



# MONTHLY FINANCIAL REPORT

## PERFORMANCE SUMMARY

May 2019

	Current Month	Year to Date	Chart
<b>GENERAL FUND</b>			
Total Revenues as a % of Budget Compared to Prior Year	N/A	POSITIVE	A
Total Expenditures as a % Budget Compared to Prior Year	N/A	POSITIVE	B
Property Tax Collection Analysis	NEGATIVE	NEGATIVE	C
Sales Tax Collection Analysis	NEGATIVE	NEGATIVE	D
Expenditure Analysis	POSITIVE	POSITIVE	E
<b>ENTERPRISE FUND</b>			
Water Billing Analysis	NEGATIVE	NEGATIVE	F
Sewer Billing Analysis	NEGATIVE	NEGATIVE	G
Expense Analysis	POSITIVE	POSITIVE	H
<b>HOTEL OCCUPANCY TAX REVENUE</b>			
Hotel Tax Revenue Analysis (most recent quarter)	N/A	N/A	I
Hotel Tax Revenue Analysis (quarterly comparison for year)	N/A	N/A	J
<b>SEDC</b>			
Sales Tax Collection Analysis	NEGATIVE	POSITIVE	J
Expenditure Analysis	NEGATIVE	NEGATIVE	K
<b>CRIME DISTRICT</b>			
Sales Tax Collection Analysis	NEGATIVE	POSITIVE	L
Expenditure Analysis	NEGATIVE	POSITIVE	M
<b>INVESTMENTS</b>			
Investment Report	N/A	N/A	N
<b>PERFORMANCE INDICATORS:</b>			
<b>POSITIVE</b>	Positive = Positive variance as compared to seasonal trend.		
<b>NEGATIVE</b>	Negative = Negative variance as compared to seasonal trend.		
<b>NEUTRAL</b>	Neutral = Variance is less than 1%		

**CITY OF SEABROOK  
GENERAL FUND - RESULTS  
May 31, 2019**

ANNUAL			FISCAL YEAR-TO-DATE			
FORECAST	BUDGET	FORE VS BUD	GENERAL FUND	ACTUAL	BUDGET	ACT VS BUD
		FAV/(UNFAV) VARIANCE				FAV/(UNFAV) VARIANCE
<b>REVENUES</b>						
5,088,527	5,186,619	(98,092)	Ad Valorem Taxes	4,990,417	5,098,509	(108,092)
33,065	39,000	(5,935)	Penalties & Interest	18,768	24,703	(5,935)
1,776,850	1,789,038	(12,188)	Sales Tax	1,142,972	1,155,159	(12,188)
832,584	750,000	82,584	Franchise Tax	617,103	534,519	82,584
139,260	133,500	5,760	Other Tax	63,701	57,941	5,760
311,094	301,500	9,594	License & Permits	186,604	177,010	9,594
80,059	90,500	(10,441)	Charges for Services	30,287	40,728	(10,441)
59,381	85,000	(25,619)	DOT Fines	23,408	49,027	(25,619)
419,291	384,100	35,191	Other Municipal Court Fees	286,594	251,403	35,191
190,222	138,600	51,622	Interest Income	130,931	79,309	51,622
523,311	402,985	120,326	Intergovernmental	368,241	247,915	120,326
532,392	40,000	492,392	Other Revenue	529,462	37,070	492,392
9,986,037	9,340,842	645,195	Total Revenues	8,388,487	7,753,292	635,195
<b>EXPENDITURES*</b>						
7,783,019	8,040,468	257,449	Personnel Services	5,211,947	5,464,594	252,647
277,569	306,840	29,271	Materials & Supplies	137,581	180,291	42,710
2,643,599	2,822,065	178,466	Services	1,766,491	1,916,279	149,788
500,603	516,021	15,418	Capital Outlay	160,331	139,454	(20,877)
533,383	533,383	0	EMS Amendment	533,383	533,383	0
11,738,173	12,218,777	480,604	Total Expenditures	7,809,734	8,234,001	424,267
(1,752,136)	(2,877,935)	1,125,799	<b>NET REVENUES</b>	578,753	(480,709)	1,059,462
<b>FUND BALANCE</b>						
5,983,125	5,983,125	0	Beginning Balance Estimate	5,983,125	5,983,125	0
(1,752,136)	(2,877,935)	1,125,799	Net Revenues	578,753	(480,709)	1,059,462
(696,974)	(696,974)	0	Trn to Othr Fds	(696,974)	(696,974)	0
284,841	284,924	(83)	SEDC 2 Reimbursemnt	206,659	206,742	(83)
318,779	318,779	(0)	Sanitation Transfer	212,519	212,519	(0)
1,717,530	1,717,531	(1)	Enterprise Fund Transfer	1,145,020	1,145,021	(1)
1,187,222	1,187,222	0	Reserved for Comp Study	1,187,222	1,187,222	0
7,042,387	5,916,672	1,125,715	Ending Balance	8,616,325	7,556,947	1,059,378
1,059,262	(66,453)		Net Income/(Expense)	2,633,200	1,573,822	
<b>EXPENDITURES*</b>						
<b>FORECAST</b>	<b>BUDGET</b>			<b>Actual</b>	<b>Budget</b>	
239,451	264,771	25,320	100 Legislative	162,823	183,784	20,961
1,201,861	1,250,351	48,490	102 Administrative	813,625	862,461	48,835
414,950	426,226	11,276	103 I.T.	243,441	256,150	12,708
167,795	167,124	(671)	106 Emergency	118,212	112,205	(6,006)
1,072,068	1,135,632	63,564	107 Non-Departmental	757,157	807,434	50,277
3,541,328	3,679,067	137,739	200 Public Safety	2,393,180	2,534,878	141,698
184,826	189,669	4,843	210 Animal Control	124,226	126,157	1,931
281,346	348,907	67,561	220 DOT	173,372	240,570	67,198
950,748	961,233	10,485	230 Fire	643,315	647,497	4,182
811,997	855,828	43,831	400 Parks & Recreation	475,157	530,782	55,625
1,368,586	1,368,992	406	500 Public Works	742,205	698,092	(44,113)
559,368	562,873	3,505	600 Community Development	379,301	384,822	5,521
410,346	474,727	64,381	700 Municipal	250,217	315,786	65,569
120	0	(120)	900 Hurricane	120	0	(120)
533,383	533,383	0	EMS Amendment	533,383	533,383	0
11,738,173	12,218,783	480,610	Total Expenditures	7,809,734	8,234,001	424,267
696,974	696,974	0	Total transfers (In)out	696,974	696,974	0

# GENERAL FUND



## TOTAL REVENUE THROUGH MAY 2019

CHART A

	Budget	YTD Revenue	% of Budget Collected	Prior YTD % of Total Collected
Ad Valorem Taxes	5,186,619	4,990,417	96.22%	98.39%
Penalties & Interest	39,000	18,768	48.12%	65.71%
Sales Tax	1,789,038	1,142,972	63.89%	65.07%
Franchise Tax	750,000	617,103	82.28%	71.50%
Other Tax	133,500	63,701	47.72%	45.34%
License & Permits	301,500	186,604	61.89%	65.62%
Charges for Services	65,500	30,287	46.24%	24.83%
DOT Fines	85,000	23,408	27.54%	68.69%
Other Municipal Court Fees	384,100	286,594	74.61%	60.70%
Interest Income	138,600	130,931	94.47%	59.14%
Intergovernmental	398,435	368,241	92.42%	55.89%
*** Other Revenue	40,000	33,462	83.66%	95.51%
Transfers from Enterprise Fund	2,036,310	1,357,539	66.67%	66.67%
Payment for Services-EDC	<u>284,924</u>	<u>206,659</u>	<u>72.53%</u>	<u>66.67%</u>
Total Revenues	11,632,526	9,456,685	81.30%	80.16%

\*\*\*Other Revenue excludes \$496,000 land sell for comparison purposes.

