



**** PUBLIC NOTICE ****

**NOTICE OF A FINANCE AUDIT COMMITTEE
OF THE CITY OF CORINTH
REGULAR SESSION**

**Wednesday, April 19, 2017, 3:00 P.M.
City Hall
Conference Room - Suite 200
3300 Corinth Parkway
Corinth, Texas 76208**

* Pursuant to Texas Government Code Section 551.002, a quorum of the City Council of Corinth may attend the following meeting and may participate in discussion on the agenda items listed below, but will not take any action.

CALL TO ORDER

CONSENT AGENDA

1. Consider and act on minutes from the February 15, 2017 Regular Session.

BUSINESS AGENDA

2. Consider and act on the Fiscal Year 2016-2017 Second Quarter Investment Report.
3. Consider and act on the Comprehensive Monthly Financial Report (CMFR) for the month ending March 31, 2017.
4. Receive a report, hold a discussion and provide staff direction on the bank depository agreement.

CLOSED SESSION

If, during the course of the meeting, any discussion of any item on the agenda should need to be held in executive or closed session for the Committee to seek advice from the City Attorney as to the posted subject matter of this Committee Meeting, the Committee will convene in such executive or closed session, in accordance with the provisions of the Government Code, Title 5, Subchapter D Chapter 551, to consider one or more matters pursuant to the following:

Section 551.071. Private consultation with its attorney to seek advice about pending or contemplated litigation; and/or settlement offer; (2) and/or a matter in which the duty of the attorney to the government body under the Texas Disciplinary Rules of Professional Conduct of the State of Texas clearly conflicts with chapter 551.

Section 551.072. To deliberate the purchase, exchange, lease or value of real property if deliberation in an open meeting would have a detrimental effect on the position of the governmental body in negotiations with a third person.

Section 551.074. To deliberate the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee; or to hear a complaint or charge against an officer or employee.

Section 551.087. To deliberate or discuss regarding commercial or financial information that the governmental body has received from a business prospect that the governmental body seeks to have locate, stay, or expand in or near the territory of the governmental body and with which the governmental body is conducting economic development negotiations; or to deliberate the offer of a financial or other incentive to a business prospect.

After discussion of any matters in executive session, any final action or vote taken will be in public by the Committee. The Committee shall have the right at any time to seek legal advice in Executive Session from its Attorney on any agenda item, whether posted for Executive Session or not.

RECONVENE IN OPEN SESSION TO TAKE ACTION, IF NECESSARY, ON EXECUTIVE SESSION ITEMS.

ADJOURN

Posted this ____ day of _____, 2017 at ____ on the bulletin board at Corinth City Hall.

Caryn Riggs, Assistant Finance Director
City of Corinth, Texas

CONSENT ITEM 1.

Finance Audit Committee Regular Session

Meeting Date: 04/19/2017
Title: February 15, 2017 Regular Session Minutes
Submitted For: Lee Ann Bunselmeyer, Director
Submitted By: Caryn Riggs, Assistant Director
Finance Review: N/A
City Manager Review:

Legal Review: N/A

AGENDA ITEM

Consider and act on minutes from the February 15, 2017 Regular Session.

AGENDA ITEM SUMMARY/BACKGROUND

Attached are minutes from the February 15, 2017 Regular Session. The minutes are in draft form and are not considered official until formally approved by the Finance Audit Committee.

RECOMMENDATION

Staff recommends approval of the February 15, 2017 Regular Session minutes.

Attachments

Minutes

STATE OF TEXAS
COUNTY OF DENTON
CITY OF CORINTH

On this the 15th day of February 2017 the Finance Audit Committee of the City of Corinth, Texas met in a Regular Meeting at 3:00 P.M. at the Corinth City Hall, located at 3300 Corinth Parkway, Corinth, Texas. The meeting date, time, place and purposes as required by Title 5, Subchapter A, Chapter 551, Subchapter C, Section 551.041, Government Code, with the following members to wit:

Councilmembers Present:

Councilmember Lowell Johnson
Councilmember Joe Harrison

Citizen Members Present:

Dick Baker
Mike Taylor

Staff Committee Members Present:

Bob Hart, City Manager
Lee Ann Bunselmeyer, Director of Finance & Administrative Services

Members Absent:

None

Staff Members Present:

Caryn Riggs, Assistant Director of Finance

Others Present:

Diane Terrell, Auditor with Davis, Kinard & Co, PC
Kevin Randolph, Auditor with Davis, Kinard & Co, PC

CALL TO ORDER

Councilmember Johnson called the meeting to order at 3:04 P.M.

CONSENT AGENDA

All matters listed under the Consent Agenda are considered to be routine and will be enacted in one motion. Should the Chairman, a Board member, or a citizen desire discussion of any item that item will be removed from the Consent Agenda and will be considered separately.

1) Consider and act on minutes from the November 30, 2016 Regular Session.

MOTION made by Councilmember Harrison to approve the Consent Agenda as presented. Seconded by Councilmember Harrison.

AYES: Johnson, Harrison, Hart
NOES: None

MOTION CARRIED

BUSINESS AGENDA

2) Consider and act on the Fiscal Year 2016-2017 First Quarter Investment Report

Caryn Riggs – presented the FY 2016-2017 First Quarter Investment Report. She explained the net increase in Market Value of \$3,035,492 is due to the receipt of property taxes in December. This will be reduced when the debt service payment is made in February. She further explained the decrease in Market Value in the Special Revenue Funds were due to investments maturing in December and not being reinvested as of the close of the quarter. She also explained the weighted average maturity for the Economic Development Corporation exceeded the policy benchmark by 31 days. This is expected to be back below the benchmark by the end of the close of the next quarter due to investments maturing in April.

MOTION made by Councilmember Harrison to approve the FY 2016-2017 First Quarter Investment Report. Seconded by Councilmember Johnson.

AYES: Johnson, Harrison, Hart
NOES: None

MOTION CARRIED

3) Consider and act on the September 2016 Monthly Financials

Lee Ann Bunselmeyer – presented the September 2016 Monthly Financials. She explained the General Fund had a budgeted use of fund balance in the amount of \$547,000. However, due to an increase in revenues and a decrease in expenditures, fund balance actually increased by \$8,169.

She further explained the use of fund balance in the Water/Wastewater Fund. Water Charges are budgeted using an average year. The city experienced an unusually wet year, this affects the citizens watering habits and reduced the water revenues for the year.

MOTION made by Councilmember Johnson to approve the September 2016 Monthly Financials. Seconded by Councilmember Harrison.

AYES: Johnson, Harrison, Hart
NOES: None

MOTION CARRIED

4) Hold a discussion and provide staff direction on the Annual External Audit and the Comprehensive Annual Financial Report.

Lee Ann Bunselmeyer – introduced Diane Terrell and Kevin Randolph with Davis, Kinard & Co, the city's external audit firm. This is their second year performing the audit.

Diane Terrell – explained this the second year of the GASB 68 implementation. Exhibit B2 and B3 are related to the GASB 68 representation. She explained there were no new GASB pronouncements to be implemented this year, however, next year we will implement GASB 77. This relates to tax abatements.

5) Discuss the Fiscal Year 2015-2016 Trial Balance

Lee Ann Bunselmeyer – explained the purpose of the Trial Balance Comparison. Additionally, she explained three audit adjustments.

CLOSED SESSION

Pursuant to the Open Meetings Act, Chapter 551, Texas Government Code, Section 551.071 (Consultation with Attorney), Section 551.072 (Deliberations regarding Real Property), 551.074 (Deliberations regarding the appointment, employment, evaluation, reassignment, duties, discipline or dismissal of an officer or employee), 551.087 (Deliberations regarding commercial or financial information that the governmental body has received from a business prospector to deliberate the officer of a financial or other incentive to a business prospect).

RECONVENE IN OPEN SESSION AND TAKE ACTION ON CLSOED SESSION ITEMS, IF NECESSARY.

ADJOURN THE REGULAR MEETING.

Councilmember Johnson adjourned the Regular Meeting at 4:02 P.M.

AYES: All

Meeting adjourned.

Approved by the Finance Audit Committee on the ____ day of _____, 2017.

Caryn Riggs
Assistant Director of Finance

Finance Audit Committee Regular Session

Meeting Date: 04/19/2017
Title: Second Quarter Investment Report
Submitted For: Lee Ann Bunselmeyer, Director
Submitted By: Caryn Riggs, Assistant Director
Finance Review: N/A
City Manager Review:

Legal Review: N/A

AGENDA ITEM

Consider and act on the Fiscal Year 2016-2017 Second Quarter Investment Report.

AGENDA ITEM SUMMARY/BACKGROUND

In accordance with Public Funds Investment Act, Chapter 2256, Section 02399(a), of the Texas Government Code, the investment officer must prepare and submit to the governing body a written report of the investment transactions not less than quarterly. The report must summarize current market conditions, economic developments, anticipated investment conditions and include the following:

1. A listing of individual securities held at the end of the reporting period. This list will include the name of the fund or pooled group fund for which each individual investment was acquired.
2. Unrealized gains or losses resulting from appreciation or depreciation by listing the beginning and ending book and market value of securities for the period. Market values shall be obtained from financial institutions or portfolio reporting services independent from the broker/dealer from which the security was purchased.
3. Additions and changes to the market value during the period.
4. Fully accrued interest for the reporting period.
5. Average weighted yield to maturity of portfolio on entity investments as compared to applicable benchmarks.
6. Listing of investments by maturity date.
7. The percentage of the total portfolio which each type of investment represents.
8. Statement of compliance of the City's investment portfolio with State Law, the City's investment strategy and policy approved by City Council.
9. Market yield benchmark comparison of the average 90 days US Treasury bill auction yield during the reporting period.

RECOMMENDATION

Staff recommends the acceptance of the quarterly investment report.

Attachments

Quarterly Investment Report

CITY OF CORINTH
QUARTERLY INVESTMENT REPORT
For Quarter Ending March 31, 2017

| Security Type | % of Mkt to Book | Par Value | Book Value | Market Value |
|-------------------------------|---------------------|----------------------|----------------------|----------------------|
| U. S. Federal Agency-Coupon | 99.85% | \$ 7,092,000 | \$ 7,097,785 | \$ 7,086,910 |
| U.S. Federal Agency -Callable | 99.66% | 8,000,000 | 8,000,000 | 7,972,950 |
| Managed Pools | 100.00% | 5,937,636 | 5,937,636 | 5,937,636 |
| Money Market | 100.00% | 288,705 | 288,705 | 288,705 |
| Bank Cash | 100.00% | 7,275,886 | 7,275,886 | 7,275,886 |
| | <u>99.87%</u> | <u>\$ 28,594,227</u> | <u>\$ 28,600,012</u> | <u>\$ 28,562,087</u> |

PORTFOLIO SUMMARY REPORT

| | |
|---------------------------------------|---------------|
| Ending Par Value as of 12/31/2016 | \$ 27,099,700 |
| Ending Book Value as of 12/31/2016 | \$ 27,102,064 |
| Ending Market Value as of 12/31/2016 | \$ 27,057,158 |
| WAM at Ending Date (Days) | 226 |
| | |
| Ending Par Value as of 3/31/2017 | \$ 28,594,227 |
| Ending Book Value as of 3/31/2017 | \$ 28,600,012 |
| Ending Market Value as of 3/31/2017 | \$ 28,562,087 |
| WAM at Ending Date (Days) | 252 |
| | |
| Change to Market Value ⁽¹⁾ | \$ 1,504,929 |

⁽¹⁾ The net increase in the Change to Market Value is due to the receipt of Ad Valorem tax revenue in January and debt service payments in February and the expense of capital project funds on the Public Safety facility.

This report is prepared in accordance with Chapter 2256 of the Public Funds Investment Act ("PFIA") Section 2256.023(a) which states that "Not less than quarterly, the investment officer shall prepare and submit to the governing body of the entity a written report of the investment transactions for all funds covered by this chapter or the preceding reporting period."

The investment portfolio complied with the PFIA and the City's approved Investment Policy and Strategy throughout the period.

Lee Ann Bunselmeyer
Director of Finance & Administrative Services

Caryn Riggs
Assistant Finance Director

Chris Rodriguez
Financial Services Manager

Investment Strategies Compliance Report
For Quarter Ending March 31, 2017

OPERATING FUNDS

The investment strategy for operating funds and commingled pools containing operating funds have as their primary objective to assure that anticipated cash flows are matched with adequate investment liquidity. The secondary objective is to structure a portfolio, which will minimize volatility during economic cycles. This may be accomplished by purchasing high quality, short-term securities, which will compliment each other in a laddered maturity structure. A dollar-weighted average maturity of 270 days or less will be maintained and calculated by using the stated final maturity date of each security.

| | | |
|---|----|------------|
| Ending Book Value as of 12/31/2016 | \$ | 14,003,323 |
| Ending Market Value as of 12/31/2016 | \$ | 13,993,030 |
| WAM at Beginning Date (Days) | | 179 |
| Ending Book Value as of 3/31/2017 | \$ | 16,581,695 |
| Ending Market Value as of 3/31/2017 | \$ | 16,568,967 |
| Unrealized Gain/(Loss) | \$ | (12,728) |
| Change to Market Value (1) | \$ | 2,575,937 |
| WAM at Ending Date (Days) | | 239 |
| WAM Policy Benchmark ≤ | | 270 |

⁽¹⁾ The increase in the Change to Market Value is due to the receipt of Ad Valorem tax revenue and moving funds from the Money Market account to the bank cash account in March to take advantage of the higher interest rate. The bank cash account is included in the Operating Funds, but includes cash balances of all four funds.

DEBT SERVICE RESERVE FUNDS

Investment strategies for debt service reserve and contingency funds shall have as the primary objective the ability to generate a dependable revenue stream to the appropriate fund from securities with a low degree of volatility. Securities should be of high quality and, except as may be required by the bond ordinance specific to an individual issue, of short to intermediate-term maturities. Volatility shall be further controlled through the purchase of securities carrying the highest coupon available, within the desired maturity and quality range, without paying a premium, if at all possible. Such securities will tend to hold their value during economic cycles. A dollar weighted average maturity of 365 days or less will be maintained and calculated by using the stated final maturity date of each security.

| | | |
|---|----|---------|
| Ending Book Value as of 12/31/2016 | \$ | 274,482 |
| Ending Market Value as of 12/31/2016 | \$ | 274,482 |
| WAM at Beginning Date (Days) | | 1 |
| Ending Book Value as of 3/31/2017 | \$ | 288,705 |
| Ending Market Value as of 3/31/2017 | \$ | 288,705 |
| Unrealized Gain/(Loss) | \$ | - |
| Change to Market Value (2) | \$ | 14,223 |
| WAM at Ending Date (Days) | | 1 |
| WAM Policy Benchmark ≤ | | 365 |

⁽²⁾ There is no significant Change to Market Value. The bank cash account balance for the Debt Service fund is \$541,845.

Investment Strategies Compliance Report
For Quarter Ending March 31, 2017

BOND / CAPITAL PROJECT FUNDS

Investment strategies for bond / capital project funds will have as their primary objective to assure that anticipated cash flows are matched with adequate investment liquidity. These portfolios should include at least 10% in highly liquid securities to allow for flexibility and unanticipated project outlays. The stated final maturity dates of securities held should not exceed the estimated project completion date. A dollar weighted average maturity of 365 days or less will be maintained and calculated by using the stated final maturity of each security.

| | | |
|--------------------------------------|----|--------------------------|
| Ending Book Value as of 12/31/2016 | \$ | 12,685,663 |
| Ending Market Value as of 12/31/2016 | \$ | 12,651,051 |
| WAM at Beginning Date (Days) | | 286 |
| Ending Book Value as of 3/31/2017 | \$ | 11,729,612 |
| Ending Market Value as of 3/31/2017 | \$ | 11,704,414 |
| Unrealized Gain/(Loss) | \$ | (25,197) |
| Change to Market Value | \$ | (946,637) ⁽¹⁾ |
| WAM at Ending Date (Days) | | 276 |
| WAM Policy Benchmark ≤ | | 365 |

⁽¹⁾ The decrease in the Change to Market Value is due to moving funds from the Money Market account to the bank cash account in March to take advantage of the higher interest rate, and expenditures for the Public Safety Facility. The bank cash account balance for the Bond/Capital Project Funds is \$1,306,026.

SPECIAL REVENUE FUNDS

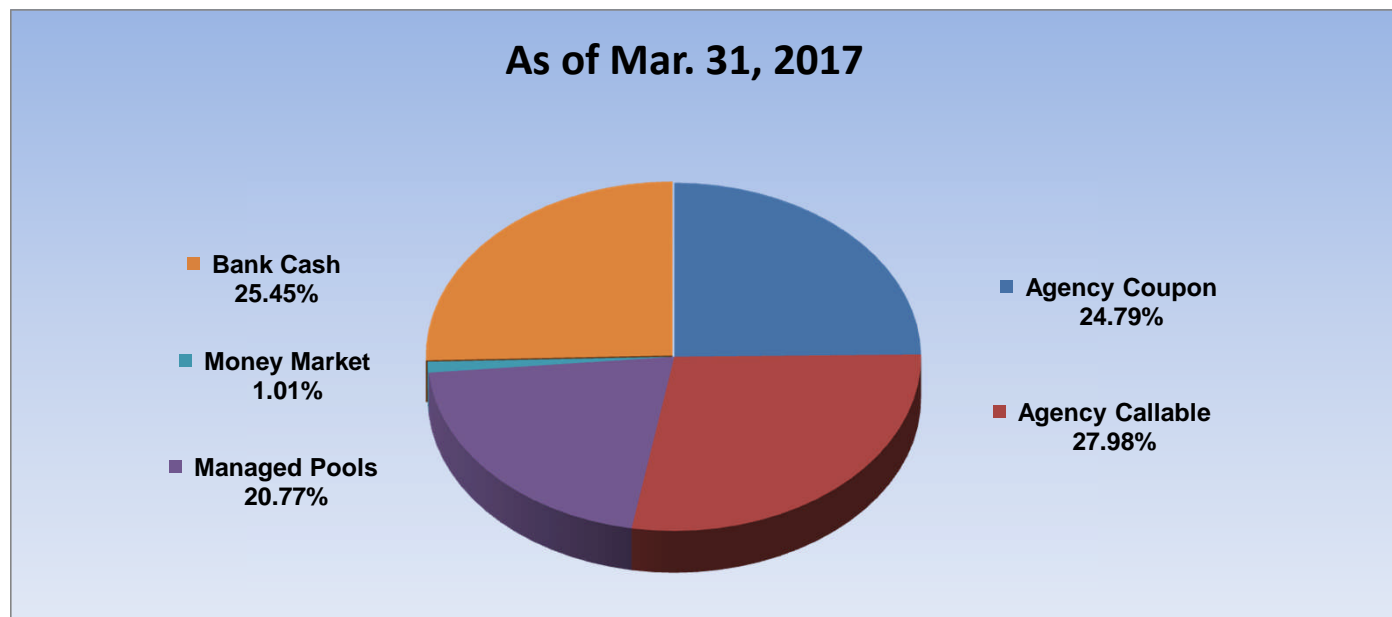
Investment strategies for construction projects or special purpose fund portfolios will have as their primary objective to assure that anticipated cash flows are matched with adequate investment liquidity. These portfolios should include at least 10% in highly liquid securities to allow for flexibility and unanticipated project outlays. The stated final maturity dates of securities held should not exceed the estimated project completion date. A dollar weighted average maturity of 270 days or less will be maintained and calculated by using the stated final maturity of each security.

| | | |
|--------------------------------------|----|--------------------------|
| Ending Book Value as of 12/31/2016 | \$ | 138,596 |
| Ending Market Value as of 12/31/2016 | \$ | 138,596 |
| WAM at Beginning Date (Days) | | 1 |
| Ending Book Value as of 3/31/2017 | \$ | - |
| Ending Market Value as of 3/31/2017 | \$ | - |
| Unrealized Gain/(Loss) | \$ | - |
| Change to Market Value | \$ | (138,596) ⁽²⁾ |
| WAM at Ending Date (Days) | | - |
| WAM Policy Benchmark ≤ | | 270 |

⁽²⁾ The decrease in the Change to Market Value is due to moving funds from the Money Market account to the bank cash account in March to take advantage of the higher interest rate. The bank cash account balance for the Special Revenue funds is \$690,545.

For Quarter Ending March 31, 2017
Portfolio Summary By Market Sector

| Market Sector | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|------------------------------|----------------------|----------------------|----------------------|
| U.S. Federal Agency -Coupon | \$ 6,025,000 | \$ 7,025,000 | 7,092,000 |
| U.S. Federal Agency-Callable | 7,500,000 | 8,000,000 | 8,000,000 |
| Managed Pools | 5,931,958 | 5,934,476 | 5,937,636 |
| Money Market | 2,561,616 | 2,562,501 | 288,705 |
| Bank Cash | 8,571,387 | 5,423,050 | 7,275,886 |
| Total Par Value: | \$ 30,589,961 | \$ 28,945,027 | \$ 28,594,227 |



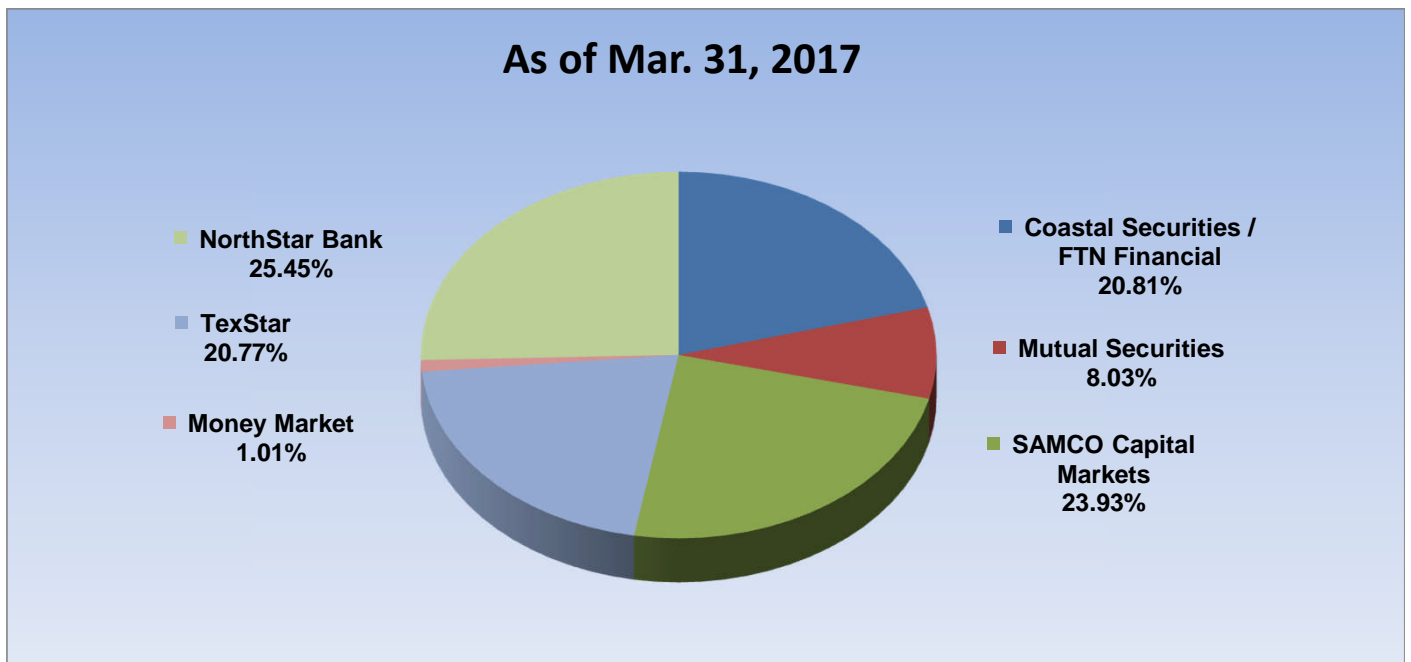
The portfolio is restricted to U.S. Treasuries, U.S. Agencies, bonds issued by Texas public entities and rated AA or better, fully insured/collateralized certificates of deposit, and fully collateralized repurchase agreements. The investments are diversified by security type to protect interest income from the volatility of interest rates and to protect the portfolio from the risk of principal loss in any one market.

| Performance Indicators | Policy Benchmark | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|---------------------------------------|------------------|---------------|---------------|---------------|
| Average Yield to Maturity | | 0.718% | 0.849% | 0.840% |
| ≥ Policy Benchmark-(Six Month T-Bill) | | 0.609% | 0.650% | 0.875% |
| Callable Securities ≤ | 30.00% | 24.52% | 27.64% | 27.98% |
| Investment By Type ≤ | | | | |
| U.S. Treasuries | 100.00% | 0.00% | 0.00% | 0.00% |
| U.S. Agencies | 100.00% | 44.22% | 51.91% | 52.77% |
| Certificates of Deposit | 100.00% | 0.00% | 0.00% | 0.00% |
| Managed Pools | 50.00% | 19.39% | 20.50% | 20.77% |
| Money Market | 50.00% | 8.37% | 8.85% | 1.01% |
| Cash | 100.00% | 28.02% | 18.74% | 25.45% |

Note: The callable securities are below the benchmark for the quarter. The portfolio's Average Yield to Maturity is slightly below the policy benchmark for this quarter. Liquidity is at 47%.

