

COMPREHENSIVE MONTHLY FINANCIAL REPORT

December 2009



ABOUT THIS REPORT

The City of Plano Finance Department is dedicated to excellence in local government, comprehensive fiscal management, compliance and reporting. The Comprehensive Monthly Financial Report (CMFR) is a unique document, directed at providing our audience (internal and external users), with the general awareness of the City's financial positions and economic activity.

This report is comprised of five sections:

1. The **Financial Analysis** reports the performance of the major operating funds of the City. Narrative disclosures are used to highlight any significant changes or fluctuations.
- 1A. The **Financial Summary** provides comparative data for major revenue sources and expenditure items.
2. The **Economic Analysis** section contains a summary of the key economic indicators and an in-depth review with graphic illustrations.
3. The **Investment Report** provides a description of investment activity during the month and a summary of interest earnings.

We would like to acknowledge those responsible for this report: Allison Friloux for the Financial Summary, Brianna Alvarado and Myra Conklin for the Economic Analysis Report, and the Investment Report.

The CMFR is intended to provide our audience with a timely, unique and informative document. Please provide us with any comments or suggestions you may have and should you desire additional information, feel free to contact my office.



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Director of Finance9
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SECTION 1

FINANCIAL ANALYSIS

City of Plano Comprehensive Monthly Financial Report

This report is designed for internal use and does not include all the funds and accounts included in the City of Plano's operations. For a complete report, refer to the City of Plano Comprehensive Annual Financial Report, available on the City of Plano's website and through the City's Finance Department.

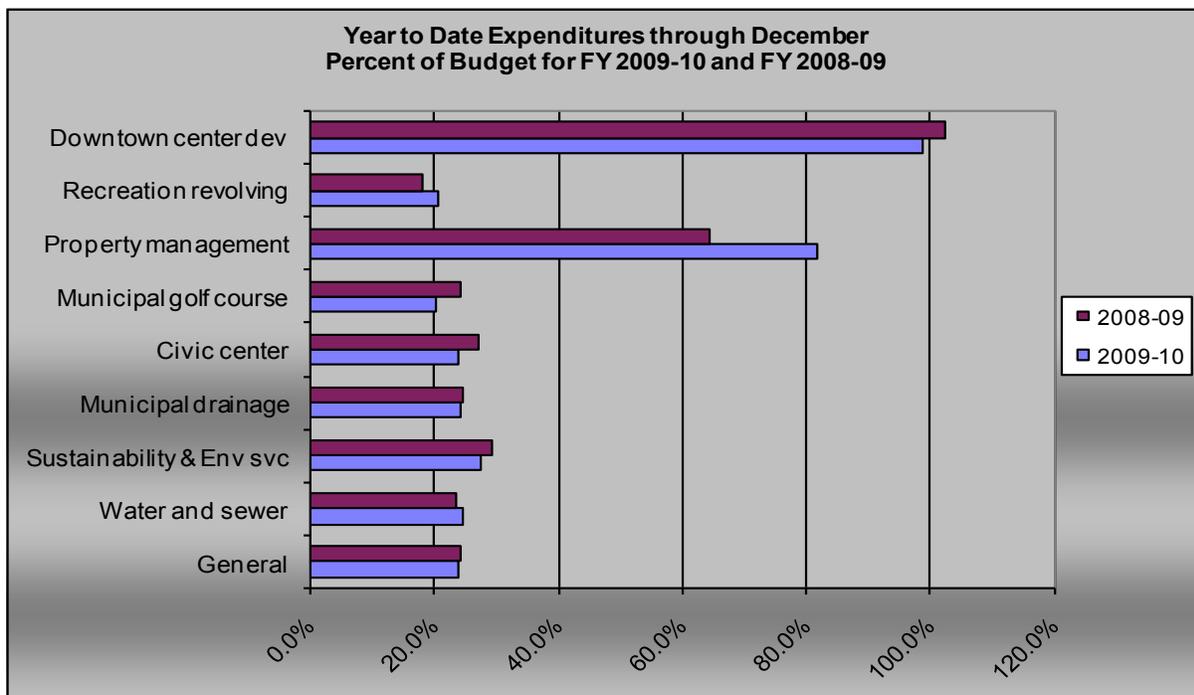
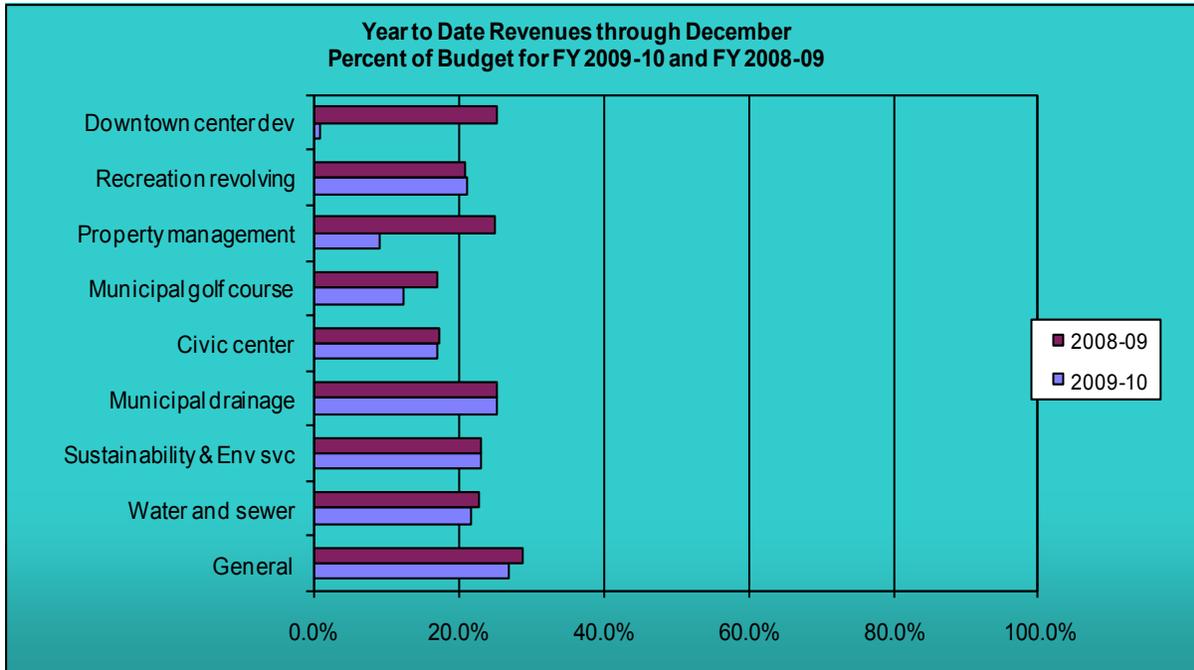
REPORT NOTES DECEMBER, 2009

The information represented in this report provides a summary of the General Fund and Business-type revenues and expenses which offers readers an overview of the City of Plano's finances.

This section compares year to date activity in the current fiscal year to the same time period in prior year. Please note that beginning fund balances in all funds are subject to final audit adjustments.

The graphs below represent year to date revenues and expenses as a percent of budget comparing the current and prior fiscal years.

HIGHLIGHTS OF GENERAL FUND VARIANCES



REPORT NOTES CONTINUED

DECEMBER, 2009

FINANCIAL HIGHLIGHTS

GENERAL FUND VARIANCES

Revenues

- Ad valorem tax revenue decreases of \$2,524,095 are attributed to the timing of payments.
- Sales tax revenues decreased from the prior year by \$1,661,742 as a result of the declining economy.
- Telephone franchise fee revenues decreased \$463,788 due to the expiration of Verizon's franchise in the current year. Revenues are now based on line counts. Additionally, the volume of land line accounts is decreasing.
- Electric franchise revenues decreased \$293,778 due to a lower settlement factor implemented by the Public Utility Commission.
- Revenues generated from issuance of building permits decreased \$88,332 due to an overall decrease in new residential and commercial construction, alterations, remodels and interior finish outs.
- False alarm revenues decreased \$40,784 due to fewer calls for commercial entities in the current year.
- Interest income decreased \$125,960 due to a decline in the market.
- Court fines and forfeitures increased \$317,655 due to increased activity from the Police Department's Warrant Unit as well as efforts by the Compliance and Collection Unit.
- In the current year, the City received a one-time lease payment of \$70,000 covering prior service periods for utilization of City property housing a cellular tower.
- Reimbursements received from Collin County Community College and Allen Public Library for shared maintenance costs increased \$94,796. Payment was received in November and December of the current fiscal year as compared to January of prior year.
- Athletic participant user fees increased \$119,327 due to the timing of collections as well as increased fees for Plano Independent School District residents who are not City of Plano residents. In previous years, this group was offered resident rates. Utilization of Plano's athletic fields by non-resident teams in local leagues, which are a higher rate, resulted in increased revenues of \$87,401.

Expenditures

- Personal services decreased \$153,524 from the prior year. Salaries decreased by \$925,499 due to a reduction of 59 positions in fiscal year 2009. The salaries decrease is offset by \$839,835 for funding of the City's Section 115 trust that began in December 2008.
- Purchases and encumbrances for fire uniforms have decreased \$69,834 due to timing of purchase orders placed.
- Electric payments decreased \$483,998 from the prior year as a result of the City's participation in an electric aggregation group which contracts for lower rates.
- Increased rainfall in the current year allowed for reduced billings to City Departments of \$138,703.
- Costs for the Safe Streets Program decreased \$35,241. This program is in the process of being finalized and will cease as a result of budget reductions.
- Facilities maintenance repair costs decreased \$90,616. Prior year costs included encumbrances of \$45,000 for security fencing at the Facilities Maintenance Center. Additionally, encumbrances for roof repair at the Parks Maintenance East facility occurred in prior year in the amount of \$29,550.
- Expenditures and encumbrances for janitorial services decreased \$58,434 as a result of modifications decreasing the annual contract by \$56,809. The contract in fiscal year 2010 is \$1,089,325 as compared to \$1,146,134 in the prior year.
- Professional services in the Police Department decreased \$125,071. Of this amount, \$115,000 for juvenile referral and victim's assistance counseling costs were expensed in October 2008. These costs are not budgeted in the current year.
- A decrease of \$92,615 in chemical and fertilizer purchases for athletic fields occurred in the current year as part of budget reductions. Applications will not be done unless forced by weather conditions.
- Reimbursement for Public Safety Communications personnel utilized by the Wireline Fee Fund increased \$82,309. Additionally, the Municipal Courts Building Security department reimbursed the Police department for two police officers' salaries totaling \$50,652.