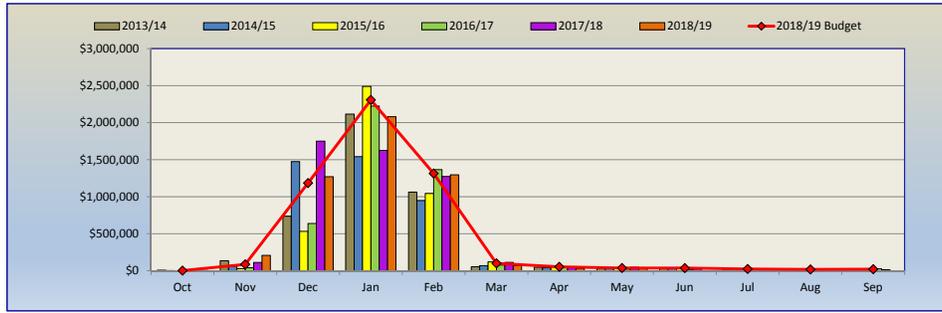
## TOTAL EXPENDITURES THROUGH MAY 2019

CHART B

	Budget	YTD Expenditures	% of Budget Expended	Prior YTD % of Total Expended
Personnel	8,040,468	5,211,947	64.82%	68.64%
Supplies	306,840	137,581	44.84%	56.35%
Services	2,822,065	1,766,491	62.60%	65.99%
Capital	<u>516,021</u>	<u>160,331</u>	<u>31.07%</u>	<u>45.54%</u>
Total Expenditures	11,685,394	7,276,351	62.27%	66.12%

PROPERTY TAX ANALYSIS

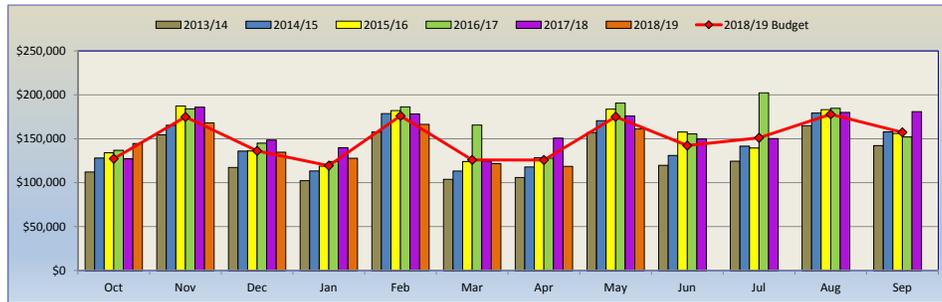
CHART C



Budget is divided into months based on the monthly percentages of the last 5 years' collections.  
 2014/15 December collections were higher than the trend but were offset by lower collections in January

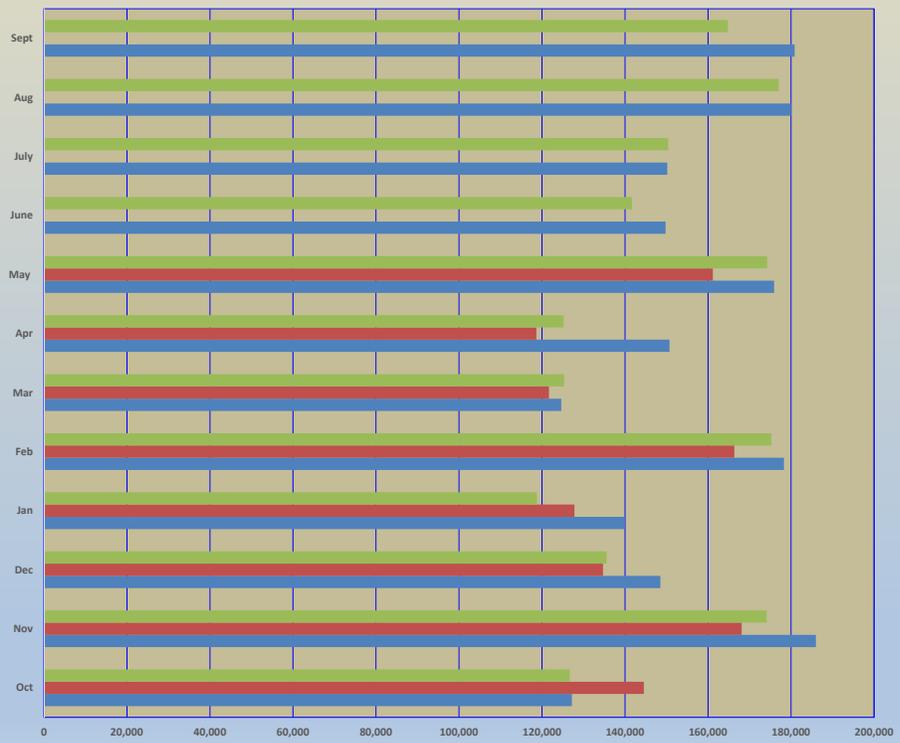
SALES TAX ANALYSIS

CHART D



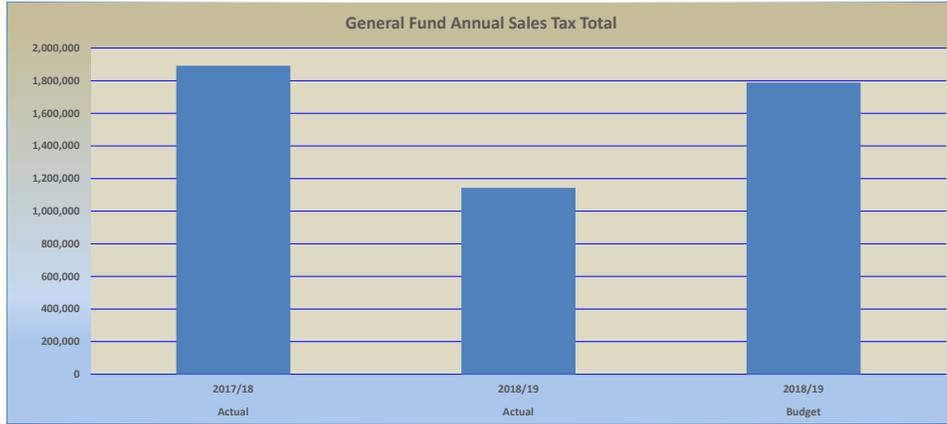
2017/18 Budget is divided into months based on the monthly percentages of the last 5 years' activity of sales tax revenue.

### General Fund Monthly Sales Tax Comparison



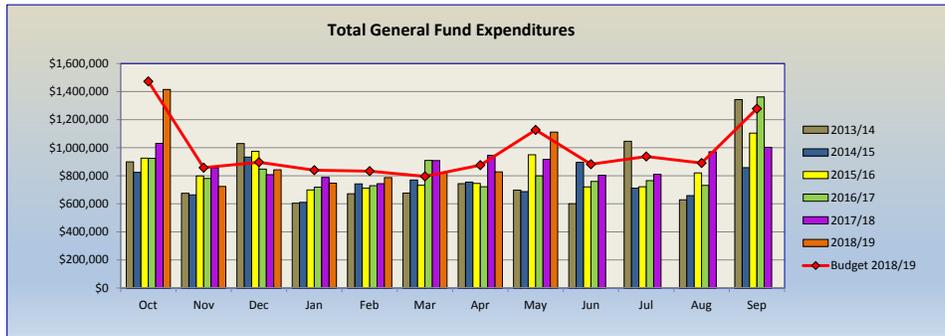
	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept
Budget 2018/19	126,685	174,125	135,561	118,784	175,267	125,313	125,184	174,241	141,655	150,420	177,043	164,761
Actual 2018/19	144,547	168,112	134,695	127,797	166,347	121,677	118,644	161,153	0	0	0	0
Actual 2017/18	127,193	185,987	148,510	139,855	178,295	124,609	150,712	175,910	149,776	150,177	179,959	180,865

■ Budget 2018/19   
 ■ Actual 2018/19   
 ■ Actual 2017/18



	Sales Tax			Actual to Prior Year	% Actual to Prior Year	Current Year Actual to Budget	% Current Year to Budget
	2017/18 Actual	2018/19 Actual	2018/19 Budget				
October	127,193	144,547	126,685	17,355	13.64%	17,862	14.10%
November	185,987	168,112	174,125	-17,875	-9.61%	-6,013	-3.45%
December	148,510	134,695	135,561	-13,815	-9.30%	-865	-0.64%
January	139,855	127,797	118,784	-12,058	-8.62%	9,013	7.59%
February	178,295	166,347	175,267	-11,947	-6.70%	-8,920	-5.09%
March	124,609	121,677	125,313	-2,932	-2.35%	-3,636	-2.90%
April	150,712	118,644	125,184	-32,068	-21.28%	-6,540	-5.22%
May	175,910	161,153	174,241	-14,756	-8.39%	-13,088	-7.51%
June	149,776	0	142,302	-149,776	-100.00%	-142,302	-100.00%
July	150,177	0	151,106	-150,177	-100.00%	-151,106	-100.00%
August	179,959	0	177,851	-179,959	-100.00%	-177,851	-100.00%
September	180,865	0	157,344	-180,865	-100.00%	-157,344	-100.00%
<b>Totals</b>	<b>1,231,070</b>	<b>1,142,972</b>	<b>1,155,159</b>	<b>-88,098</b>	<b>-7.16%</b>	<b>-12,188</b>	<b>-1.06%</b>