For Quarter Ending March 31, 2017
Portfolio Summary By Broker/Dealer

| | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|--|----------------------|----------------------|----------------------|
| Broker/Dealer | | | |
| Coastal Securities / FTN Financial | \$ 4,950,000 | \$ 5,950,000 | \$ 5,950,000 |
| Mutual Securities | 2,300,000 | 2,300,000 | 2,300,000 |
| SAMCO Capital Markets | 6,275,000 | 6,775,000 | 6,842,000 |
| Total Broker/Dealer | \$ 13,525,000 | \$ 15,025,000 | \$ 15,092,000 |
| Managed Pools/ Depository Bank | | | |
| TexStar | \$ 5,931,958 | \$ 5,934,476 | \$ 5,937,636 |
| Money Market | 2,561,616 | 2,562,501 | 288,705 |
| NorthStar Bank | 8,571,387 | 5,423,050 | 7,275,886 |
| Total Managed Pools/Depository Bank | \$ 17,064,961 | \$ 13,920,027 | \$ 13,502,227 |
| Total Par Value: | \$ 30,589,961 | \$ 28,945,027 | \$ 28,594,227 |

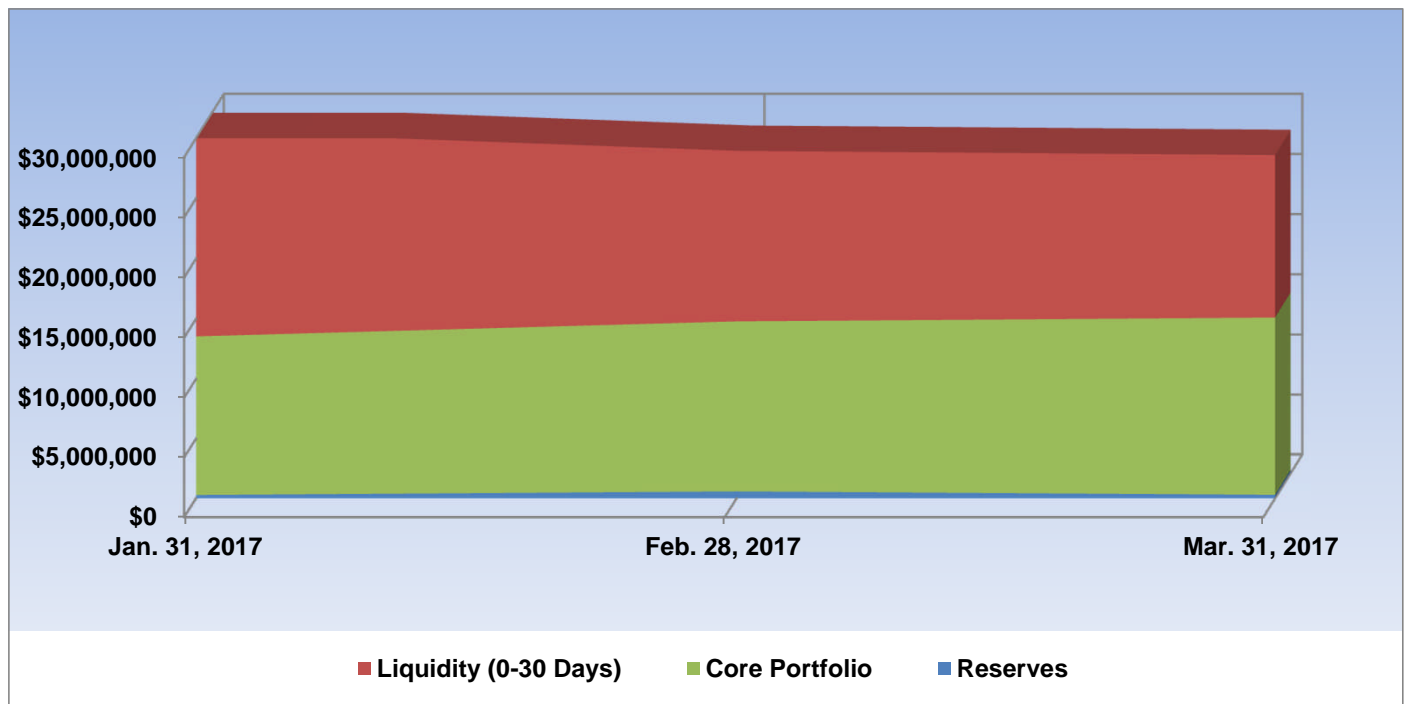


To guard against default possibilities, and to promote diversification of bidders, business with any one issuer, or investment broker, is limited to forty (40%) percent of the total portfolio at any point in time. As shown in the table below, the portfolio adhered to this provision throughout the quarter.

| Performance Indicators | Policy Benchmark | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|--------------------------|------------------|---------------|---------------|---------------|
| Highest Broker Percent ≤ | 40.00% | 20.51% | 23.41% | 23.93% |

For Quarter Ending March 31, 2017
Portfolio Summary By Maturity

| Maturity Time Frame | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|------------------------|---------------|---------------|---------------|
| 0-30 Days | \$ 17,064,961 | \$ 14,170,027 | \$ 13,502,227 |
| 31-90 Days | 250,000 | - | - |
| 91-180 Days | - | - | - |
| 181-270 Days | 1,000,000 | 1,000,000 | 1,300,000 |
| 271-360 Days | 5,305,000 | 5,805,000 | 5,675,000 |
| 361-450 Days | - | - | - |
| 451-540 Days | 1,000,000 | 1,000,000 | 1,000,000 |
| 541 & Over | 5,970,000 | 6,970,000 | 7,117,000 |
| | \$ 30,589,961 | \$ 28,945,027 | \$ 28,594,227 |



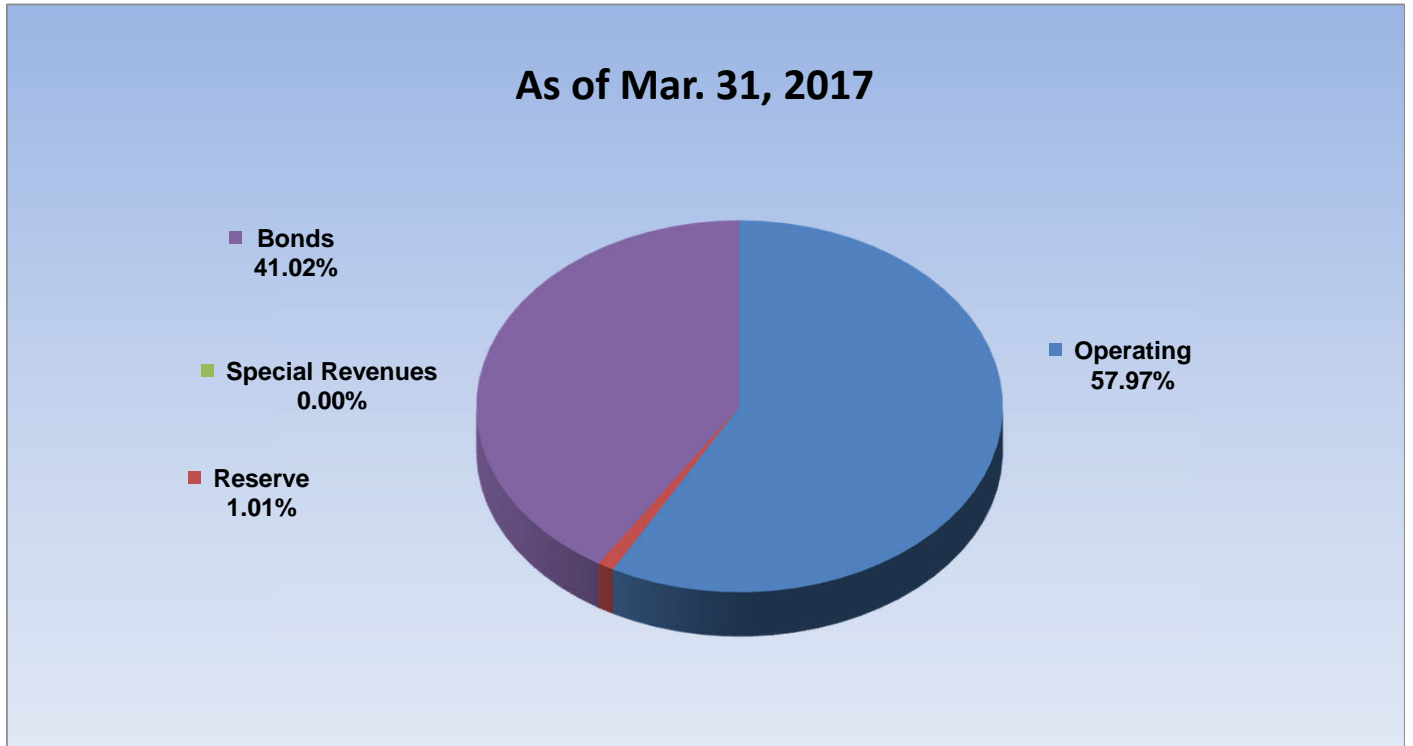
The risk of market price volatility is minimized through maturity diversification. The maturities on our investments are staggered over a series of three-month increments to provide cash flow based on the anticipated needs of the City. Liquidity is achieved by matching investment maturities with forecasted cash flow requirements and by investing in securities with active secondary markets. Short-term investment pools and money market funds provide daily liquidity and are utilized as a competitive yield alternative to fixed maturity investments.

| Performance Indicators | Policy Benchmark | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|--------------------------|------------------|---------------|---------------|---------------|
| Weighted Avg. Maturity ≤ | 365 Days | 223 | 259 | 252 |
| Maturities ≤ 30 days ≥ | 5.00% | 55.79% | 48.95% | 47.22% |

Note: The portfolio is below the benchmark for Weighted Average Maturity (WAM) and liquidity is 47% .

For Quarter Ending March 31, 2017
Portfolio Summary By Fund Type

| Fund Type | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|-------------------------|----------------------|----------------------|----------------------|
| Operating | \$ 17,568,960 | \$ 15,421,361 | \$ 16,576,329 |
| Debt Service Reserve | 274,590 | 574,788 | 288,705 |
| Special Revenues | 138,650 | 138,698 | - |
| Bond / Capital Projects | 12,607,761 | 12,810,179 | 11,729,193 |
| | \$ 30,589,961 | \$ 28,945,027 | \$ 28,594,227 |



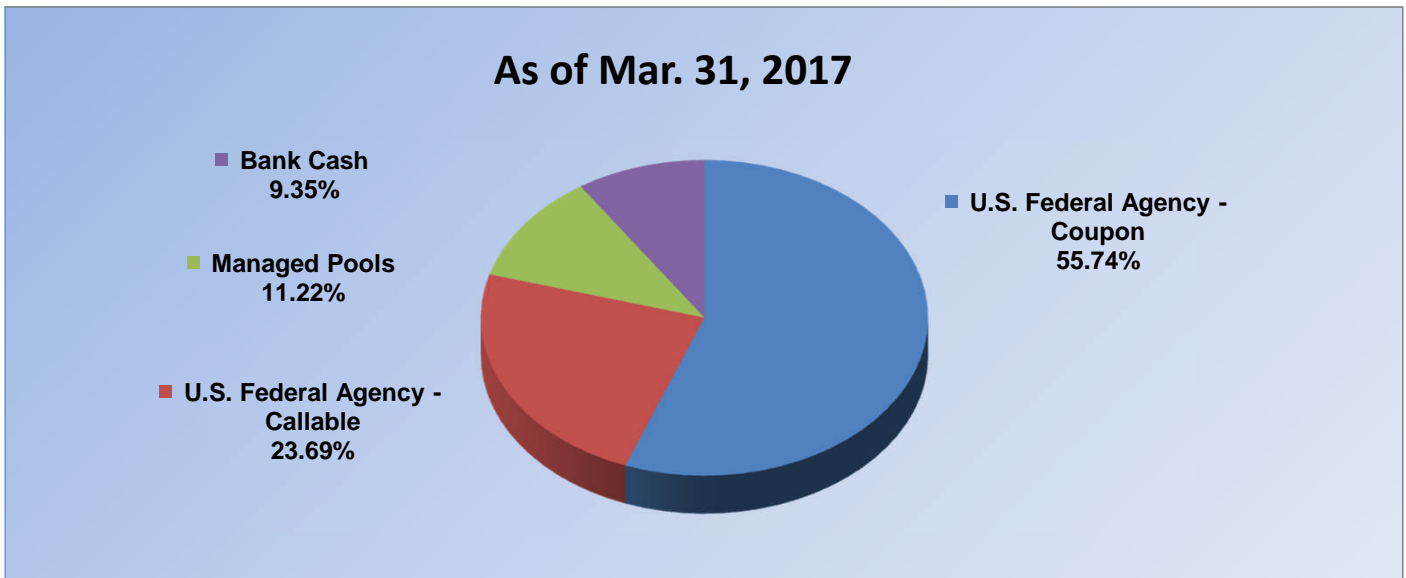
As shown in the graph above, the investments in the portfolio are distributed by fund type. Preservation and safety of principal of these investments is the most important strategy. All investments shall be high quality securities with no perceived default risk. Market fluctuations will occur; however, by managing the weighted-average days to maturity (WAM) for each fund type, losses are minimized.

| Performance Indicators | Policy Benchmark | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|------------------------|------------------|---------------|---------------|---------------|
| WAM by Fund ≤ | | | | |
| Operating | 270 Days | 194 | 263 | 239 |
| Debt Service Reserve | 365 Days | 1 | 1 | 1 |
| Special Revenues | 270 Days | 1 | 1 | 0 |
| Bond /Capital Projects | 365 Days | 272 | 269 | 276 |

Note: The Weighted Average Maturity (WAM) for all of the funds are below the benchmark.

For Quarter Ending March 31, 2017
Corinth Economic Development Corporation
Portfolio Summary

| Market Sector | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|-------------------------------|---------------------|---------------------|---------------------|
| U.S. Federal Agency -Coupon | \$ 1,765,000 | \$ 1,765,000 | \$ 1,765,000 |
| U.S. Federal Agency -Callable | 750,000 | 750,000 | 750,000 |
| Managed Pools | 354,988 | 355,140 | 355,328 |
| Bank Cash | 236,449 | 296,895 | 296,220 |
| Total Par Value: | \$ 3,106,437 | \$ 3,167,035 | \$ 3,166,548 |



The portfolio is restricted to U.S. Treasuries, U.S. Agencies, bonds issued by Texas public entities and rated AA or better, fully insured/collateralized certificates of deposit, and fully collateralized repurchase agreements. The investments are diversified by security type to protect interest income from the volatility of interest rates and to protect the portfolio from the risk of principal loss in any one market.

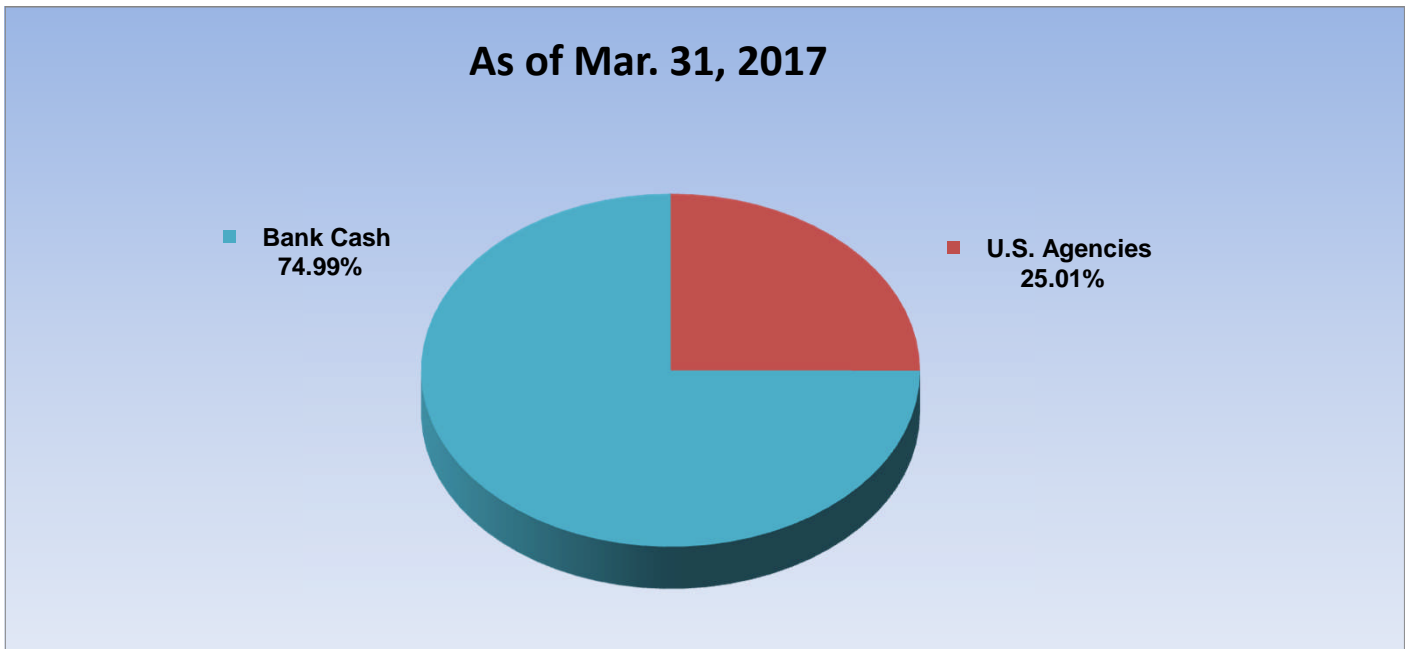
| Performance Indicators | Policy Benchmark | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|---------------------------------------|------------------|---------------|---------------|---------------|
| Average Yield to Maturity | | 0.890% | 0.881% | 0.893% |
| ≥ Policy Benchmark-(Six Month T-Bill) | | 0.609% | 0.650% | 0.875% |
| Callable Securities ≤ | 30.00% | 24.14% | 23.68% | 23.69% |
| Investment By Type ≤ | | | | |
| U.S. Treasuries | 100.00% | 0.00% | 0.00% | 0.00% |
| U.S. Agencies | 100.00% | 80.96% | 79.42% | 79.43% |
| Certificates of Deposit | 100.00% | 0.00% | 0.00% | 0.00% |
| Managed Pools | 100.00% | 11.43% | 11.21% | 11.22% |
| Money Market | 100.00% | 0.00% | 0.00% | 0.00% |
| Cash | 100.00% | 7.61% | 9.37% | 9.35% |
| Weighted Avg. Maturity ≤ | 270 Days | 272 | 244 | 220 |
| Maturities ≤ 30 days ≥ | 5.00% | 19.04% | 20.59% | 20.58% |

Note: The liquidity is 20%. The portfolio's Average Yield to Maturity is above the policy benchmark for this quarter. The Weighted Average Maturity (WAM) is below the benchmark for the quarter.

For Quarter Ending March 31, 2017

Street Maintenance Sales Tax Portfolio Summary

| Market Sector | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|-----------------------------|---------------|---------------|---------------|
| U.S. Federal Agency -Coupon | \$ 200,000 | \$ 200,000 | \$ 200,000 |
| Money Market | 226,009 | 226,087 | - |
| Bank Cash | 312,098 | 347,772 | 599,681 |
| Total Par Value: | \$ 738,107 | \$ 773,859 | \$ 799,681 |



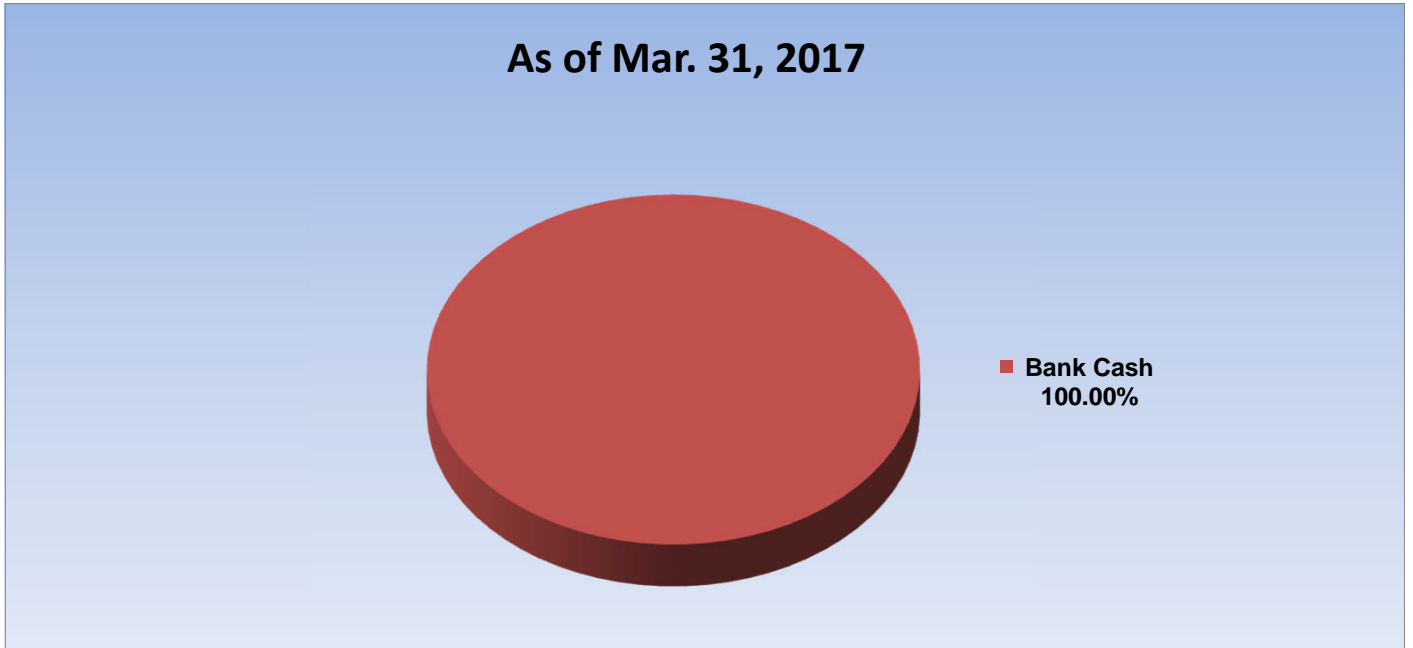
The portfolio is restricted to U.S. Treasuries, U.S. Agencies, bonds issued by Texas public entities and rated AA or better, fully insured/collateralized certificates of deposit, and fully collateralized repurchase agreements. The investments are diversified by security type to protect interest income from the volatility of interest rates and to protect the portfolio from the risk of principal loss in any one market.

| Performance Indicators | Policy Benchmark | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|---------------------------------------|------------------|---------------|---------------|---------------|
| Average Yield to Maturity | | 0.548% | 0.739% | 0.679% |
| ≥ Policy Benchmark-(Six Month T-Bill) | | 0.609% | 0.650% | 0.875% |
| Callable Securities ≤ | 30.00% | 0.00% | 0.00% | 0.00% |
| Investment By Type ≤ | | | | |
| U.S. Treasuries | 100.00% | 0.00% | 0.00% | 0.00% |
| U.S. Agencies | 100.00% | 27.10% | 25.84% | 25.01% |
| Managed Pools | 100.00% | 0.00% | 0.00% | 0.00% |
| Money Market | 100.00% | 30.62% | 29.22% | 0.00% |
| Bank Cash | 100.00% | 42.28% | 44.94% | 74.99% |
| Weighted Avg. Maturity ≤ | 270 Days | 95 | 84 | 73 |

Note: The liquidity is 75%. The portfolio's Average Yield to Maturity is below the policy benchmark for this quarter. The Weighted Average Maturity (WAM) is below the benchmark.

