

Department of Financial & Strategic Services  
*Quarterly Review*

*For the Period Ended September 30, 2011*

---

---

*Town of Addison  
November 2011*

# *Quarter Ended 09/30/11*

## *Table of Contents*

---

	Pages
Executive Dashboards .....	i-ii
Memorandum to the City Manager .....	1-2
<b>Financial Section:</b>	
Executive Summary of Operating Funds, Actual Compared to Budget .....	3
General Fund, Quarterly Statement of Revenues Compared to Budget.....	4
General Fund, Quarterly Statement of Expenditures Compared to Budget .....	5
Hotel Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	6
Economic Development Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	7
Advanced Funding Grant Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	7
Reimbursement Grant Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	8
ARRA Grant Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	8
Street Capital Project Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	9
Parks Capital Project Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	9
2002 Capital Project Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	10
2004 Capital Project Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	10
2006 Capital Project Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	11
2008 Capital Project Fund, Quarterly Statement of Revenues and Expenditures Compared to Budget .....	11
Airport Fund, Quarterly Statement of Revenues, Expenditures and Changes in Working Capital Compared to Budget .....	12
Utility Fund, Quarterly Statement of Revenues, Expenditures and Changes in Working Capital Compared to Budget .....	13
Schedule of Sales Tax Collections and Related Analyses .....	14
Hotel Occupancy Tax Collection by Hotel Service Type .....	15
Interim Statement of Cash Receipts and Disbursements .....	16
Collateral Summary .....	17
<b>Attachments:</b>	
First Southwest Portfolio Report and Statement of Compliance .....	Attached

# Executive Dashboard – 4th Quarter, 2011 Fiscal Year

## Financial Indicators

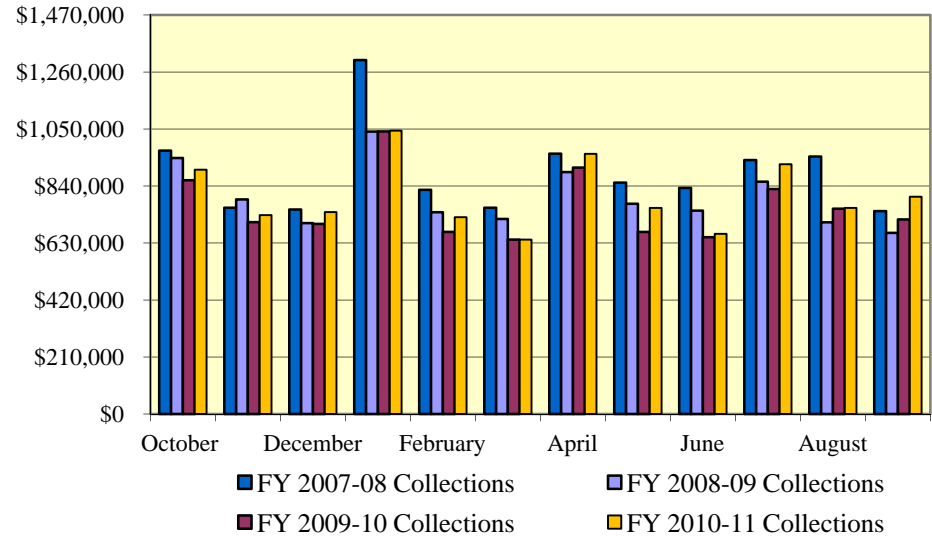
### Key Revenue Sources:

	FY11 Final Amended Budget	FY11 Unaudited Year to Date	Variance (Unfavorable)
Ad Valorem Taxes	\$10,276,590	\$10,373,351	\$96,761
Sales Taxes	\$9,377,780	\$9,651,534	\$273,754
Franchise Fees	\$2,602,960	\$2,759,651	\$156,691
Licenses and Permits	\$621,080	\$1,210,058	\$588,978
Court Fines	\$1,025,000	\$1,062,986	\$37,986
Hotel Tax	\$4,000,000	\$3,977,412	(\$22,588)
Fuel Flowage Fees	\$846,000	\$657,159	(\$188,841)
Water and Sewer Charges	\$10,165,000	\$10,637,758	\$472,758