REPORT NOTES CONTINUED

DECEMBER, 2009

- The Human Resources Department spent and encumbered funds of \$68,950 in the prior year for office and kitchen remodeling.
- Medical advisory services incurred by the Fire department decreased \$48,000 in the current year. The existing contract will end March 31, 2010 and a new one will be issued April 1, 2010.
- Expenditures and encumbrances for training in the fire department decreased \$51,633. Some fire rescue trainings were funded through grant funding obtained by the department in the last fiscal year.
- Costs associated with ammunition in the Police department decreased \$92,685. Ammunitions are procured on an "as needed basis".
- An equipment replacement fund for \$250,000 was established in October 2009 for Parks and Recreation.
- Purchases and encumbrances for library books increased over the prior year by \$165,851 due to timing of purchase orders placed.
- Transfers to Technology Services increased over the prior year by \$129,409 due to higher costs budgeted in the current year.
- The annual maintenance agreement with Motorola for the City's radio system increased over the prior year by \$86,692, primarily due to the timing of payments and encumbrances for these services.
- A special election to fill a City Council vacancy will be held January 30, 2010. Expenditures associated with this election are \$61,334.
- Payment for the Lights of Legacy Tree Lighting Festival was made in November in the amount of \$40,000. The City did not contribute in the prior year.

BUSINESS-TYPE VARIANCES

Water and Sewer

- Increased rainfall in the current year resulted in water revenue decreases of \$1,763,560 as compared to prior year. Sewer revenues increased over the prior year by \$1,552,340 due to rate increases implemented in March 2009. Personal services costs increased \$151,850. Salary expense decreases of \$29,312 were offset by increases in health insurance costs of \$65,387 and funding of the City's 115 Trust of \$78,570. Expenses and encumbrances include costs of \$1,089,811 associated with the construction of a new environmental education complex, expected to be completed by April 2010. The Water and Sewer Fund will be reimbursed 50% of building construction costs by the Environmental Services Fund. Contractual payments to North Texas Municipal Water District (NTMWD) increased in the current year by \$440,832. Expenses and encumbrances for the fixed meter reading network increased \$229,986. Annual dues to the Texas Commission on Environmental Quality increased \$213,974 as a result of increased fees. New water meter purchases decreased by \$81,251 due to a decline in development. Costs encumbered in the prior year to repair a pump at the Ridgeview pump station totaled \$72,000. Internet processing fees decreased \$44,473 as a result of the timing of invoices received. Electric payments decreased \$146,398 as a result of the City's participation in an electric aggregation group which contracts for lower rates.

Sustainability & Environmental Services

- Residential solid waste revenues are \$33,420 higher than the prior year primarily due to the timing of the utility billing cycle. Tipping fees increased \$17,006 due to increased yard debris brought in by commercial landscapers and developers. Insurance and damages decreased \$90,676. The Sustainability and Environmental Services Department received reimbursements in the prior year of \$95,490 due to vehicle accidents. Expenses and encumbrances decreased from the prior year by \$456,678. Personal services costs decreased \$35,531. Salaries decreased \$73,731 due to staff reductions in fiscal year 2009. This decrease is partially offset by increases in health insurance of \$34,061 and funding of the City's 115 Trust of \$49,950. Plano's percentage of contractual payments to NTMWD decreased \$201,591. Payment is based on allocation of tonnage between member cities. Additionally, fuel costs passed through to member cities by NTMWD decreased. Municipal garage charges decreased \$87,457 due to lower fuel rates and implementation of new fuel conservation measures. Also attributing to the decrease in garage charges is the Compost Operations department utilizing outside services for maintenance on its trucks. Expenses and encumbrances for landscape bags decreased \$64,436 as these are purchased on an as needed basis.

REPORT NOTES CONTINUED

DECEMBER, 2009

Municipal Drainage

- A review of drainage accounts and subsequent modifications resulted in an increase in Municipal Drainage revenues of \$19,468. Interest income decreased \$13,808 due to a decline in the market. Personal services increased \$57,667 over the prior year due to increased benefit related costs. Of this increase, year to date funding for the City's Section 115 Trust is \$13,095. Costs for mowing services increased \$29,451 due to timing of orders placed. Prior year costs include dues of \$19,415 to the North Central Texas Council of Governments. Current year dues were paid by the Engineering department. Additionally, contractual costs decreased \$16,153 due to fewer flood studies being required.

Civic Center

- Lease fees are lower by \$18,176 from the prior year due to fewer corporate business events. Decreases in catering and equipment revenues of \$44,448 are a result of less corporate spending for ancillary services. Due to a decline in travel as a result of the economy, hotel/motel tax revenues decreased \$39,062. Interest income decreased \$15,395 as compared to the prior year due to a decline in the market. Expenses and encumbrances decreased \$320,178. Prior year expenses and encumbrances include \$179,592 for building design services to expand the Plano Centre as well as a reduction in food expense of \$30,998. Prior year costs and encumbrances associated with remodel work in the restrooms at Plano Centre were \$75,236. Payments made in support of historic preservation decreased \$88,131, primarily due to the timing of payments. Annual funding for the program has decreased \$16,537, as compared to the prior year budget.

Golf Course

- Due to economic and weather conditions, golf revenues decreased \$41,528. Pecan Hollow Golf Course closed 35 days in the current year and year to date rounds played are down 4,500. Personal services decreased \$37,502 due to a reduction in staff in the prior year. Electric payments decreased \$5,860 from the prior year as the result of the City's participation in an electric aggregation group which contracts for lower rates. Costs of maintenance parts and supplies decreased from the prior year by \$7,690.

Recreation Revolving

- Recreation class participation increased over the prior year, resulting in revenue increases of \$35,715. As a result of increased swim programs and class participation, costs for temporary employees and class instructors increased \$53,197 and \$43,182, respectively.

Property Management

- The City demolished the Downtown Center South in fiscal year 2009 therefore resulting in a decrease in revenues of \$7,840. Current year costs associated with demolishing the Center are \$12,508.



SECTION 1A

FINANCIAL SUMMARY

**City of Plano
Comprehensive Monthly Financial Report**

**MONTHLY FINANCIAL SUMMARY REPORT
THROUGH DECEMBER 31 OF FISCAL YEARS 2010, 2009, AND 2008
GENERAL FUND**

	<u>Fiscal Year</u>	<u>Annual Budget</u>	<u>3 Months Actual</u>	<u>Actual/ Budget</u>	<u>Performance Index</u>
REVENUES:					
Ad valorem tax	2010	\$ 82,436,251	27,685,337	33.6%	134.34
	2009	83,068,770	30,209,432	36.4%	145.47
	2008	77,466,721	29,275,381	37.8%	151.16
Sales tax	2010	57,821,890	13,973,883	24.2%	96.67
	2009	57,417,708	15,635,625	27.2%	108.93
	2008	61,181,328	15,631,299	25.5%	102.20
Other revenue	2010	49,997,631	9,780,185	19.6%	78.25
	2009	52,721,887	10,038,749	19.0%	76.16
	2008	<u>48,068,964</u>	<u>10,083,959</u>	21.0%	83.91
TOTAL REVENUE	2010	190,255,772	51,439,405	27.0%	108.15
	2009	193,208,365	55,883,806	28.9%	115.70
	2008	<u>186,717,013</u>	<u>54,990,639</u>	29.5%	117.81
EXPENDITURES & ENCUMBRANCES:					
Current operating	2010	\$ 197,663,823	46,927,927	23.7%	94.97
	2009	201,136,043	48,521,156	24.1%	96.49
	2008	199,162,227	48,136,888	24.2%	96.68
Capital outlay	2010	1,010,000	815,770	80.8%	323.08
	2009	2,505,307	769,131	30.7%	122.80
	2008	<u>2,254,500</u>	<u>936,499</u>	41.5%	166.16
Total expenditures and encumbrances	2010	198,673,823	47,743,697	24.0%	96.12
	2009	203,641,350	49,290,287	24.2%	96.82
	2008	<u>201,416,727</u>	<u>49,073,387</u>	24.4%	97.46
Excess (deficiency) of revenues over (under) expenditures	2010	(8,418,051)	3,695,708	-	-
	2009	(10,432,985)	6,593,519	-	-
	2008	(14,699,714)	5,917,252	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in	2010	19,486,530	4,871,633	25.0%	100.00
	2009	17,634,574	4,408,644	25.0%	100.00
	2008	16,609,119	4,152,280	25.0%	100.00
Transfers out	2010	(20,344,972)	(5,086,243)	25.0%	100.00
	2009	(19,678,201)	(4,984,346)	25.3%	101.32
	2008	<u>(21,947,400)</u>	<u>(5,584,194)</u>	25.4%	101.77
NET CHANGE IN FUND BALANCES	2010	(9,276,493)	3,481,098		
	2009	(12,476,612)	6,017,817		
	2008	(20,037,995)	4,485,338		
FUND BALANCES-BEGINNING	2010		42,744,130		
	2009		44,741,546		
	2008		<u>45,683,660</u>		
FUND BALANCES-ENDING DECEMBER 31	2010		46,225,228		
	2009		50,759,363		
	2008		<u>50,168,998</u>		