EXPENDITURE ANALYSIS



High expenditures in September 2010 are due to city hall A/C replacement.  
High expenditures in September 2014 are due to Seascapes road construction

**CITY OF SEABROOK  
ENTERPRISE FUND - RESULTS  
May 31, 2019**

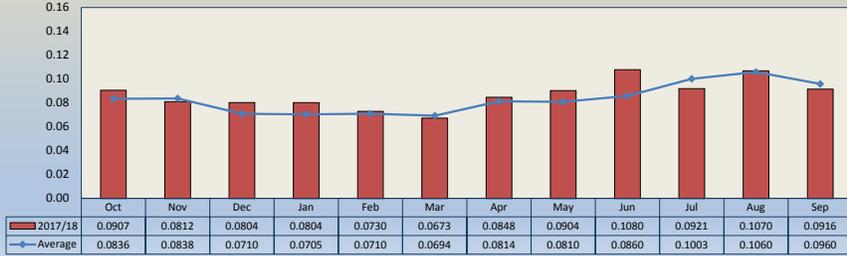
ANNUAL				FISCAL YEAR-TO-DATE		
FORECAST	BUDGET	FORE VS BUD	ENTERPRISE FUND	ACTUAL	BUDGET	ACT VS BUD
		FAV/(UNFAV)				FAV/(UNFAV)
		VARIANCE				VARIANCE
<b>REVENUES</b>						
3,091,035	3,235,701	(144,666)	Water Sales	1,836,471	1,981,137	(144,666)
2,871,117	2,995,606	(124,489)	Sewer Service Charge	1,793,819	1,918,308	(124,489)
2,264,325	2,289,177	(24,852)	Sanitation Service Charge	1,485,789	1,510,641	(24,852)
7,941	20,000	(12,059)	Permits & Fees	2,331	14,390	(12,059)
51,836	41,044	10,792	Interest Income	34,316	23,524	10,792
186,190	187,313	(1,123)	Other Revenue	119,311	120,434	(1,123)
1,435,217	1,435,217	0	Prior Year Funds	1,435,217	1,435,217	0
<u>9,907,659</u>	<u>10,204,058</u>	<u>(296,399)</u>	<b>Total Revenues</b>	<u>6,707,253</u>	<u>7,003,652</u>	<u>(296,399)</u>
<b>EXPENDITURES</b>						
1,229,004	1,282,265	53,261	Personnel Services	816,689	870,950	54,261
48,064	54,000	5,936	Materials & Supplies	29,212	34,283	5,071
3,493,242	3,634,783	141,541	Services	2,083,645	2,233,070	149,425
1,470,588	1,655,874	185,287	Capital Outlay	231,643	373,858	142,215
0	0	0	Hurricane IKE	0	0	0
<u>6,240,898</u>	<u>6,626,922</u>	<u>386,024</u>	<b>Total Expenditures</b>	<u>3,161,188</u>	<u>3,512,160</u>	<u>350,972</u>
<u>3,666,761</u>	<u>3,577,136</u>	<u>89,625</u>	<b>NET REVENUES</b>	<u>3,546,065</u>	<u>3,491,492</u>	<u>54,573</u>
<b>FUND BALANCE</b>						
1,582,503	1,582,503	0	Beginning Balance Estimate	1,582,503	1,582,503	0
3,666,761	3,577,136	89,625	Net Revenues	3,546,065	3,491,492	54,573
(1,717,530)	(1,717,530)	(0)	General Fund Reimbursement	(1,145,020)	(1,145,020)	(0)
(318,779)	(318,779)	0	GF Reimb-Street Maintenance	(212,519)	(212,519)	0
(240,000)	(240,000)	0	Trn to Othr Fd (Budget Stab)	(140,000)	(140,000)	0
(1,184,971)	(1,184,972)	1	Transfer to Debt Service	(789,981)	(789,981)	1
(209,874)	(209,874)	0	Transfer to Fleet Replacement	(209,874)	(209,874)	0
197,074	197,074	(0)	Transfer From EDC	131,383	131,383	0
<u>1,775,184</u>	<u>1,685,558</u>	<u>89,626</u>	<b>Ending Balance</b>	<u>2,762,556</u>	<u>2,707,982</u>	<u>54,573</u>
192,681	103,055		Net Income/(expense)	1,180,053	1,125,479	
<b>EXPENDITURES</b>						
4,132,119	4,359,459	227,340	Water	1,949,401	2,182,706	233,305
310,482	324,063	13,581	Billing & Collections	201,261	215,842	14,581
2,754,452	2,869,664	115,213	Wastewater	1,740,691	1,813,888	73,197
2,430,704	2,460,595	29,891	Sanitation	1,566,705	1,596,596	29,891
0	0	0	Hurricane Ike	0	0	0
<u>9,627,757</u>	<u>10,013,781</u>	<u>386,025</u>	<b>Ending balance</b>	<u>5,458,058</u>	<u>5,809,032</u>	<u>350,974</u>
240,000	240,000		Transfer out	140,000	140,000	



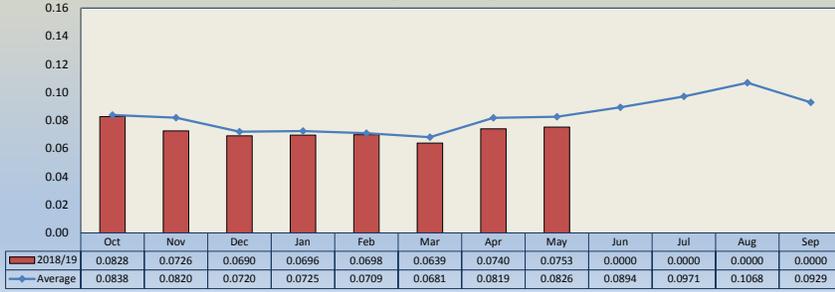
WATER BILLING ANALYSIS

CHART F

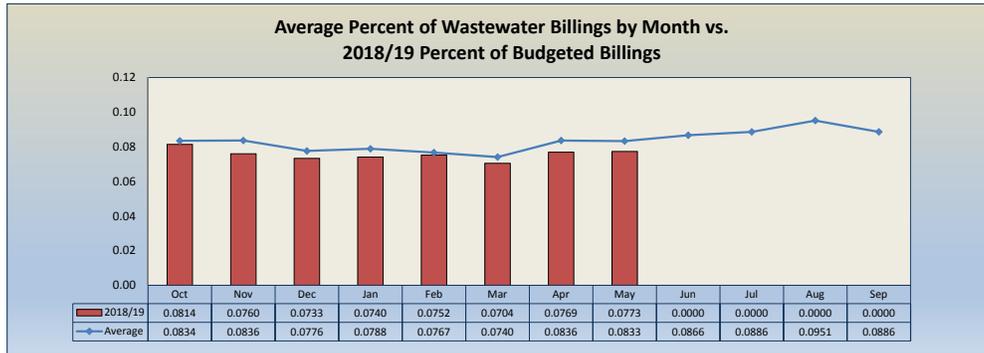
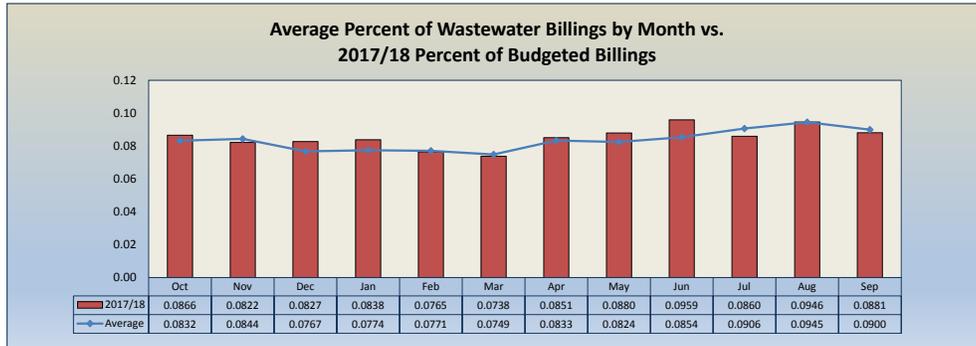
Average Percent of Water Billings by Month vs. 2017/18 Percent of Budgeted Billings



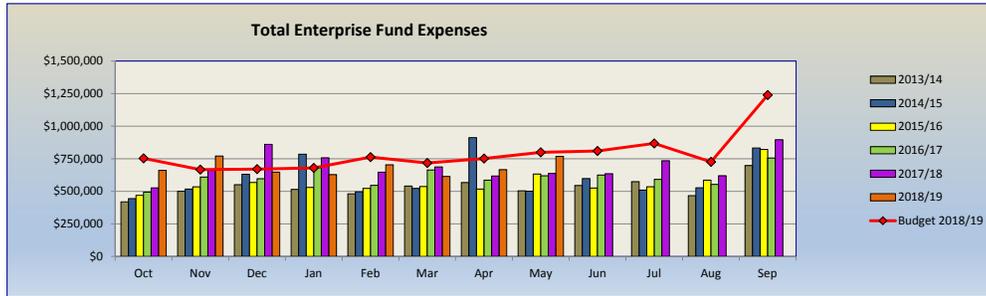
Average Percent of Water Billings by Month vs. 2018/19 Percent of Budgeted Billings