For Quarter Ending March 31, 2017
Corinth Crime Control & Prevention District
Portfolio Summary

| Market Sector | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|-----------------------------|---------------|---------------|---------------|
| U.S. Federal Agency -Coupon | \$ - | \$ - | \$ - |
| Bank Cash | 186,417 | 208,544 | 218,735 |
| Total Par Value: | \$ 186,417 | \$ 208,544 | \$ 218,735 |



The portfolio is restricted to U.S. Treasuries, U.S. Agencies, bonds issued by Texas public entities and rated AA or better, fully insured/collateralized certificates of deposit, and fully collateralized repurchase agreements. The investments are diversified by security type to protect interest income from the volatility of interest rates and to protect the portfolio from the risk of principal loss in any one market.

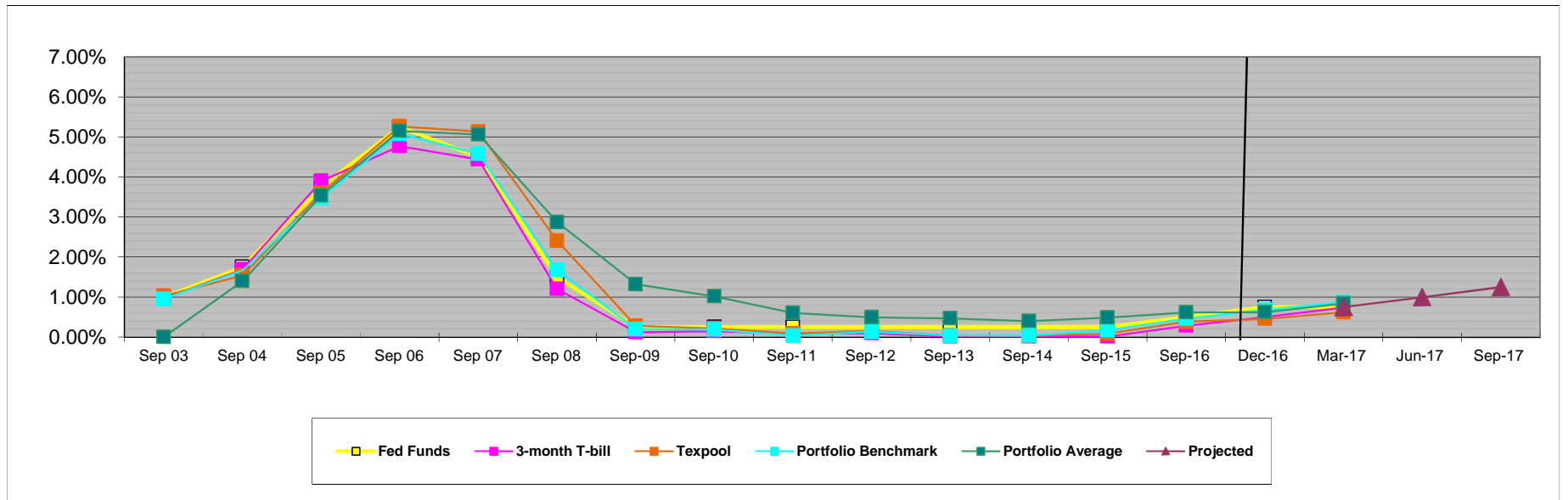
| Performance Indicators | Policy Benchmark | Jan. 31, 2017 | Feb. 28, 2017 | Mar. 31, 2017 |
|---------------------------------------|------------------|---------------|---------------|---------------|
| Average Yield to Maturity | | 0.510% | 0.939% | 0.665% |
| ≥ Policy Benchmark-(Six Month T-Bill) | | 0.609% | 0.650% | 0.875% |
| Callable Securities ≤ | 30.00% | 0.00% | 0.00% | 0.00% |
| Investment By Type ≤ | | | | |
| U.S. Treasuries | 100.00% | 0.00% | 0.00% | 0.00% |
| U.S. Agencies | 100.00% | 0.00% | 0.00% | 0.00% |
| Managed Pools | 100.00% | 0.00% | 0.00% | 0.00% |
| Cash | 100.00% | 100.00% | 100.00% | 100.00% |
| Weighted Avg. Maturity ≤ | 270 Days | 1 | 1 | 1 |

Note: Due to liquidity needs, the fund balance is not invested. All funds are held in the bank account.

ECONOMIC SUMMARY

Interest Rate History

| Market Sector | Sep 03 | Sep 04 | Sep 05 | Sep 06 | Sep 07 | Sep 08 | Sep-09 | Sep-10 | Sep-11 | Sep-12 | Sep-13 | Sep-14 | Sep-15 | Sep-16 | Fiscal Year 2016-17 | | | |
|---------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------------------|--------|--------|--------|
| | | | | | | | | | | | | | | | Dec-16 | Mar-17 | Jun-17 | Sep-17 |
| Fed Funds | 1.00% | 1.75% | 3.75% | 5.25% | 4.50% | 1.50% | 0.25% | 0.25% | 0.25% | 0.25% | 0.25% | 0.25% | 0.25% | 0.50% | 0.75% | 0.75% | | |
| 3-month T-bill | 0.96% | 1.69% | 3.90% | 4.77% | 4.44% | 1.20% | 0.12% | 0.15% | 0.09% | 0.10% | 0.01% | 0.02% | 0.01% | 0.28% | 0.50% | 0.74% | | |
| Texpool | 1.03% | 1.54% | 3.60% | 5.26% | 5.13% | 2.41% | 0.28% | 0.22% | 0.09% | 0.16% | 0.04% | 0.03% | 0.09% | 0.38% | 0.46% | 0.62% | | |
| Portfolio Benchmark | 0.95% | 1.67% | 3.48% | 5.08% | 4.58% | 1.68% | 0.20% | 0.19% | 0.04% | 0.13% | 0.04% | 0.04% | 0.17% | 0.46% | 0.69% | 0.88% | | |
| Portfolio Average | n/a | 1.40% | 3.54% | 5.15% | 5.06% | 2.87% | 1.32% | 1.02% | 0.61% | 0.50% | 0.47% | 0.40% | 0.49% | 0.62% | 0.63% | 0.84% | | |



The Fed Fund rate as of March 2017 is 0.75% - 1%.

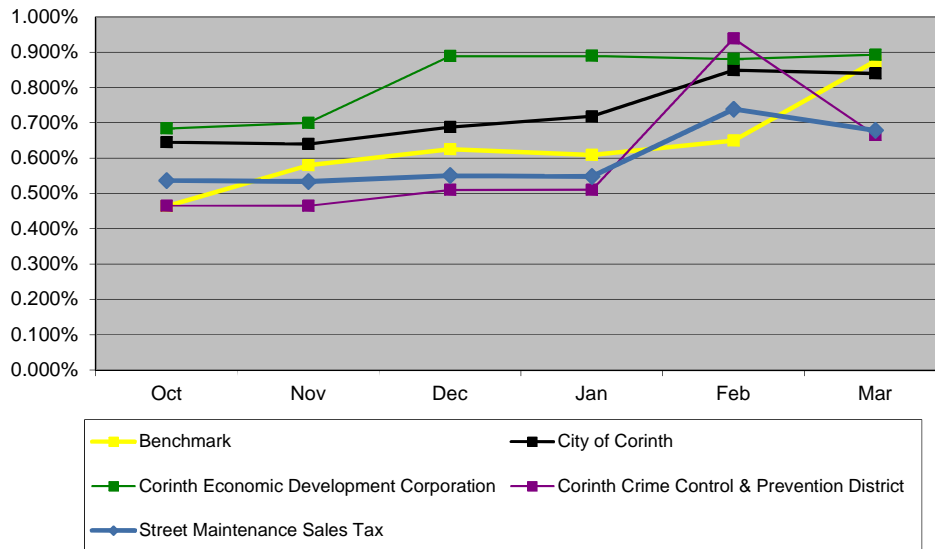
The FOMC voted in March 2017 to increase the overnight funds target from the current range of 0.75% to 1%. The official statement released after the meeting continued to point to "gradual" rate increases in the future with more increases this year and into 2018.

Source: Public Investor, First Southwest Asset Management, Inc.

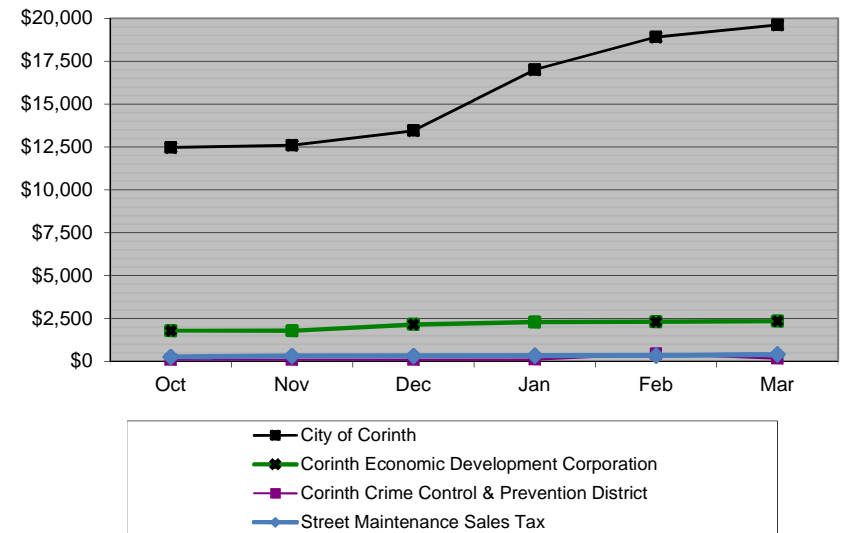
PORTFOLIO INTEREST ANALYSIS Fiscal Year 2016-2017

| | City of Corinth | | | | Corinth Economic Development | | | | Street Maintenance Sales Tax | | | | Corinth Crime Control & Prevention | | | |
|------------|---------------------|-----------------|------------------|-------------------|------------------------------|-----------------|------------------|-------------------|------------------------------|-----------------|------------------|-------------------|------------------------------------|-----------------|------------------|-------------------|
| | Portfolio Benchmark | Portfolio Yield | Invested Balance | Interest Earnings | Portfolio Benchmark | Portfolio Yield | Invested Balance | Interest Earnings | Portfolio Benchmark | Portfolio Yield | Invested Balance | Interest Earnings | Portfolio Benchmark | Portfolio Yield | Invested Balance | Interest Earnings |
| Oct | 0.464% | 0.645% | \$ 23,561,814 | \$ 12,472 | 0.464% | 0.684% | \$ 3,102,119 | \$ 1,780 | 0.464% | 0.537% | \$ 665,180 | \$ 254 | 0.464% | 0.465% | 220,757 | \$ 80 |
| Nov | 0.580% | 0.640% | 23,962,984 | 12,609 | 0.580% | 0.700% | 3,014,496 | 1,777 | 0.580% | 0.534% | 693,160 | 306 | 0.580% | 0.465% | 233,231 | 89 |
| Dec | 0.625% | 0.688% | 27,099,700 | 13,452 | 0.625% | 0.889% | 3,059,221 | 2,145 | 0.625% | 0.551% | 693,350 | 312 | 0.625% | 0.510% | 233,323 | 92 |
| Jan | 0.609% | 0.718% | 30,589,961 | 17,004 | 0.609% | 0.890% | 3,106,437 | 2,288 | 0.609% | 0.548% | 738,107 | 323 | 0.609% | 0.510% | 186,417 | 100 |
| Feb | 0.650% | 0.849% | 28,945,027 | 18,910 | 0.650% | 0.881% | 3,167,035 | 2,303 | 0.650% | 0.739% | 773,859 | 325 | 0.650% | 0.939% | 208,544 | 438 |
| Mar | 0.875% | 0.840% | 28,594,227 | 19,622 | 0.875% | 0.893% | 3,166,548 | 2,346 | 0.875% | 0.679% | 799,681 | 402 | 0.875% | 0.665% | 218,735 | 165 |
| Avg | 0.634% | 0.730% | \$ 27,125,619 | \$ 15,678 | 0.634% | 0.823% | \$ 3,102,643 | \$ 2,107 | 0.634% | 0.598% | \$ 727,223 | \$ 320 | 0.634% | 0.592% | \$ 216,835 | \$ 161 |

Interest Rate Comparison



Invested Earnings Comparison





City of Corinth portfolio
Purchases Report
Sorted by Fund - Fund
January 1, 2017 - March 31, 2017

City of Corinth
 3300 Corinth Parkway
 Corinth, TX 76208
 -9404983200

| CUSIP | Investment # | Fund | Sec. Type | Issuer | Original Par Value | Purchase Date | Payment Periods | Principal Purchased | Accrued Interest at Purchase | Rate at Purchase | Maturity Date | YTM | Ending Book Value |
|---------------------------------------|--------------|------|------------------------|--------|---------------------|---------------|-----------------|---------------------|------------------------------|------------------|---------------|-------|---------------------|
| General Fund | | | | | | | | | | | | | |
| 3133EG2S3 | 10567 | 100 | FAC | FFCB | 500,000.00 | 01/03/2017 | 07/03 - 01/03 | 499,850.00 | | 1.280 | 01/03/2019 | 1.295 | 499,868.33 |
| 3130AAKJ6 | 10568 | 100 | FAC | FHLB | 1,000,000.00 | 01/09/2017 | 07/09 - 01/09 | 999,555.00 | | 0.875 | 01/09/2018 | 0.920 | 999,656.36 |
| 3130AAMC9 | 10569 | 100 | FAC | FHLB | 500,000.00 | 01/17/2017 | 07/17 - 01/17 | 500,000.00 | | 1.250 | 01/17/2019 | 1.250 | 500,000.00 |
| 3132X0NNS6 | 10571 | 100 | FAC | FAMC | 500,000.00 | 02/01/2017 | 08/01 - 02/01 | 500,000.00 | | 0.900 | 02/01/2018 | 0.900 | 500,000.00 |
| 3133EG5Q4 | 10570 | 100 | FAC | FFCB | 500,000.00 | 02/01/2017 | 08/01 - 02/01 | 500,000.00 | | 1.300 | 02/01/2019 | 1.300 | 500,000.00 |
| 3134GAX90 | 10572 | 100 | MC1 | FHLMC | 300,000.00 | 02/14/2017 | 08/14 - 02/14 | 300,000.00 | | 1.125 | 02/14/2020 | 1.125 | 300,000.00 |
| 313372SN5 | 10575 | 100 | FAC | FHLB | 170,000.00 | 03/20/2017 | 09/09 - 03/09 | 173,597.20 | 168.82 | 3.250 | 03/09/2018 | 1.962 | 173,652.64 |
| 3136G2H91 | 10574 | 100 | FAC | FNMA | 147,000.00 | 03/20/2017 | 05/20 - 11/20 | 146,942.67 | 612.50 | 1.250 | 11/20/2018 | 1.273 | 147,556.22 |
| | | | Subtotal | | 3,617,000.00 | | | 3,619,944.87 | 781.32 | | | | 3,620,733.55 |
| 2016 CO General Capital Projec | | | | | | | | | | | | | |
| 3134GAX90 | 10573 | 706 | MC1 | FHLMC | 200,000.00 | 02/14/2017 | 08/14 - 02/14 | 200,000.00 | | 1.125 | 02/14/2020 | 2.029 | 200,000.00 |
| | | | Subtotal | | 200,000.00 | | | 200,000.00 | 0.00 | | | | 200,000.00 |
| | | | Total Purchases | | 3,817,000.00 | | | 3,819,944.87 | 781.32 | | | | 3,820,733.55 |



City of Corinth portfolio
Maturity Report
Sorted by Maturity Date
Amounts due during January 1, 2017 - March 31, 2017

City of Corinth
 3300 Corinth Parkway
 Corinth, TX 76208
 -9404983200

| CUSIP | Investment # | Fund | Sec. Type | Issuer | Par Value | Maturity Date | Purchase Date | Rate at Maturity | Book Value at Maturity | Interest | Maturity Proceeds | Net Income |
|-------------------------|--------------|------|-----------|--------|-------------------|---------------|---------------|------------------|------------------------|-----------------|-------------------|-----------------|
| 3133782N0 | 10500 | 193 | FAC | FHLB | 250,000.00 | 03/10/2017 | 03/28/2014 | 0.875 | 250,000.00 | 1,093.75 | 251,093.75 | 1,093.75 |
| Total Maturities | | | | | 250,000.00 | | | | 250,000.00 | 1,093.75 | 251,093.75 | 1,093.75 |



City of Corinth portfolio
Texas Compliance Change in Val Report
Sorted by Fund
October 1, 2016 - March 31, 2017

City of Corinth
 3300 Corinth Parkway
 Corinth, TX 76208
 -9404983200

| Inv # | Issuer | Fund | Purch Date | Interest Accrual | Beginning Book Value | | | | Ending Book Value |
|--|--------------|-------|------------|-------------------|------------------------|----------------------|--------------|-----------------|---------------------|
| Cusip | Par Value | YTM | Mat Date | Interest Received | Beginning Market Value | Purchases/ Additions | Redemptions | Change in Value | Ending Market Value |
| Fund: Pooled Cash | | | | | | | | | |
| 10012 | NTHSTR | 00 | 10/01/2016 | 15,789.80 | 4,418,517.05 | 6,470,892.90 | 3,613,524.04 | 2,857,368.86 | 7,275,885.91 |
| SYS10012 | 7,275,885.91 | 0.665 | / / | 0.00 | 4,418,517.05 | 6,470,892.90 | 3,613,524.04 | 2,857,368.86 | 7,275,885.91 |
| Sub Totals For: Fund: Pooled Cash | | | | 15,789.80 | 4,418,517.05 | 6,470,892.90 | 3,613,524.04 | 2,857,368.86 | 7,275,885.91 |
| | | | | 0.00 | 4,418,517.05 | 6,470,892.90 | 3,613,524.04 | 2,857,368.86 | 7,275,885.91 |
| Fund: General Fund | | | | | | | | | |
| 10553 | FHLMC | 100 | 06/28/2016 | 4,000.00 | 1,000,000.00 | 0.00 | 0.00 | 0.00 | 1,000,000.00 |
| 3134G9WU7 | 1,000,000.00 | 0.800 | 12/28/2017 | 4,000.00 | 999,700.00 | 0.00 | 0.00 | -900.00 | 998,800.00 |
| 10140 | TXSTAR | 100 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10140 | 0.00 | 0.366 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10327 | NTHSTR | 100 | 10/01/2016 | 204.41 | 328,412.58 | 80,176.46 | 408,589.04 | -328,412.58 | 0.00 |
| SYS10327 | 0.00 | 0.450 | / / | 176.46 | 328,412.58 | 80,176.46 | 408,589.04 | -328,412.58 | 0.00 |
| 10495 | FHLB | 100 | 01/07/2014 | 1,510.42 | 999,651.51 | 0.00 | 1,000,000.00 | -999,651.51 | 0.00 |
| 3130A0C65 | 0.00 | 0.000 | 12/28/2016 | 3,125.00 | 1,000,700.00 | 0.00 | 1,000,000.00 | -1,000,700.00 | 0.00 |
| 10523 | FHLB | 100 | 01/02/2015 | 2,625.00 | 500,000.00 | 0.00 | 0.00 | 0.00 | 500,000.00 |
| 3130A3Q80 | 500,000.00 | 1.047 | 09/29/2017 | 2,625.00 | 500,200.00 | 0.00 | 0.00 | -150.00 | 500,050.00 |
| 10568 | FHLB | 100 | 01/09/2017 | 1,993.06 | 0.00 | 999,555.00 | 0.00 | 999,656.36 | 999,656.36 |
| 3130AAKJ6 | 1,000,000.00 | 0.920 | 01/09/2018 | 0.00 | 0.00 | 999,555.00 | 0.00 | 998,900.00 | 998,900.00 |
| 10571 | FAMC | 100 | 02/01/2017 | 750.00 | 0.00 | 500,000.00 | 0.00 | 500,000.00 | 500,000.00 |
| 3132X0NNS6 | 500,000.00 | 0.900 | 02/01/2018 | 0.00 | 0.00 | 500,000.00 | 0.00 | 499,650.00 | 499,650.00 |
| 10575 | FHLB | 100 | 03/20/2017 | 168.82 | 0.00 | 173,597.20 | 0.00 | 173,652.64 | 173,652.64 |
| 313372SN5 | 170,000.00 | 1.961 | 03/09/2018 | 0.00 | 0.00 | 173,597.20 | 0.00 | 173,500.82 | 173,500.82 |