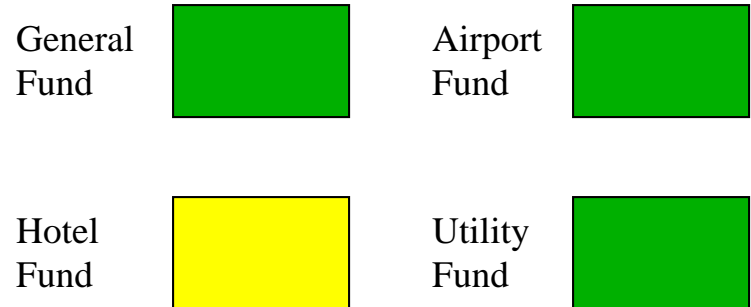
### Key Expenditures:

	FY11 Final Amended Budget	FY11 Unaudited Year to Date	Variance (Unfavorable)
General Fund	\$29,137,670	\$28,124,433	\$1,013,237
Hotel Fund	\$8,494,180	\$8,322,915	\$171,265
Airport Operations	\$3,506,410	\$3,203,241	\$303,169
Utility Dept.	\$2,644,680	\$2,497,506	\$147,174

### Addison Sales Tax Collections




### Overall Fund Outlook:




\*Using data through September 30, 2011

## Economic Indicators


### Occupancy Indicators:


Office Occupancy  Up from 76.3% to 78.8%

Retail Occupancy  Down from 83.7% to 83.0%

Source: CoStar Report Q4 2011 vs. Q4 2010


### Hotel Indicators:


Hotel Occupancy  2011 up 12.0% from 2010

RevPAR  2011 up \$4.74 from 2010

Source: STR Report – September 2011 vs. September 2010

### Area Economic Indicators:

Area Employment  2011 even with 2010

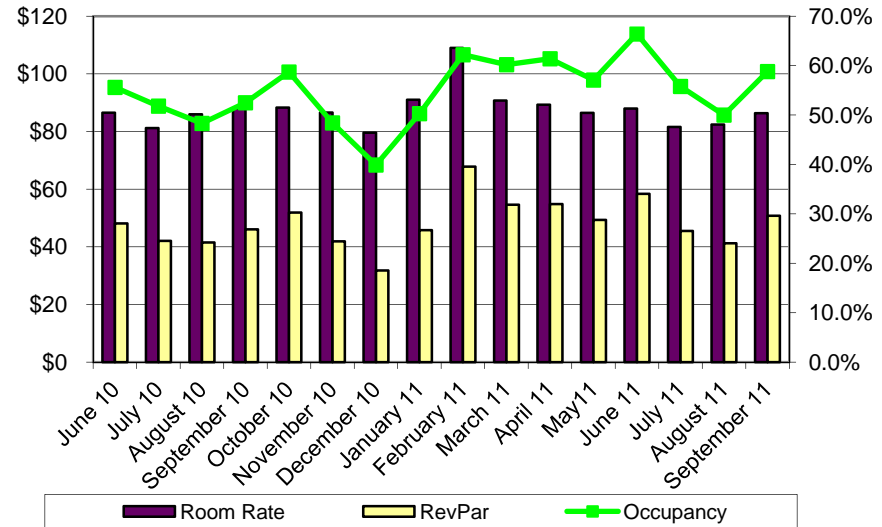
Texas Leading Indicators Index  2011 up 3.21% from 2010