WASTEWATER BILLING ANALYSIS



EXPENDITURE ANALYSIS



Sept 2013 and Nov 2013 EXCLUDE property acquisition  
 December 2014 & January 2015 expenses much higher than budgeted due to Lakeside lift station repairs  
 \*\*Sept 2018 excludes \$3.7 million SIB payment for State Highway 146 Project

**CITY OF SEABROOK**  
**HOTEL/MOTEL FUND - RESULTS**  
 May 31, 2019

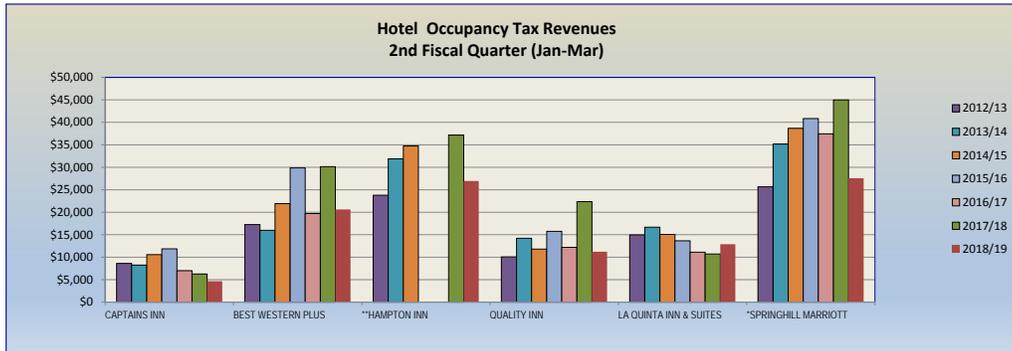
ANNUAL				FISCAL YEAR-TO-DATE		
FORECAST	BUDGET	FORE VS BUD FAV/(UNFAV) VARIANCE	HOTEL/MOTEL FUND	ACTUAL	BUDGET	ACT VS BUD FAV/(UNFAV) VARIANCE
<b>REVENUES</b>						
480,678	542,179	(61,501)	Hotel Occupancy Tax	337,315	398,816	(61,501)
19,532	7,492	12,040	Interest Income	16,386	4,346	12,040
97,193	174,000	(76,807)	Misc Income-(Saltwater Derby)	96,840	173,647	(76,807)
597,403	723,671	(126,268)	Total Revenues	450,541	576,809	(126,268)
<b>EXPENDITURES</b>						
117,924	115,659	(2,265)	Personnel Services	80,779	78,514	(2,265)
3,093	2,000	(1,093)	Materials & Supplies	2,081	988	(1,093)
599,647	673,928	74,281	Services	446,776	541,778	95,002
0	0	0	Capital Outlay	0	0	0
720,664	791,587	70,924	Total Expenditures	529,636	621,280	91,644
(123,261)	(67,916)	(55,345)	<b>NET REVENUES</b>	(79,094)	(44,471)	(34,624)
<b>FUND BALANCE</b>						
1,313,587	1,313,587	0	Beginning Unreserved Fund Bal	1,313,587	1,313,587	0
(123,261)	(67,916)	(55,345)	Net Revenues	(79,094)	(44,471)	(34,624)
1,190,326	1,245,671	(55,345)	Ending Unreserved Fund Bal	1,234,493	1,269,116	(34,624)

# HOTEL TAX FUND



## HOTEL TAX REVENUE ANALYSIS

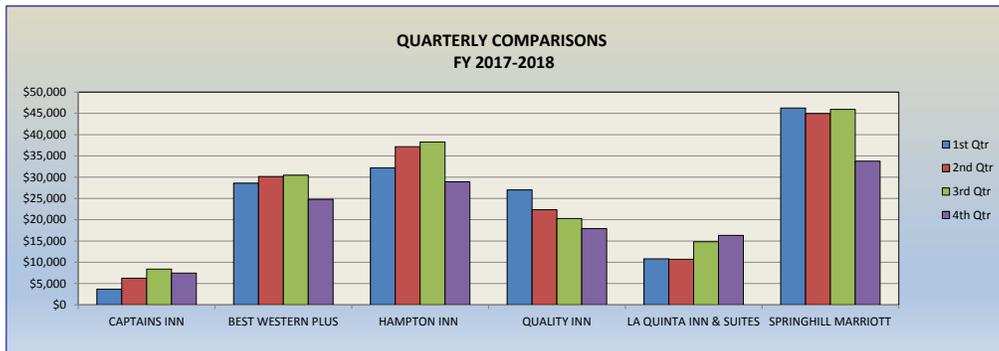
CHART I



\*Springhill Marriott opened last quarter 2010  
 \*\* Hampton Inn closed 3rd quarter 2015 due to fire

## HOTEL TAX REVENUE

CHART J



\*\* Hampton Inn closed 3rd quarter 2015 due to fire reopened in 4th quarter 2017

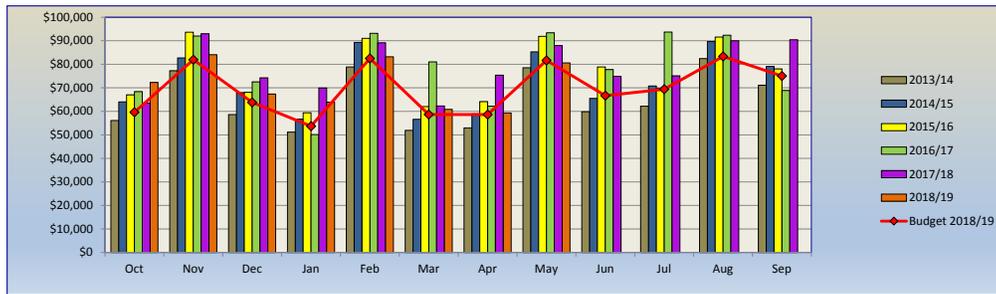
**CITY OF SEABROOK**  
**SEDC - RESULTS**  
**May 31, 2019**

<b>ANNUAL</b>				<b>FISCAL YEAR-TO-DATE</b>				
<b>FORECAST</b>	<b>BUDGET</b>	<b>FORE VS BUD</b>		<b>SEDG</b>	<b>ACTUAL</b>	<b>BUDGET</b>	<b>ACT VS BUD</b>	
		<b>FAV/(UNFAV)</b>	<b>VARIANCE</b>				<b>FAV/(UNFAV)</b>	<b>VARIANCE</b>
<b>REVENUES</b>								
865,952	835,000	30,952			571,486	540,534	30,952	
0	0	0			0	0	0	
68,044	44,969	23,075			50,988	27,913	23,075	
600	0	600			600	0	600	
0	0	0			0	0	0	
934,596	879,969	54,627			623,074	568,447	54,627	
<b>EXPENDITURES</b>								
0	0	0			0	0	0	
450	150	(300)			409	109	(300)	
1,462,252	1,463,117	865			625,245	398,091	(227,154)	
0	0	0			0	0	0	
1,462,702	1,463,267	565			625,653	398,200	(227,454)	
(528,106)	(583,298)	55,192			(2,579)	170,248	(172,827)	
<b>FUND BALANCE</b>								
3,209,979	3,209,979	0			3,209,979	3,209,979	0	
(528,106)	(583,298)	55,192			(2,579)	170,248	(172,827)	
0	0	0			0	0	0	
(234,420)	(234,420)	(0)			(156,280)	(156,280)	(0)	
(197,074)	(197,073)	(1)			(131,383)	(131,382)	(1)	
2,250,379	2,195,188	55,192			2,919,737	3,092,565	(172,827)	