Portfolio CITY

City of Corinth portfolio
Texas Compliance Change in Val Report
October 1, 2016 - March 31, 2017

| Inv # | Issuer | Fund | Purch Date | Interest Accrual | Beginning Book Value | Purchases/ Additions | Redemptions | Change in Value | Ending Book Value |
|---|--------------|-------|------------|-------------------|------------------------|----------------------|--------------|-----------------|---------------------|
| Cusip | Par Value | YTM | Mat Date | Interest Received | Beginning Market Value | | | | Ending Market Value |
| 10574 | FNMA | 100 | 03/20/2017 | 56.15 | 0.00 | 146,942.67 | 0.00 | 147,556.22 | 147,556.22 |
| 3136G2H91 | 147,000.00 | 1.273 | 11/20/2018 | 0.00 | 0.00 | 146,942.67 | 0.00 | 147,362.60 | 147,362.60 |
| 10563 | FHLB | 100 | 12/19/2016 | 1,629.17 | 0.00 | 498,590.00 | 0.00 | 499,147.44 | 499,147.44 |
| 313382CU5 | 500,000.00 | 1.298 | 11/27/2018 | 0.00 | 0.00 | 498,590.00 | 0.00 | 498,851.39 | 498,851.39 |
| 10565 | FHLB | 100 | 12/20/2016 | 1,470.11 | 0.00 | 400,100.00 | 0.00 | 400,085.85 | 400,085.85 |
| 3130AAHG6 | 400,000.00 | 1.297 | 12/14/2018 | 0.00 | 0.00 | 400,100.00 | 0.00 | 400,160.00 | 400,160.00 |
| 10564 | FFCB | 100 | 12/20/2016 | 3,506.94 | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 | 1,000,000.00 |
| 3133EGW35 | 1,000,000.00 | 1.250 | 12/20/2018 | 0.00 | 0.00 | 1,000,000.00 | 0.00 | 998,100.00 | 998,100.00 |
| 10556 | FNMA | 100 | 08/05/2016 | 802.50 | 150,987.29 | 0.00 | 0.00 | -355.76 | 150,631.53 |
| 3136G16Y0 | 150,000.00 | 0.824 | 12/26/2018 | 628.62 | 150,638.88 | 0.00 | 0.00 | -1,658.88 | 148,980.00 |
| 10567 | FFCB | 100 | 01/03/2017 | 1,564.44 | 0.00 | 499,850.00 | 0.00 | 499,868.33 | 499,868.33 |
| 3133EG2S3 | 500,000.00 | 1.295 | 01/03/2019 | 0.00 | 0.00 | 499,850.00 | 0.00 | 499,550.00 | 499,550.00 |
| 10569 | FHLB | 100 | 01/17/2017 | 1,284.72 | 0.00 | 500,000.00 | 0.00 | 500,000.00 | 500,000.00 |
| 3130AAMC9 | 500,000.00 | 1.250 | 01/17/2019 | 0.00 | 0.00 | 500,000.00 | 0.00 | 499,050.00 | 499,050.00 |
| 10570 | FFCB | 100 | 02/01/2017 | 1,083.33 | 0.00 | 500,000.00 | 0.00 | 500,000.00 | 500,000.00 |
| 3133EG5Q4 | 500,000.00 | 1.300 | 02/01/2019 | 0.00 | 0.00 | 500,000.00 | 0.00 | 499,550.00 | 499,550.00 |
| 10572 | FHLMC | 100 | 02/14/2017 | 440.63 | 0.00 | 300,000.00 | 0.00 | 300,000.00 | 300,000.00 |
| 3134GAX90 | 300,000.00 | 1.125 | 02/14/2020 | 0.00 | 0.00 | 300,000.00 | 0.00 | 300,000.00 | 300,000.00 |
| Sub Totals For: Fund: General Fund | | | | 23,089.70 | 2,979,051.38 | 5,598,811.33 | 1,408,589.04 | 4,191,546.99 | 7,170,598.37 |
| | | | | 10,555.08 | 2,979,651.46 | 5,598,811.33 | 1,408,589.04 | 4,182,853.35 | 7,162,504.81 |
| Fund: Utility Fund | | | | | | | | | |
| 10527 | FHLB | 110 | 09/30/2015 | 192.29 | 149,992.75 | 0.00 | 150,000.00 | -149,992.75 | 0.00 |
| 3130A3PC2 | 0.00 | 0.000 | 12/12/2016 | 487.50 | 149,955.00 | 0.00 | 150,000.00 | -149,955.00 | 0.00 |
| 10533 | FFCB | 110 | 01/27/2016 | 1,312.50 | 300,000.00 | 0.00 | 0.00 | 0.00 | 300,000.00 |
| 3133EFWC7 | 300,000.00 | 0.875 | 11/27/2017 | 1,312.50 | 300,240.00 | 0.00 | 0.00 | -300.00 | 299,940.00 |

City of Corinth portfolio
Texas Compliance Change in Val Report
October 1, 2016 - March 31, 2017

| Inv # | Issuer | Fund | Purch Date | Interest Accrual | Beginning Book Value | Purchases/ Additions | Redemptions | Change in Value | Ending Book Value |
|--|------------|-------|------------|-------------------|------------------------|----------------------|-------------|-----------------|---------------------|
| Cusip | Par Value | YTM | Mat Date | Interest Received | Beginning Market Value | | | | Ending Market Value |
| 10557 | FNMA | 110 | 08/05/2016 | 1,444.50 | 271,777.13 | 0.00 | 0.00 | -640.37 | 271,136.76 |
| 3136G16Y0 | 270,000.00 | 0.824 | 12/26/2018 | 1,131.52 | 271,149.98 | 0.00 | 0.00 | -2,985.98 | 268,164.00 |
| 10211 | TXSTAR | 110 | 10/01/2016 | 1,619.84 | 612,405.98 | 1,548.78 | 0.00 | 1,548.78 | 613,954.76 |
| SYS10211 | 613,954.76 | 0.626 | / / | 1,548.78 | 612,405.98 | 1,548.78 | 0.00 | 1,548.78 | 613,954.76 |
| 10358 | NTHSTR | 110 | 10/01/2016 | 1,023.85 | 352,109.43 | 266,037.68 | 618,147.11 | -352,109.43 | 0.00 |
| SYS10358 | 0.00 | 0.450 | / / | 1,037.68 | 352,109.43 | 266,037.68 | 618,147.11 | -352,109.43 | 0.00 |
| 10018 | TXPOOL | 110 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10018 | 0.00 | 5.271 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10023 | FEDER | 110 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10023 | 0.00 | 5.190 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: Utility Fund | | | | 5,592.98 | 1,686,285.29 | 267,586.46 | 768,147.11 | -501,193.77 | 1,185,091.52 |
| | | | | 5,517.98 | 1,685,860.39 | 267,586.46 | 768,147.11 | -503,801.63 | 1,182,058.76 |
| Fund: Drainage Fund | | | | | | | | | |
| 10528 | FHLB | 120 | 09/30/2015 | 192.29 | 149,992.75 | 0.00 | 150,000.00 | -149,992.75 | 0.00 |
| 3130A3PC2 | 0.00 | 0.000 | 12/12/2016 | 487.50 | 149,955.00 | 0.00 | 150,000.00 | -149,955.00 | 0.00 |
| 10558 | FNMA | 120 | 08/05/2016 | 802.50 | 150,987.29 | 0.00 | 0.00 | -355.76 | 150,631.53 |
| 3136G16Y0 | 150,000.00 | 0.824 | 12/26/2018 | 628.62 | 150,638.88 | 0.00 | 0.00 | -1,658.88 | 148,980.00 |
| 10302 | TXSTAR | 120 | 10/01/2016 | 790.17 | 298,732.47 | 755.51 | 0.00 | 755.51 | 299,487.98 |
| SYS10302 | 299,487.98 | 0.626 | / / | 755.51 | 298,732.47 | 755.51 | 0.00 | 755.51 | 299,487.98 |
| 10332 | NTHSTR | 120 | 10/01/2016 | 183.89 | 100,000.00 | 184.93 | 100,184.93 | -100,000.00 | 0.00 |
| SYS10332 | 0.00 | 0.450 | / / | 184.93 | 100,000.00 | 184.93 | 100,184.93 | -100,000.00 | 0.00 |
| Sub Totals For: Fund: Drainage Fund | | | | 1,968.85 | 699,712.51 | 940.44 | 250,184.93 | -249,593.00 | 450,119.51 |
| | | | | 2,056.56 | 699,326.35 | 940.44 | 250,184.93 | -250,858.37 | 448,467.98 |
| Fund: Economic Development | | | | | | | | | |
| 10566 | FHLB | 130 | 12/20/2016 | 1,286.35 | 0.00 | 350,087.50 | 0.00 | 350,075.12 | 350,075.12 |
| 3130AAHG6 | 350,000.00 | 1.297 | 12/14/2018 | 0.00 | 0.00 | 350,087.50 | 0.00 | 350,140.00 | 350,140.00 |

City of Corinth portfolio
Texas Compliance Change in Val Report
October 1, 2016 - March 31, 2017

| Inv # | Issuer | Fund | Purch Date | Interest Accrual | Beginning Book Value | Purchases/ Additions | Redemptions | Change in Value | Ending Book Value |
|---|------------|-------|------------|-------------------|------------------------|----------------------|-------------|-----------------|---------------------|
| Cusip | Par Value | YTM | Mat Date | Interest Received | Beginning Market Value | | | | Ending Market Value |
| 10007 | TXPOOL | 130 | 10/01/2016 | 1,395.35 | 953,467.85 | 1,536.07 | 599,676.04 | -598,139.97 | 355,327.88 |
| SYS10007 | 355,327.88 | 0.622 | / / | 1,536.07 | 953,467.85 | 1,536.07 | 599,676.04 | -598,139.97 | 355,327.88 |
| 10021 | NTHSTR | 130 | 10/01/2016 | 323.65 | 194,258.06 | 190,572.51 | 88,610.27 | 101,962.24 | 296,220.30 |
| SYS10021 | 296,220.30 | 0.350 | / / | 0.00 | 194,258.06 | 190,572.51 | 88,610.27 | 101,962.24 | 296,220.30 |
| 10379 | NTHSTR | 130 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10379 | 0.00 | 0.250 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10542 | FAMC | 130 | 03/08/2016 | 14,990.62 | 598,411.44 | 0.00 | 0.00 | -12,192.22 | 586,219.22 |
| 30769QAA8 | 585,000.00 | 0.924 | 04/19/2017 | 14,990.63 | 599,157.00 | 0.00 | 0.00 | -13,045.50 | 586,111.50 |
| 10541 | FHLMC | 130 | 02/25/2016 | 2,000.00 | 500,000.00 | 0.00 | 0.00 | 0.00 | 500,000.00 |
| 3134G8L49 | 500,000.00 | 0.800 | 08/25/2017 | 2,000.00 | 499,200.00 | 0.00 | 0.00 | 550.00 | 499,750.00 |
| 10543 | FHLB | 130 | 03/11/2016 | 2,660.00 | 381,802.31 | 0.00 | 0.00 | -908.73 | 380,893.58 |
| 313378PK1 | 380,000.00 | 0.917 | 09/28/2017 | 2,660.00 | 382,090.00 | 0.00 | 0.00 | -1,064.00 | 381,026.00 |
| 10534 | FFCB | 130 | 01/27/2016 | 1,968.75 | 450,000.00 | 0.00 | 0.00 | 0.00 | 450,000.00 |
| 3133EFWC7 | 450,000.00 | 0.875 | 11/27/2017 | 1,968.75 | 450,360.00 | 0.00 | 0.00 | -450.00 | 449,910.00 |
| 10562 | FNMA | 130 | 12/08/2016 | 996.60 | 0.00 | 248,750.00 | 0.00 | 248,894.87 | 248,894.87 |
| 3136G2XJ1 | 250,000.00 | 1.459 | 08/23/2019 | 661.46 | 0.00 | 248,750.00 | 0.00 | 248,125.00 | 248,125.00 |
| Sub Totals For: Fund: Economic Development | | | | 25,621.32 | 3,077,939.66 | 790,946.08 | 688,286.31 | 89,691.31 | 3,167,630.97 |
| | | | | 23,816.91 | 3,078,532.91 | 790,946.08 | 688,286.31 | 88,077.77 | 3,166,610.68 |
| Fund: Crime Control & Prev | | | | | | | | | |
| 10323 | NTHSTR | 131 | 10/01/2016 | 602.59 | 202,786.16 | 62,855.23 | 46,906.54 | 15,948.69 | 218,734.85 |
| SYS10322 | 218,734.85 | 0.665 | / / | 0.00 | 202,786.16 | 62,855.23 | 46,906.54 | 15,948.69 | 218,734.85 |
| Sub Totals For: Fund: Crime Control & Prev | | | | 602.59 | 202,786.16 | 62,855.23 | 46,906.54 | 15,948.69 | 218,734.85 |
| | | | | 0.00 | 202,786.16 | 62,855.23 | 46,906.54 | 15,948.69 | 218,734.85 |
| Fund: Street Maintenance S | | | | | | | | | |
| 10551 | FHLB | 132 | 06/16/2016 | 720.00 | 200,000.00 | 0.00 | 0.00 | 0.00 | 200,000.00 |
| 3130A8HM8 | 200,000.00 | 0.720 | 01/16/2018 | 720.00 | 199,720.00 | 0.00 | 0.00 | -220.00 | 199,500.00 |

City of Corinth portfolio
Texas Compliance Change in Val Report
October 1, 2016 - March 31, 2017

| Inv # | Issuer | Fund | Purch Date | Interest Accrual | Beginning Book Value | Purchases/ Additions | Redemptions | Change in Value | Ending Book Value |
|---|------------|-------|------------|-------------------|------------------------|----------------------|-------------|-----------------|---------------------|
| Cusip | Par Value | YTM | Mat Date | Interest Received | Beginning Market Value | | | | Ending Market Value |
| 10155 | TXSTAR | 132 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10155 | 0.00 | 0.030 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10331 | NTHSTR | 132 | 10/01/2016 | 414.99 | 225,669.59 | 417.34 | 226,086.93 | -225,669.59 | 0.00 |
| SYS10331 | 0.00 | 0.450 | / / | 417.34 | 225,669.59 | 417.34 | 226,086.93 | -225,669.59 | 0.00 |
| 10401 | NTHSTR | 132 | 10/01/2016 | 815.15 | 213,122.43 | 386,558.33 | 0.00 | 386,558.33 | 599,680.76 |
| SYS10042 | 599,680.76 | 0.665 | / / | 0.00 | 213,122.43 | 386,558.33 | 0.00 | 386,558.33 | 599,680.76 |
| Sub Totals For: Fund: Street Maintenance S | | | | 1,950.14 | 638,792.02 | 386,975.67 | 226,086.93 | 160,888.74 | 799,680.76 |
| | | | | 1,137.34 | 638,512.02 | 386,975.67 | 226,086.93 | 160,668.74 | 799,180.76 |
| Fund: General Fund Capital | | | | | | | | | |
| 10500 | FHLB | 193 | 03/28/2014 | 966.15 | 250,000.00 | 0.00 | 250,000.00 | -250,000.00 | 0.00 |
| 3133782N0 | 0.00 | 0.000 | 03/10/2017 | 1,093.75 | 250,400.00 | 0.00 | 250,000.00 | -250,400.00 | 0.00 |
| 10464 | NTHSTR | 193 | 10/01/2016 | 964.80 | 572,420.49 | 999.37 | 573,419.86 | -572,420.49 | 0.00 |
| SYS10464 | 0.00 | 0.450 | / / | 999.37 | 572,420.49 | 999.37 | 573,419.86 | -572,420.49 | 0.00 |
| 10535 | FAMC | 193 | 01/11/2016 | 2,798.25 | 455,690.22 | 0.00 | 0.00 | -271.86 | 455,418.36 |
| 31315P5L9 | 455,000.00 | 1.108 | 01/08/2018 | 2,798.25 | 456,274.00 | 0.00 | 0.00 | -728.00 | 455,546.00 |
| 10559 | FHLMC | 193 | 08/25/2016 | 2,500.00 | 500,000.00 | 0.00 | 0.00 | 0.00 | 500,000.00 |
| 3134G96J1 | 500,000.00 | 1.000 | 02/25/2019 | 2,500.00 | 499,200.00 | 0.00 | 0.00 | -2,550.00 | 496,650.00 |
| Sub Totals For: Fund: General Fund Capital | | | | 7,229.20 | 1,778,110.71 | 999.37 | 823,419.86 | -822,692.35 | 955,418.36 |
| | | | | 7,391.37 | 1,778,294.49 | 999.37 | 823,419.86 | -826,098.49 | 952,196.00 |
| Fund: Water/Wastewater Cap | | | | | | | | | |
| 10465 | NTHSTR | 194 | 10/01/2016 | 624.51 | 339,611.67 | 628.04 | 340,239.71 | -339,611.67 | 0.00 |
| SYS10465 | 0.00 | 0.450 | / / | 628.04 | 339,611.67 | 628.04 | 340,239.71 | -339,611.67 | 0.00 |
| Sub Totals For: Fund: Water/Wastewater Cap | | | | 624.51 | 339,611.67 | 628.04 | 340,239.71 | -339,611.67 | 0.00 |
| | | | | 628.04 | 339,611.67 | 628.04 | 340,239.71 | -339,611.67 | 0.00 |
| Fund: General Debt Service | | | | | | | | | |

City of Corinth portfolio
Texas Compliance Change in Val Report
October 1, 2016 - March 31, 2017

| Inv # | Issuer | Fund | Purch Date | Interest Accrual | Beginning Book Value | Purchases/ Additions | Redemptions | Change in Value | Ending Book Value |
|---|------------|-------|------------|-------------------|------------------------|----------------------|-------------|-----------------|---------------------|
| Cusip | Par Value | YTM | Mat Date | Interest Received | Beginning Market Value | | | | Ending Market Value |
| 10328 | NTHSTR | 200 | 10/01/2016 | 740.01 | 274,177.57 | 300,728.01 | 286,200.69 | 14,527.32 | 288,704.89 |
| SYS10328 | 288,704.89 | 0.350 | / / | 728.01 | 274,177.57 | 300,728.01 | 286,200.69 | 14,527.32 | 288,704.89 |
| 10017 | TXSTAR | 200 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10017 | 0.00 | 5.288 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: General Debt Service | | | | 740.01 | 274,177.57 | 300,728.01 | 286,200.69 | 14,527.32 | 288,704.89 |
| | | | | 728.01 | 274,177.57 | 300,728.01 | 286,200.69 | 14,527.32 | 288,704.89 |
| Fund: GF Vehicle & Equip | | | | | | | | | |
| 10462 | NTHSTR | 300 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10462 | 0.00 | 0.250 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: GF Vehicle & Equip | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Fund: Fire Vehicle Replace | | | | | | | | | |
| 10510 | NTHSTR | 301 | 10/01/2016 | 139.11 | 75,651.99 | 139.90 | 75,791.89 | -75,651.99 | 0.00 |
| SYS10510 | 0.00 | 0.450 | / / | 139.90 | 75,651.99 | 139.90 | 75,791.89 | -75,651.99 | 0.00 |
| Sub Totals For: Fund: Fire Vehicle Replace | | | | 139.11 | 75,651.99 | 139.90 | 75,791.89 | -75,651.99 | 0.00 |
| | | | | 139.90 | 75,651.99 | 139.90 | 75,791.89 | -75,651.99 | 0.00 |
| Fund: Utility Vehicle & Eq | | | | | | | | | |
| 10463 | NTHSTR | 310 | 10/01/2016 | 184.98 | 100,594.68 | 186.03 | 100,780.71 | -100,594.68 | 0.00 |
| SYS10462 | 0.00 | 0.450 | / / | 186.03 | 100,594.68 | 186.03 | 100,780.71 | -100,594.68 | 0.00 |
| Sub Totals For: Fund: Utility Vehicle & Eq | | | | 184.98 | 100,594.68 | 186.03 | 100,780.71 | -100,594.68 | 0.00 |
| | | | | 186.03 | 100,594.68 | 186.03 | 100,780.71 | -100,594.68 | 0.00 |
| Fund: Utility Meter Replac | | | | | | | | | |
| 10524 | FHLB | 311 | 01/02/2015 | 2,625.00 | 500,000.00 | 0.00 | 0.00 | 0.00 | 500,000.00 |
| 3130A3Q80 | 500,000.00 | 1.047 | 09/29/2017 | 2,625.00 | 500,200.00 | 0.00 | 0.00 | -150.00 | 500,050.00 |
| 10511 | NTHSTR | 311 | 10/01/2016 | 508.19 | 276,349.92 | 511.06 | 276,860.98 | -276,349.92 | 0.00 |
| SYS10511 | 0.00 | 0.450 | / / | 511.06 | 276,349.92 | 511.06 | 276,860.98 | -276,349.92 | 0.00 |

City of Corinth portfolio
Texas Compliance Change in Val Report
October 1, 2016 - March 31, 2017

| Inv # | Issuer | Fund | Purch Date | Interest Accrual | Beginning Book Value | | | | Ending Book Value |
|---|-----------|-------|------------|-------------------|------------------------|----------------------|-------------|-----------------|---------------------|
| Cusip | Par Value | YTM | Mat Date | Interest Received | Beginning Market Value | Purchases/ Additions | Redemptions | Change in Value | Ending Market Value |
| Sub Totals For: Fund: Utility Meter Replac | | | | 3,133.19 | 776,349.92 | 511.06 | 276,860.98 | -276,349.92 | 500,000.00 |
| | | | | 3,136.06 | 776,549.92 | 511.06 | 276,860.98 | -276,499.92 | 500,050.00 |
| Fund: Water Impact Fees | | | | | | | | | |
| 10529 | FHLB | 610 | 09/30/2015 | 128.19 | 99,995.17 | 0.00 | 100,000.00 | -99,995.17 | 0.00 |
| 3130A3PC2 | 0.00 | 0.000 | 12/12/2016 | 325.00 | 99,970.00 | 0.00 | 100,000.00 | -99,970.00 | 0.00 |
| 10052 | TXSTAR | 610 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10013 | 0.00 | 0.209 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: Water Impact Fees | | | | 128.19 | 99,995.17 | 0.00 | 100,000.00 | -99,995.17 | 0.00 |
| | | | | 325.00 | 99,970.00 | 0.00 | 100,000.00 | -99,970.00 | 0.00 |
| Fund: Wastewater Impact Fe | | | | | | | | | |
| 10530 | FHLB | 611 | 09/30/2015 | 128.19 | 99,995.17 | 0.00 | 100,000.00 | -99,995.17 | 0.00 |
| 3130A3PC2 | 0.00 | 0.000 | 12/12/2016 | 325.00 | 99,970.00 | 0.00 | 100,000.00 | -99,970.00 | 0.00 |
| 10315 | TXSTAR | 611 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10315 | 0.00 | 0.209 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: Wastewater Impact Fe | | | | 128.19 | 99,995.17 | 0.00 | 100,000.00 | -99,995.17 | 0.00 |
| | | | | 325.00 | 99,970.00 | 0.00 | 100,000.00 | -99,970.00 | 0.00 |
| Fund: Roadway Impact Fees | | | | | | | | | |
| 10301 | TXSTAR | 630 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10301 | 0.00 | 0.209 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: Roadway Impact Fees | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Fund: Street Escrow | | | | | | | | | |
| 10329 | NTHSTR | 699 | 10/01/2016 | 254.57 | 138,442.13 | 256.02 | 138,698.15 | -138,442.13 | 0.00 |
| SYS10329 | 0.00 | 0.450 | / / | 256.02 | 138,442.13 | 256.02 | 138,698.15 | -138,442.13 | 0.00 |
| 10019 | TXPOOL | 699 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10019 | 0.00 | 4.928 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

City of Corinth portfolio
Texas Compliance Change in Val Report
October 1, 2016 - March 31, 2017

| Inv # | Issuer | Fund | Purch Date | Interest Accrual | Beginning Book Value | | | | Ending Book Value |
|---|-----------|-------|------------|-------------------|------------------------|----------------------|-------------|-----------------|---------------------|
| Cusip | Par Value | YTM | Mat Date | Interest Received | Beginning Market Value | Purchases/ Additions | Redemptions | Change in Value | Ending Market Value |
| Sub Totals For: Fund: Street Escrow | | | | 254.57 | 138,442.13 | 256.02 | 138,698.15 | -138,442.13 | 0.00 |
| | | | | 256.02 | 138,442.13 | 256.02 | 138,698.15 | -138,442.13 | 0.00 |
| Fund: Street 2007 CO | | | | | | | | | |
| 10064 | TXPOOL | 703 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10009 | 0.00 | 0.131 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10138 | TXSTAR | 703 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10138 | 0.00 | 0.132 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10330 | NTHSTR | 703 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10330 | 0.00 | 0.250 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: Street 2007 CO | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Fund: Tech 2007 CO | | | | | | | | | |
| 10380 | NTHSTR | 704 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10380 | 0.00 | 0.613 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10065 | TXPOOL | 704 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS100099 | 0.00 | 2.246 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10139 | TXSTAR | 704 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10139 | 0.00 | 0.145 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: Tech 2007 CO | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Fund: Fire 2010 CO | | | | | | | | | |
| 10370 | NTHSTR | 705 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10370 | 0.00 | 0.510 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: Fire 2010 CO | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