Source: Dallas Federal Reserve

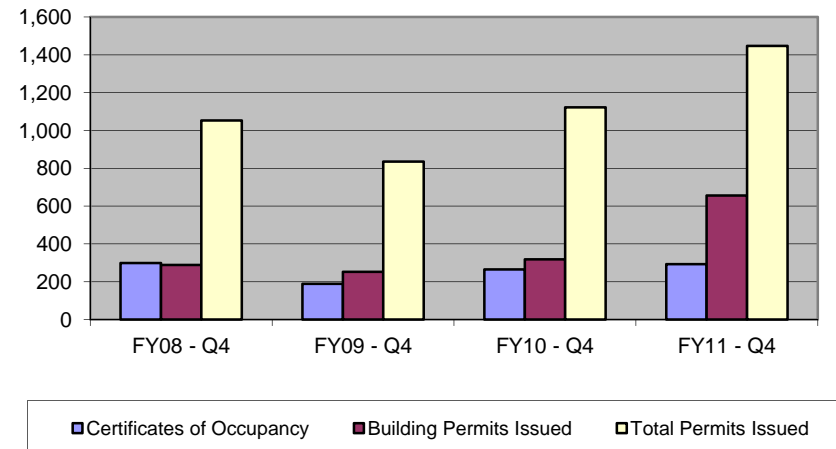
### Building Permit Activity:

	FY 2010 (thru September 30th)	FY 2011 (thru September 30 <sup>th</sup> )
Certificates of Occupancy	265	293
Building Permits Issued	318	656
Total Permits Issued	1,122	1,447
Total Valuation	\$140,412,362	\$115,619,535

### Hotel Industry Statistics



### Comparison of Permit Activity





# MEMO

**To:** Ron Whitehead, City Manager  
**From:** Marisa Perry, Financial Services Manager  
**Re:** Fourth Quarter Financial Review  
**Date:** November 22, 2011

The amounts reflected in this report are for the 2010-2011 fiscal year that concluded September 30, 2011. Revenue and expenditure totals include most year-end adjusting journal entries and closely represent what will be reported in the Town's audited comprehensive annual financial report. The only variances will be entries requested by the Town's auditors which are not expected to be material. Budget to actual comparisons are based on the final amended budget including budget amendments approved by the City Council at its August 23, 2011 meeting.

## **GENERAL FUND**

- Revenues for the year totaled \$27.7 million, which is \$394k or 1.4% more than received this time last year. Increased revenue from sales tax and franchise fees helped offset declines in property taxes.
- Property tax revenue of \$10.4 million is down \$398k, approximately 3.7% below the collections of last year due to this year's reduced tax levy.
- Sales tax revenues totaled \$9.7 million, a 5.4% increase over the previous year. Licenses and permits increased \$377k over the previous year as a result of UDR's application for the next phase of the Vitruvian Park development.
- For the fiscal year, total expenditures, including the \$700k transfer to the Economic Development Fund, are \$28.1 million, which is 96.5% of budget and \$1.1 million more than spent last year. Police department expenditures were slightly over budget due to increased benefit costs.

## **HOTEL FUND**

- Annual revenues totaled \$5.9 million, an increase of \$48k from last year. Hotel occupancy tax (HOT) collections gradually recovered through the year, and revenues of \$4.0 million were 8.5% greater than the previous year. Proceeds from special events were down \$258k compared to the previous year due to inclement weather which limited attendance at Taste Addison and Oktoberfest.

- Hotel fund expenditures of \$8.3 million were 98.0% of budget and \$2.2 million more than a year ago. The increased costs are attributed to making ready of the Visitor Services offices and the Visit Addison facilities at Village on the Parkway. Special Events expenditures were slightly over budget due to increased capital expenditures.

### **AIRPORT FUND**

- Operating revenue for the year totaled \$4.2 million, down \$145k from last year. Fuel flowage fees are down 8.8% as a result of the runway reconstruction that has impacted air traffic the past few months.
- Year-to-date operating expenses amounted to \$3.2 million, \$199k more than the amount spent last year. Net income of \$1.0 million is \$344k less than last year but is \$140k more than budget. The Operator Service Contract was over budget primarily due to the incentive award payment to the airport operator in December 2010.

### **UTILITY FUND**

- For FY 2011, the fund recorded \$10.7 million in operating revenues. The increase of \$1.9 million over the previous year is attributed to the new utility rate structure, as well as a 33.5% increase in the volume of water sold.
- Operating expenses of \$6.9 million are up \$213k compared to last year. Net income of \$3.8 million is \$1.7 million more than FY2010. Working capital declined \$2.3 million due to debt service and capital projects, but this decline is \$1.7 million less than the \$4.0 million decrease anticipated in the amended budget.

