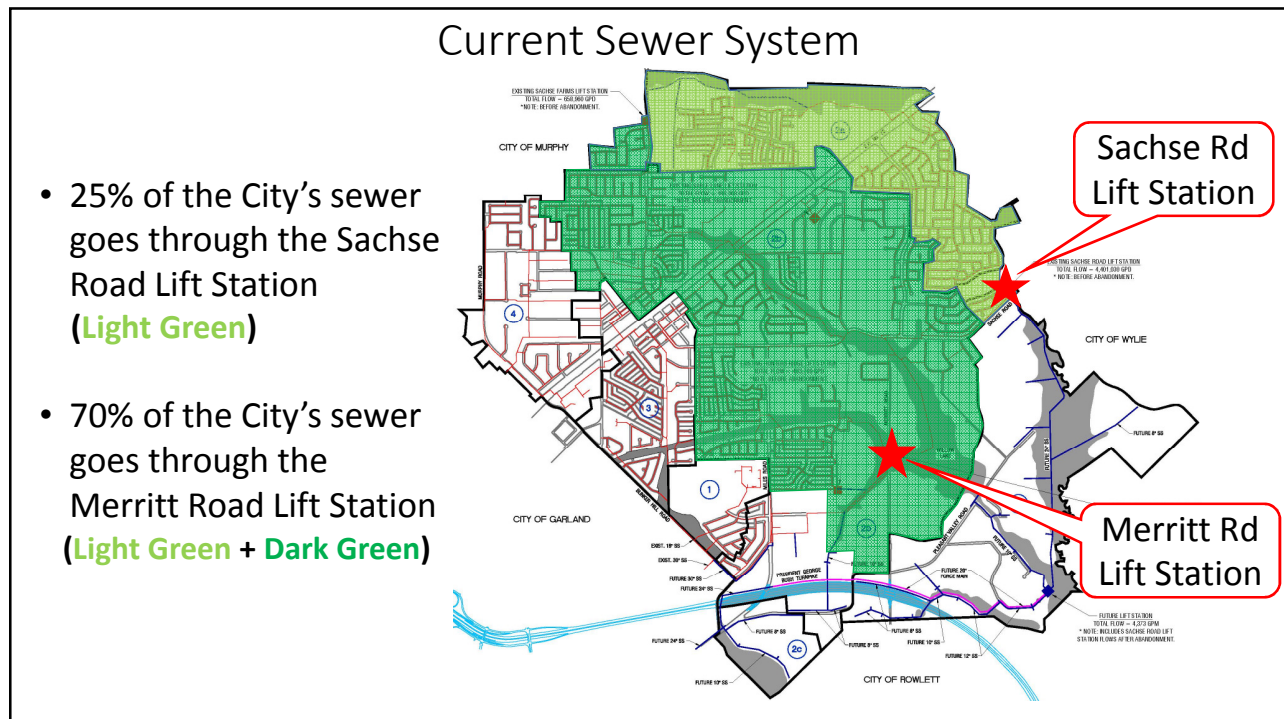


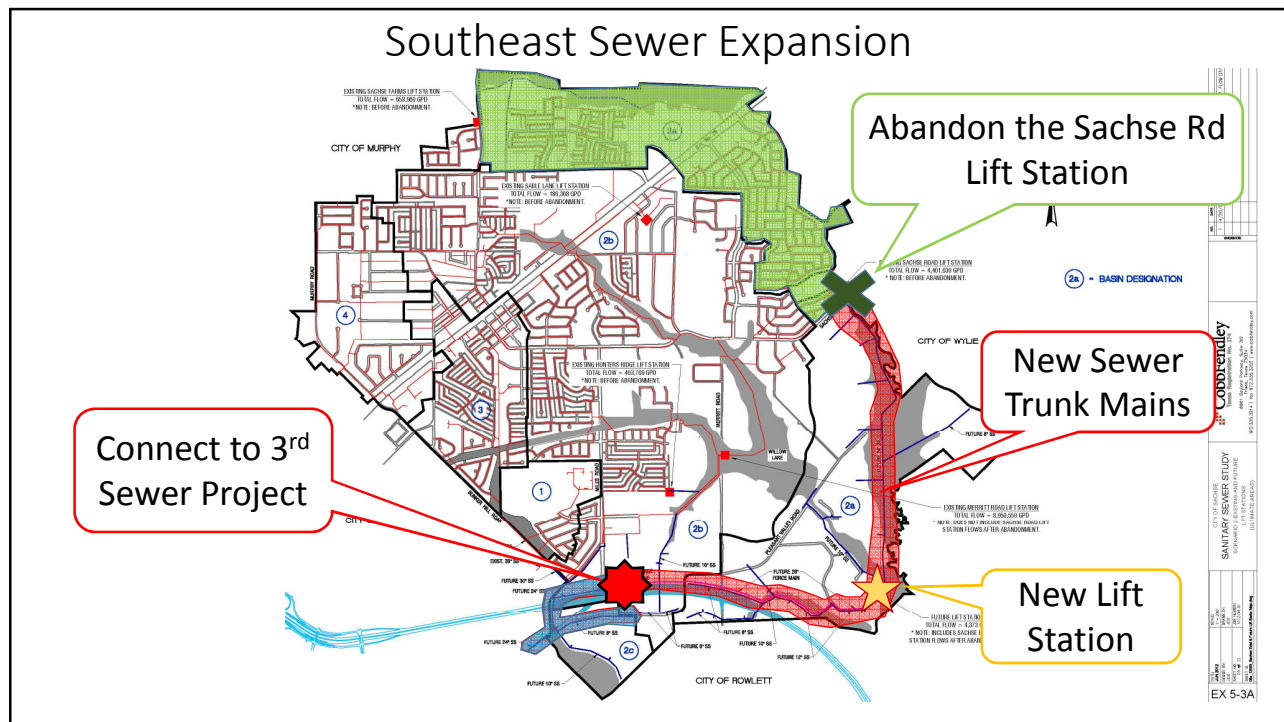
Southeast Sewer Expansion

- This is “Phase 2” of providing sewer for all of the SE portion of the City. (3rd Sewer Connection is Phase 1)
- The FY 16-17 Budget includes funding of final design.
- Project scope includes the Southeast Lift Station, a truck sewer line from the Sachse Road Lift Station to the SE Lift Station, and force main/gravity main along the PGBT
- Design to begin in October 2016.

Sanitary Sewer System Demands

- Why do we need to expand our sewer system?
 1. We are experiencing rapid and continuing growth in areas that sewer through our existing lift stations (residential and commercial)
 1. Woodbridge
 2. Woodbridge Commercial
 3. Heritage Park
 4. Richfield Estates
 2. We anticipate future commercial development along the PG&T





Next Steps – Southeast Sewer Expansion

- As the City continues to see growth, it will be important to continue to move forward in preparation for expansion to the sewer system.

Projected Timeline

- FY 2014-15
 - Complete Design and begin construction of 3rd Sewer Connection to Garland
- FY 2016-17
 - Complete construction of the 3rd Sewer Connection
 - Complete Design and begin easement/property acquisition for Lift Station, Force Main, and Gravity Mains
- FY 2017-18
 - Begin construction of Lift Station, Force Main, and Gravity Mains
- FY 2018-19
 - Complete construction of Lift Station, Force Main, and Gravity Mains

Greg Peters, P.E.
Director of Public Works & Engineering
City of Sachse, Texas
972-495-7600
gpeters@cityofsachse.com



COMPREHENSIVE PLAN UPDATE

CITY COUNCIL

SEPTEMBER 19, 2016

PUBLIC ENGAGEMENT SUMMARY

- More than 15 focus groups met with the consultants
- 3 design charrettes focusing on Bush, Old Town, & the Industrial site (aka the 3 catalytic sites)
- 1 public town hall meeting held in May (more on deck)
- Red, White, & Blue Blast survey
- Several updates provided to EDC, P&Z, and Council
- Facebook surveys focusing on key policy themes
- Much informal feedback received as well (emails, phone calls, conversations, etc.)