Fund: 2016 CO General Capi

City of Corinth portfolio
Texas Compliance Change in Val Report
October 1, 2016 - March 31, 2017

| Inv # | Issuer | Fund | Purch Date | Interest Accrual | Beginning Book Value | Purchases/ Additions | Redemptions | Change in Value | Ending Book Value |
|---|--------------|-------|------------|-------------------|------------------------|----------------------|-------------|-----------------|---------------------|
| Cusip | Par Value | YTM | Mat Date | Interest Received | Beginning Market Value | | | | Ending Market Value |
| 10555 | FHLMC | 706 | 06/28/2016 | 8,000.00 | 2,000,000.00 | 0.00 | 0.00 | 0.00 | 2,000,000.00 |
| 3134G9WU7 | 2,000,000.00 | 0.800 | 12/28/2017 | 8,000.00 | 1,999,400.00 | 0.00 | 0.00 | -1,800.00 | 1,997,600.00 |
| 10552 | FHLB | 706 | 06/16/2016 | 1,980.00 | 550,000.00 | 0.00 | 0.00 | 0.00 | 550,000.00 |
| 3130A8HM8 | 550,000.00 | 0.720 | 01/16/2018 | 1,980.00 | 549,230.00 | 0.00 | 0.00 | -605.00 | 548,625.00 |
| 10554 | FHLMC | 706 | 06/30/2016 | 4,000.00 | 1,000,000.00 | 0.00 | 0.00 | 0.00 | 1,000,000.00 |
| 3134G9G76 | 1,000,000.00 | 0.800 | 06/29/2018 | 3,977.78 | 997,800.00 | 0.00 | 0.00 | -2,300.00 | 995,500.00 |
| 10560 | FHLMC | 706 | 08/25/2016 | 5,000.00 | 1,000,000.00 | 0.00 | 0.00 | 0.00 | 1,000,000.00 |
| 3134G96J1 | 1,000,000.00 | 1.000 | 02/25/2019 | 5,000.00 | 998,400.00 | 0.00 | 0.00 | -5,100.00 | 993,300.00 |
| 10561 | FHLB | 706 | 08/30/2016 | 5,003.38 | 1,000,000.00 | 0.00 | 0.00 | 0.00 | 1,000,000.00 |
| 3130A8YM9 | 1,000,000.00 | 1.006 | 02/28/2019 | 4,944.44 | 998,700.00 | 0.00 | 0.00 | -5,700.00 | 993,000.00 |
| 10573 | FHLMC | 706 | 02/14/2017 | 293.75 | 0.00 | 200,000.00 | 0.00 | 200,000.00 | 200,000.00 |
| 3134GAX90 | 200,000.00 | 2.029 | 02/14/2020 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 | 200,000.00 |
| 10549 | TXSTAR | 706 | 10/01/2016 | 13,255.91 | 5,011,518.72 | 12,674.46 | 0.00 | 12,674.46 | 5,024,193.18 |
| SYS10549 | 5,024,193.18 | 0.626 | / / | 12,674.46 | 5,011,518.72 | 12,674.46 | 0.00 | 12,674.46 | 5,024,193.18 |
| Sub Totals For: Fund: 2016 CO General Capi | | | | 37,533.04 | 10,561,518.72 | 212,674.46 | 0.00 | 212,674.46 | 10,774,193.18 |
| | | | | 36,576.68 | 10,555,048.72 | 212,674.46 | 0.00 | 197,169.46 | 10,752,218.18 |
| Fund: Water 2007 CO | | | | | | | | | |
| 10066 | TXPOOL | 800 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10009 | 0.00 | 0.050 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10135 | TXSTAR | 800 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10135 | 0.00 | 0.103 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10333 | NTHSTR | 800 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10333 | 0.00 | 0.250 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: Water 2007 CO | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Fund: Wastewater 2007 CO | | | | | | | | | |

City of Corinth portfolio
Texas Compliance Change in Val Report
October 1, 2016 - March 31, 2017

| Inv # | Issuer | Fund | Purch Date | Interest Accrual | Beginning Book Value | | | | Ending Book Value |
|---|-----------|-------|------------|-------------------|------------------------|----------------------|--------------|-----------------|---------------------|
| Cusip | Par Value | YTM | Mat Date | Interest Received | Beginning Market Value | Purchases/ Additions | Redemptions | Change in Value | Ending Market Value |
| 10067 | TXPOOL | 801 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10009 | 0.00 | 0.035 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10136 | TXSTAR | 801 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10136 | 0.00 | 0.031 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10334 | NTHSTR | 801 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10334 | 0.00 | 0.250 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: Wastewater 2007 CO | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Fund: Drainage 2007 CO | | | | | | | | | |
| 10137 | TXSTAR | 802 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10137 | 0.00 | 0.090 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10458 | NTHSTR | 802 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10458 | 0.00 | 0.250 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10068 | TXPOOL | 802 | 10/01/2016 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SYS10009 | 0.00 | 2.972 | / / | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Sub Totals For: Fund: Drainage 2007 CO | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Report Grand Totals: | | | | 124,710.37 | 27,947,531.80 | 14,095,131.00 | 9,243,716.89 | 4,838,526.52 | 32,786,058.32 |
| | | | | 92,775.98 | 27,941,497.51 | 14,095,131.00 | 9,243,716.89 | 4,805,115.31 | 32,746,612.82 |

Finance Audit Committee Regular Session

Meeting Date: 04/19/2017
Title: March 2017 Monthly Financials
Submitted For: Lee Ann Bunselmeyer, Director
Submitted By: Caryn Riggs, Assistant Director
Finance Review: N/A
City Manager Review:

Legal Review: N/A

AGENDA ITEM

Consider and act on the Comprehensive Monthly Financial Report (CMFR) for the month ending March 31, 2017.

AGENDA ITEM SUMMARY/BACKGROUND

The Comprehensive Monthly Financial Report (CMFR) is intended to provide the City Council and the residents of Corinth with timely and relevant financial information. The report is broken down into four sections:

1. Financial Summary - reports the performance of the major operating funds of the City. This section does not include all the funds and accounts included in the City's operations. In addition, the report provides a comparison to budget for major revenue sources and expenditure items.
2. Revenue & Economic Analysis - provides additional analysis regarding key revenue sources and economic indicators.
3. Executive Summary - contains a high level fund balance summary for all City funds. The report provides year-to-date revenues, expenditures, and transfers.
4. Capital Improvement Summary - contains a high level expenditure summary for all CIP projects. The report contains a fund summary and a project summary that provides revenues, current and historical expenditures, and available fund balance.

The financial reports are distributed the third Friday of every month and are available on the city's website.

RECOMMENDATION

Staff recommends acceptance of the financial report for the month ending March 31, 2017.

Attachments

Financials



City of Corinth
Monthly Financial Report
For the Period Ended March 31, 2017

About This Report

This report has been prepared by the City of Corinth's Finance Department. The Comprehensive Monthly Financial Report (CMFR) is intended to provide our audience (internal and external users) with timely and relevant information regarding the City's financial position.

This report includes information for the month ending March 2017 and is presented in four sections.

1. The Financial Summary section reports the performance of the major operating funds of the City. In addition, the report provides a comparison to budget for major revenue sources and expenditure items. Narrative disclosures are included to highlight any significant changes or fluctuations.
2. The Revenue & Economic Analysis section provides additional analysis regarding key revenue sources and economic indicators.
3. The Executive Summary section contains a high level fund balance summary for all City funds. The report provides year-to-date revenues, expenditures, and transfers.
4. The Capital Improvement Program Report contains a high level expenditure summary for all CIP projects. The report contains a fund summary and a project summary that provides revenues, current and historical expenditures, and available fund balance.

If you would like additional information, feel free to contact the Finance Department at (940) 498-3280.

Section 1

City of Corinth
Monthly Financial Report
March 2017

FINANCIAL SUMMARY

This report is designed for internal use and does not include all the funds and accounts included in the City of Corinth's operations. For a complete report, refer to the City of Corinth's Annual Financial Report available on the city's website at www.cityofcorinth.com.



City of Corinth General Fund

Schedule of Revenues & Expenditures - Budget vs Actual (Unaudited)
For the Period Ended March 2017

| | Current Fiscal Year, 2016-2017 | | | | | Prior Year |
|--------------------------------------|--------------------------------|-------------------------|----------------------------|-----------------------|----------------------|---------------------------|
| | Budget FY 2016-17 | March 2017 Actual | Year-to- Date Actual | Y-T-D Variance | Y-T-D % of Budget | Mar-16 Y-T-D Actual |
| RESOURCES | | | | | | |
| Property Taxes | \$ 7,970,907 | \$ 108,295 | \$ 7,843,828 | \$ (127,079) | 98.4% | \$ 7,138,343 |
| Delinquent Tax, Penalties & Interest | 59,500 | 11,535 | 26,784 | (32,716) | 45.0% | 89,787 |
| Sales Tax | 1,363,603 | 108,602 | 466,276 | (897,327) | 34.2% | 423,366 |
| Franchise Fees | 1,089,738 | 7,708 | 416,348 | (673,390) | 38.2% | 419,310 |
| Utility Fees | 12,500 | 200 | 25,412 | 12,912 | 203.3% | 880 |
| Traffic Fines & Forfeitures | 708,888 | 63,752 | 294,777 | (414,111) | 41.6% | 387,457 |
| Development Fees & Permits | 465,634 | 98,994 | 323,617 | (142,017) | 69.5% | 234,888 |
| Police Fees & Permits | 25,500 | 2,226 | 10,968 | (14,532) | 43.0% | 13,350 |
| Recreation Program Revenue | 156,151 | 17,056 | 63,241 | (92,910) | 40.5% | 50,618 |
| Fire Services | 2,781,748 | 308,806 | 1,277,929 | (1,503,819) | 45.9% | 1,320,822 |
| Investment Income | 30,200 | 6,940 | 27,298 | (2,902) | 90.4% | 19,788 |
| Miscellaneous | 74,200 | 2,943 | 24,230 | (49,970) | 32.7% | 42,961 |
| Charges for Services | 1,201,611 | (2,861) | 1,108,293 | (93,318) | 92.2% | 1,203,540 |
| Transfer In | 101,673 | - | 101,673 | - | 100.0% | 99,230 |
| TOTAL ACTUAL RESOURCES | 16,041,853 | 734,195 | 12,010,674 | (4,031,179) | 74.9% | 11,444,341 |
| Use of Fund Balance | - | - | - | - | 0.0% | |
| TOTAL RESOURCES | \$ 16,041,853 | \$ 734,195 | \$ 12,010,674 | \$ (4,031,179) | 74.9% | \$ 11,444,341 |
| EXPENDITURES | | | | | | |
| Wages & Benefits | 11,575,663 | 819,534 | 5,116,762 | (6,458,901) | 44.2% | 5,435,664 |
| Professional Fees | 1,291,749 | 125,522 | 472,157 | (819,592) | 36.6% | 686,620 |
| Maintenance & Operations | 630,703 | 54,001 | 328,195 | (302,508) | 52.0% | 297,954 |
| Supplies | 407,501 | 24,306 | 145,084 | (262,417) | 35.6% | 223,560 |
| Utilities & Communications | 677,871 | 72,529 | 280,893 | (396,978) | 41.4% | 252,615 |
| Vehicles/Equipment & Fuel | 333,741 | 30,044 | 152,947 | (180,794) | 45.8% | 130,201 |
| Training | 124,562 | 4,811 | 24,688 | (99,874) | 19.8% | 33,540 |
| Capital Outlay | 35,000 | 12,054 | 41,192 | 6,192 | 117.7% | 159,594 |
| Charges for Services | 204,096 | - | 204,096 | - | 100.0% | 156,381 |
| Transfer Out | 471,355 | - | 471,355 | - | 100.0% | 336,623 |
| TOTAL EXPENDITURES | 15,752,241 | 1,142,800 | 7,237,369 | (8,514,872) | 45.9% | 7,712,752 |
| EXCESS/(DEFICIT) | \$ 289,612 | \$ (408,605) | \$ 4,773,305 | \$ 4,483,693 | | \$ 3,731,588 |

KEY TRENDS

| Resources | Expenditures |
|---|--|
| <p>Property Taxes are received primarily in December & January and become delinquent February 1st.</p> <p>Sales Tax - As required by the Government Accounting Standards Board, sales tax is reported for the month it is collected by the vendor. March 2017 revenues are remitted to the City in May 2017. Sales Tax received in March represents January collections.</p> <p>Franchise Fees - Oncor and Atmos franchise payments represent half of the total franchise taxes budgeted. Oncor remits payments on a quarterly basis. Atmos franchise payments are received annually, typically in January or February.</p> <p>Recreation revenue includes special events, facility rentals and summer camp programs. Summer camp registration starts April 1st.</p> <p>Transfer In includes \$101,673 from the Water/Wastewater Fund for the HOA Water Contracts.</p> | <p>Transfer Out includes \$247,755 from the Fire Department to the Vehicle Replacement Fund for the future purchases of vehicles and equipment, \$30,000 to the General Capital Improvement Fund for the Lake Cities/Little Elm Joint Training Field, \$76,494 to the General Capital Improvement Fund for the Planning & Development Software, \$39,335 to the Tech Replacement Fund for the future purchases of computers, \$17,771 to the Municipal Court Security Fund for a part-time bailiff and \$60,000 to the General Fund Vehicle & Equipment Replacement Fund for the future purchases of vehicles and equipment.</p> <p>Budget includes an amendment for 3 additional firefighters in the amount of \$172,313. Approved by City Council on October 20, 2016, Ordinance #16-10-20-36.</p> <p>Budget includes an amendment for the compensation plan in the amount of \$166,225. Approved by City Council on March 2, 2017, Ordinance #17-03-02-01.</p> |



City of Corinth

Water & Wastewater Fund

Schedule of Revenues & Expenditures - Budget vs Actual (Unaudited)
For the Period Ended March 2017

| | Current Fiscal Year, 2016-2017 | | | | | Prior Year |
|-------------------------------------|--------------------------------|-------------------------|----------------------------|-----------------------|----------------------|---------------------------|
| | Budget FY 2016-17 | March 2017 Actual | Year-to- Date Actual | Y-T-D Variance | Y-T-D % of Budget | Mar-16 Y-T-D Actual |
| RESOURCES | | | | | | |
| Water Charges | \$ 6,147,169 | \$ 338,485 | \$ 2,387,937 | \$ (3,759,232) | 38.8% | \$ 2,506,265 |
| Wastewater Disposal Charges | 4,349,734 | 356,668 | 2,163,464 | (2,186,270) | 49.7% | 2,143,311 |
| Garbage Revenue | 728,000 | 61,767 | 370,002 | (357,998) | 50.8% | 366,808 |
| Garbage Sales Tax Revenue | 58,740 | 4,983 | 29,859 | (28,881) | 50.8% | 29,610 |
| Water Tap Fees | 70,000 | 13,600 | 42,175 | (27,825) | 60.3% | 33,510 |
| Wastewater Tap Fees | 50,000 | 6,050 | 30,525 | (19,475) | 61.1% | 24,580 |
| Service/Reconnect & Inspection Fees | 53,000 | 3,303 | 52,116 | (884) | 98.3% | 23,369 |
| Penalties & Late Charges | 160,000 | 10,902 | 71,058 | (88,942) | 44.4% | 74,834 |
| Investment Interest | 6,300 | 898 | 5,792 | (508) | 91.9% | 3,237 |
| Credit Card Processing Fees | 63,269 | 6,360 | 35,160 | (28,109) | 55.6% | 32,528 |
| Miscellaneous | 7,500 | 1,559 | 4,795 | (2,705) | 63.9% | 3,068 |
| Charges for Services | 240,924 | - | 240,924 | - | 100.0% | 191,569 |
| Transfer In | - | - | - | - | 0.0% | - |
| TOTAL ACTUAL RESOURCES | 11,934,636 | 804,575 | 5,433,807 | (6,500,829) | 45.5% | 5,432,690 |
| Use of Fund Balance | 67,668 | - | - | (67,668) | 0.0% | - |
| TOTAL RESOURCES | \$ 12,002,304 | \$ 804,575 | \$ 5,433,807 | \$ (6,568,497) | 45.3% | \$ 5,432,690 |
| EXPENDITURES | | | | | | |
| Wages & Benefits | 1,761,917 | 129,686 | 794,209 | (967,708) | 45.1% | 662,988 |
| Professional Fees | 2,265,833 | 12,378 | 927,845 | (1,337,988) | 40.9% | 1,046,295 |
| Maintenance & Operations | 367,325 | 24,631 | 142,889 | (224,436) | 38.9% | 204,440 |
| Supplies | 92,077 | 11,043 | 20,925 | (71,152) | 22.7% | 36,727 |
| Utilities & Communication | 5,348,254 | 33,943 | 2,065,527 | (3,282,727) | 38.6% | 2,546,069 |
| Vehicles/Equipment & Fuel | 94,735 | 10,307 | 33,095 | (61,640) | 34.9% | 49,718 |
| Training | 13,636 | - | 3,561 | (10,075) | 26.1% | 6,228 |
| Capital Outlay | 75,500 | - | 49,246 | (26,254) | 65.2% | 2,916 |
| Debt Service | 1,034,880 | - | 860,429 | (174,451) | 83.1% | 942,337 |
| Charges for Services | 680,676 | - | 680,676 | - | 100.0% | 710,627 |
| Transfer Out | 267,471 | - | 267,471 | - | 100.0% | 545,463 |
| TOTAL EXPENDITURES | 12,002,304 | 221,988 | 5,845,874 | (6,156,430) | 48.7% | 6,753,806 |
| EXCESS/(DEFICIT) | \$ - | \$ 582,587 | \$ (412,067) | \$ (412,067) | | \$ (1,321,116) |

KEY TRENDS

Resources

Operating revenues are determined by the water and wastewater rates, as well as, the volume of water sold and wastewater treated. These revenues are highly influenced by weather patterns.

Water and Wastewater Disposal Charges: The FY 2016-17 budget incorporates the third year of the adopted three year rate structure for water and wastewater services, as adopted by ordinance in May 2014.

Expenditures

Operating expenses are dominated by contractual payments for 1) the purchase of water for resale and City use from the Upper Trinity Regional Water District; 2) wastewater treatment from Upper Trinity Regional Water District and the City of Denton.

Debt Service payments are processed in February and August.

Capital Outlay includes \$50,000 for the Utility Rate Study and \$15,000 to update the Engineering Design Manual.

Transfer Out includes \$50,000 annual contribution to the Vehicle Replacement Fund for the future purchases of vehicles and equipment, \$101,673 allocation to the General Fund for the homeowner's association water credits, \$50,000 contribution to the Utility Meter Replacement Fund for the future purchases of water taps and meters, \$7,798 to the Tech Replacement Fund for the future purchases of computers and \$58,000 to the General Capital Improvement Fund for the Engineering component of the Planning & Development Software.

Budget includes amendment for the compensation plan in the amount of \$9,668. Approved by City Council on March 2, 2017, Ordinance #17-03-02-01.



City of Corinth

Storm Water Utility Fund

Schedule of Revenues & Expenditures - Budget vs Actual (Unaudited)
For the Period Ended March 2017

| | Current Fiscal Year, 2016-2017 | | | | | Prior Year |
|-------------------------------|--------------------------------|-------------------------|----------------------------|---------------------|----------------------|---------------------------|
| | Budget FY 2016-17 | March 2017 Actual | Year-to- Date Actual | Y-T-D Variance | Y-T-D % of Budget | Mar-16 Y-T-D Actual |
| RESOURCES | | | | | | |
| Storm Water Utility Fee | \$ 685,000 | \$ 14,340 | \$ 349,757 | \$ (335,243) | 51.1% | \$ 346,253 |
| Investment Interest | 1,100 | 438 | 2,308 | 1,208 | 209.8% | 953 |
| Miscellaneous | - | - | 18,020 | 18,020 | 0.0% | - |
| Transfers | - | - | - | - | 0.0% | - |
| TOTAL ACTUAL RESOURCES | 686,100 | 14,777 | 370,085 | (316,015) | 53.9% | 347,206 |
| Use of Fund Balance | - | - | - | - | 0.0% | - |
| TOTAL RESOURCES | \$ 686,100 | \$ 14,777 | \$ 370,085 | \$ (316,015) | 53.9% | \$ 347,206 |
| EXPENDITURES | | | | | | |
| Wages & Benefits | \$ 161,774 | \$ 7,140 | \$ 64,290 | \$ (97,484) | 39.7% | \$ 68,439 |
| Professional Fees | 76,883 | 309 | 1,910 | (74,973) | 2.5% | 9,657 |
| Maintenance & Operations | 21,339 | 234 | 2,440 | (18,899) | 11.4% | 3,121 |
| Supplies | 8,073 | 100 | 1,465 | (6,608) | 18.2% | 1,008 |
| Utilities & Communication | 5,466 | 379 | 2,199 | (3,267) | 40.2% | 2,593 |
| Vehicles/Equipment & Fuel | 14,836 | 1,049 | 8,727 | (6,109) | 58.8% | 4,624 |
| Training | 2,227 | - | - | (2,227) | 0.0% | - |
| Capital Outlay | 45,711 | - | - | (45,711) | 0.0% | 5,587 |
| Debt Service | 195,646 | - | 156,722 | (38,924) | 80.1% | 153,481 |
| Charges for Service | 71,507 | - | 71,507 | - | 100.0% | 92,518 |
| Transfer Out | 25,250 | - | 25,250 | - | 100.0% | 25,250 |
| TOTAL EXPENDITURES | 628,712 | 9,211 | 334,510 | (294,202) | 53.2% | 366,277 |
| EXCESS/(DEFICIT) | \$ 57,388 | \$ 5,566 | \$ 35,575 | \$ (21,813) | | \$ (19,071) |

KEY TRENDS

Resources

Investment Interest - The budget for investment interest is based on prior year trends.

Expenditures

Debt Service payments are processed in February and August.

Transfer Out includes \$25,000 annual contribution to the Vehicle Replacement Fund for future purchases of vehicles and equipment and \$250 to the Tech Replacement Fund for the future purchases of computers.

Capital Outlay includes \$45,711 for the replacement of a slope mower.

Budget includes an amendment for the compensation plan in the amount of \$1,314. Approved by City Council on March 2, 2017, Ordinance #17-03-02-01.



City of Corinth

Street Maintenance Sales Tax Fund

Schedule of Revenues & Expenditures - Budget vs Actual (Unaudited)
For the Period Ended March 2017

| | Current Fiscal Year, 2016-2017 | | | | | Prior Year |
|-------------------------------|--------------------------------|-------------------------|----------------------------|---------------------|----------------------|---------------------------|
| | Budget FY 2016-17 | March 2017 Actual | Year-to- Date Actual | Y-T-D Variance | Y-T-D % of Budget | Mar-16 Y-T-D Actual |
| RESOURCES | | | | | | |
| Sales Tax (.25¢) | \$ 336,898 | \$ 27,151 | \$ 115,593 | \$ (221,305) | 34.3% | \$ 104,821 |
| Interest | 1,000 | 462 | 2,185 | 1,185 | 218.5% | 693 |
| Miscellaneous Income | - | - | - | - | 0.0% | - |
| TOTAL ACTUAL RESOURCES | 337,898 | 27,613 | 117,778 | (220,120) | 34.9% | 105,514 |
| Use of Fund Balance | - | - | - | - | 0.0% | - |
| TOTAL RESOURCES | \$ 337,898 | \$ 27,613 | \$ 117,778 | \$ (220,120) | 34.9% | \$ 105,514 |
| EXPENDITURES | | | | | | |
| Professional Services | \$ - | \$ - | \$ - | \$ - | 0.0% | \$ - |
| Maintenance & Operations | 319,360 | 1,655 | 17,212 | (302,148) | 5.4% | 104,548 |
| Capital Outlay | - | - | - | - | 0.0% | - |
| Transfer Out | - | - | - | - | 0.0% | - |
| TOTAL EXPENDITURES | 319,360 | 1,655 | 17,212 | (302,148) | 5.4% | 104,548 |
| EXCESS/(DEFICIT) | \$ 18,538 | \$ 25,957 | \$ 100,565 | \$ 82,027 | | \$ 966 |

KEY TRENDS

Resources

Sales Tax - As required by the Government Accounting Standards Board, sales tax is reported for the month it is collected by the vendor. March 2017 revenues are remitted to the City in May 2017. Sales Tax received in March represents January collections.

Expenditures

Maintenance & Operations - The budget includes funding to repave streets in the Amity Village, Corinth Shores, Meadows, Forestwood, Corinth Farms and Pecan Creek subdivisions.