**MONTHLY FINANCIAL SUMMARY REPORT
THROUGH DECEMBER 31 OF FISCAL YEARS 2010, 2009, AND 2008
WATER AND SEWER FUND**

	<u>Fiscal Year</u>	<u>Annual Budget</u>	<u>3 Months Actual</u>	<u>Actual/ Budget</u>	<u>Performance Index</u>
REVENUES:					
Water and sewer revenue	2010	\$ 114,488,347	24,799,821	21.7%	86.65
	2009	110,225,529	25,019,256	22.7%	90.79
	2008	96,339,563	22,812,778	23.7%	94.72
Other fees and service charges	2010	2,669,903	596,930	22.4%	89.43
	2009	2,572,861	727,427	28.3%	113.09
	2008	<u>2,693,389</u>	<u>573,415</u>	21.3%	85.16
TOTAL REVENUE	2010	117,158,250	25,396,751	21.7%	86.71
	2009	112,798,390	25,746,683	22.8%	91.30
	2008	<u>99,032,952</u>	<u>23,386,193</u>	23.6%	94.46
EXPENSES & ENCUMBRANCES:					
Capital outlay	2010	-	1,134,742	-	-
	2009	-	76,584	-	-
	2008	1,245,000	78,720	6.3%	25.29
Other expenses & encumbrances	2010	78,000,112	18,096,753	23.2%	92.80
	2009	75,009,576	17,450,685	23.3%	93.06
	2008	<u>66,173,780</u>	<u>13,764,549</u>	20.8%	83.20
Total expenses and encumbrances	2010	78,000,112	19,231,495	24.7%	98.62
	2009	75,009,576	17,527,269	23.4%	93.47
	2008	<u>67,418,780</u>	<u>13,843,269</u>	20.5%	82.13
Excess (deficiency) of revenues over (under) expenses	2010	39,158,138	6,165,256	-	-
	2009	37,788,814	8,219,414	-	-
	2008	31,614,172	9,542,924	-	-
TRANSFERS IN (OUT)					
Transfers in	2010	-	-	-	-
	2009	-	-	-	-
	2008	254,530	63,632	25.0%	100.00
Transfers out	2010	(38,482,630)	(9,620,657)	25.0%	100.00
	2009	(34,349,069)	(8,587,267)	25.0%	100.00
	2008	<u>(30,888,665)</u>	<u>(7,722,166)</u>	25.0%	100.00
CHANGE IN NET ASSETS	2010	\$ 675,508	(3,455,401)		
	2009	3,439,745	(367,853)		
	2008	980,037	1,884,390		
TOTAL NET ASSETS-BEGINNING	2010		324,231,841		
	2009		321,538,734		
	2008		<u>315,705,835</u>		
TOTAL NET ASSETS-ENDING DECEMBER 31	2010		320,776,440		
	2009		321,170,881		
	2008		<u>317,590,225</u>		

**MONTHLY FINANCIAL SUMMARY REPORT
THROUGH DECEMBER 31 OF FISCAL YEARS 2010, 2009, AND 2008
SUSTAINABILITY AND ENVIRONMENTAL SERVICES FUND**

	Fiscal Year	Annual Budget	3 Months Actual	Actual/ Budget	Performance Index
REVENUES:					
Commerical solid waste franchise	2010	\$ 6,709,797	1,554,693	23.2%	92.68
	2009	6,496,731	1,561,814	24.0%	96.16
	2008	6,351,573	1,582,757	24.9%	99.68
Refuse collection revenue	2010	13,005,330	3,240,692	24.9%	99.67
	2009	13,316,939	3,196,866	24.0%	96.02
	2008	12,272,746	3,100,822	25.3%	101.06
Other fees and service charges	2010	2,508,431	344,653	13.7%	54.96
	2009	2,502,911	411,527	16.4%	65.77
	2008	<u>2,100,592</u>	<u>303,646</u>	14.5%	57.82
TOTAL REVENUE	2010	22,223,558	5,140,038	23.1%	92.52
	2009	22,316,581	5,170,207	23.2%	92.67
	2008	<u>20,724,911</u>	<u>4,987,225</u>	24.1%	96.26
EXPENSES & ENCUMBRANCES:					
Capital outlay	2010	-	-	-	-
	2009	256,170	14,334	5.6%	22.38
	2008	141,500	1,140	0.8%	3.22
Other expenses & encumbrances	2010	21,209,293	5,871,579	27.7%	110.74
	2009	21,440,299	6,313,923	29.4%	117.80
	2008	<u>19,969,352</u>	<u>5,851,016</u>	29.3%	117.20
Total expenses and encumbrances	2010	21,209,293	5,871,579	27.7%	110.74
	2009	21,696,469	6,328,257	29.2%	116.67
	2008	<u>20,110,852</u>	<u>5,852,156</u>	29.1%	116.40
Excess (deficiency) of revenues over (under) expenses	2010	1,014,265	(731,541)	-	-
	2009	620,112	(1,158,050)	-	-
	2008	614,059	(864,931)	-	-
TRANSFERS IN (OUT)					
Transfers in	2010	100,000	25,000	25.0%	100.00
	2009	100,000	25,000	25.0%	100.00
	2008	100,000	25,000	25.0%	100.00
Transfers out	2010	(1,288,707)	(322,177)	25.0%	100.00
	2009	(1,223,535)	(305,884)	25.0%	100.00
	2008	<u>(1,174,818)</u>	<u>(293,705)</u>	25.0%	100.00
CHANGE IN NET ASSETS	2010	\$ (174,442)	(1,028,718)		
	2009	(503,423)	(1,438,934)		
	2008	(460,759)	(1,133,636)		
TOTAL NET ASSETS-BEGINNING	2010		1,677,124		
	2009		1,690,291		
	2008		<u>2,308,223</u>		
TOTAL NET ASSETS-ENDING DECEMBER 31	2010		648,406		
	2009		251,357		
	2008		<u>1,174,587</u>		

**MONTHLY FINANCIAL SUMMARY REPORT
THROUGH DECEMBER 31 OF FISCAL YEARS 2010, 2009, AND 2008
MUNICIPAL DRAINAGE FUND**

	<u>Fiscal Year</u>	<u>Annual Budget</u>	<u>3 Months Actual</u>	<u>Actual/ Budget</u>	<u>Performance Index</u>
REVENUES:					
Fees and service charges	2010	\$ 5,007,613	1,274,168	25.4%	101.78
	2009	4,928,110	1,254,700	25.5%	101.84
	2008	4,723,698	1,239,199	26.2%	104.93
Miscellaneous revenue	2010	85,000	8,681	10.2%	40.85
	2009	150,000	23,885	15.9%	63.69
	2008	125,000	61,835	49.5%	197.87
TOTAL REVENUE	2010	5,092,613	1,282,849	25.2%	100.76
	2009	5,078,110	1,278,585	25.2%	100.71
	2008	4,848,698	1,301,034	26.8%	107.33
EXPENSES & ENCUMBRANCES:					
Capital outlay	2010	-	-	-	-
	2009	-	-	-	-
	2008	-	-	-	-
Other expenses & encumbrances	2010	3,026,620	730,722	24.1%	96.57
	2009	2,803,503	690,329	24.6%	98.50
	2008	2,579,209	620,200	24.0%	96.18
Total expenses and encumbrances	2010	3,026,620	730,722	24.1%	96.57
	2009	2,803,503	690,329	24.6%	98.50
	2008	2,579,209	620,200	24.0%	96.18
Excess (deficiency) of revenues over (under) expenses	2010	2,065,993	552,127	-	-
	2009	2,274,607	588,256	-	-
	2008	2,269,489	680,834	-	-
TRANSFERS OUT					
Operating transfers out	2010	(2,991,845)	(747,961)	25.0%	100.00
	2009	(2,867,538)	(716,885)	25.0%	100.00
	2008	(2,710,706)	(677,677)	25.0%	100.00
CHANGE IN NET ASSETS	2010	(925,852)	(195,834)		
	2009	(592,931)	(128,629)		
	2008	(441,217)	3,157		
TOTAL NET ASSETS-BEGINNING	2010		23,065,380		
	2009		21,003,753		
	2008		21,105,863		
TOTAL NET ASSETS-ENDING DECEMBER 31	2010		22,869,546		
	2009		20,875,124		
	2008		21,109,020		

**MONTHLY FINANCIAL SUMMARY REPORT
THROUGH DECEMBER 31 OF FISCAL YEARS 2010, 2009, AND 2008
NONMAJOR BUSINESS-TYPE FUNDS**