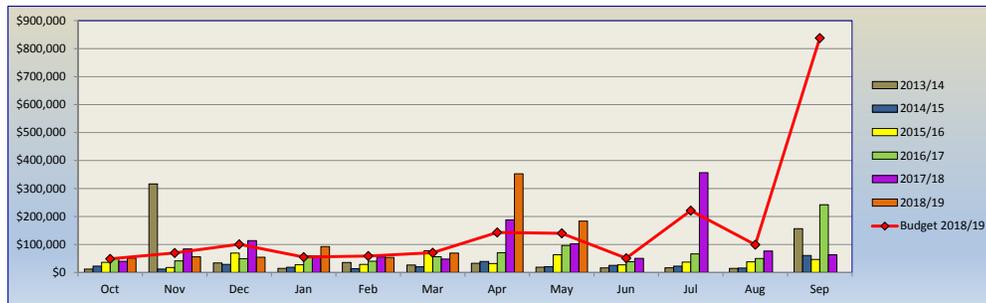
SALES TAX REVENUE ANALYSIS

CHART K



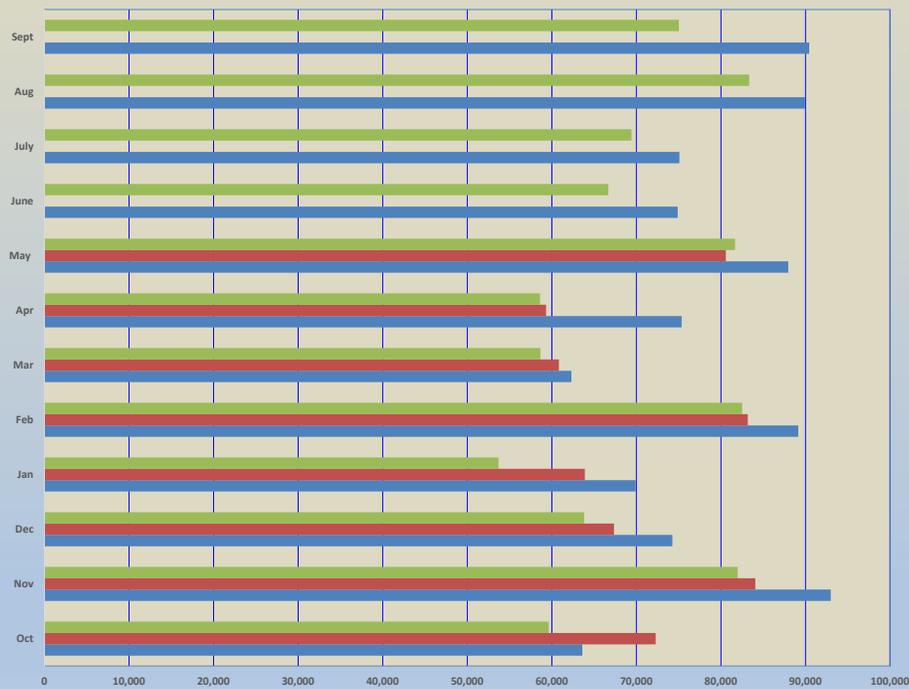
EXPENDITURE ANALYSIS

CHART L



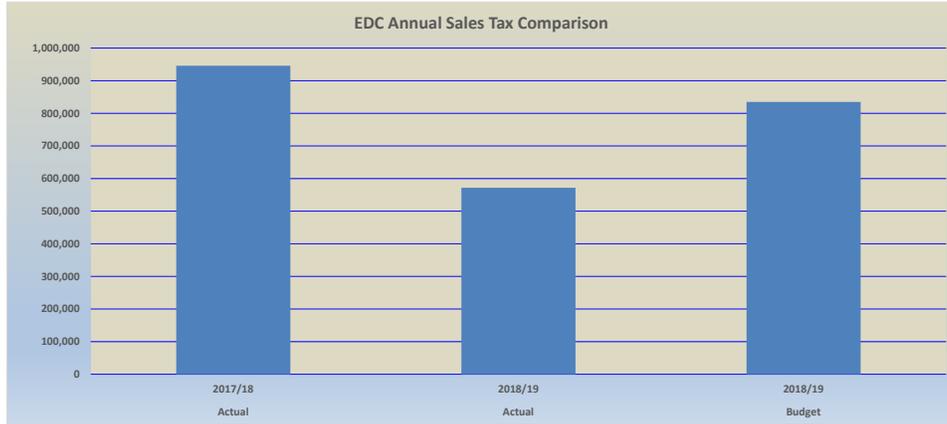
2015/16 September budget reflects appropriations for incentives and Business relocation off HWY 146  
 High exp in Nov 2011 was due to Gateway sign. High exp Nov 2014 was for the waterfront project July expenditures prior to 2013/14 included debt service payments.

EDC Monthly Sales Tax Comparison



	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept
Budget 2018/19	59,634	81,965	63,812	53,690	82,503	58,656	58,608	81,667	66,681	69,417	83,338	75,030
Actual 2018/19	72,274	84,056	67,348	63,898	83,174	60,838	59,322	80,577	0	0	0	0
Actual 2017/18	63,596	92,994	74,255	69,927	89,147	62,304	75,356	87,955	74,888	75,088	89,979	90,433

■ Budget 2018/19 ■ Actual 2018/19 ■ Actual 2017/18



	EDC Sales Tax			Actual to Prior Year	% Actual to Prior Year	Current Year Actual to Budget	% Current Year to Budget
	2017/18 Actual	2018/19 Actual	2018/19 Budget				
October	63,596	72,274	59,634	8,677	13.64%	12,639.74	21.20%
November	92,994	84,056	81,965	-8,938	-9.61%	2,090.94	2.55%
December	74,255	67,348	63,812	-6,908	-9.30%	3,535.85	5.54%
January	69,927	63,898	53,690	-6,029	-8.62%	10,208.01	19.01%
February	89,147	83,174	82,503	-5,974	-6.70%	670.97	0.81%
March	62,304	60,838	58,656	-1,466	-2.35%	2,181.98	3.72%
April	75,356	59,322	58,608	-16,034	-21.28%	714.58	1.22%
May	87,955	80,577	81,667	-7,378	-8.39%	(1,090.27)	-1.34%
June	74,888	0	66,681	-74,888	#DIV/0!	(66,680.53)	-100.00%
July	75,088	0	69,417	-75,088	#DIV/0!	(69,416.72)	-100.00%
August	89,979	0	83,338	-89,979	#DIV/0!	(83,338.45)	-100.00%
September	90,433	0	75,030	-90,433	#DIV/0!	(75,030.26)	-100.00%
<b>Totals</b>	<b>615,535</b>	<b>571,486</b>	<b>540,534</b>	<b>-44,049</b>	<b>-7.71%</b>	<b>30,951.80</b>	<b>5.73%</b>

**CITY OF SEABROOK**  
**CRIME DISTRICT - RESULTS**  
 May 31, 2019

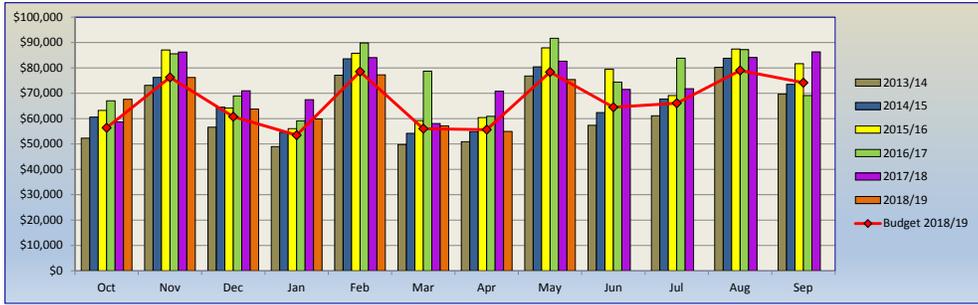
ANNUAL			CRIME DISTRICT	FISCAL YEAR-TO-DATE		
FORECAST	BUDGET	FORE VS BUD FAV/(UNFAV) VARIANCE		ACTUAL	BUDGET	ACT VS BUD FAV/(UNFAV) VARIANCE
<b>REVENUES</b>						
815,998	799,216	16,782	Sales Tax	532,273	515,491	16,782
18,256	17,187	1,069	Interest Income & Misc	10,469	9,399	1,069
<u>834,254</u>	<u>816,403</u>	<u>17,851</u>	Total Revenues	<u>542,742</u>	<u>524,891</u>	<u>17,851</u>
<b>EXPENDITURES</b>						
580,306	580,194	(112)	Personnel Services	396,624	396,512	(112)
8,423	9,500	1,077	Materials & Supplies	5,051	6,127	1,077
104,575	105,000	425	Services	58,882	45,196	(13,686)
201,140	246,247	45,107	Capital Outlay	134,165	179,272	45,107
<u>894,444</u>	<u>940,941</u>	<u>46,497</u>	Total Expenditures	<u>594,722</u>	<u>627,108</u>	<u>32,386</u>
<u>(60,189)</u>	<u>(124,538)</u>	<u>64,349</u>	<b>NET REVENUES</b>	<u>(51,980)</u>	<u>(102,217)</u>	<u>50,237</u>
<b>FUND BALANCE</b>						
954,013	954,013	0	Beginning Balance Estimate	954,013	954,013	0
(60,189)	(124,538)	64,349	Net Revenues	(51,980)	(102,217)	50,237
<u>893,824</u>	<u>829,475</u>	<u>64,349</u>	Ending Balance	<u>902,033</u>	<u>851,796</u>	<u>50,237</u>