City of Corinth

Crime Control & Prevention Sales Tax Fund

Schedule of Revenues & Expenditures - Budget vs Actual (Unaudited)
For the Period Ended March 2017

| | Current Fiscal Year, 2016-2017 | | | | | Prior Year |
|-------------------------------|--------------------------------|-------------------------|----------------------------|---------------------|----------------------|---------------------------|
| | Budget FY 2016-17 | March 2017 Actual | Year-to- Date Actual | Y-T-D Variance | Y-T-D % of Budget | Mar-16 Y-T-D Actual |
| RESOURCES | | | | | | |
| Sales Tax (.25¢) | \$ 291,100 | \$ 25,578 | \$ 106,423 | \$ (184,677) | 36.6% | \$ 96,587 |
| Investment Interest | 250 | 124 | 641 | 391 | 256.4% | 244 |
| TOTAL ACTUAL RESOURCES | 291,350 | 25,702 | 107,063 | (184,287) | 36.7% | 96,831 |
| Use of Fund Balance | - | - | - | - | 0.00% | - |
| TOTAL RESOURCES | \$ 291,350 | \$ 25,702 | \$ 107,063 | \$ (184,287) | 36.7% | \$ 96,831 |
| EXPENDITURES | | | | | | |
| Wages & Benefits | \$ 166,155 | \$ 13,306 | \$ 66,939 | \$ (99,216) | 40.3% | \$ 64,487 |
| Maintenance & Operations | - | - | - | - | 0.00% | - |
| Supplies | - | - | 250 | 250 | 0.00% | - |
| Capital Outlay | 106,625 | - | 74,500 | (32,125) | 69.9% | 113,369 |
| TOTAL EXPENDITURES | 272,780 | 13,306 | 141,689 | (131,091) | 51.9% | 177,856 |
| EXCESS/(DEFICIT) | \$ 18,570 | \$ 12,396 | \$ (34,625) | \$ (53,195) | | \$ (81,025) |

KEY TRENDS

Resources

Sales Tax - As required by the Government Accounting Standards Board, sales tax is reported for the month it is collected by the vendor. March 2017 revenues are remitted to the City in May 2017. Sales Tax received in March represents January collections.

Expenditures

Wages & Benefits - The budget reflects funding for two full-time police officers.

Capital Outlay - The budget includes \$53,240 for Mobile Video Recording, \$28,655 for tasers and \$24,730 for Radio Frequency Identification system.

Budget includes an amendment for the compensation plan in the amount of \$491. Approved by City Council on March 2, 2017, Ordinance #17-03-02-01.



City of Corinth

Corinth Economic Development Corporation

Schedule of Revenues & Expenditures - Budget vs Actual (Unaudited)
For the Period Ended March 2017

| | Current Fiscal Year, 2016-2017 | | | | | Prior Year |
|-------------------------------|--------------------------------|-------------------------|----------------------------|---------------------|----------------------|---------------------------|
| | Budget FY 2016-17 | March 2017 Actual | Year-to- Date Actual | Y-T-D Variance | Y-T-D % of Budget | Mar-16 Y-T-D Actual |
| RESOURCES | | | | | | |
| Sales Tax (.50¢) | \$ 673,772 | \$ 54,300 | \$ 231,177 | (442,595) | 34.3% | \$ 209,634 |
| Interest Income | 400 | 80 | 321 | (79) | 80.4% | 326 |
| Investment Income | 8,000 | 2,270 | 12,316 | 4,316 | 154.0% | 7,221 |
| Miscellaneous Income | - | - | - | - | 0.0% | - |
| Projective Incentive Default | - | - | - | - | 0.0% | - |
| Transfers In | - | - | - | - | 0.0% | - |
| TOTAL ACTUAL RESOURCES | 682,172 | 56,650 | 243,815 | (438,357) | 35.7% | 217,181 |
| Use of Fund Balance | 10,232 | - | - | (10,232) | 0.0% | - |
| TOTAL RESOURCES | \$ 692,404 | \$ 56,650 | \$ 243,815 | \$ (448,589) | 35.2% | \$ 217,181 |
| EXPENDITURES | | | | | | |
| Wages & Benefits | \$ 127,927 | \$ 9,843 | \$ 60,288 | \$ (67,639) | 47.1% | 58,309 |
| Professional Fees | 87,662 | 286 | 51,677 | (35,985) | 59.0% | 27,247 |
| Maintenance & Operations | 178,570 | - | 1,348 | (177,222) | 0.8% | 2,215 |
| Supplies | 1,000 | - | - | (1,000) | 0.0% | 73 |
| Utilities & Communication | 3,014 | 150 | 1,076 | (1,938) | 35.7% | 1,177 |
| Vehicles/Equipment & Fuel | - | - | - | - | 0.0% | - |
| Training | 25,325 | 30 | 4,969 | (20,356) | 19.6% | 2,290 |
| Capital Outlay | 125,000 | - | - | (125,000) | 0.0% | 2,500 |
| Debt Service | - | - | - | - | 0.0% | - |
| Charges for Services | 93,302 | - | 93,302 | - | 100.0% | 105,401 |
| Transfer Out | 50,604 | - | 50,604 | - | 100.0% | 50,250 |
| TOTAL EXPENDITURES | 692,404 | 10,310 | 263,264 | (429,140) | 38.0% | 249,462 |
| EXCESS/(DEFICIT) | \$ - | \$ 46,340 | \$ (19,450) | \$ (19,450) | | \$ (32,281) |

KEY TRENDS

Resources

Sales Tax - As required by the Government Accounting Standards Board, sales tax is reported for the month it is collected by the vendor. March 2017 revenues are remitted to the City in May 2017. Sales Tax received in March represents January collections.

Expenditures

Transfer Out represents \$50,000 to the Park Development Fund and \$604 to the Tech Replacement Fund for the future purchases of computers.

Capital Outlay includes \$125,000 for a Comprehensive Branding Strategy.

Section 2

City of Corinth
Monthly Financial Report
March 2017

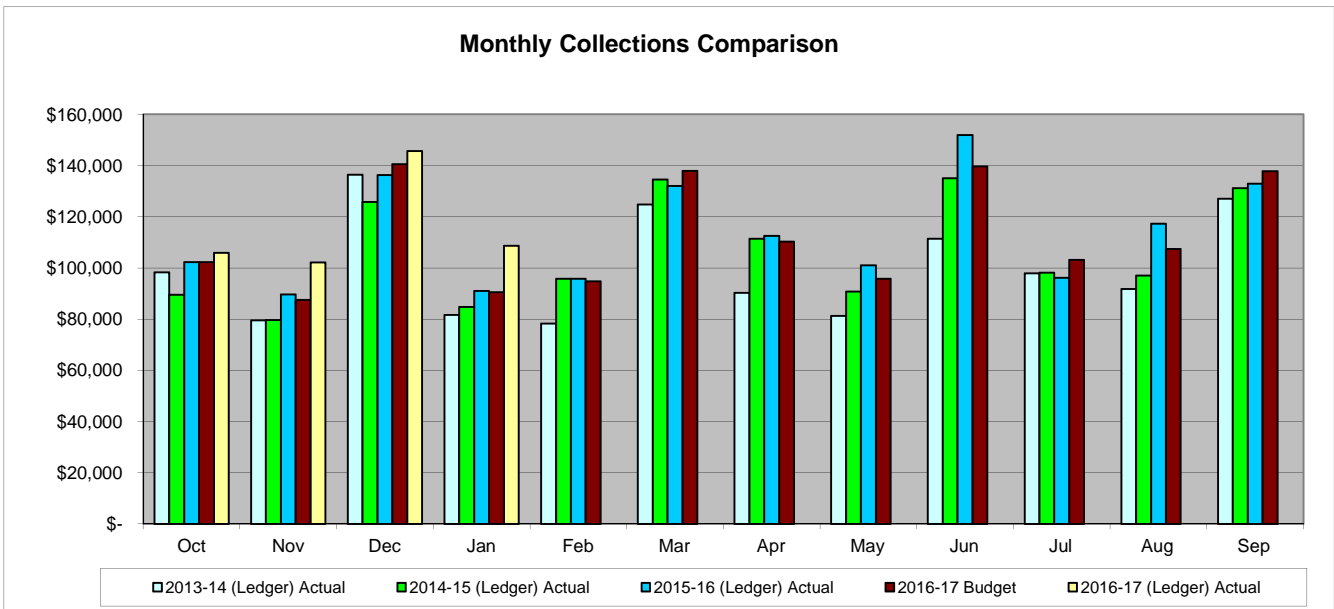
REVENUE & ECONOMIC ANALYSIS

This section provides additional analysis regarding key revenue sources and economic indicators.



General Fund
General Purpose Sales Tax
 PY Comparison and Variance Analysis

| | 2013-14 (Ledger) Actual | 2014-15 (Ledger) Actual | 2015-16 (Ledger) Actual | 2016-17 Budget | 2016-17 Cash Receipts | 2016-17 (Ledger) Actual | Variance, Actual to Budget | Variance, Actual to Budget % | Variance, CY to PY | Variance, CY to PY % |
|--------------|-------------------------------|-------------------------------|-------------------------------|---------------------|-----------------------------|-------------------------------|----------------------------------|------------------------------------|-----------------------|-------------------------|
| Oct | \$ 98,241 | \$ 89,559 | \$ 102,297 | \$ 102,226 | \$ 117,263 | \$ 105,950 | \$ 3,724 | 3.6% | \$ 3,652 | 3.6% |
| Nov | 79,527 | 79,682 | 89,656 | 87,549 | 132,907 | 102,142 | 14,594 | 16.7% | 12,486 | 13.9% |
| Dec | 136,380 | 125,795 | 136,322 | 140,548 | 105,950 | 145,669 | 5,120 | 3.6% | 9,347 | 6.9% |
| Jan | 81,662 | 84,702 | 91,001 | 90,564 | 102,142 | 108,602 | 18,038 | 19.9% | 17,601 | 19.3% |
| Feb | 78,261 | 95,707 | 95,820 | 94,763 | 145,669 | | | | | |
| Mar | 124,813 | 134,593 | 132,047 | 137,902 | 108,602 | | | | | |
| Apr | 90,294 | 111,426 | 112,463 | 110,319 | | | | | | |
| May | 81,205 | 90,745 | 100,967 | 95,818 | | | | | | |
| Jun | 111,379 | 135,097 | 151,980 | 139,633 | | | | | | |
| Jul | 97,860 | 98,146 | 96,154 | 103,080 | | | | | | |
| Aug | 91,704 | 97,043 | 117,263 | 107,361 | | | | | | |
| Sep | 126,992 | 131,200 | 132,907 | 137,807 | | | | | | |
| TOTAL | \$ 1,198,319 | \$ 1,273,696 | \$ 1,358,877 | \$ 1,347,569 | \$ 712,532 | \$ 462,362 | \$ 41,476 | 9.9% | \$ 43,086 | 10.3% |



| KEY TRENDS | |
|--|--|
| <p>Description</p> <p>The sales tax in Corinth is 8.25% for goods and services sold within the City's boundaries. The tax is collected by businesses making the sale and is remitted to the State Comptroller of Public Accounts on a monthly, and in some cases, quarterly basis. Of the 8.25%, the state retains 6.25% and distributes 1% to the City of Corinth, .25% to the Street Maintenance Sales Tax Fund, .25% to the Crime Control & Prevention District and .50% to the Economic Development Corporation. The State distributes tax proceeds to local entities within forty days following the period for which the tax is collected by businesses.</p> <p>As required by the Government Accounting Standards Board, sales tax is reported for the month it is collected by the vendor. March 2017 revenues are remitted to the City in May 2017. Sales Tax received in March represent January collections.</p> | <p>Analysis</p> <p>As the second largest revenue source to the City's General Fund, sales and use taxes are essential to the delivery of services to the community. The General Fund sales tax revenue reflects a year-to-date increase in collections compared to budgeted amounts.</p> <p>Revenues are deposited into the City's General Fund and may be used for any lawful purpose (Chapter 321 of the Tax Code).</p> |



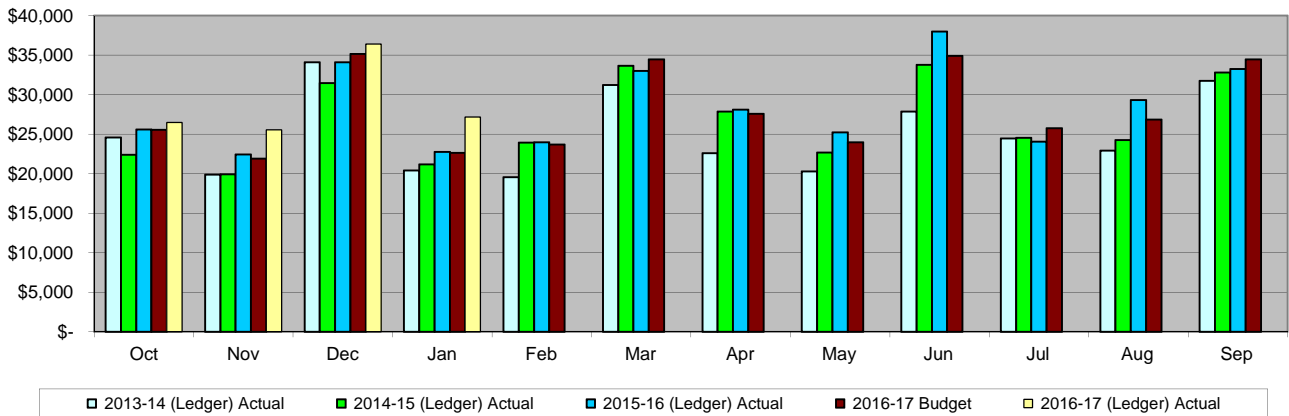
Street Maintenance Sales Tax Fund

Street Maintenance Sales Tax

PY Comparison and Variance Analysis

| | 2013-14 (Ledger) Actual | 2014-15 (Ledger) Actual | 2015-16 (Ledger) Actual | 2016-17 Budget | 2016-17 Cash Receipts | 2016-17 (Ledger) Actual | Variance, Actual to Budget | Variance, Actual to Budget % | Variance, CY to PY | Variance, CY to PY % |
|--------------|-------------------------------|-------------------------------|-------------------------------|-------------------|-----------------------------|-------------------------------|----------------------------------|------------------------------------|-----------------------|-------------------------|
| Oct | \$ 24,561 | \$ 22,390 | \$ 25,575 | \$ 25,557 | \$ 29,316 | \$ 26,488 | \$ 931 | 3.6% | \$ 913 | 3.6% |
| Nov | 19,882 | 19,921 | 22,414 | 21,888 | 33,227 | 25,536 | 3,648 | 16.7% | 3,122 | 13.9% |
| Dec | 34,096 | 31,449 | 34,081 | 35,138 | 26,488 | 36,418 | 1,280 | 3.6% | 2,337 | 6.9% |
| Jan | 20,416 | 21,176 | 22,751 | 22,641 | 25,536 | 27,151 | 4,510 | 19.9% | 4,400 | 19.3% |
| Feb | 19,566 | 23,927 | 23,955 | 23,691 | 36,418 | | | | | |
| Mar | 31,204 | 33,649 | 33,012 | 34,476 | 27,151 | | | | | |
| Apr | 22,574 | 27,857 | 28,116 | 27,580 | | | | | | |
| May | 20,302 | 22,687 | 25,242 | 23,955 | | | | | | |
| Jun | 27,845 | 33,775 | 37,996 | 34,909 | | | | | | |
| Jul | 24,466 | 24,537 | 24,039 | 25,770 | | | | | | |
| Aug | 22,926 | 24,261 | 29,316 | 26,841 | | | | | | |
| Sep | 31,749 | 32,801 | 33,227 | 34,452 | | | | | | |
| TOTAL | \$ 299,585 | \$ 318,430 | \$ 339,725 | \$ 336,898 | \$ 178,136 | \$ 115,593 | \$ 10,369 | 9.9% | \$ 10,772 | 10.3% |

Monthly Collections Comparison



KEY TRENDS

Description

The sales tax in Corinth is 8.25% for goods and services sold within the City's boundaries. The tax is collected by businesses making the sale and is remitted to the State Comptroller of Public Accounts on a monthly, and in some cases, quarterly basis. Of the 8.25%, the state retains 6.25% and distributes 1% to the City of Corinth, .25% to the Street Maintenance Sales Tax Fund, .25% to the Crime Control & Prevention District and .50% to the Economic Development Corporation. The State distributes tax proceeds to local entities within forty days following the period for which the tax is collected by businesses.

As required by the Government Accounting Standards Board, sales tax is reported for the month it is collected by the vendor. March 2017 revenues are remitted to the City in May 2017. Sales Tax received in March represent January collections.

Analysis

The Street Maintenance Sales Tax revenue reflects a year-to-date increase in collections compared to budgeted amounts.

Funds are deposited into the Street Maintenance Sales Tax Fund and can only be used to repair and maintain existing city streets (Chapter 327 of the Tax Code).

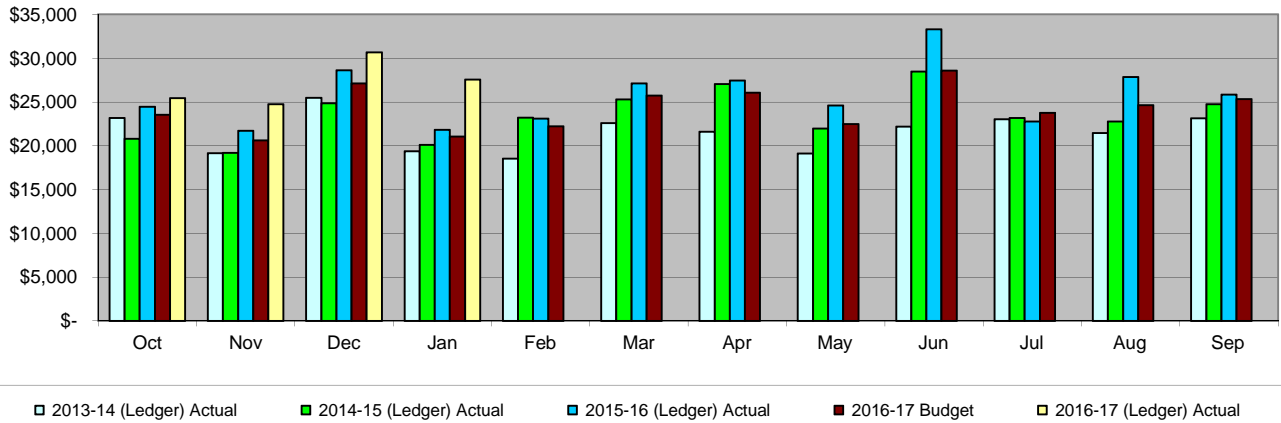
A special election was held on September 11, 2004 for the purpose of adopting a local .25% sales and use tax in Corinth for Street Maintenance. An election held on November 8, 2016 reauthorized the tax for four additional years.



Crime Control & Prevention District
Crime Control & Prevention Sales Tax
 PY Comparison and Variance Analysis

| | 2013-14 (Ledger) Actual | 2014-15 (Ledger) Actual | 2015-16 (Ledger) Actual | 2016-17 Budget | 2016-17 Cash Receipts | 2016-17 (Ledger) Actual | Variance, Actual to Budget | Variance, Actual to Budget % | Variance, CY to PY | Variance, CY to PY % |
|--------------|-------------------------------|-------------------------------|-------------------------------|-------------------|-----------------------------|-------------------------------|----------------------------------|------------------------------------|-----------------------|-------------------------|
| Oct | \$ 23,185 | \$ 20,786 | \$ 24,447 | \$ 23,539 | \$ 27,841 | \$ 25,436 | \$ 1,897 | 8.1% | \$ 989 | 4.0% |
| Nov | 19,157 | 19,194 | 21,722 | 20,624 | 25,825 | 24,747 | 4,123 | 20.0% | 3,025 | 13.9% |
| Dec | 25,480 | 24,840 | 28,612 | 27,106 | 25,436 | 30,662 | 3,556 | 13.1% | 2,050 | 7.2% |
| Jan | 19,384 | 20,093 | 21,807 | 21,045 | 24,747 | 27,578 | 6,532 | 31.0% | 5,771 | 26.5% |
| Feb | 18,516 | 23,207 | 23,118 | 22,205 | 30,662 | | | | | |
| Mar | 22,589 | 25,312 | 27,117 | 25,714 | 25,578 | | | | | |
| Apr | 21,587 | 27,052 | 27,466 | 26,048 | | | | | | |
| May | 19,134 | 21,974 | 24,586 | 22,474 | | | | | | |
| Jun | 22,187 | 28,471 | 33,316 | 28,601 | | | | | | |
| Jul | 23,020 | 23,162 | 22,775 | 23,770 | | | | | | |
| Aug | 21,470 | 22,769 | 27,841 | 24,646 | | | | | | |
| Sep | 23,151 | 24,753 | 25,825 | 25,327 | | | | | | |
| TOTAL | \$ 258,860 | \$ 281,612 | \$ 308,630 | \$ 291,100 | \$ 160,089 | \$ 108,423 | \$ 16,109 | 17.4% | \$ 11,835 | 12.3% |

Monthly Collections Comparison



KEY TRENDS

Description

The sales tax in Corinth is 8.25% for goods and services sold within the City's boundaries. The tax is collected by businesses making the sale and is remitted to the State Comptroller of Public Accounts on a monthly, and in some cases, quarterly basis. Of the 8.25%, the state retains 6.25% and distributes 1% to the City of Corinth, .25% to the Street Maintenance Sales Tax Fund, .25% to the Crime Control & Prevention District and .50% to the Economic Development Corporation. The State distributes tax proceeds to local entities within forty days following the period for which the tax is collected by businesses.

As required by the Government Accounting Standards Board, sales tax is reported for the month it is collected by the vendor. March 2017 revenues are remitted to the City in May 2017. Sales Tax received in March represent January collections.

Analysis

The Crime Control & Prevention Sales Tax revenue reflects a year-to-date increase in collections compared to the budgeted amounts.

Funds are deposited into the Crime Control & Prevention District Fund and may be used to finance a wide variety of crime control and prevention programs (Chapter 363 of the Local Government Code and Chapter 323.102 of the Tax Code)

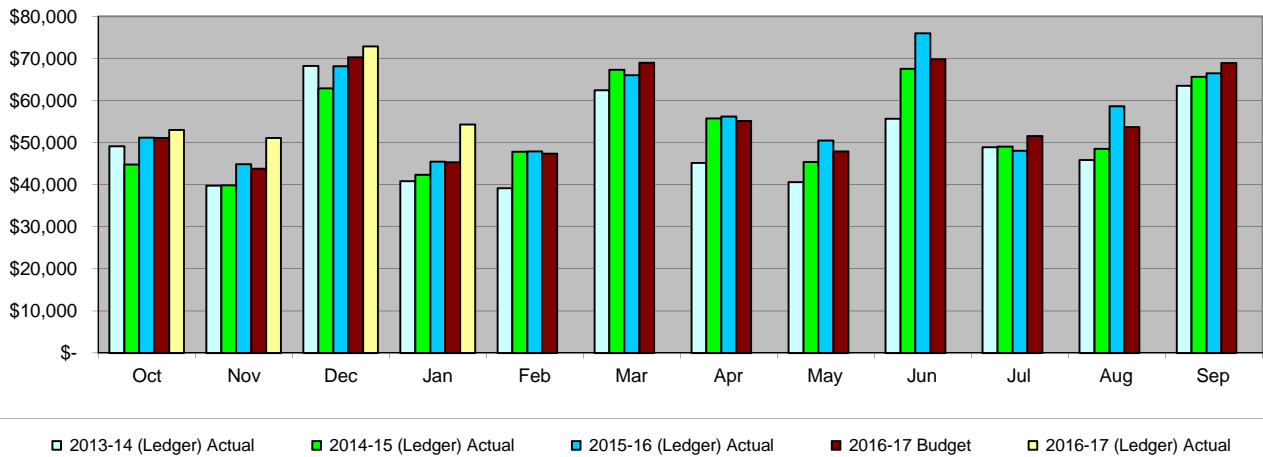
A special election was held on September 11, 2004 for the purpose of adopting a local .25% sales and use tax in Corinth for crime control and prevention. An election was held on May 10, 2014 reauthorizing the dedicated sales tax for five additional years.