- Main city webpage links comprehensive plan website & surveys (Facebook link just helps broaden reach)

GOING FORWARD THIS FALL

- CPAC met on Monday, September 12th (focused on development)
- CPAC has additional meetings scheduled in October & November that will focus on parks, CIPs, fiscal modeling, policies, etc.
- Continued testing of concepts with development community and property owners for 3 catalytic sites
- Roll out of fiscal impact modeling
- Continued internal meetings with staff
- Facebook surveys finish (also found on main city webpage)
- 2 additional public town hall meetings (October 18th & TBD)
- Joint work session between Council, P&Z, and EDC (Tuesday, October 11th)
- Final presentations to EDC, P&Z, and Council in January
- Special meeting January 30th for approval by Council
- All tentative

KEY POLICY THEMES

(SO FAR)

- More retail & restaurant options
- Bush development being maximized (destination, fewer limitations) to pay for city services and maintain tax rate
- Old Town being reserved as a walkable urban downtown area (with mixed use)
- SH 78 (redevelopment, rehabs, & beautification)
- CIPs (Merritt & PV expansion, Woodbridge realignment)
- Better Curb Appeal (cleaner & nicer community in general – where “programs” come into play)
- Better parks & trails (implementing a CDC)
- More comfort level with urban living in Turnpike overlay and medium sized lots (10k sf – 20k sf) than originally anticipated
- Fiscal impact model nearing completion

THINGS TO KNOW

- The community has demonstrated excitement for the process
- Involvement has been high and diverse
- Public input process is mostly complete, but on-going
- Timely resources available on city website & Plan Sachse
- Facebook surveys had good “reach”
- Input is not unanimous, but a solid majority has been observed on many key themes
- The integrity of the process is important (extracting honest differences of opinion on vision is part of that)
- Charrettes and developer/owner testing for 3 catalytic areas were helpful
- This Fall (CPAC, Town Hall meetings, Joint WS)
- Any questions?