	Fiscal Year	Annual Budget	3 Months Actual	Actual/ Budget	Performance Index
REVENUES:					
Hotel/motel tax	2010	\$ 4,494,486	711,567	15.8%	63.33
	2009	4,964,601	750,629	15.1%	60.48
	2008	4,518,066	742,453	16.4%	65.73
Other revenue	2010	6,761,751	1,280,798	18.9%	75.77
	2009	6,974,294	1,431,221	20.5%	82.09
	2008	6,695,120	1,514,471	22.6%	90.48
TOTAL REVENUE	2010	11,256,237	1,992,365	17.7%	70.80
	2009	11,938,895	2,181,850	18.3%	73.10
	2008	11,213,186	2,256,924	20.1%	80.51
EXPENSES & ENCUMBRANCES:					
Capital outlay	2010	-	-	-	-
	2009	-	58,564	-	-
	2008	80,500	98,202	122.0%	487.96
Other expenses & encumbrances	2010	12,218,004	2,853,288	23.4%	93.41
	2009	12,550,538	3,067,403	24.4%	97.76
	2008	11,659,342	2,866,082	24.6%	98.33
Total expenses and encumbrances	2010	12,218,004	2,853,288	23.4%	93.41
	2009	12,550,538	3,125,967	24.9%	99.63
	2008	11,739,842	2,964,284	25.2%	101.00
Excess (deficiency) of Revenues over (under) expenses	2010	(961,767)	(860,923)	-	-
	2009	(611,643)	(944,117)	-	-
	2008	(526,656)	(707,360)	-	-
TRANSFERS OUT:					
Operating transfers out	2010	(577,806)	(144,452)	25.0%	100.00
	2009	(1,444,860)	(361,215)	25.0%	100.00
	2008	(1,120,300)	(280,076)	25.0%	100.00
CHANGE IN NET ASSETS	2010	(1,539,573)	(1,005,375)		
	2009	(2,056,503)	(1,305,332)		
	2008	(1,646,956)	(987,436)		
TOTAL NET ASSETS-BEGINNING	2010		10,801,647		
	2009		13,062,762		
	2008		13,467,830		
TOTAL NET ASSETS-ENDING DECEMBER 31	2010		9,796,272		
	2009		11,757,430		
	2008		12,480,394		

**MONTHLY FINANCIAL SUMMARY REPORT
THROUGH DECEMBER 31 OF FISCAL YEARS 2010, 2009, AND 2008
ECONOMIC DEVELOPMENT FUND**

	<u>Fiscal Year</u>	<u>Annual Budget</u>	<u>3 Months Actual</u>	<u>Actual/ Budget</u>	<u>Performance Index</u>
REVENUES:					
Miscellaneous revenue	2010	\$ 200,000	26,238	13.1%	52.48
	2009	310,000	63,691	20.5%	82.18
	2008	<u>185,000</u>	<u>123,821</u>	66.9%	267.72
EXPENSES & ENCUMBRANCES					
Personal services	2010	596,878	136,363	22.8%	91.38
	2009	559,469	131,296	23.5%	93.87
	2008	550,728	128,686	23.4%	93.47
Materials and supplies	2010	15,500	1,071	6.9%	27.64
	2009	23,452	5,657	24.1%	96.49
	2008	23,500	12,721	54.1%	216.53
Contractual / professional and other	2010	5,272,154	204,061	3.9%	15.48
	2009	5,485,693	1,412,271	25.7%	102.98
	2008	6,275,424	47,244	0.8%	3.01
Capital outlay	2010	-	-	-	-
	2009	-	-	-	-
	2008	-	-	-	-
Total Expenses and Encumbrances	2010	<u>5,884,532</u>	<u>341,495</u>	5.8%	23.21
	2009	6,068,614	1,549,224	25.5%	102.11
	2008	<u>6,849,652</u>	<u>188,651</u>	2.8%	11.02
Excess (Deficiency) of Revenues Over (Under) Expenses	2010	(5,684,532)	(315,257)	-	-
	2009	(5,758,614)	(1,485,533)	-	-
	2008	(6,664,652)	(64,830)	-	-
TRANSFERS IN					
Operating transfers in	2010	5,910,201	1,477,550	25.0%	100.00
	2009	6,068,614	1,517,153	25.0%	100.00
	2008	<u>6,849,652</u>	<u>1,712,413</u>	25.0%	100.00
CHANGE IN NET ASSETS					
	2010	225,669	1,162,293		
	2009	310,000	31,620		
	2008	185,000	1,647,583		
TOTAL NET ASSETS-BEGINNING					
	2010		14,046,444		
	2009		12,255,577		
	2008		<u>6,940,876</u>		
TOTAL NET ASSETS-ENDING DECEMBER 31					
	2010		15,208,737		
	2009		12,287,197		
	2008		<u>8,588,459</u>		

**EQUITY IN TREASURY POOL
DECEMBER 2009**

FUND NO.	FUND NAME	CASH	EQUITY IN TREASURY POOL	TOTAL 12/31/09	TOTAL 10/1/09	TOTAL 12/31/08
GENERAL FUND:						
01	General	\$ 29,257	40,811,752	40,841,009	39,172,121	45,900,817
77	Payroll	-	2,075,341	2,075,341	2,010,272	2,107,555
24	City Store	-	-	-	-	8
		29,257	42,887,093	42,916,350	41,182,393	48,008,380
DEBT SERVICE FUND:						
03	G.O. Debt Service	-	16,745,956	16,745,956	3,285,456	19,312,338
		-	16,745,956	16,745,956	3,285,456	19,312,338
CAPITAL PROJECTS:						
22	Recreation Center Facilities	-	602,909	602,909	601,809	582,292
23	Street Enhancement	-	1,682,211	1,682,211	1,679,141	1,637,778
25	1991 Police & Courts Facility	-	1,064,962	1,064,962	1,063,019	1,150,221
27	1991 Library Facility	-	883,447	883,447	881,835	869,018
28	1991 Fire Facility	-	3,687,622	3,687,622	3,680,893	2,288,260
29	Technology Improvements	-	1,217,536	1,217,536	1,215,315	749,724
31	Municipal Facilities	-	454,689	454,689	453,185	443,537
32	Park Improvements	-	7,164,720	7,164,720	7,151,871	5,765,114
33	Street & Drainage Improvement	-	4,882,714	4,882,714	9,455,742	6,153,379
35	Capital Reserve	-	40,435,741	40,435,741	39,870,612	37,406,806
38	DART L.A.P.	-	773,975	773,975	772,562	764,721
39	Spring Creekwalk	-	23,825	23,825	23,781	23,540
52	Park Service Areas	-	5,470,903	5,470,903	5,627,066	5,755,522
53	Creative & Performing Arts	-	2,259,962	2,259,962	2,255,838	2,196,307
54	Animal Control Facilities	-	348,172	348,172	347,537	337,808
59	Service Center	-	132,916	132,916	132,674	131,327
60	Joint Use Facilities	-	641,286	641,286	640,116	631,642
85	Public Arts	-	121,182	121,182	120,961	117,071
160	TXDOT-SH121	-	11,183,657	11,183,657	10,192,812	-
110	G.O. Bond Clearing - 1999	-	322,373	322,373	321,785	323,509
190	G.O. Bond Clearing - 2000	-	3,609,292	3,609,292	3,607,700	3,653,962
230	Tax Notes Clearing - 2001	-	1,102,976	1,102,976	1,100,963	1,107,441
240	G.O. Bond Clearing - 2001-A	-	182,520	182,520	182,187	183,148
250	Tax Notes Clearing - 2001-A	-	59,167	59,167	59,059	59,645
270	G.O. Bond Refund/Clearing - 2003	-	122,954	122,954	122,730	134,847
310	G.O. Bond Refund/Clearing - 2005	-	-	-	-	-
093	G.O. Bond Clearing - 2006	-	-	-	-	-
089	C.O. Bond Clearing - 2006	-	146,615	146,615	146,347	195,453
102	G.O. Bond Clearing - 2007	-	983,423	983,423	1,221,403	5,638,725
105	Tax Notes Clearing - 2007	-	-	-	-	520
082	G.O. Bond Clearing - 2008	-	1,005,622	1,005,622	11,759,316	29,188,167
083	Tax Notes Clearing - 2008	-	9,933,415	9,933,415	11,283,467	16,381,437
106	G.O. Bond Clearing - 2009	-	14,151,019	14,151,019	20,795,000	-
150	Tax Notes Clearing - 2009	-	6,389,394	6,389,394	6,377,735	-
		-	121,041,199	121,041,199	143,144,461	123,870,921
ENTERPRISE FUNDS:						
26	Municipal Drainage CIP	-	331,839	331,839	296,030	282,505
34	Sewer CIP	-	10,547,046	10,547,046	10,880,651	8,559,492
36	Water CIP	-	11,820,139	11,820,139	10,379,496	6,523,755
37	Downtown Center Development	-	126,075	126,075	141,340	121,250
41	Water & Sewer - Operating	789,317	(2,761,426)	(1,972,109)	1,976,623	6,829,806
42	Water & Sewer - Debt Service	-	879,473	879,473	328,790	759,558
43	Municipal Drainage - Debt Service	-	3,551,789	3,551,789	3,356,177	3,404,189
44	W & S Impact Fees Clearing	-	-	-	-	3,689,939
45	Sustainability & Environmental Services	65,915	103,377	169,292	(598,717)	(2,517,209)
46	Convention & Tourism	4,310	2,160,516	2,164,826	2,800,286	3,643,286
81	Friends of Plano Centre	-	3,960	3,960	3,953	3,913
47	Municipal Drainage	18,026	3,950,625	3,968,651	4,189,957	3,502,779
48	Municipal Golf Course	-	60,074	60,074	126,677	61,990
49	Property Management	-	447,560	447,560	470,085	451,702
51	Recreation Revolving	350	796,285	796,635	1,387,532	881,840
104	Municipal Drain Bond Clearing-1996	-	-	-	-	180,759
320	Municipal Drain Rev Bond Clearing - 2005	-	-	-	-	153,221
094	Municipal Drain Rev Bond Clearing - 2006	-	-	-	-	164,622
330	Municipal Drain Rev Bond Clearing - 2007	-	1,560,950	1,560,950	1,600,634	2,119,010
340	Municipal Drain Rev Bond Clearing - 2008	-	2,127,175	2,127,175	2,123,293	2,101,743
107	Municipal Drain Rev Bond Clearing - 2009	-	1,783,633	1,783,633	1,780,378	-
		877,918	37,489,090	38,367,008	41,243,185	40,918,150