# CRIME DISTRICT



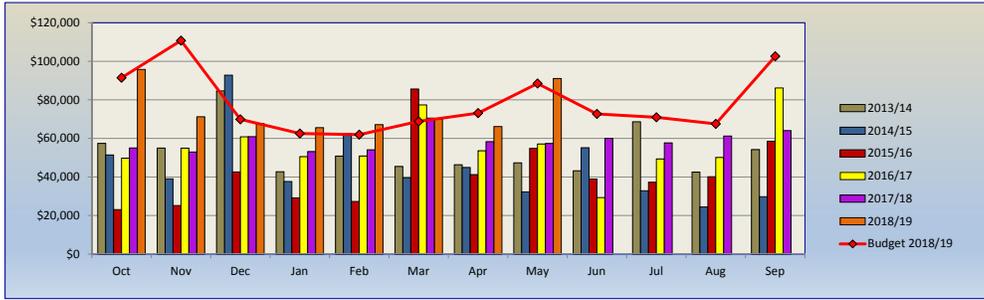
## SALES TAX REVENUE ANALYSIS

CHART M



## EXPENDITURE ANALYSIS

CHART N



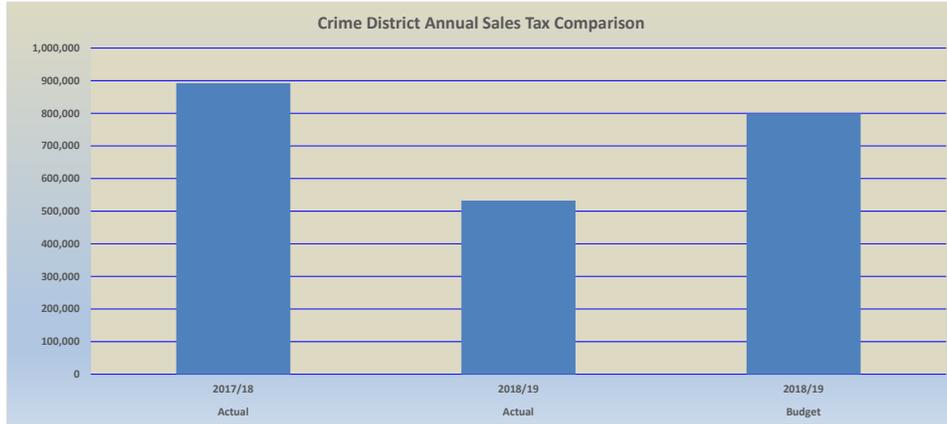
Large December expenditures included vehicles. March 2016 includes reallocation of personnel expense.  
Initial PSVERF expenditure of 679,344 is excluded from October 2016/17.

Crime District Monthly Sales Tax Comparison



	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept
Budget 2018/19	56,395	76,266	60,763	53,479	78,530	56,036	55,660	78,362	64,492	66,069	78,983	74,180
Actual 2018/19	67,626	76,218	63,777	59,892	77,258	57,143	54,952	75,406	0	0	0	0
Actual 2017/18	58,705	86,232	70,992	67,480	84,038	58,048	70,796	82,646	71,525	71,799	84,114	86,294

■ Budget 2018/19 ■ Actual 2018/19 ■ Actual 2017/18



	Crime District Sales Tax			Actual to Prior Year	% Actual to Prior Year	Current Year Actual to Budget	% Current Year to Budget
	2017/18 Actual	2018/19 Actual	2018/19 Budget				
October	58,705	67,626	56,395	8,921	15.20%	11,230.87	19.91%
November	86,232	76,218	76,266	-10,014	-11.61%	(47.82)	-0.06%
December	70,992	63,777	60,763	-7,215	-10.16%	3,014.09	4.96%
January	67,480	59,892	53,479	-7,588	-11.24%	6,413.23	11.99%
February	84,038	77,258	78,530	-6,780	-8.07%	(1,271.89)	-1.62%
March	58,048	57,143	56,036	-904	-1.56%	1,107.36	1.98%
April	70,796	54,952	55,660	-15,844	-22.38%	(707.95)	-1.27%
May	82,646	75,406	78,362	-7,240	-8.76%	(2,955.92)	-3.77%
June	71,525	0	64,492	-71,525	#DIV/0!	(64,491.74)	-100.00%
July	71,799	0	66,069	-71,799	#DIV/0!	(66,069.44)	-100.00%
August	84,114	0	78,983	-84,114	#DIV/0!	(78,983.22)	-100.00%
September	86,294	0	74,180	-86,294	#DIV/0!	(74,180.31)	-100.00%
<b>Totals</b>	<b>578,937</b>	<b>532,273</b>	<b>515,491</b>	<b>-46,664</b>	<b>-8.06%</b>	<b>16,781.97</b>	<b>3.26%</b>

# INVESTMENTS



## MONTHLY INVESTMENT REPORT

CHART O

### TEXPOOL REPORT

MONTH OF MAY 2019  
2.4005%

	BEGINNING BALANCE	TRANSFER IN/(OUT)	INT EARNED (Posted May)	ENDING BALANCE	PURPOSE OF FUND
GENERAL FUND - UNRESTRICTED	8,484,286.76	(79,050.77)	21,009.73	8,426,245.72	Working capital
GENERAL FUND - RESTRICTED	1,600,000.00	0.00	incl in above	1,600,000.00	
ENTERPRISE FUND - UNRESTRICT	2,474,749.91	330,598.92	5,372.62	2,810,721.45	Working capital
ENTERPRISE FUND - RESTRICTED	300,000.00	0.00	incl in above	300,000.00	Customer liability
CAPITAL IMPACT FEES	3,173,971.57	100,000.00	6,477.64	3,280,449.21	Water & sewer lines extensions & expansions
PARK FEES	49,038.12	0.00	99.98	49,138.10	Reserved for acquisition & development of park land
SEIZURE	47,374.89	0.00	96.59	47,471.48	Solely to purchase equipment for Law Enforcement
CHILD SAFETY PROGRAMS	17,176.78	0.00	35.02	17,211.80	Reserved for Child Safety/School Zones
FEDERAL SEIZURE	15,605.95	0.00	31.82	15,637.77	Criminal Investigation - Federal Funds
HOTEL/MOTEL FUND	1,026,465.59	0.00	2,092.72	1,028,558.31	Restricted for promotion of tourism
DEBT SERVICE FUND	3,384,552.11	13,286.46	6,901.18	3,404,739.75	Restricted for General fund reserves & yearly debt service
GENERAL CAPITAL PROJECTS	883,543.50	(59,000.00)	1,797.40	826,340.90	General Fund CIP
CAPITAL PROJECT BONDS	4,735,969.32	(208,000.00)	9,641.65	4,537,610.97	2016A CO WW Plant, Clarifier & Todville 2016 Sewer
WTR/SWR BONDS	749,215.42	0.00	1,527.47	750,742.89	Funds transferred from Bond Mkt Acct to allow liquidity
IT BONDS	49,531.10	0.00	100.98	49,632.08	Fiber Optics
PD & GF BONDS (GEN FUND Reserve)	29.23	0.00	0.06	29.29	Public Wokrks Facility funds provided by GF Reserve
FIRE BONDS	45.96	0.00	0.09	46.05	Fire Engine
CAROTHERS	98,865.67	(2,000.00)	201.43	97,067.10	Carother Facility & Park
ANIMAL	777.05	0.00	1.58	778.63	Animal Shelter Needs - Donation
CRIME DISTRICT	637,517.49	(16,770.58)	1,265.56	622,012.47	Funds transferred from Bond Mkt Acct to allow liquidity
SEDC II - UNRESTRICTED	2,853,111.09	(100,913.03)	6,017.97	2,758,216.03	Seabrook Economic Development Corporation II
SEDC II - RESTRICT FOR EMERGENC'	180,000.00	0.00	incl in above	180,000.00	Emergency Reserve
STEP FUND	29,198.04	0.00	59.53	29,257.57	
PUBLIC SAFETY	207,082.51	0.00	422.19	207,504.70	Public Safety Needs
MUNI COURT - SECURITY FUND	25,167.53	0.00	51.31	25,218.84	Funds from fines to be used for security
COURT - TIME PAYMENT FEES	19,602.75	0.00	39.97	19,642.72	Funds from fines to be used to improve court
MUNI COURT - TECHNOLOGY FUND	4,938.53	0.00	10.07	4,948.60	Fund court on technology
PUBLIC SAFETY VERF	720,708.87	16,770.58	1,503.55	738,983.00	Public Safety Vehicle Equipment Replacement
PEG Fund	148,499.35	0.00	302.75	148,802.10	Public Education and Government Access
GE VERF	361,784.94	5,078.42	747.95	367,611.31	
STABILIZATION FUND	833,565.15	0.00	1,699.44	835,264.59	Highway 146 Project
WATER RATE STABILIZATION	356,219.02	0.00	726.25	356,945.27	
<b>TOTAL TEXPOOL FUND</b>	<b>33,468,594.20</b>	<b>(0.00)</b>	<b>68,234.50</b>	<b>\$33,536,828.70</b>	

The investment portfolio of the City of Seabrook is in compliance with the investment strategies expressed in the City's Investment Policy and relevant provisions of Chapter 2256 of the Local Government Code.