Corinth Economic Development Corporation
Economic Development Sales Tax
 PY Comparison and Variance Analysis

| | 2013-14 (Ledger) Actual | 2014-15 (Ledger) Actual | 2015-16 (Ledger) Actual | 2016-17 Budget | 2016-17 Cash Receipts | 2016-17 (Ledger) Actual | Variance, Actual to Budget | Variance, Actual to Budget % | Variance, CY to PY | Variance, CY to PY % |
|--------------|-------------------------------|-------------------------------|-------------------------------|-------------------|-----------------------------|-------------------------------|----------------------------------|------------------------------------|-----------------------|-------------------------|
| Oct | \$ 49,120 | \$ 44,779 | \$ 51,148 | \$ 51,112 | \$ 58,630 | \$ 52,974 | \$ 1,862 | 3.6% | \$ 1,826 | 3.6% |
| Nov | 39,763 | 39,840 | 44,827 | 43,774 | 66,452 | 51,070 | 7,297 | 16.7% | 6,243 | 13.9% |
| Dec | 68,189 | 62,897 | 68,160 | 70,273 | 52,974 | 72,833 | 2,560 | 3.6% | 4,673 | 6.9% |
| Jan | 40,830 | 42,350 | 45,500 | 45,281 | 51,070 | 54,300 | 9,019 | 19.9% | 8,800 | 19.3% |
| Feb | 39,130 | 47,853 | 47,909 | 47,381 | 72,833 | | | | | |
| Mar | 62,405 | 67,295 | 66,022 | 68,950 | 68,950 | | | | | |
| Apr | 45,146 | 55,712 | 56,230 | 55,158 | | | | | | |
| May | 40,602 | 45,372 | 50,483 | 47,908 | | | | | | |
| Jun | 55,689 | 67,547 | 75,989 | 69,815 | | | | | | |
| Jul | 48,929 | 49,072 | 48,076 | 51,539 | | | | | | |
| Aug | 45,851 | 48,521 | 58,630 | 53,680 | | | | | | |
| Sep | 63,495 | 65,599 | 66,452 | 68,902 | | | | | | |
| TOTAL | \$ 599,149 | \$ 636,837 | \$ 679,427 | \$ 673,772 | \$ 356,260 | \$ 231,177 | \$ 20,738 | 9.9% | \$ 21,543 | 10.3% |

Monthly Collections Comparison



KEY TRENDS

Description

The sales tax in Corinth is 8.25% for goods and services sold within the City's boundaries. The tax is collected by businesses making the sale and is remitted to the State Comptroller of Public Accounts on a monthly, and in some cases, quarterly basis. Of the 8.25%, the state retains 6.25% and distributes 1% to the City of Corinth, .25% to the Street Maintenance Sales Tax Fund, .25% to the Crime Control & Prevention District and .50% to the Economic Development Corporation. The State distributes tax proceeds to local entities within forty days following the period for which the tax is collected by businesses.

As required by the Government Accounting Standards Board, sales tax is reported for the month it is collected by the vendor. March 2017 revenues are remitted to the City in May 2017. Sales Tax received in March represents January collections.

Analysis

The EDC Sales Tax revenue reflects a year-to-date increase in collections compared to the budgeted amounts.

Revenues are deposited into the Economic Development Corporation Fund and must be used on behalf of the city in carrying out programs related to a wide variety of projects including public parks and business development (Tex.Rev.Civ.St. art 5190.6-the Development Corporation Act of 1979).



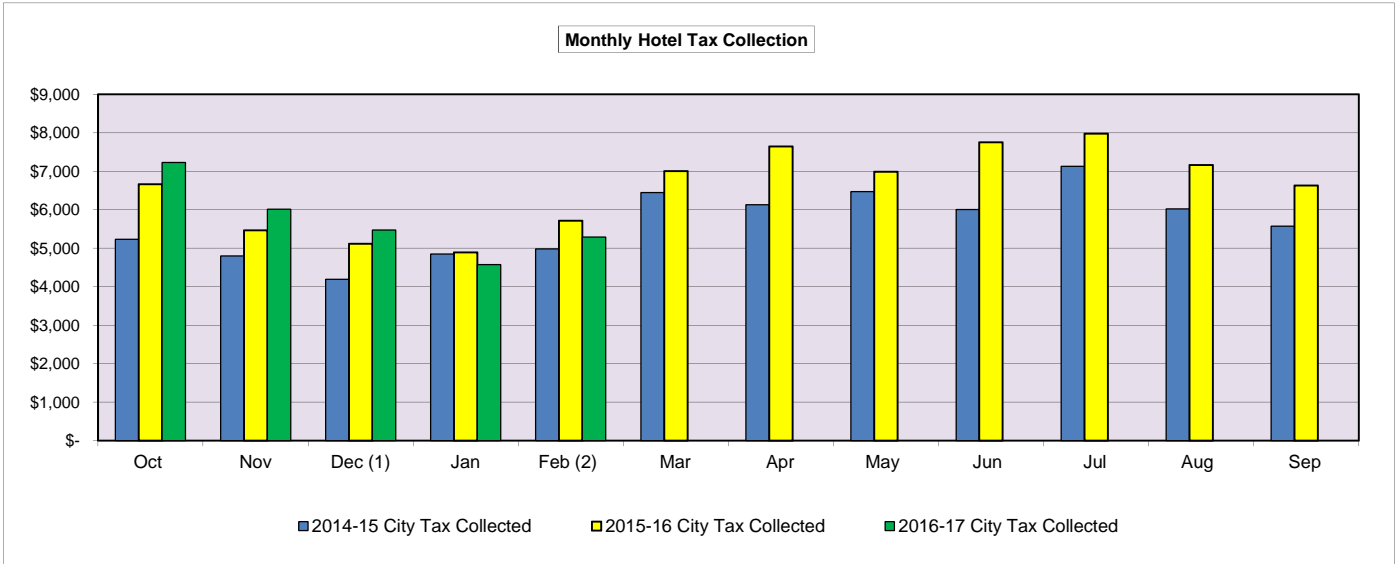
Hotel Occupancy Tax Collection Report

Comfort Inn & Suites

For the Period Ended March 2017

| | Occupancy Rate | Total Gross Sales | Less Exemptions & Allowances | Total Taxable Revenues Reported | Taxable Revenues X 7% | Total City Tax Due | City Tax Collected FY 2016-17 | Date Received | % Change CY to PY | City Tax Collected FY 2015-16 | City Tax Collected FY 2014-15 |
|---------------|----------------|-------------------|------------------------------|---------------------------------|-----------------------|--------------------|-------------------------------|---------------|-------------------|-------------------------------|-------------------------------|
| Oct | 75% | \$ 109,713 | \$ 6,404 | \$ 103,309 | \$ 7,232 | \$ 7,232 | \$ 7,232 | 11/21/2016 | 8.5% | \$ 6,667 | \$ 5,230 |
| Nov | 67% | 89,908 | 4,020 | 85,889 | 6,012 | 6,012 | 6,012 | 12/19/2016 | 10.1% | 5,463 | 4,802 |
| Dec (1) | 58% | 80,577 | 2,336 | 78,241 | 5,477 | 5,477 | 5,477 | 1/23/2017 | 7.1% | 5,115 | 4,192 |
| Jan | 52% | 65,318 | - | 65,318 | 4,572 | 4,572 | 4,572 | 2/20/2017 | -6.5% | 4,891 | 4,850 |
| Feb (2) | 69% | 76,132 | - | 76,132 | 5,329 | 5,329 | 5,291 | 3/20/2017 | -7.4% | 5,712 | 4,985 |
| Mar | | | | | | | | | | 7,003 | 6,445 |
| Apr | | | | | | | | | | 7,647 | 6,130 |
| May | | | | | | | | | | 6,991 | 6,471 |
| Jun | | | | | | | | | | 7,752 | 6,008 |
| Jul | | | | | | | | | | 7,973 | 7,129 |
| Aug | | | | | | | | | | 7,164 | 6,018 |
| Sep | | | | | | | | | | 6,631 | 5,573 |
| TOTALS | | \$ 421,648 | \$ 12,760 | \$ 408,888 | \$ 28,622 | \$ 28,622 | \$ 28,584 | | | \$ 79,007 | \$ 67,833 |

(1) - requested occupancy rate information from Management. Received February 16, 2017.
 (2) - exemptions claimed do not qualify. Requested \$38.08 owed from the Hotel.



KEY TRENDS

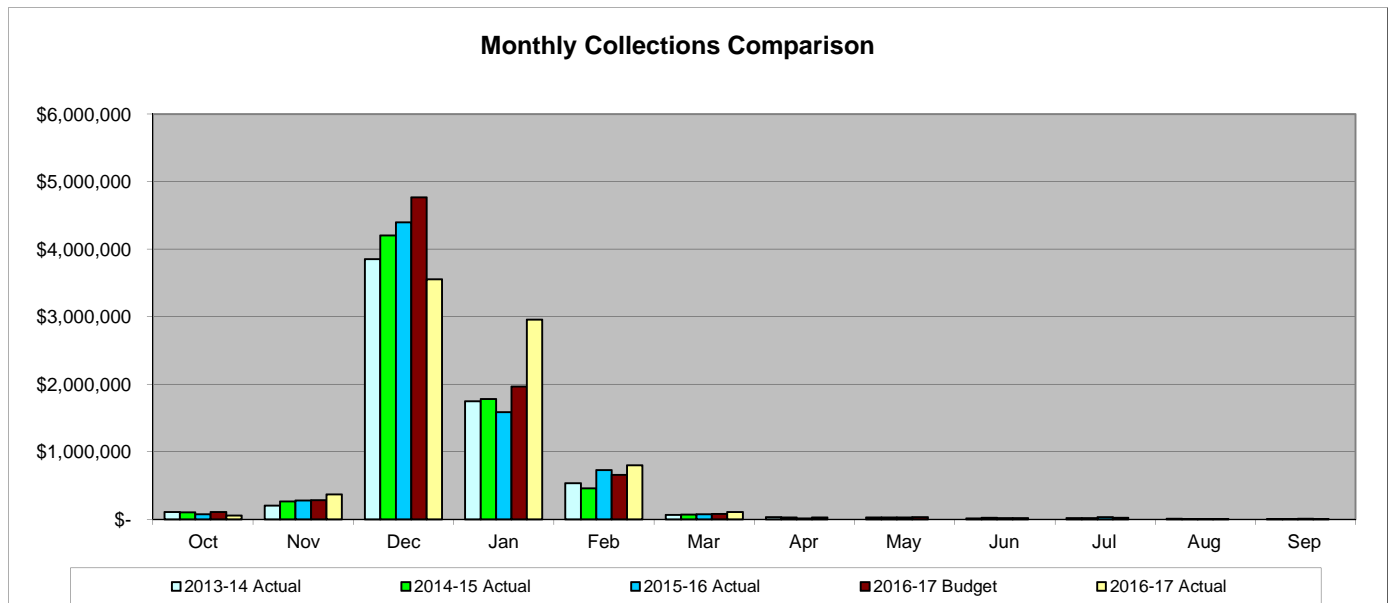
Description

The City's Hotel Occupancy Tax is levied at 7% of room rental rates.



General Fund
Property Tax
 PY Comparison and Variance Analysis

| | 2013-14 Actual | 2014-15 Actual | 2015-16 Actual | 2016-17 Budget | 2016-17 Actual | Variance, Actual to Budget | Variance, Actual to Budget % | Variance, CY to PY | Variance, CY to PY % |
|--------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------------------|------------------------------------|-----------------------|-------------------------|
| Oct | \$ 105,024 | \$ 102,508 | \$ 74,226 | \$ 108,679 | \$ 57,139 | \$ (51,540) | -47.4% | \$ (17,087) | -23.0% |
| Nov | 200,802 | 263,699 | 277,233 | 283,299 | 368,409 | 85,110 | 30.0% | 91,175 | 32.9% |
| Dec | 3,851,761 | 4,201,374 | 4,396,109 | 4,768,922 | 3,555,437 | (1,213,485) | -25.4% | (840,672) | -19.1% |
| Jan | 1,746,065 | 1,780,466 | 1,588,480 | 1,966,045 | 2,957,436 | 991,392 | 50.4% | 1,368,956 | 86.2% |
| Feb | 532,039 | 457,322 | 729,582 | 656,720 | 797,112 | 140,392 | 21.4% | 67,530 | 9.3% |
| Mar | 63,459 | 69,529 | 72,713 | 78,793 | 108,295 | 29,502 | 37.4% | 35,582 | 48.9% |
| Apr | 30,033 | 26,041 | 13,588 | 27,026 | | | | | |
| May | 26,830 | 24,927 | 25,310 | 29,613 | | | | | |
| Jun | 10,417 | 19,975 | 16,432 | 17,851 | | | | | |
| Jul | 15,269 | 16,617 | 30,395 | 23,651 | | | | | |
| Aug | 6,478 | 1,671 | 4,843 | 5,026 | | | | | |
| Sep | 4,908 | 800 | 8,170 | 5,283 | | | | | |
| TOTAL | \$ 6,593,085 | \$ 6,964,929 | \$ 7,237,081 | \$ 7,970,907 | \$ 7,843,828 | \$ (18,630) | -0.2% | \$ 705,484 | 9.9% |



| KEY TRENDS | |
|---|---|
| <p>Description: The ad valorem (property tax) accounts for the largest source of revenue for the General Fund. Property tax is dependent on two variables: appraised value and the tax rate. The property tax rate is \$.58193 per \$100 valuation and is collected by the Denton County Tax Office. Denton County remits payment to the city on a monthly basis.</p> | <p>Analysis The city estimates 100% collection rate. The majority of taxes are collected in December and January.</p> |



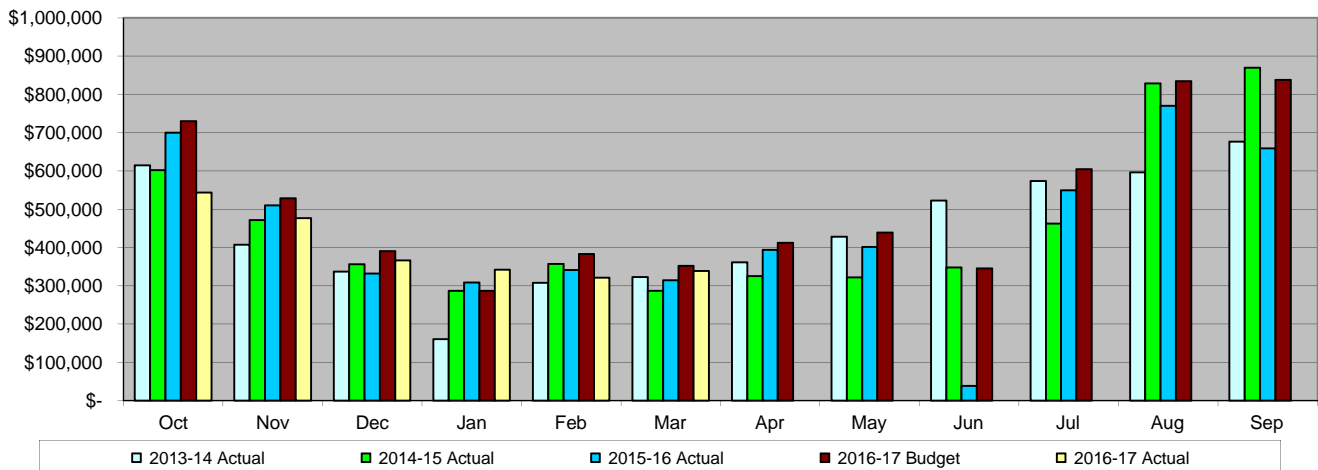
Water/Wastewater Fund

Water Charges

PY Comparison and Variance Analysis

| | 2013-14 Actual | 2014-15 Actual | 2015-16 Actual | 2016-17 Budget | 2016-17 Actual | Variance, Actual to Budget | Variance, Actual to Budget % | Variance, CY to PY | Variance, CY to PY % |
|--------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------------------|------------------------------------|-----------------------|-------------------------|
| Oct | \$ 614,673 | \$ 602,147 | \$ 700,252 | \$ 730,570 | \$ 543,769 | \$ (186,801) | -25.6% | \$ (156,483) | -22.3% |
| Nov | 407,473 | 471,595 | 510,370 | 528,981 | 476,496 | (52,485) | -9.9% | (33,874) | -6.6% |
| Dec | 337,082 | 356,312 | 331,747 | 390,199 | 365,974 | (24,225) | -6.2% | 34,226 | 10.3% |
| Jan | 160,230 | 287,240 | 308,329 | 287,274 | 342,045 | 54,772 | 19.1% | 33,716 | 10.9% |
| Feb | 307,603 | 357,213 | 340,963 | 382,706 | 321,169 | (61,537) | -16.1% | (19,794) | -5.8% |
| Mar | 322,897 | 286,730 | 314,604 | 352,281 | 338,485 | (13,796) | -3.9% | 23,881 | 7.6% |
| Apr | 361,654 | 325,454 | 393,923 | 412,173 | | | | | |
| May | 428,107 | 321,967 | 401,414 | 439,411 | | | | | |
| Jun | 522,699 | 348,080 | 38,423 | 345,791 | | | | | |
| Jul | 573,401 | 462,517 | 549,310 | 604,648 | | | | | |
| Aug | 596,486 | 829,134 | 770,738 | 834,994 | | | | | |
| Sep | 676,958 | 869,445 | 659,420 | 838,142 | | | | | |
| TOTAL | \$ 5,309,263 | \$ 5,517,835 | \$ 5,319,493 | \$ 6,147,169 | \$ 2,387,937 | \$ (284,073) | -10.6% | \$ (118,328) | -4.7% |

Monthly Collections Comparison



KEY TRENDS

Description:

Water charges are billed on a monthly basis in two billing cycles. Citizens are billed on the 1st and 15th of every month based on their meter rate, as well as, the volume of water used. This revenue is highly influenced by weather patterns. Hot, dry summer results in high water sales.

Analysis

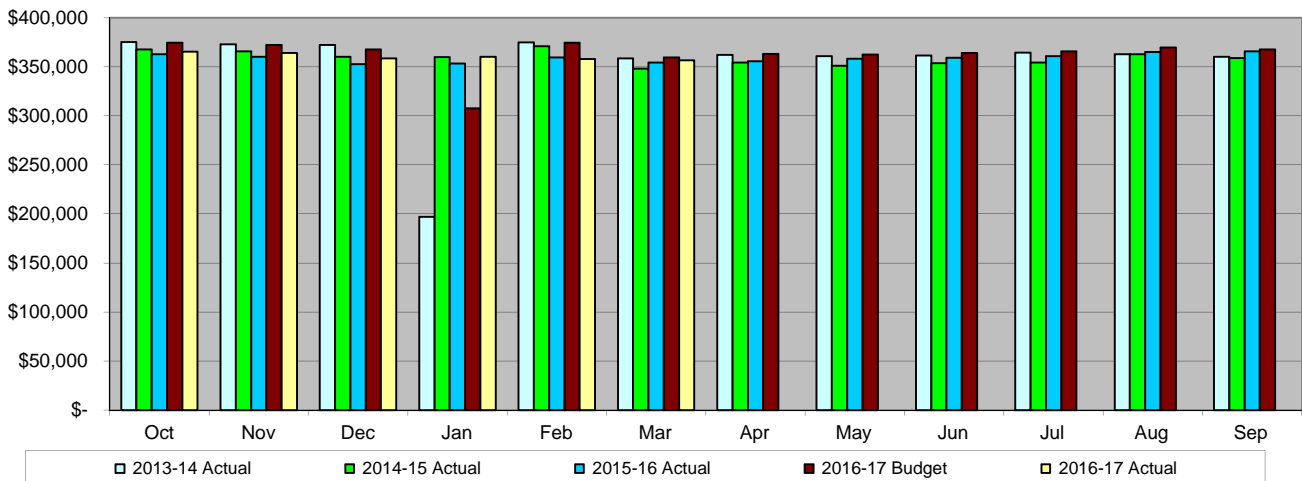
The FY 2016-17 budget incorporates the third year of the adopted three year rate structure for water and wastewater services, as adopted by ordinance in May 2014.



Water/Wastewater Fund
Sewer Charges
 PY Comparison and Variance Analysis

| | 2013-14 Actual | 2014-15 Actual | 2015-16 Actual | 2016-17 Budget | 2016-17 Actual | Variance, Actual to Budget | Variance, Actual to Budget % | Variance, CY to PY | Variance, CY to PY % |
|--------------|---------------------|---------------------|---------------------|---------------------|--------------------|----------------------------------|------------------------------------|-----------------------|-------------------------|
| Oct | \$ 375,215 | \$ 367,800 | \$ 362,732 | \$ 374,657 | \$ 365,552 | \$ (9,104) | -2.4% | \$ 2,820 | 0.8% |
| Nov | 372,906 | 365,711 | 360,374 | 372,368 | 364,241 | (8,127) | -2.2% | 3,867 | 1.1% |
| Dec | 372,349 | 360,211 | 352,814 | 367,781 | 358,539 | (9,242) | -2.5% | 5,726 | 1.6% |
| Jan | 197,110 | 360,066 | 353,400 | 307,769 | 360,366 | 52,597 | 17.1% | 6,966 | 2.0% |
| Feb | 374,894 | 371,143 | 359,581 | 374,611 | 358,097 | (16,514) | -4.4% | (1,484) | -0.4% |
| Mar | 358,638 | 348,288 | 354,410 | 359,599 | 356,668 | (2,931) | -0.8% | 2,258 | 0.6% |
| Apr | 362,039 | 354,345 | 355,795 | 363,271 | | | | | |
| May | 360,761 | 351,056 | 358,338 | 362,581 | | | | | |
| Jun | 361,694 | 353,604 | 359,214 | 364,053 | | | | | |
| Jul | 364,636 | 354,268 | 360,775 | 365,812 | | | | | |
| Aug | 362,956 | 362,958 | 365,137 | 369,628 | | | | | |
| Sep | 360,225 | 359,019 | 365,845 | 367,603 | | | | | |
| TOTAL | \$ 4,223,423 | \$ 4,308,468 | \$ 4,308,415 | \$ 4,349,734 | \$2,163,464 | \$ 6,679 | 0.3% | \$ 20,152 | 0.9% |

Monthly Collections Comparison



KEY TRENDS

Description:

Wastewater charges are determined by wastewater rates & volume of wastewater treated. Residential wastewater treatment charges are determined by a winter average process that takes the lowest three months of water consumption to determine a baseline wastewater treatment demand.

Analysis

The FY 2016-17 budget incorporates the third year of the adopted three year rate structure for water and wastewater services, as adopted by ordinance in May 2014.

Section 3

City of Corinth
Monthly Financial Report
March 2017

EXECUTIVE SUMMARY

This section contains a high level fund balance summary for all city funds. The report provides year-to-date revenues, expenditures and transfers.