**EQUITY IN TREASURY POOL
DECEMBER 2009**

FUND NO.	FUND NAME	CASH	EQUITY IN TREASURY POOL	TOTAL 12/31/09	TOTAL 10/1/09	TOTAL 12/31/08
SPECIAL REVENUE FUNDS:						
2	Sproles Library	-	186,692	186,692	186,351	184,460
4	TIF-Mall	-	-	-	-	-
5	TIF-East Side	-	5,764,609	5,764,609	5,774,599	6,002,395
11	LLEBG-Police Grant	-	95,977	95,977	40,868	42,785
12	Criminal Investigation	-	1,376,614	1,376,614	1,341,294	1,059,273
13	Grant	95	(604,043)	(603,948)	(469,977)	(168,772)
14	Wireline Fees	-	9,961,055	9,961,055	9,740,731	430,459
15	Judicial Efficiency	-	97,435	97,435	126,175	120,797
16	Industrial	-	18,307	18,307	18,273	18,088
17	Intergovernmental	-	474,784	474,784	371,968	378,537
18	Government Access/CATV	-	235,396	235,396	296,436	245,728
19	Teen Court Program	-	51,829	51,829	49,271	48,618
20	Municipal Courts Technology	-	1,697,700	1,697,700	1,706,473	1,581,042
24	American Recovery/Reinv Act Grant	-	(496,760)	(496,760)	226,793	-
55	Municipal Court-Building Security Fees	-	1,128,945	1,128,945	1,179,873	1,316,274
56	911 Reserve Fund	-	-	-	-	8,781,735
57	State Library Grants	-	(2,615)	(2,615)	(35,972)	50,650
67	Disaster Relief	-	1,205,665	1,205,665	1,203,465	1,134,393
68	Animal Shelter Donations	-	221,917	221,917	207,918	195,615
73	Memorial Library	-	427,236	427,236	348,226	408,188
86	Juvenile Case Manager	-	289,303	289,303	276,850	173,481
87	Traffic Safety	-	1,804,318	1,804,318	2,322,902	1,332,535
88	Child Safety	-	1,117,276	1,117,276	1,007,206	923,093
		95	25,051,640	25,051,735	25,919,723	24,259,374
INTERNAL SERVICE FUNDS:						
6	Public Safety Technology	-	2,010,502	2,010,502	2,006,834	1,968,813
9	Technology Infrastructure	-	(7,796)	(7,796)	(7,782)	(8,889)
58	PC Replacement	-	882,021	882,021	946,678	1,902,531
61	Equipment Maintenance	200	786,756	786,956	1,006,981	(4,415,832)
62	Information Technology	-	4,824,428	4,824,428	4,692,594	3,834,780
63	Office Services	125	(227,764)	(227,639)	(104,926)	15,030
64	Warehouse	100	111,325	111,425	144,325	(27,342)
65	Property/Liability Loss	-	4,129,138	4,129,138	4,434,801	4,547,020
66	Technology Services	-	7,045,616	7,045,616	6,845,943	12,189,772
71	Equipment Replacement	-	17,482,667	17,482,667	15,723,557	11,407,767
78	Health Claims	-	12,045,034	12,045,034	11,149,912	7,936,089
79	Parkway Service Ctr. Expansion	-	(28,238)	(28,238)	(28,187)	(28,335)
		425	49,053,689	49,054,114	46,810,730	39,321,404
FIDUCIARY FUNDS:						
7	Unclaimed Property	-	62,812	62,812	58,343	58,050
8	Library Training Lab	-	2,744	2,744	2,739	7,003
69	Collin County Seized Assets	-	159,306	159,306	146,232	266,565
74	Developers' Escrow	-	2,630,961	2,630,961	2,463,818	3,913,005
75	Plano Economic Development Trust	-	261,348	261,348	376,134	656,803
76	Economic Development	200	15,090,868	15,091,068	13,843,089	11,758,972
84	Rebate	-	1,452,805	1,452,805	1,492,232	984,995
		200	19,660,844	19,661,044	18,382,587	17,645,393
TOTAL		\$ 907,895	311,929,511	312,837,406	319,968,535	313,335,960
TRUST FUNDS						
		CASH	TRUST INVESTMENTS	TOTAL 12/31/09	TOTAL 10/1/09	TOTAL 12/31/08
72	Retirement Security Plan	-	65,458,505	65,458,505	65,458,505	61,611,854
91	115 Trust	-	29,382,635	29,382,635	27,657,043	21,299,132
TOTAL TRUST FUNDS		\$ -	94,841,140	94,841,140	93,115,548	82,910,986

A Treasury Pool fund has been created for the purpose of consolidating cash and investments. All City funds not restricted or held in trust are included in this consolidated fund. Each fund's "Equity in Treasury Pool" represents the fund's proportionate share of the Treasury Pool Fund. At December 31, 2009 the Treasury Pool, including an adjustment to Fair Value as required by GASB 31, consisted of the following:

Cash	25,094,915
Local Government Investment Pool	3,145,182
Texas Daily	16,337,989
Federal Securities	195,033,684
Certificates of Deposit	71,199,000
Fair Value Adjustment	(145,274)
Interest Receivable	1,264,015
	<u>311,929,511</u>

HEALTH CLAIMS FUND
THROUGH DECEMBER 31 OF FISCAL YEARS 2010 AND 2009

Health Claims Fund	FY 09-10			FY 08-09			FY 09-10			FY 08-09		
	October	October	1 month Variance Favorable (Unfavorable)	November	November	1 month Variance Favorable (Unfavorable)	December	December	1 month Variance Favorable (Unfavorable)	Total	Total	Year to Date Variance Favorable (Unfavorable)
Revenues												
Employees Health Ins. Contributions	\$ 283,835	\$ 250,411	13,424	\$ 283,263	\$ 250,403	12,860	\$ 357,301	\$ 285,854	91,447	\$ 884,399	\$ 786,668	117,731
Employers Health Ins. Contributions	1,780,568	1,537,780	222,808	1,757,152	1,548,397	210,755	1,755,515	1,577,019	178,496	5,273,233	4,881,178	612,057
Contributions for Retirees	91,085	79,931	11,184	88,973	38,906	32,067	44,417	68,183	(23,766)	204,485	185,020	19,465
Cobra Insurance Receipts	4,885	8,431	(3,586)	4,110	8,007	(3,897)	2,298	2,840	(544)	11,271	19,278	(8,007)
Retiree Insurance Receipts	32,140	27,809	4,331	57,370	28,885	30,885	74,886	86,431	8,435	164,376	120,925	43,451
Retiree Contributions	-	-	-	(32,140)	-	(32,140)	(57,370)	-	(57,370)	(89,510)	-	(89,510)
Employer Contribution-OPEB	542,430	-	542,430	541,890	-	541,890	540,405	558,200	(15,795)	1,824,725	558,200	1,088,525
Interest	15,729	14,713	1,016	15,884	13,870	2,014	(10,943)	12,723	(23,666)	20,670	41,308	(20,638)
Total Revenues	2,710,660	1,919,055	791,605	2,876,502	1,882,268	794,234	2,708,487	2,549,250	157,237	8,083,649	6,350,573	1,743,076
Transfers Out												
Transfers Out	670,209	-	(670,209)	670,209	-	(670,209)	781,331	-	(781,331)	2,101,749	-	(2,101,749)
Expenses												
Insurance	78,423	116,433	38,010	78,013	116,299	38,286	77,827	115,647	37,820	234,283	348,379	114,116
Contracts- Professional Svc.	47,817	38,852	(8,185)	38,855	5,289	(33,566)	5,438	64,267	58,829	92,110	108,188	16,078
Contracts- Other	80,155	86,042	25,887	75,260	101,135	25,875	99,141	98,178	(2,963)	234,556	283,355	48,799
Health Claims Paid Reinsurance	2,215	1,132	(1,083)	-	(2,842)	(2,842)	(45,283)	(4,125)	41,138	(43,048)	(5,835)	37,413
Retiree Claims	-	-	-	(224,819)	-	224,819	(58,048)	-	58,048	(280,867)	-	280,867
Health Claims - Prescription	341,755	258,597	(83,158)	353,442	259,531	(93,911)	324,533	280,182	(44,351)	1,019,730	798,310	(221,420)
Health Claims Paid -UHC	1,204,961	1,551,915	348,954	1,175,577	1,448,902	273,325	1,522,984	1,879,877	356,893	3,903,532	4,880,694	977,162
Cobra Insurance Paid	231	230	(1)	231	850	619	220	154	(66)	682	1,234	552
Retiree Insurance Paid	7,148	6,881	(285)	7,215	6,897	(518)	7,083	6,530	(533)	21,424	20,088	(1,336)
Retiree Insurance Paid- Medicare	45,385	39,604	(5,781)	23,553	22,954	(599)	11,459	8,431	(3,028)	80,397	70,989	(9,408)
Total Expenses	1,788,088	2,099,466	311,378	1,527,527	1,958,995	431,468	1,947,364	2,447,141	499,777	5,262,979	6,505,602	1,242,623
Net increase (decrease)	252,383	(180,411)	432,774	478,788	(78,727)	555,493	(2,208)	102,109	(104,317)	\$ 728,921	\$ (155,029)	883,950
Health Claims Fund Balance - Cumulative	\$ 7,627,348	\$ 3,799,429	3,827,917	\$ 8,108,112	\$ 3,722,702	4,383,410	\$ 8,103,904	\$ 3,824,811	4,279,093			

ANALYSIS OF PROPERTY LIABILITY LOSS FUND THROUGH DECEMBER 31 OF FISCAL YEARS 2010, 2009 & 2008

PROPERTY LIABILITY LOSS FUND	Fiscal Year 2010	Fiscal Year 2009	Fiscal Year 2008
Claims Paid per General Ledger	\$ 206,143	605,552	77,249
Net Judgments/Damages/Attorney Fees	122,954	272,852	123,735
Total Expenses	\$ 329,097	878,404	200,984