### **CASH AND INVESTMENT REPORT**

- Cash for all funds as of September 30, 2011 totaled \$36.5 million, a net decline of \$9.0 million from the previous quarter. The decline is due to a seasonal variance between operating expenditures and revenues in the General Fund, interest payments from the debt service funds, and payments from the 2008 Capital Project Fund for the Vitruvian Park infrastructure and Spring Valley project.
- The Town's average investment yield to maturity at the end of September was 0.458 percent, down from the previous quarter's yield of 0.475 percent. This yield is higher than the TexPool benchmark of 0.09 percent. The average weighted maturity increased from 213 days to 227 days.
- We concur with First Southwest Asset Management's recommendation of keeping our cash balances low and investing in callable and step-up agency securities. In addition, we will continue to review municipal commercial paper issues and CDs to maximize yields.

## TOWN OF ADDISON

### EXECUTIVE SUMMARY OF MAJOR OPERATING FUNDS FOR THE QUARTER ENDED SEPTEMBER 30, 2011 UNAUDITED ACTUAL AMOUNTS COMPARED TO THE 2011 FINAL AMENDED BUDGET AND PREVIOUS YEAR ACTUAL FOR SAME PERIOD

*All Amounts Expressed in Thousands of Dollars*

	General Fund			Hotel Fund			Airport Fund			Utility Fund			Total Major Operating Funds*		
	Budget	Actual	PY Actual	Budget	Actual	PY Actual	Budget	Actual	PY Actual	Budget	Actual	PY Actual	Budget	Actual	PY Actual
<b>RESOURCES</b>															
Ad Valorem Tax	\$ 10,277	\$ 10,373	\$ 10,771	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,277	\$ 10,373	\$ 10,771
Non-Property Tax	10,338	10,582	10,078	4,000	3,977	3,667	-	-	-	-	-	-	14,338	14,560	13,745
Franchise Fees	2,603	2,760	2,578	-	-	-	-	-	-	-	-	-	2,603	2,760	2,578
Service/Permitting/License Fees	1,968	2,589	2,325	1,548	1,386	1,644	884	708	859	10,258	10,727	8,806	14,657	15,411	13,634
Rental, Interest and Other Income	1,304	1,352	1,511	611	584	589	3,543	3,934	3,538	7	(23)	(56)	5,465	5,847	5,582
Transfers and Other Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Resources</b>	<b>26,489</b>	<b>27,657</b>	<b>27,263</b>	<b>6,159</b>	<b>5,948</b>	<b>5,900</b>	<b>4,427</b>	<b>4,642</b>	<b>4,398</b>	<b>10,264</b>	<b>10,704</b>	<b>8,750</b>	<b>47,339</b>	<b>48,950</b>	<b>46,310</b>
<b>APPLICATION OF RESOURCES</b>															
Personal Services	19,205	18,664	18,519	1,538	1,443	1,429	254	264	232	1,362	1,371	1,285	22,359	21,743	21,465
Supplies and Materials	1,254	1,125	1,183	232	330	143	46	20	41	124	115	105	1,655	1,590	1,472
Maintenance	2,132	1,895	1,808	1,729	1,837	409	2,399	2,062	1,185	425	415	354	6,685	6,209	3,756
Contractual Services	4,659	4,564	4,510	4,269	3,968	3,461	807	858	1,546	5,398	4,978	4,939	15,133	14,368	14,457
Capital Equipment Amortization	1,073	1,072	5	57	65	-	-	-	-	24	27	10	1,154	1,164	15
Capital Equipment/Projects	113	105	36	-	9	-	1,278	1,304	50	3,785	3,018	598	5,177	4,436	683
Transfers and Other Uses**	700	700	999	670	670	670	390	391	398	3,147	3,102	3,077	4,908	4,863	5,144
<b>Total Application of Resources</b>	<b>29,138</b>	<b>28,124</b>	<b>27,059</b>	<b>8,494</b>	<b>8,323</b>	<b>6,112</b>	<b>5,175</b>	<b>4,899</b>	<b>3,452</b>	<b>14,265</b>	<b>13,027</b>	<b>10,369</b>	<b>57,072</b>	<b>54,373</b>	<b>46,992</b>
<b>Net Change in Fund Balances</b>	<b>\$ (2,649)</b>	<b>\$ (468)</b>	<b>\$ 204</b>	<b>\$ (2,335)</b>	<b>\$ (2,375)</b>	<b>\$ (212)</b>	<b>\$ (748)</b>	<b>\$ (257)</b>	<b>\$ 945</b>	<b>\$ (4,001)</b>	<b>\$ (2,323)</b>	<b>\$ (1,619)</b>	<b>\$ (9,733)</b>	<b>\$ (5,423)</b>	<b>\$ (682)</b>