Michael Gibbs

Finance Director



## Monthly Newsletter: June 2019

### ANNOUNCEMENTS

We welcome the following entities who joined TexPool in May 2019:

**TexPool**  
 Montgomery County MUD 137  
 Bexar County WCID 2  
 Belvidere MUD  
 Lakeside WCID 2A  
 Lakeside WCID 2B  
 Lakeside WCID 2C  
 Lakeside WCID 2D  
 West Williamson County MUD 2

**TexPool Prime**  
 Dripping Springs Community Library  
 Johnson County  
 Montgomery County MUD 60  
 International Leadership of Texas  
 Montgomery County MUD 16  
 Montgomery County MUD 7  
 Montgomery County MUD 36  
 Montgomery County MUD 39  
 Montgomery County MUD 46  
 Montgomery County MUD 47  
 Montgomery County MUD 67  
 The Woodlands MUD 1

#### Upcoming Events

Jan 13, 2019 - Jan 15, 2019  
 Fort Worth Convention Center, Fort Worth  
 AWBD Annual Conference  
 Jan 17, 2019 - Jan 19, 2019, Allen  
 TASBO Summer Conference  
 Jan 17, 2019 - Jan 21, 2019, San Antonio  
 TACCBO Annual Meeting and Conference  
 Jul 07, 2019 - Jan 09, 2019, San Antonio  
 TASSCUBO Summer Conference

#### TexPool Advisory Board Members

David Garcia                      Jerry Dale  
 Parick Kreschick                David Landeros  
 Belinda Weaver                Sharon Matthews  
 Deborah Landersmark        Vivian Wood

Overseen by the State of Texas Comptroller  
 of Public Accounts, Glenn Hegar.  
 Operated under the supervision of the  
 Texas Treasury Safeguarding Trust Company

### Economic and Market Commentary: Investors shouldn't go looking for trouble

June 1, 2019

As you learn in Economics 101, financial markets tend to act irrationally. Of course, the emphasis is on high-flying equities, not the grounded Treasury market. But lately, you can make a strong case that investors at the short end of the yield curve are not using common sense. In May the yield curve flattened, briefly twisted (3-month and 1-year Treasury yields dipping below 1-month) and then flattened again, but with the 1-year lower. These days, it appears that the 1-year is joining the larger inversion out the curve.

Perhaps irrational is too strong a word, but recent investor behavior is—to use financial jargon instead of academic textbooks—overdone. The flattener is simply not justified by the domestic economic data that, while moderating, is still strong. We are among the many who think the U.S. is not likely headed to a recession anytime soon. While significant, all of the geopolitical issues circling, such as trade conflicts, central bank easing and Brexit, hardly justify this overreaction. Nor does the likelihood of the Federal Reserve being on hold for the remainder of 2019. The issue seems to be a case of investing via group think.

But some investors may be overthinking. One of the reasons for the recent flattening is a misread, in our view, of a very technical maneuver by the Fed that investors shouldn't

(continued page 6)

#### Performance as of May 31, 2019

	TexPool	TexPool Prime
Current Invested Balance	\$21,251,856,377.08	\$6,845,429,589.36
Weighted Average Maturity**	38	43
Weighted Average Life**	103	68
Net Asset Value	1.00008	1.00008
Total Number of Participants	2564	393
Management Fee on Invested Balance	0.0450%	0.0550%
Interest Distributed	\$44,863,334.27	\$14,940,539.09
Management Fee Collected	\$779,871.22	\$290,681.83
Standard & Poor's Current Rating	AAAm	AAAm
<b>Month Averages</b>		
Average Invested Balance	\$22,024,057,945.01	\$6,911,896,658.31
Average Monthly Rate*	2.40%	2.55%
Average Weighted Average Maturity**	35	45
Average Weighted Average Life**	97	68

\*This average monthly rate for TexPool Prime for each date may reflect a mixture of some portion or all of each of the management fees.

\*\*See page 4 for definitions.

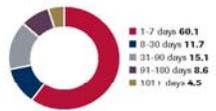
†Past performance is no guarantee of future results.

TexPool Participant Services  
 1001 Texas Avenue, Suite 1400 - Houston, TX 77002  
 Phone: 1-866-TEXPOOL (833-7665) - Fax: 1-866-833-3291 - TexPool.com

Managed and  
 Serviced by **Federated.**  
 C2018-4-24 (6/19)



**Portfolio by Maturity (%)**  
As of May 31, 2019



**Portfolio by Type of Investment (%)**  
As of May 31, 2019



**Portfolio Asset Summary as of May 31, 2019**

	Book Value	Market Value
Uninvested Balance	1,080,301.72	1,080,301.72
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	20,924,149.85	20,924,149.85
Interest and Management Fees Payable	-44,863,403.71	-44,863,403.71
Payable for Investments Purchased	-150,000,000.00	-150,000,000.00
Accrued Expenses & Issues	-24,451.01	-24,451.01
Repurchase Agreements	0,523,560,000.00	0,523,560,000.00
Mutual Fund Investments	736,074,000.00	736,074,000.00
Government Securities	0,050,304,612.13	0,050,932,869.72
U.S. Treasury Inflation Protected Securities	1,194,800,743.91	1,195,986,736.30
US Treasury Bills	529,334,585.79	529,787,800.01
US Treasury Notes	480,507,838.40	480,796,122.73
<b>Total</b>	<b>\$21,351,858,377.68</b>	<b>\$21,353,574,215.60</b>

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Fidelity Investment Consulting and the assets are held in a separate, insured account at State Street Bank on the name of ThePool. The only source of payment to the Participants is the assets of ThePool. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact ThePool Participant Service.

**Participant Summary**

	Number of Participants	Balance
School District	565	\$7,268,520,589.15
Higher Education	50	\$819,884,368.06
Healthcare	84	\$871,955,600.70
Utility District	819	\$3,008,038,824.57
City	471	\$4,872,404,873.37
County	198	\$2,966,668,788.96
Other	350	\$2,106,511,566.89

**\*\*Definition of Weighted Average Maturity and Weighted Average Life**

HGM is the mean average of the periods of time remaining until the securities held in ThePool (i) are scheduled to be repaid, (ii) would be repaid upon a demand by ThePool, or (iii) are scheduled to have their interest rate re-adjusted to reflect current market rates. Securities with adjustable rate payable upon demand are treated as maturing on the earlier of the two dates set forth in (i) and (ii) if their scheduled maturity is 187 days or less, and the later of the two dates set forth in (i) and (ii) if their scheduled maturity is more than 187 days. The mean is weighted based on the percentage of the amortized cost of the portfolio invested in each period.

HGL is calculated in the same manner as HGM, but is based solely on the periods of time remaining until the securities held in ThePool (i) are scheduled to be repaid or (ii) would be repaid upon a demand by ThePool, without reference to when interest rate of securities within ThePool are scheduled to be re-adjusted.