SECTION 2

ECONOMIC ANALYSIS

**City of Plano
Comprehensive Monthly Financial Report**

ECONOMIC ANALYSIS

**General Fund Revenue
December YTD
Figure I**

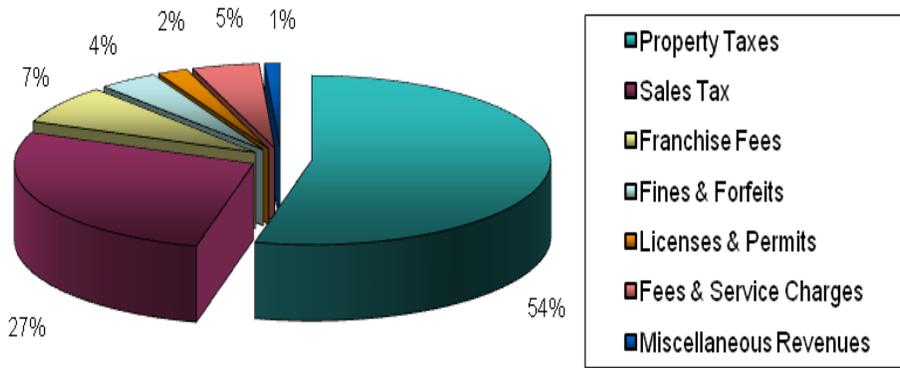


Figure I shows a breakdown of the various sources of revenues for the City's General Fund year to date through December 31, 2009. The largest category is Property Tax in the amount of \$27,685,337. Closest behind Property Tax is Sales Tax and Franchise Fees in the amounts of \$13,973,883 and \$3,812,181, respectively.

**Expenditures and Encumbrances
December YTD
Figure II**

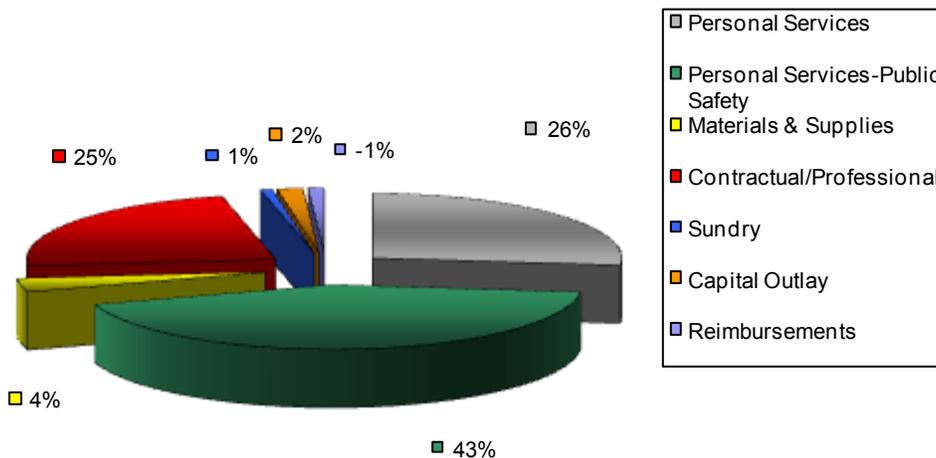


Figure II shows a breakdown of the various expenditures and encumbrances for the City's General Fund Year to Date through December 31, 2009. The largest category is personal services-public safety in the amount of \$21.1 million which includes the police, fire, fire-civilian and public safety communications departments. Closest behind that category are personal services with a total of \$13.0 million, and contractual/professional services (for all other departments) totaling \$11.3 million.

ECONOMIC ANALYSIS

Sales Tax Comparisons City of Plano and Area

Figure III

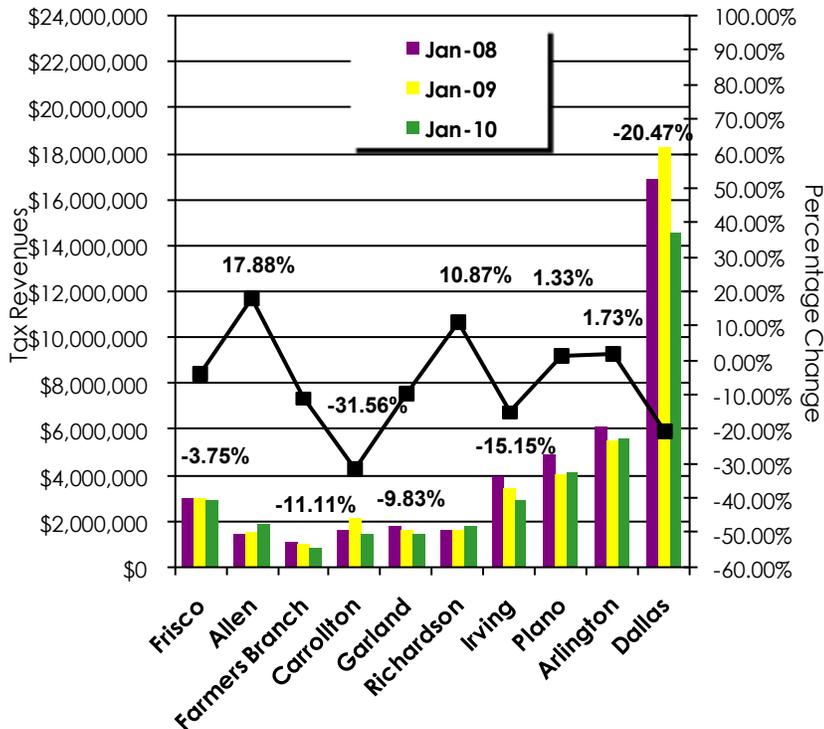


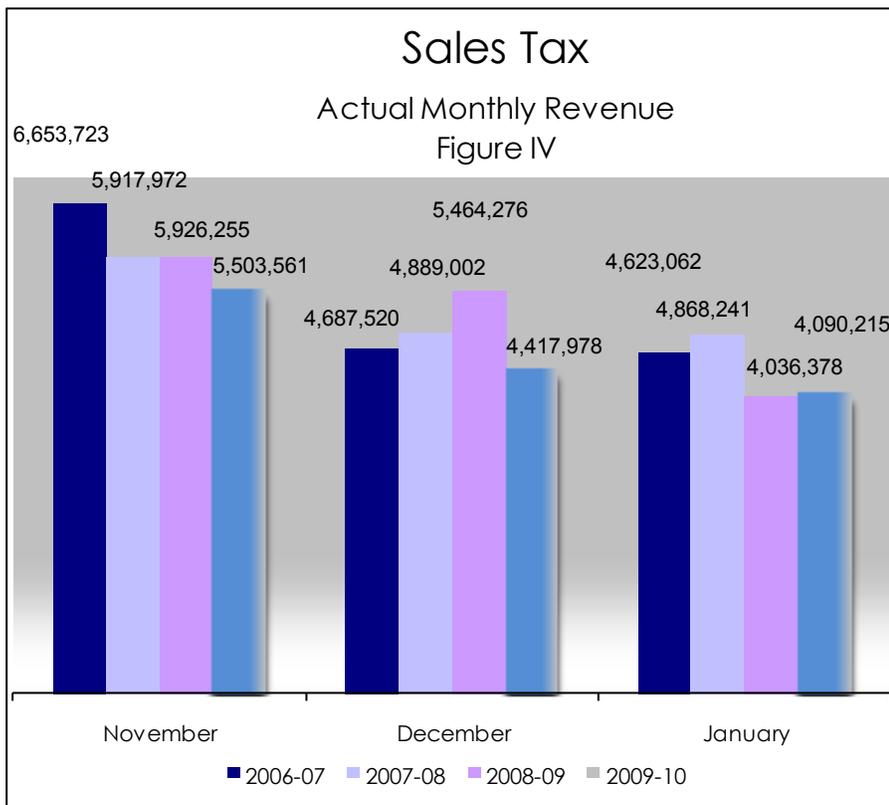
Figure III shows sales tax allocations collected in the months of January 2008, January 2009 and January 2010 for the City of Plano and nine area cities. Each of the cities shown has a sales tax rate of 1%, except for the cities of Allen and Frisco, which have a 2% rate, but distribute half of the amount shown in the graph to 4A and 4B development corporations within their respective cities, and the City of Arlington which has a 1.75% sales tax rate with .25% dedicated to road maintenance and .50% for funding of the Dallas Cowboys Complex Development Project. In the month of January the City of Plano received \$4,090,215 from this 1% tax.

The percentage change in sales tax allocations for the area cities, comparing January 2009 to January 2010, ranged from 17.88% for the City of Allen to -31.56% for the City of Carrollton.

Sales tax allocation of \$4,090,215 was remitted to the City of Plano in the month of January. This amount represents an increase of 1.33% compared to the amount received in January 2009. Sales tax revenue for 2006-07 totaled \$63,370,505, for 2007-08 totaled \$64,114,729, and for 2008-09 totaled \$57,493,767. Current year to date sales tax revenue is \$18,124,185.

Sales tax revenue is generated from the 1% tax on applicable business activity within the City. These taxes were collected by businesses filing monthly returns, reported in November to the State, and received in January by the City of Plano.

Figure IV represents actual sales and use tax receipts for the months of November, December and January fiscal years 2006-2007, 2007-2008, 2008-2009, and 2009-2010.