**Notes:**

\* Totals may not exactly match due to rounding.

\*\* Transfers and other uses includes interfund transfers and retirement of debt in the Airport and Utility Funds.

# TOWN OF ADDISON

## GENERAL FUND

### FY 2011 QUARTERLY STATEMENT OF REVENUES COMPARED TO BUDGET

*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
Ad valorem taxes:						
Current taxes	\$ 10,200,430	\$ (34,912)	\$ 10,290,338	100.9%	\$ 10,748,821	100.6%
Delinquent taxes	34,850	13,674	34,564	99.2%	2,392	70.6%
Penalty & interest	41,310	12,765	48,449	117.3%	19,953	84.2%
Non-property taxes:						
Sales tax	9,377,780	2,480,108	9,651,534	102.9%	9,155,849	98.9%
Alcoholic beverage tax	960,000	439,773	930,759	97.0%	921,990	94.6%
Franchise / right-of-way use fees:						
Electric franchise	1,500,000	485,381	1,625,028	108.3%	1,445,519	96.4%
Gas franchise	220,000	-	219,959	100.0%	215,705	116.6%
Telecommunication access fees	650,000	169,169	670,748	103.2%	682,102	103.3%
Cable franchise	225,000	63,173	235,916	104.9%	228,478	175.8%
Street rental fees	7,960	1,250	8,000	100.5%	6,350	90.7%
Licenses and permits:						
Business licenses and permits	167,340	134,010	247,176	147.7%	147,885	92.4%
Building and construction permits	453,740	561,717	962,882	212.2%	685,293	124.6%
Service fees:						
General government	650	23	97	14.9%	419	69.8%
Public safety	757,080	194,799	750,370	99.1%	884,912	104.1%
Urban development	5,300	1,163	3,683	69.5%	2,630	52.6%
Streets and sanitation	319,870	106,253	355,973	111.3%	332,330	95.0%
Recreation	79,400	28,160	84,879	106.9%	86,937	108.7%
Interfund	184,300	46,075	184,300	100.0%	184,300	100.0%
Court fines	1,025,000	277,615	1,062,986	103.7%	1,158,581	96.5%
Interest earnings	70,000	34,489	61,296	87.6%	60,681	34.2%
Rental income	153,000	33,251	148,959	97.4%	146,821	93.8%
Other	55,990	(1,431)	78,810	140.8%	144,670	192.9%
<b>Total Revenues</b>	<b>\$ 26,489,000</b>	<b>\$ 5,046,505</b>	<b>\$ 27,656,706</b>	<b>104.4%</b>	<b>\$ 27,262,618</b>	<b>100.2%</b>