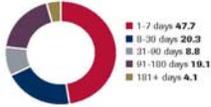


Daily Summary						
Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Invested Balance	NAV	WAM Days	WAL Days
5/1	2.4671%	0.000067502	\$22,524,980,475.42	0.99998	34	95
5/2	2.4410%	0.000066877	\$22,523,087,241.99	1.00000	34	95
5/3	2.4190%	0.000066297	\$22,441,848,617.30	1.00000	34	96
5/4	2.4190%	0.000066297	\$22,441,848,617.30	1.00000	34	96
5/5	2.4190%	0.000066297	\$22,441,848,617.30	1.00000	34	96
5/6	2.4062%	0.000065922	\$22,468,050,440.18	1.00001	32	94
5/7	2.4110%	0.000066076	\$22,364,212,471.34	1.00001	34	95
5/8	2.4090%	0.000066021	\$22,313,788,468.39	1.00001	35	96
5/9	2.4000%	0.000065779	\$22,263,198,443.85	1.00001	35	96
5/10	2.3913%	0.000065515	\$22,200,571,361.41	1.00001	35	95
5/11	2.3913%	0.000065515	\$22,200,571,361.41	1.00001	35	95
5/12	2.3913%	0.000065515	\$22,200,571,361.41	1.00001	35	95
5/13	2.3832%	0.000065293	\$22,248,784,859.31	1.00002	33	95
5/14	2.3836%	0.000065305	\$22,227,588,418.14	1.00002	34	96
5/15	2.4173%	0.000066227	\$22,065,010,767.34	1.00002	34	96
5/16	2.4097%	0.000066019	\$21,918,027,883.87	1.00002	34	97
5/17	2.4024%	0.000065820	\$21,879,848,169.92	1.00003	35	97
5/18	2.4024%	0.000065820	\$21,879,848,169.92	1.00003	35	97
5/19	2.4024%	0.000065820	\$21,879,848,169.92	1.00003	35	97
5/20	2.3841%	0.000065318	\$21,787,419,099.88	1.00003	33	95
5/21	2.3827%	0.000065279	\$21,812,288,996.46	1.00003	36	96
5/22	2.3790%	0.000065150	\$21,707,588,540.91	1.00003	37	96
5/23	2.3761%	0.000065098	\$21,649,788,857.12	1.00005	37	96
5/24	2.3757%	0.000065088	\$21,714,472,886.34	1.00004	37	97
5/25	2.3757%	0.000065088	\$21,714,472,886.34	1.00004	37	97
5/26	2.3757%	0.000065088	\$21,714,472,886.34	1.00004	37	97
5/27	2.3757%	0.000065088	\$21,714,472,886.34	1.00004	37	97
5/28	2.3899%	0.000065474	\$21,883,586,878.84	1.00004	37	97
5/29	2.3862%	0.000065650	\$21,517,211,104.99	1.00005	37	100
5/30	2.4005%	0.000065768	\$21,412,811,068.88	1.00004	37	100
5/31	2.4324%	0.000066989	\$21,351,858,377.08	1.00008	38	103
<b>Average:</b>	<b>2.4005%</b>	<b>0.000065767</b>	<b>\$22,024,057,945.01</b>	<b>1.00002</b>	<b>35</b>	<b>97</b>



**TexPool PRIME**

**Portfolio by Maturity (%)**  
As of May 31, 2019



**Portfolio by Type of Investment (%)**  
As of May 31, 2019



**Portfolio Asset Summary as of May 31, 2019**

	Book Value	Market Value
Uninvested Balance	1,746.52	1,746.52
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	4,317,606.27	4,317,606.27
Interest and Management Fees Payable	-14,949,541.77	-14,949,541.77
Payable for Investments Purchased	-114,714,166.66	-114,714,166.66
Accrued Expenses & Losses	-9,273.70	-9,273.70
Repurchase Agreements	1,650,440,000.00	1,650,440,000.00
Commercial Paper	3,085,717,208.08	3,085,955,087.30
Bank Instruments	0.00	0.00
Mutual Fund Investments	572,127,180.50	572,052,003.75
Government Securities	0.00	0.00
Variable Rate Notes	1,662,498,819.32	1,662,867,500.00
<b>Total</b>	<b>\$6,845,429,589.26</b>	<b>\$6,845,960,882.51</b>

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Fidelity Investment Consulting and the assets are safe kept in a separate insured account at State Street Bank in the name of TexPool Prime. The assets of TexPool Prime are the only source of payments to the Participants. There is no secondary source of payment for the pool such as insurance or state guarantee. Should you require a copy of the portfolio, please contact The Pool Participant Service.

**Participant Summary**

	Number of Participants	Balance
School District	124	\$2,883,117,423.03
Higher Education	18	\$641,853,630.51
Healthcare	16	\$405,413,614.82
Utility District	44	\$331,377,210.19
City	77	\$1,099,982,804.17
County	40	\$612,984,488.05
Other	74	\$870,715,302.72



**TexPool PRIME**

Daily Summary						
Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Prime Invested Balance	NAV	WAM Days	WAL Days
5/1	2.6164%	0.000071082	\$6,937,101,400.82	1.00006	42	62
5/2	2.5851%	0.000070825	\$6,913,740,117.58	1.00006	44	64
5/3	2.5719%	0.000070464	\$6,926,594,107.44	1.00000	44	65
5/4	2.5719%	0.000070464	\$6,926,594,107.44	1.00000	44	65
5/5	2.5719%	0.000070464	\$6,926,594,107.44	1.00000	44	65
5/6	2.5629%	0.000070213	\$6,891,360,657.47	1.00005	43	64
5/7	2.5680%	0.000070356	\$6,920,416,517.85	1.00005	42	63
5/8	2.5607%	0.000070156	\$6,927,240,653.97	1.00005	42	62
5/9	2.5554%	0.000070011	\$6,937,392,460.05	1.00006	43	66
5/10	2.5485%	0.000069823	\$7,054,257,203.08	0.99999	46	68
5/11	2.5485%	0.000069823	\$7,054,257,203.08	0.99999	46	68
5/12	2.5485%	0.000069823	\$7,054,257,203.08	0.99999	46	68
5/13	2.5437%	0.000069691	\$7,064,985,026.76	1.00005	48	71
5/14	2.5432%	0.000069732	\$6,979,227,238.35	1.00006	48	71
5/15	2.5667%	0.000070321	\$6,872,975,310.67	1.00006	48	72
5/16	2.5574%	0.000070057	\$6,941,568,686.61	1.00006	48	71
5/17	2.5538%	0.000069966	\$6,791,764,276.08	1.00000	48	72
5/18	2.5538%	0.000069966	\$6,791,764,276.08	1.00000	48	72
5/19	2.5538%	0.000069966	\$6,791,764,276.08	1.00000	48	72
5/20	2.5384%	0.000069490	\$6,794,706,726.94	1.00007	46	70
5/21	2.5379%	0.000069532	\$6,821,330,260.93	1.00007	45	69
5/22	2.5474%	0.000069792	\$6,775,788,830.97	1.00008	45	69
5/23	2.5124%	0.000068833	\$6,874,794,601.36	1.00009	44	67
5/24	2.4936%	0.000068319	\$6,945,312,403.11	0.99999	44	67
5/25	2.4936%	0.000068319	\$6,945,312,403.11	0.99999	44	67
5/26	2.4936%	0.000068319	\$6,945,312,403.11	0.99999	44	67
5/27	2.4936%	0.000068319	\$6,945,312,403.11	0.99999	44	67
5/28	2.5295%	0.000069555	\$6,932,409,637.19	1.00008	42	64
5/29	2.5379%	0.000069531	\$6,903,409,021.63	1.00009	43	67
5/30	2.5374%	0.000069517	\$6,935,642,025.13	1.00009	42	67
5/31	2.5629%	0.000070193	\$6,845,429,589.36	1.00000	43	68
<b>Average:</b>	<b>2.5463%</b>	<b>0.000069775</b>	<b>\$6,911,896,658.21</b>	<b>1.00004</b>	<b>45</b>	<b>68</b>



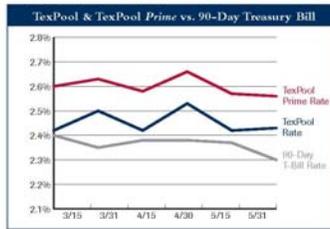
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be tracking anyway; interest on excessive reserves (IOER). The story goes like this: by cutting the interest the Fed pays banks on the money they keep in their Fed accounts, policymakers have surreptitiously lowered rates.

Hmmm. People seem to have forgotten that the Fed has lowered IOER twice within the last six months without any market consternation. The only difference is that they were raising the fed funds target rate at the time. With rates on hold, the market seems to be perceiving the reduction as a proxy for a rate cut—the easing that so many have already forecast. But the fact is that the Fed tightened IOER, to give it more control over monetary policy from a federal funds perspective, and also to incentivize banks to move funds into the marketplace. It isn't easing.

The good news for cash managers is that liquidity products remain attractive in this environment—especially prime portfolios that use the London interbank offered rate (Libor) that has not inverted—compared to Treasuries and bank deposits, whose rates are falling and weren't great to begin.

One-, 3- and 6-month Treasuries all ended May at 2.3%. London interbank offered rates (Libor) finished the month at 2.43%, 2.50% and 2.52%, respectively. The weighted average maturity (WAM) at month-end was 38 days for TexPool and 43 days for TexPool Prime.



*90-Day Treasury Bill is a short-term debt instrument backed by the national government. These are used to collect immediate cash to meet outstanding obligations.*

*Any private investor can invest in a Treasury bill. The 90-Day Treasury Bill is a weighted average mix of the weekly auctions of 90-Day Treasury Bills.*

*Past performance is no guarantee of future results.*