ECONOMIC ANALYSIS

Cumulative Jobs Created in Plano Figure V

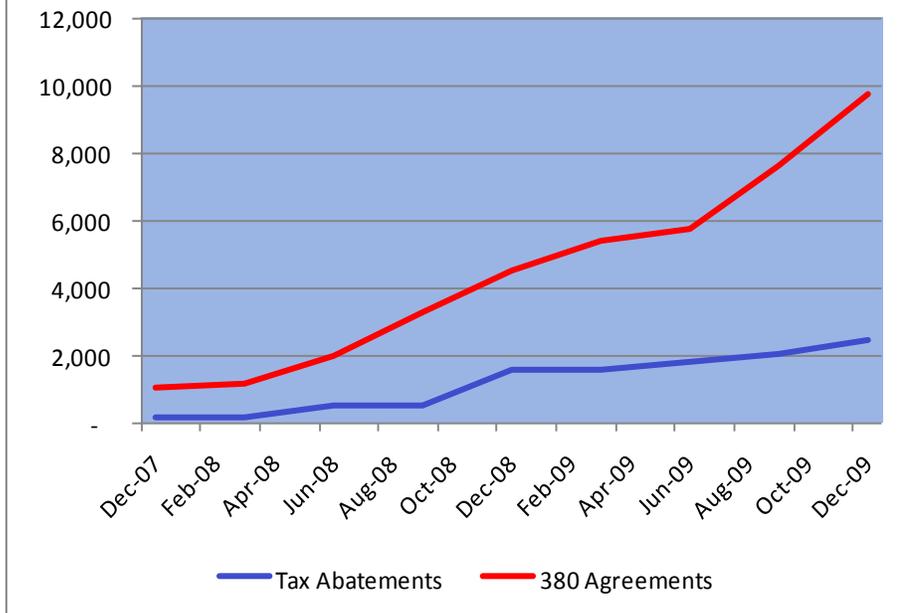


Figure V, left, tracks the number of jobs cumulatively beginning 4th quarter 2007 created in Plano due to the City entering into either a Property Tax Abatement Agreement or a 380 Economic Development Agreement (380 agreement).

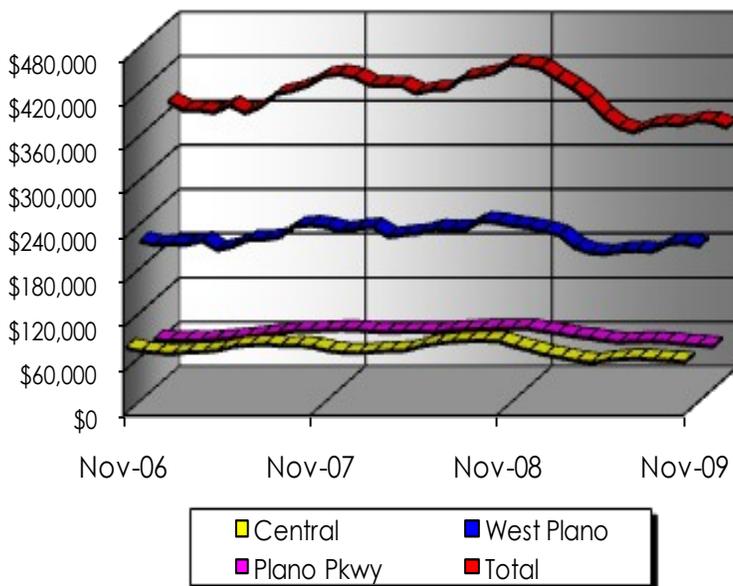
The City of Plano often uses property tax abatements to attract new industry and commercial enterprises, and to encourage the retention and development of existing businesses. The City can limit the property taxes assessed on real property or tangible personal property located on real property due to the repairs or improvements to the property. Only property located within a reinvestment zone is eligible for a tax abatement agreement. During the 4th quarter of 2009, 450 jobs were created via tax abatement agreements.

Enacted by the Texas Legislature in 1991, 380 Agreements let cities make loans and grants of public money to businesses or developers in return for building

projects within the city. Cities often pay these grants from the increase in sales or property taxes generated by the project. During the 4th quarter of 2009, 1,696 jobs were created via 380 agreements.

Please note that the quarterly jobs created in this figure are based on the date the agreement was passed by City Council.

Hotel/Motel Occupancy Tax Six Month Trend Figure VI



November revenue from hotel/motel occupancy tax was \$281,489. This represents a decrease of \$86,820 or -23.57% compared to November 2008. The average monthly revenue for the past six months (see graph) was \$336,654, a decrease of -19.22% from the previous year's average. The six-month average for the Central area decreased to \$69,808, the West Plano average decreased to \$209,795, and the Plano Pkwy average decreased to \$57,050 from the prior year.

The six month trend amount will not equal the hotel/motel taxes reported in the financial section. The economic report is based on the amount of taxes earned during a month, while the financial report indicates when the City received the tax.

*The November revenue and central average excludes Comfort Suites and Candlewood Suites Hotel (E. 190) occupancy tax. These hotels had not made their occupancy tax payment by CMFR submission deadline.

ECONOMIC ANALYSIS

Unemployment Rates
Unadjusted Rate Comparison
Figure VII

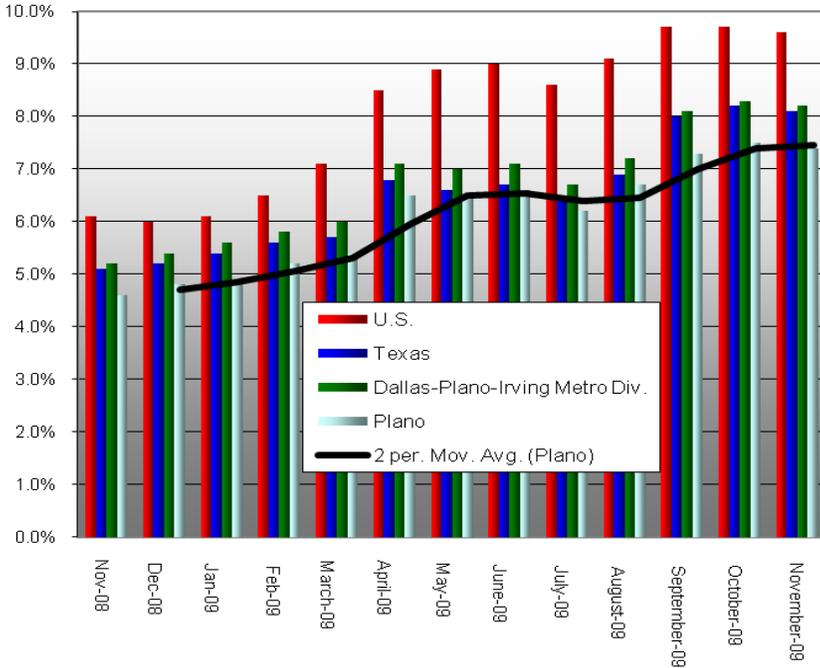


Figure VII shows unadjusted unemployment rates based on the Bureau of Labor Statistics U.S. City Average, and Local Area Unemployment Statistics estimates for the State of Texas, the Dallas-Plano-Irving Metropolitan Division and the City of Plano from November 2008 to November 2009.

Average Home Selling Price By City
Figure VIII



Figure VIII shows the average home selling price for the months of December 2008 and December 2009 for the City of Plano and four area cities. The average price per square foot is also included for each city for the month of December 2009. The average sales price in Plano has decreased \$32,420 from December 2008 at \$289,968 to December 2009 at \$257,548.

Please note that the average sales price and price per square foot can change significantly from month to month due to the location of the properties sold.

ECONOMIC ANALYSIS

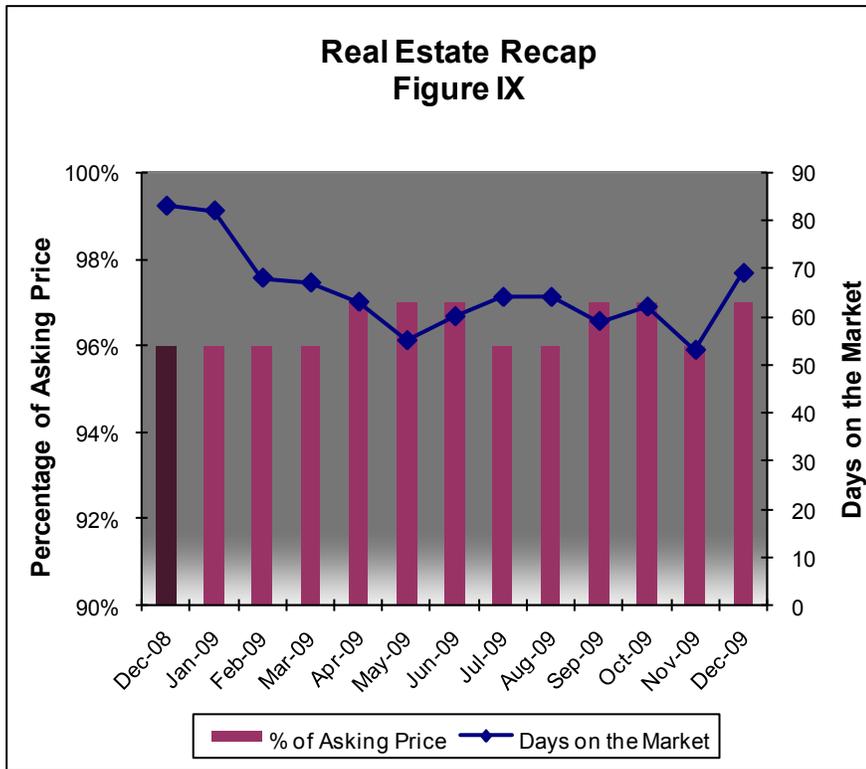


Figure IX represents the percentage of sales price to asking price for single family homes for the past year along with days on the market. The percentage of asking price has increased from December 2008 to December 2009 from 96% to 97%. Days on the market has decreased from 83 days in December 2008 to 69 days in December 2009.