# TOWN OF ADDISON

## GENERAL FUND

### FY 2011 QUARTERLY STATEMENT OF EXPENDITURES COMPARED TO BUDGET

*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>General Government:</b>						
City Manager	\$ 1,627,890	\$ 481,275	\$ 1,621,767	99.6%	\$ 1,271,118	98.0%
Financial & Strategic Services	897,820	252,763	860,925	95.9%	851,725	96.7%
General Services	842,270	245,826	779,723	92.6%	781,312	98.2%
Municipal Court	509,580	153,963	475,737	93.4%	500,958	96.3%
Human Resources	519,630	184,532	455,767	87.7%	485,057	83.1%
Information Technology	1,325,600	339,041	1,196,031	90.2%	1,234,661	99.9%
Combined Services	622,680	135,402	568,588	91.3%	602,005	86.7%
Council Projects	360,650	71,055	352,851	97.8%	597,055	106.0%
<b>Public Safety:</b>						
Police	7,743,280	2,309,223	7,766,865	100.3%	6,986,208	94.5%
Emergency Communications	1,156,290	280,563	1,013,953	87.7%	1,073,368	94.5%
Fire	5,880,280	1,686,803	5,773,333	98.2%	5,418,067	94.7%
Development Services	898,680	269,418	885,219	98.5%	887,132	92.8%
Streets	1,779,880	619,769	1,612,010	90.6%	1,672,375	97.1%
<b>Parks and Recreation:</b>						
Parks	2,710,480	971,853	2,565,249	94.6%	2,348,874	92.9%
Recreation	1,562,660	526,834	1,496,415	95.8%	1,349,957	96.5%
<b>Other financing uses:</b>						
Transfer to Economic Development Fund	700,000	175,000	700,000	100.0%	-	N/A
Transfer to Debt Service Fund	-	-	-	N/A	998,737	101.3%
<b>Total Expenditures and Other Uses</b>	<b>\$ 29,137,670</b>	<b>\$ 8,703,320</b>	<b>\$ 28,124,433</b>	<b>96.5%</b>	<b>\$ 27,058,609</b>	<b>95.3%</b>

# TOWN OF ADDISON

## HOTEL FUND

### FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET

*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Hotel/motel occupancy taxes	\$ 4,000,000	\$ 983,429	\$ 3,977,412	99.4%	\$ 3,666,781	106.3%
Proceeds from special events	1,547,500	524,802	1,386,124	89.6%	1,643,906	94.6%
Conference Centre rental	425,000	97,336	428,749	100.9%	475,366	95.1%
Other rental	172,540	56,674	152,847	88.6%	78,020	111.5%
Interest and miscellaneous	13,800	(13,404)	2,552	18.5%	35,949	35.9%
<b>Total Revenues</b>	<b>6,158,840</b>	<b>1,648,837</b>	<b>5,947,684</b>	<b>96.6%</b>	<b>5,900,022</b>	<b>100.7%</b>
<b>Expenditures and other uses:</b>						
Visitor Services	1,098,570	263,763	1,006,422	91.6%	806,786	63.1%
Visit Addison	1,995,110	262,136	1,978,750	99.2%	113,376	84.0%
Marketing	731,460	204,164	727,292	99.4%	617,637	76.7%
Special Events	2,392,720	1,036,073	2,404,184	100.5%	2,376,492	87.8%
Conference Centre	1,053,370	345,640	1,007,161	95.6%	963,908	95.1%
Performing Arts	552,950	31,358	529,106	95.7%	563,980	99.7%
Other financing uses:						
Transfer to Debt Service Fund	670,000	167,500	670,000	100.0%	670,000	100.0%
<b>Total Expenditures and Other Uses</b>	<b>\$ 8,494,180</b>	<b>\$ 2,310,634</b>	<b>\$ 8,322,915</b>	<b>98.0%</b>	<b>\$ 6,112,179</b>	<b>85.2%</b>

**NOTES:**

1) Amounts spent by special project:

Public Relations	\$ 314,250	\$ 72,575	\$ 303,189	96.5%	\$ 331,871	82.1%
Oktoberfest	563,880	566,839	575,180	102.0%	565,268	94.3%
Kaboom Town	245,920	221,198	273,036	111.0%	249,219	86.8%
Calendar	50,000	-	57,469	114.9%	44,814	89.6%
Hotel Support Program	260,000	79,444	156,690	60.3%	175,258	67.4%
Taste Addison	599,050	7,277	586,539	97.9%	572,201	91.3%
Shakespeare Festival	46,500	-	48,092	103.4%	47,710	102.6%
Summer Jazz Festival	44,560	27,699	41,188	92.4%	41,495	89.8%
WorldFest	200,110	(6,508)	205,332	102.6%	289,914	87.3%
Book Fair	2,920	-	2,032	69.6%	2,908	114.5%
Weekend to Wipe Out Cancer	13,000	13,878	13,947	107.3%	14,127	94.2%
<b>TOTAL</b>	<b>\$ 2,340,190</b>	<b>\$ 982,402</b>	<b>\$ 2,262,694</b>	<b>96.7%</b>	<b>\$ 2,334,785</b>	<b>87.5%</b>