City of Corinth
Fund Balance Summary
 For the Period Ended March 2017

| | Audited Appropriable Fund Balance 9/30/16 | Year-to-Date Revenue | Year-to-Date Expense | Transfers In/(Out) | Unaudited Fund Balance 9/30/17 |
|---|--|-----------------------------|-----------------------------|-----------------------|--------------------------------------|
| OPERATING FUNDS | | | | | |
| 100 General Fund (1) | \$ 3,735,108 | \$ 11,909,001 | \$ 6,766,014 | \$ (369,682) | \$ 8,508,413 |
| 110 Water/Wastewater Operations (2) | 2,763,912 | 6,134,471 | 5,578,403 | (267,471) | 3,052,509 |
| 120 Storm Water Utility (3) | 695,711 | 370,085 | 309,260 | (25,250) | 731,286 |
| 130 Economic Development Corporation (4) | 3,182,081 | 243,815 | 212,660 | (50,604) | 3,162,631 |
| 131 Crime Control & Prevention | 251,536 | 107,063 | 141,689 | - | 216,910 |
| 132 Street Maintenance Sales Tax | 699,723 | 117,778 | 17,212 | - | 800,289 |
| | <u>\$ 11,328,070</u> | <u>\$ 18,882,212</u> | <u>\$ 13,025,238</u> | <u>\$ (713,007)</u> | <u>\$ 16,472,038</u> |
| RESERVE FUNDS | | | | | |
| 200 General Debt Service Fund | \$ 347,253 | \$ 2,470,543 | \$ 2,014,347 | \$ - | \$ 803,449 |
| | <u>\$ 347,253</u> | <u>\$ 2,470,543</u> | <u>\$ 2,014,347</u> | <u>\$ -</u> | <u>\$ 803,449</u> |
| BOND/CAPITAL PROJECT FUNDS | | | | | |
| 193 Governmental Capital Projects (5) | \$ 1,839,359 | \$ 37,580 | \$ 292,920 | \$ 164,494 | \$ 1,748,513 |
| 194 Water/Wastewater Projects | 380,123 | 895 | - | - | 381,017 |
| 703 2007 C.O. - Streets | 130,738 | 373 | 31,201 | - | 99,910 |
| 706 2016 C.O. - General Fund Capital Projects | 11,326,517 | 37,514 | 347,984 | - | 11,016,047 |
| | <u>\$ 13,676,737</u> | <u>\$ 76,361</u> | <u>\$ 672,105</u> | <u>\$ 164,494</u> | <u>\$ 13,245,487</u> |
| INTERNAL SERVICE FUNDS | | | | | |
| 300 General Vehicle & Equip Replacement (6) | \$ 41,677 | \$ 7,772 | \$ - | \$ 60,000 | \$ 109,449 |
| 301 LCFD Vehicle & Equip Replacement (7) | 199,450 | 252,806 | 162,362 | 247,755 | 537,649 |
| 302 Technology Replacement Fund (8) | 29,747 | 140 | 38,883 | 47,987 | 38,991 |
| 310 Utility Vehicle & Equip Replacement (9) | 324,223 | 1,121 | - | 75,000 | 400,344 |
| 311 Utility Meter Replacement Fund (10) | 885,408 | 3,670 | 57,264 | 50,000 | 881,814 |
| 320 Insurance Claims and Risk Fund | 225,109 | 12,826 | 3,230 | - | 234,706 |
| | <u>\$ 1,705,614</u> | <u>\$ 278,336</u> | <u>\$ 261,740</u> | <u>\$ 480,742</u> | <u>\$ 2,202,952</u> |
| SPECIAL PURPOSE FUNDS | | | | | |
| 400 Hotel-Motel Tax | \$ 170,098 | \$ 29,133 | \$ 10,395 | \$ - | \$ 188,837 |
| 401 Keep Corinth Beautiful | 24,350 | 5,480 | 485 | - | 29,344 |
| 404 County Child Safety Program | 26,499 | 1,193 | 17,773 | - | 9,919 |
| 405 Municipal Court Security (11) | 49,373 | 5,520 | 1,429 | 17,771 | 71,235 |
| 406 Municipal Court Technology | 29,578 | 7,202 | - | - | 36,780 |
| 420 Police Lease Fund | 5,898 | 2,526 | 122 | - | 8,302 |
| 421 Police Donations | 2,033 | 9,284 | 8,273 | - | 3,044 |
| 451 Parks Development (12) | 237,797 | 859 | - | 50,000 | 288,656 |
| 452 Community Park Improvement | 12,050 | 10,765 | - | - | 22,815 |
| 453 Tree Mitigation Fund | 160,642 | 470 | 7,325 | - | 153,787 |
| 460 Fire Donations | 30,146 | 586 | 3,198 | - | 27,535 |
| | <u>\$ 748,464</u> | <u>\$ 73,019</u> | <u>\$ 49,000</u> | <u>\$ 67,771</u> | <u>\$ 840,254</u> |
| GRANT FUNDS | | | | | |
| 522 Bullet Proof Vest Grant | \$ 1,895 | \$ 908 | \$ - | \$ - | \$ 2,803 |
| | <u>\$ 1,895</u> | <u>\$ 908</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,803</u> |
| IMPACT FEE & ESCROW FUNDS | | | | | |
| 610 Water Impact Fees | \$ 318,865 | \$ 66,127 | \$ 20,448 | \$ - | \$ 364,545 |
| 611 Wastewater Impact Fees | 237,944 | 40,125 | 20,448 | - | 257,621 |
| 620 Storm Drainage Impact Fees | 90,693 | 271 | - | - | 90,964 |
| 630 Roadway Impact Fees | 248,923 | 57,527 | 8,968 | - | 297,481 |
| 699 Street Escrow | 152,115 | 356 | - | - | 152,471 |
| | <u>\$ 1,048,540</u> | <u>\$ 164,405</u> | <u>\$ 49,864</u> | <u>\$ -</u> | <u>\$ 1,163,082</u> |
| TOTAL ALL FUNDS | <u><u>\$ 28,856,573</u></u> | <u><u>\$ 21,945,785</u></u> | <u><u>\$ 16,072,293</u></u> | <u><u>\$ -</u></u> | <u><u>\$ 34,730,066</u></u> |



City of Corinth
Fund Balance Summary
For the Period Ended March 2017

TRANSFER IN/(OUT) EXPLANATIONS:

- (1) The transfer in of \$101,673 represents the annual contribution the Water/Wastewater Fund for the homeowners association water contracts. The transfer out of \$30,000 to the General Capital Project Fund for the Lake Cities/Little Elm Joint Training Field project. The \$247,755 to LCFD Vehicle and Equipment Fund for the future purchases of vehicles and equipment. The \$39,335 to the Technology Replacement Fund for the future purchases of computers. The \$60,000 to the General Fund Vehicle & Replacement Fund for the future purchases of vehicles and equipment. The \$17,771 to the Municipal Court Security Fund for a part-time bailiff. The \$76,494 to the General Capital Project Fund for the Planning & Development Software.
- (2) The transfer out of \$101,673 represents the annual allocation to the General Fund for the homeowner's association water contracts. The \$50,000 represents the annual contribution to the Utility Meter Replacement Fund for the future purchases of water taps and meters. The \$58,000 to the General Capital Project Fund for the Engineering component of the Planning & Development software. The \$50,000 represents the annual contribution to the Vehicle Replacement Fund for future purchases of vehicles and equipment. The \$7,798 represents the annual contribution to the Technology Replacement Fund for the future purchases of computers.
- (3) The transfer out of \$25,000 to the Vehicle Replacement Fund for the future purchase of vehicles and equipment. The \$250 represents the annual contribution to the Technology Replacement Fund for the future purchases of computers.
- (4) The transfer out of \$50,000 to the Parks Development Fund for park improvements. The \$604 represents the annual contribution to the Technology Replacement Fund for the future purchases of computers.
- (5) The transfer in of \$30,000 from the General Fund for the Lake Cities/Little Elm Joint Training Field project. The \$76,494 from the General Fund and \$58,000 from the Water/Wastewater Fund for the Planning & Development Software.
- (6) The transfer in of \$60,000 from the General Fund for the future purchase of vehicles and equipment.
- (7) The transfer in of \$247,755 represents the annual contribution from the Fire Department for the future purchase of vehicles and equipment.
- (8) The transfer in of \$39,335 from the General Fund, \$7,798 from the Water/Wastewater Fund, \$250 from the Storm Drainage Fund and \$604 from the Economic Development Fund represents the annual contribution for the future purchases of computers.
- (9) The transfer in of \$50,000 and \$25,000 represent the annual contribution from the Water/Wastewater Fund and the Storm Drainage Fund for the future purchase of vehicles and equipment.
- (10) The transfer in of \$50,000 from the Water/Wastewater Fund for the future purchase of water taps and meters.
- (11) The transfer in of \$17,771 from the General Fund for a part-time bailiff.
- (12) The transfer in of \$50,000 from the Economic Development Fund for park improvements.

Section 4

City of Corinth
Monthly Financial Report
March 2017

Capital Improvement Report

This section contains a high level expenditure summary for all CIP projects. The report contains a fund summary and a project summary that provides revenues, current and historical expenditures and available fund balance.

FUND 193 - GENERAL FUND CAPITAL PROJECTS
As of March 31, 2017

EXPENDITURES

| PROJECT NAME | ACCOUNT NUMBER | ORIGINAL BUDGET | BUDGET ADJ | OPERATING AID IN CONST | PROJECT TOTAL | TOTAL ENCUM | EXPENDITURES | | TOTAL OBLIGATIONS | AVAILABLE BUDGET |
|--|----------------|---------------------|----------------|------------------------|---------------------|-------------------|---------------------|-------------------|---------------------|---------------------|
| | | | | | | | PRIOR YEARS | 03/31/17 | | |
| Projects in Progress | | | | | | | | | | |
| PUBLIC SAFETY COMMUNICATION SYSTEM UPGRADE | 2200 | \$ 300,000 | \$ 300,000 | \$ - | \$ 600,000 | \$ 1,960 | \$ 577,469 | \$ 5,234 | \$ 584,663 | \$ 15,337 |
| LAKE SHARON EXTENSION | 4800 | 1,500,000 | 38,871 | - | 1,538,871 | 21,461 | 330,539 | - | 352,000 | 1,186,871 |
| I-35 AESTHETICS & ENTRYWAY FEATURES | 4802 | 425,000 | - | - | 425,000 | - | - | 143,153 | 143,153 | 281,847 |
| LAKE CITIES/LITTLE ELM JOINT FIRE TRAINING FIELD | 2301 | - | 60,000 | 60,000 | 120,000 | 15,949 | 14,185 | 95 | 30,229 | 89,771 |
| PLANNING & DEVELOPMENT SOFTWARE | 1400 | - | 147,510 | 100,000 | 247,510 | 92,898 | - | 143,338 | 236,236 | 11,274 |
| Completed Projects | | | | | | | | | | |
| COMMUNITY PARK IMPROVEMENTS | 5600 | \$ 806,845 | \$ (3,648) | \$ 61,500 | \$ 864,698 | - | \$ 864,698 | \$ - | \$ 864,698 | - |
| TOWER RIDGE | 4801 | 850,000 | (54,874) | 195,000 | 990,126 | - | 990,126 | - | 990,126 | - |
| PUBLIC SAFETY FACILITY | 2000 | 60,000 | 19,651 | - | 79,651 | - | 79,651 | - | 79,651 | - |
| | | \$ 3,941,845 | 507,510 | \$ 416,500 | \$ 4,865,855 | \$ 132,268 | \$ 2,856,667 | \$ 291,820 | \$ 3,280,756 | \$ 1,585,099 |

TOTAL REVENUES TO DATE \$ 4,898,100
 ADJUSTED BUDGET 4,865,855
AVAILABLE FUND BALANCE \$ 32,245

UNALLOCATED FUNDS \$ 32,245
AVAILABLE FUND BALANCE \$ 32,245

CIP SUMMARY
2007 CERTIFICATES OF OBLIGATION
As of March 31, 2017

Purpose:

Proceeds from the sale of the Certificates will be used for (i) constructing and improving streets and roads, (ii) constructing , installing improvements to the City's waterworks and sanitary sewer system, (iii) computer and technology equipment and upgrade.

EXPENDITURES

| PROJECTS IN PROGRESS | ACCT # | ORIGINAL BUDGET | BUDGET ADJUSTMENTS | ADJUSTED BUDGET | IMPACT FEES | ESCROW FEES | AID IN CONSTR | OPERATING FUNDS | ECONOMIC DEV. FUNDS | PROJECT TOTAL | TOTAL ENCUM | EXPENDITURES | | TOTAL OBLIGATIONS | AVAILABLE BUDGET |
|-----------------------|--------|-------------------|--------------------|-------------------|-------------|-------------|---------------|-----------------|---------------------|-------------------|-------------|-------------------|------------------|-------------------|------------------|
| | | | | | | | | | | | | PRIOR YRS | 03/31/17 | | |
| LAKE SHARON EXTENSION | 079 | \$ - | \$ 259,914 | \$ 259,914 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 259,914 | \$ - | 129,464 | \$ 31,201 | \$ 160,665 | 99,249 |
| ISSUANCE COSTS | | 136,897 | (52,620) | 76,195 | - | - | - | - | - | 76,195 | - | 76,195 | - | 76,195 | - |
| TOTAL | | \$ 136,897 | \$ 207,294 | \$ 336,109 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 336,109 | \$ - | \$ 205,660 | \$ 31,201 | \$ 236,861 | \$ 99,249 |

| PROJECTS COMPLETED | ACCT # | ORIGINAL BUDGET | BUDGET ADJUSTMENTS | ADJUSTED BUDGET | IMPACT FEES | ESCROW FEES | AID IN CONSTR | OPERATING FUNDS | ECONOMIC DEV. FUNDS | PROJECT TOTAL | TOTAL ENCUM | EXPENDITURES | | TOTAL OBLIGATIONS | AVAILABLE BUDGET |
|---|--------|----------------------|--------------------|----------------------|---------------------|-------------------|---------------------|---------------------|---------------------|----------------------|-------------|----------------------|------------------|----------------------|------------------|
| | | | | | | | | | | | | PRIOR YRS | 03/31/17 | | |
| DOBBS ROAD | 064 | \$ - | \$ 319,628 | \$ 319,628 | \$ - | \$ 213,024 | \$ 400,000 | \$ - | \$ 134,000 | \$ 1,066,652 | \$ - | \$ 1,066,652 | \$ - | \$ 1,066,652 | \$ - |
| CHURCH ST | 070 | 2,658,768 | (1,099,960) | 1,558,808 | 963,032 | 146,000 | - | 80,030 | - | 2,747,870 | - | 2,747,870 | - | 2,747,870 | - |
| 8" SS NISSAN TRISTEEL | 071 | 600,369 | 96,264 | 696,633 | - | - | - | 48,400 | - | 745,033 | - | 745,033 | - | 745,033 | - |
| 15" SS LYNCHBURG PHASE 1 | 072 | 935,600 | (308,389) | 627,210 | 330,103 | - | - | 106,200 | - | 1,063,513 | - | 1,063,513 | - | 1,063,513 | - |
| 15" SS LYNCHBURG PHASE 2 | 073 | 935,600 | (892,426) | 43,174 | - | - | - | 191,174 | - | 234,348 | - | 234,348 | - | 234,348 | - |
| FM 2181 RELOCATIONS | 074 | 4,685,683 | (956,680) | 3,729,003 | 409,462 | - | 28,817 | 500,000 | - | 4,667,282 | - | 4,667,282 | - | 4,667,282 | - |
| WESTSIDE LS EXPANSION | 075 | 2,664,160 | (768,313) | 1,895,847 | 390,325 | - | - | - | - | 2,286,172 | - | 2,286,172 | - | 2,286,172 | - |
| 12" WL IH-35 SOUTH (BURL ST TO WINDRIDGE) | 076 | 269,925 | (227,818) | 42,107 | - | - | - | - | - | 42,107 | - | 42,107 | - | 42,107 | - |
| PARKRIDGE (FM 2181 TO MEADOWVIEW) | 077 | 583,604 | 370,909 | 954,513 | - | 41,285 | 750,000 | 60,000 | - | 1,805,798 | - | 1,805,798 | - | 1,805,798 | - |
| LAKE SHARON | 078 | 8,987,486 | (1,041,148) | 7,946,338 | 852,934 | 180,300 | - | 269,399 | 109,000 | 9,357,971 | - | 9,357,971 | - | 9,357,971 | - |
| REPLACE TECHNOLOGICAL INFRASTRUCTURE | 079 | 565,000 | 125,500 | 690,500 | - | - | - | - | - | 690,500 | - | 690,500 | - | 690,500 | - |
| I-35 UPSTREAM IMPROVEMENTS | 081 | - | 101,000 | 101,000 | - | - | - | - | - | 101,000 | - | 101,000 | - | 101,000 | - |
| S. CORINTH STREET | 084 | - | 2,137,686 | 2,137,686 | - | - | - | - | - | 2,137,686 | - | 2,137,686 | - | 2,137,686 | - |
| REHAB 1.5 MG GROUND STORAGE | 085 | - | 495,513 | 495,513 | - | - | - | - | - | 495,513 | - | 495,513 | - | 495,513 | - |
| 1.5 MG GROUND STORAGE TANK | 086 | - | 1,158,354 | 1,158,354 | - | - | - | 900,000 | - | 2,058,354 | - | 2,058,354 | - | 2,058,354 | - |
| PARKRIDGE DR SOUTH | 090 | - | 292,190 | 292,190 | 262,000 | - | 719,283 | 280,717 | - | 1,554,190 | - | 1,554,190 | - | 1,554,190 | - |
| SHADY REST LANE | 091 | - | 346,054 | 346,054 | - | - | 75,000 | 1,160,000 | - | 1,581,054 | - | 1,581,054 | - | 1,581,054 | - |
| TOWER RIDGE | 092 | - | 114,875 | 114,875 | - | - | - | - | - | 114,875 | - | 114,875 | - | 114,875 | - |
| CAPITAL IMPROVEMENT TRACKING | 171 | 60,000 | (13,846) | 46,154 | - | - | - | - | - | 46,154 | - | 46,154 | - | 46,154 | - |
| PLANNING & PERMITTING | 172 | 140,000 | (8,090) | 131,910 | - | - | - | - | - | 131,910 | - | 131,910 | - | 131,910 | - |
| PHONE SYSTEM UPGRADE | 173 | 90,000 | 45,571 | 135,571 | - | - | - | - | - | 135,571 | - | 135,571 | - | 135,571 | - |
| PINNELL POINT DRAINAGE | 174 | - | 108,423 | 108,423 | - | - | 140,000 | - | - | 248,423 | - | 248,423 | - | 248,423 | - |
| SECURITY & FIRE SUPPRESSION | 176 | 66,910 | (50,489) | 16,421 | - | - | - | - | - | 16,421 | - | 16,421 | - | 16,421 | - |
| SECURITY CARD SYSTEM | 178 | 30,000 | - | 30,000 | - | - | - | - | - | 30,000 | - | 30,000 | - | 30,000 | - |
| GRAND TOTAL | | \$ 23,493,103 | \$ 124,809 | \$ 23,617,912 | \$ 3,207,856 | \$ 580,609 | \$ 2,113,100 | \$ 3,595,921 | \$ 243,000 | \$ 33,358,397 | \$ - | \$ 33,358,397 | \$ - | \$ 33,358,397 | \$ - |
| GRAND TOTAL | | \$ 23,630,000 | \$ 332,103 | \$ 23,954,022 | \$ 3,207,856 | \$ 580,609 | \$ 2,113,100 | \$ 3,595,921 | \$ 243,000 | \$ 33,694,507 | \$ - | \$ 33,564,057 | \$ 31,201 | \$ 33,595,258 | 99,249 |

| | |
|-------------------------------|---------------|
| UNALLOCATED INTEREST | \$ (16,287) |
| UNALLOCATED BOND PROCEEDS | 16,949 |
| AVAILABLE FUND BALANCE | \$ 662 |

| | |
|-------------------------------|---------------|
| TOTAL RESOURCES | \$ 33,695,169 |
| UNALLOCATED BOND PROCEEDS | - |
| PROJECT TOTAL | (33,694,507) |
| AVAILABLE FUND BALANCE | \$ 662 |

**FUND 706 - GENERAL FUND
2016 CERTIFICATES OF OBLIGATION
As of March 31, 2017**

Purpose:

Proceeds from the sale of the Certificates will be used for (i) constructing and improving streets, roads, alleys and sidewalks, and related utility relocation, drainage, signalization, landscaping, lighting and signage; (ii) constructing and equipping improvements and renovation to City Hall; (iii) acquiring, improving and equipping a public safety facility for the police and fire departments; (iv) constructing and equipping a new fire station and improvements to existing fire stations; (v) constructing, acquiring, installing and equipping additions, extensions and improvements to the City's waterworks and sewer system.

EXPENDITURES

| PROJECT NAME | ACCOUNT NUMBER | ORIGINAL BUDGET | BUDGET ADJ | OPERATING AID IN CONST | PROJECT TOTAL | EXPENDITURES | | | TOTAL OBLIGATIONS | AVAILABLE BUDGET |
|---|----------------|----------------------|-------------|------------------------|----------------------|-------------------|---------------------|-------------------|---------------------|----------------------|
| | | | | | | TOTAL ENCUM | 09/30/16 | 03/31/17 | | |
| Projects in Progress | | | | | | | | | | |
| PUBLIC SAFETY FACILITY & FIRE STATION | 2000 | \$ 12,000,000 | \$ - | \$ - | \$ 12,000,000 | \$ 250,607 | \$ 3,727,303 | \$ 325,778 | \$ 4,303,688 | \$ 7,696,312 |
| LAKE SHARON EXTENSION | 4800 | 2,500,000 | - | - | 2,500,000 | - | - | - | - | 2,500,000 |
| FACILITY RENOVATIONS - CITY HALL/ FIRE STATION #2 | 1004 | 500,000 | - | - | 500,000 | - | - | 22,206 | 22,206 | 477,794 |
| ISSUANCE COSTS | | 246,030 | - | - | 246,030 | - | 216,030 | - | 216,030 | 30,000 |
| | | \$ 15,246,030 | \$ - | \$ - | \$ 15,246,030 | \$ 250,607 | \$ 3,943,332 | \$ 347,984 | \$ 4,541,923 | \$ 10,704,106 |

| | | | |
|-------------------------------|------------------|-------------------------------|------------------|
| TOTAL REVENUES TO DATE | \$ 15,307,363 | UNALLOCATED INTEREST | \$ 61,334 |
| ADJUSTED BUDGET | 15,246,030 | UNALLOCATED FUNDS | - |
| AVAILABLE FUND BALANCE | \$ 61,334 | AVAILABLE FUND BALANCE | \$ 61,334 |

Finance Audit Committee Regular Session

Meeting Date: 04/19/2017
Title: Bank Depository Agreement
Submitted For: Lee Ann Bunselmeyer, Director
Submitted By: Caryn Riggs, Assistant Director
Finance Review: N/A **Legal Review:** N/A
City Manager Review:

AGENDA ITEM

Receive a report, hold a discussion and provide staff direction on the bank depository agreement.

AGENDA ITEM SUMMARY/BACKGROUND

Bank Depository services are currently provided to the City of Corinth by Northstar Bank under a contract term that began June 1, 2014 and expired May 31, 2016, with three possible one-year extensions for 2017, 2018, and 2019. The Finance Audit Committee approved an extension on September 7, 2016 to expire on May 31, 2017.

Bank Depository services vary from processing the City's deposits and check disbursements to safekeeping individual investment securities. Other services include wire transfers, automated clearing house transactions, positive pay protection, change orders, etc. The primary objectives of the depository agreement are to:

- fully comply with the requirements of Texas Local Government Code, Chapter 105, as amended, the Texas Government Code, Chapter 2257, and all other applicable laws;
- employ a bank that is capable of providing high quality banking services and willing to be attentive to the City's money matters;
- maximize the total dollars earned by the City on invested monies in order to be prudent and effective custodians of the taxpayers' financial sources; and
- maintain a good working relationship with the depository bank.

Annually staff reviews changes in regulatory requirements, current trends, and technological advances in the banking industry, as well as, new programs initiated internally. Overall, staff has been pleased with the performance by Northstar. Listed below are the additional service levels provided by Northstar:

- Increased overnight rate on the money market account.
- Self-administration on all on-line services (i.e. - establishing users & access levels, creating ACH and wire templates, reset passwords, etc.).
- Expanded overdraft protection levels.
- Electronic safekeeping call notification and confirmations.
- Detailed reporting on bank statements (i.e. - identify the payor, security purchased, etc.).
- Electronic account notifications (i.e. - balance levels, pending transactions, etc.).
- Detailed on-line deposit adjustment information.

RECOMMENDATION

Staff recommends the renewal of the bank depository agreement with Northstar Bank to expire on May 31, 2018.