SECTION 3

INVESTMENT REPORT

City of Plano Comprehensive Monthly Financial Report

Funds of the City of Plano are invested in accordance with Chapter 2256 of the "Public Funds Investment Act." The Act clearly defines allowable investment instruments for local governments. The City of Plano Investment Policy incorporates the provisions of the Act and all investment transactions are executed in compliance with the Act and the Policy.

INVESTMENT REPORT

December, 2009

Interest received during December totaled \$668,307 and represents interest paid on maturing investments and coupon payments on investments. Interest allocation is based on average balances within each fund during the month. The two-year Treasury note yield increased throughout the month of December, starting at .67% and ending at 1.14%.

As of December 31, a total of \$304.1 million was invested in the Treasury Fund. Of this amount, \$38.0 million was General Obligation Bond Funds, \$5.5 million was Municipal Drainage Revenue Bond Funds, and \$260.6 million was in the remaining funds.

Metrics	Current Month Actual	Fiscal YTD	Prior Fiscal YTD	Prior Fiscal Year Total
Funds Invested (1)	\$10,000,000	\$10,000,000	\$27,000,000	\$361,486,327
Interest Received (2)	\$668,307	\$1,402,014	\$1,890,384	\$4,622,227
Weighted Average Maturity (in days) (3)	229		65	
Modified Duration (4)	0.6700		0.1639	
Average 2-Year T-Note Yield (5)	0.87%		0.82%	

* See interest allocation footnote on Page C-3.

- (1) Does not include funds on deposit earning a "NOW" rate, and/or moneys in investment pools or cash accounts.
- (2) Cash Basis. Amount does not include purchased interest.
- (3) The length of time (expressed in days) until the average investment in the portfolio will mature. The Prior fiscal YTD column represents current month, prior year.
- (4) Expresses the measurable change in the value of the portfolio in response to a 100-basis-point (1%) change in interest.
- (5) Compares 2009 to 2008 for the current month.

Month-to-Month Comparison

Metrics	Nov 2009	Dec 2009	Difference
Portfolio Holding Period Yield	1.19%	1.06%	-0.13% (-13 Basis Points)
Average 2-Year T-Note Yield	0.80%	0.87%	+0.07% (+7 Basis Points)

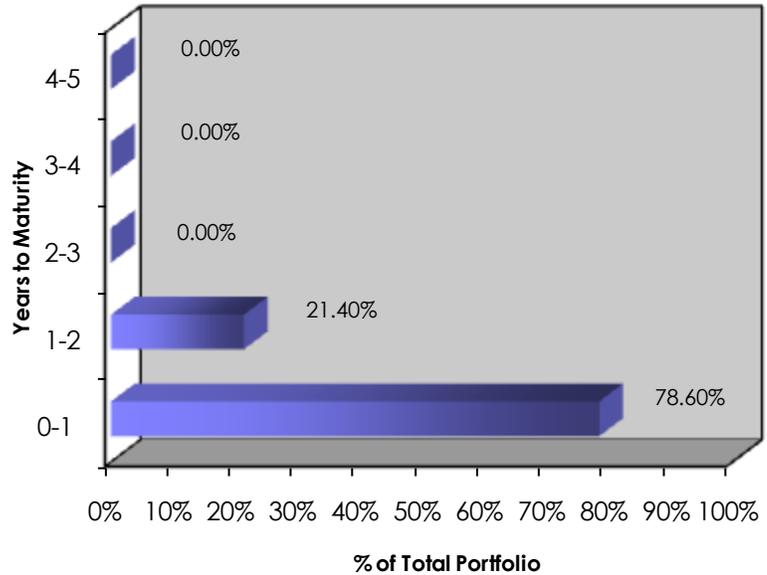
INVESTMENT REPORT

Portfolio Maturity Schedule

Figure I

Years to Maturity*	Book Value	% Total
0-1	\$245,422,682	78.60%
1-2	\$66,804,932	21.40%
2-3	\$0	0.00%
3-4	\$0	0.00%
4-5	\$0	0.00%
Total	\$312,227,614	100%

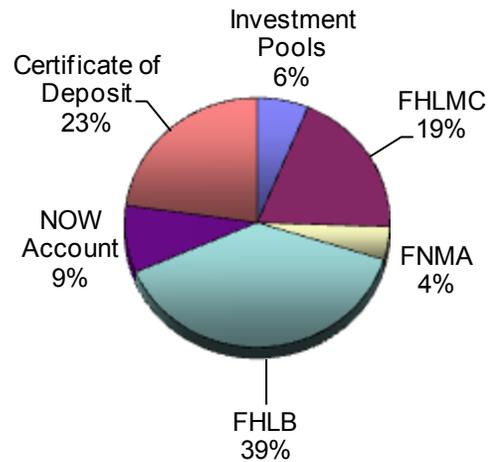
*Does not take into consideration callable issues that can, if called, significantly shorten the Weighted Average Maturity.



Portfolio Diversification

Figure II

Type	Book Value	% Total
Investment Pools	\$19,483,172	6.24%
FHLMC	60,181,077	19.28%
FNMA	13,406,205	4.29%
FHLB	120,748,348	38.67%
NOW Account	27,209,812	8.72%
Certificate of Deposit	71,199,000	22.80%
Total	\$312,227,614	100.00%



INVESTMENT REPORT

Allocated Interest/Fund Balance December 2009

Fund	Beginning Fund	Allocated Interest		Ending Fund	% of
	Balance 12/31/09	Current Month	Fiscal Y-T-D	Balance 12/31/09	Total
General	40,840,897	(29,146)	45,911	40,811,751	13.42%
G. O. Debt Services	16,755,587	(9,631)	126	16,745,956	5.51%
Street & Drainage Improvements	4,887,538	(4,824)	14,356	4,882,714	1.61%
Sewer CIP	10,556,648	(9,602)	19,801	10,547,046	3.47%
Capital Reserve	40,472,370	(36,629)	72,876	40,435,741	13.30%
Water & Sewer Operating	(2,763,183)	1,756	984	(2,761,426)	-0.91%
Water & Sewer Debt Service	880,190	(717)	683	879,473	0.29%
Park Service Area Fees	5,475,929	(5,025)	10,341	5,470,904	1.80%
Property/ Liability Loss	4,132,832	(3,694)	8,268	4,129,138	1.36%
Information Services	7,052,065	(6,449)	12,334	7,045,616	2.32%
Equipment Replacement	17,498,394	(15,727)	28,531	17,482,667	5.75%
Developer's Escrow	2,633,362	(2,401)	4,422	2,630,961	0.87%
G. O. Bond Funds	38,050,191	(41,421)	107,584	38,008,770	12.50%
Municipal Drainage Bond Clearing	5,476,739	(4,981)	10,076	5,471,758	1.80%
Grants - TXDOT	11,193,969	(10,313)	20,552	11,183,656	3.68%
Other	101,216,878	(92,042)	182,542	101,124,836	33.25%
Total	304,360,407	(270,846)	539,387	304,089,561	100%

Footnote: All City funds not restricted or held in trust are included in the Treasury Pool. As of December 31, 2009 allocated interest to these funds may include an adjustment to fair value as required by GASB 31.

Portfolio Statistics

Month	Total Invested (End of Month)	Portfolio Yield	# of	Maturities/	Weighted	# of Securities
			Securities Purchased*	Sold/ Called	Ave. Mat. (Days)	
November, 2008	283,603,783	1.90%	1	5	82	9
December, 2008	309,132,350	1.49%	2	2	67	9
January, 2009	337,564,218	1.09%	7	3	98	13
February, 2009	355,625,399	0.82%	5	2	64	16
March, 2009	380,327,932	1.00%	4	1	112	19
April, 2009	364,025,210	1.01%	7	4	153	22
May, 2009	356,669,678	0.87%	12	3	194	31
June, 2009	347,628,523	1.07%	8	0	221	39
July, 2009	339,056,884	1.15%	6	3	289	42
August, 2009	339,629,101	1.11%	2	4	292	40
September, 2009	318,909,436	1.16%	1	0	298	41
October, 2009	301,596,747	1.19%	1	2	288	40
November, 2009	298,555,134	1.19%	1	2	264	39
December, 2009	312,227,614	1.06%	1	1	229	39

*Does not include investment pool purchases or changes in NOW account balances.

INVESTMENT REPORT

Equity in Treasury Pool By Major Category Figure IV

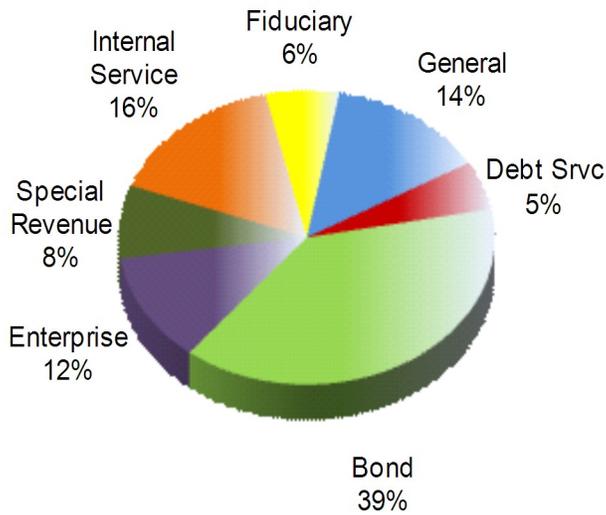


Figure IV shows a breakdown of the various sources of funds for the City's Treasury Pool as of December 31, 2009. The largest category is the Bond Fund in the amount of \$121.0 million. Closest behind is the Internal Service Fund with a total of \$49.1 million, and the General Fund with \$42.9 million.

Annualized Average Portfolio Figure V

The annualized average portfolio for December 31, 2009 was \$337,651,323. This is an increase of \$974,306 when compared to the December 2008 average of \$336,677,017.