**TOWN OF ADDISON**  
**ECONOMIC DEVELOPMENT FUND**  
**FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Interest income and other	\$ -	\$ 325	\$ 876	N/A	\$ -	N/A
Transfer from General Fund	700,000	175,000	700,000	100.0%	-	N/A
<b>Total Revenues and Other Sources</b>	<b>700,000</b>	<b>175,325</b>	<b>700,876</b>	<b>100.1%</b>	<b>-</b>	<b>N/A</b>
<b>Expenditures:</b>						
Personal services	66,400	37,359	63,280	95.3%	-	N/A
Supplies	11,060	1,483	12,418	112.3%	-	N/A
Maintenance	-	-	1,449	N/A	-	N/A
Contractual services	622,540	97,873	290,052	46.6%	-	N/A
<b>Total Expenditures</b>	<b>\$ 700,000</b>	<b>\$ 136,715</b>	<b>\$ 367,199</b>	<b>52.5%</b>	<b>\$ -</b>	<b>N/A</b>

**NOTES:**

- 1) The Economic Development Fund was initiated with the FY2011 budget.

**TOWN OF ADDISON**  
**ADVANCED FUNDING GRANT FUND**  
**FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Intergovernmental	\$ 1,500,000	\$ 1,200	\$ 1,566,252	104.4%	\$ 15,284	100.0%
Interest earnings and other	70	1,668	4,165	5950.0%	27	135.0%
<b>Total Revenues</b>	<b>1,500,070</b>	<b>2,868</b>	<b>1,570,417</b>	<b>104.7%</b>	<b>15,311</b>	<b>100.1%</b>
<b>Expenditures:</b>						
Supplies	6,200	-	1,466	23.6%	-	N/A
Contractual services	-	1,418	3,879	N/A	-	N/A
Construction and equipment	1,590,000	314,673	407,230	25.6%	-	N/A
<b>Total Expenditures</b>	<b>\$ 1,596,200</b>	<b>\$ 316,091</b>	<b>\$ 412,575</b>	<b>25.8%</b>	<b>\$ -</b>	<b>N/A</b>

**TOWN OF ADDISON**  
**REIMBURSEMENT GRANT FUND**  
**FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Intergovernmental	\$ 1,900,000	\$ 33,169	\$ 581,224	30.6%	\$ 1,094,969	71.7%
Interest earnings and other	-	-	-	N/A	195	N/A
Transfer from Street Capital Project Fund	14,160	-	14,156	100.0%	-	N/A
<b>Total Revenues and Other Sources</b>	<b>1,914,160</b>	<b>33,169</b>	<b>595,380</b>	<b>31.1%</b>	<b>1,095,164</b>	<b>71.7%</b>
<b>Expenditures:</b>						
Personal services	10,200	2,659	8,867	86.9%	31,148	133.5%
Supplies	2,000	3,540	5,596	279.8%	14,309	1144.7%
Contractual services	-	-	-	N/A	9,573	115.8%
Construction and equipment	2,000,000	96,908	774,039	38.7%	576,012	44.4%
Transfer to General Fund	-	-	-	N/A	1,263	9.6%
Transfer to Street Capital Project Fund	-	-	-	N/A	462,564	249.6%
<b>Total Expenditures and Other Uses</b>	<b>\$ 2,012,200</b>	<b>\$ 103,107</b>	<b>\$ 788,502</b>	<b>39.2%</b>	<b>\$ 1,094,869</b>	<b>71.7%</b>

**TOWN OF ADDISON**  
**AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) GRANT FUND**  
**FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Intergovernmental	\$ 255,000	\$ 216,175	\$ 317,450	124.5%	213,578	130.5%
Interest earnings and other	-	-	26	N/A	(24)	N/A
<b>Total Revenues</b>	<b>255,000</b>	<b>216,175</b>	<b>317,476</b>	<b>124.5%</b>	<b>213,554</b>	<b>130.5%</b>
<b>Expenditures:</b>						
Personal services	188,000	97,790	191,200	101.7%	139,757	132.0%
Supplies	-	6,052	6,052	N/A	22,633	100.0%
Contractual services	67,000	-	66,126	98.7%	16,100	N/A
Construction and equipment	-	-	-	N/A	35,088	100.0%
<b>Total Expenditures</b>	<b>\$ 255,000</b>	<b>\$ 103,842</b>	<b>\$ 263,378</b>	<b>103.3%</b>	<b>\$ 213,578</b>	<b>130.5%</b>

**TOWN OF ADDISON**  
**STREET CAPITAL PROJECT FUND**  
**FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Interest income and other	\$ 9,100	\$ 1,608	\$ 25,149	276.4%	\$ 6,125	12.3%
Transfer from Reimbursement Grant Fund	-	-	-	N/A	462,564	249.6%
<b>Total Revenues and Other Sources</b>	<b>9,100</b>	<b>1,608</b>	<b>25,149</b>	<b>276.4%</b>	<b>468,689</b>	<b>199.2%</b>
<b>Expenditures:</b>						
Maintenance and materials	-	-	-	N/A	204,092	N/A
Engineering and contractual services	-	-	-	N/A	19,580	89.0%
Construction and equipment	1,007,440	-	-	0.0%	-	0.0%
Transfer to Reimbursement Grant Fund	14,160	-	14,156	100.0%	-	N/A
<b>Total Expenditures and Other Uses</b>	<b>\$ 1,021,600</b>	<b>\$ -</b>	<b>\$ 14,156</b>	<b>1.4%</b>	<b>\$ 223,672</b>	<b>82.6%</b>

**TOWN OF ADDISON**  
**PARKS CAPITAL PROJECT FUND**  
**FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Interest income and other	\$ 3,070	\$ 50	\$ 26,313	857.1%	\$ 29,930	299.3%
<b>Total Revenues</b>	<b>3,070</b>	<b>50</b>	<b>26,313</b>	<b>857.1%</b>	<b>29,930</b>	<b>299.3%</b>
<b>Expenditures:</b>						
Maintenance and materials	-	-	-	N/A	27,275	32.1%
Engineering and contractual services	9,700	14,008	49,779	513.2%	72,218	144.4%
Construction and equipment	260,510	21,402	154,452	59.3%	-	N/A
<b>Total Expenditures</b>	<b>\$ 270,210</b>	<b>\$ 35,410</b>	<b>\$ 204,231</b>	<b>75.6%</b>	<b>\$ 99,493</b>	<b>73.6%</b>

**TOWN OF ADDISON**  
**2002 CAPITAL PROJECT FUND**  
**FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Interest earnings and other	\$ 14,390	\$ 799	\$ 6,545	45.5%	\$ 12,010	34.3%
<b>Total Revenues</b>	<b>14,390</b>	<b>799</b>	<b>6,545</b>	<b>45.5%</b>	<b>12,010</b>	<b>34.3%</b>
<b>Expenditures:</b>						
Engineering and contractual services	369,000	104,893	252,759	68.5%	181,579	181.6%
Construction and equipment	1,175,000	438,729	438,729	37.3%	29,906	7.5%
<b>Total Expenditures</b>	<b>\$ 1,544,000</b>	<b>\$ 543,622</b>	<b>\$ 691,488</b>	<b>44.8%</b>	<b>\$ 211,485</b>	<b>42.3%</b>

**TOWN OF ADDISON**  
**2004 CAPITAL PROJECT FUND**  
**FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Interest earnings and other	\$ 5,050	\$ 311	\$ 2,061	40.8%	\$ 3,161	42.1%
<b>Total Revenues</b>	<b>5,050</b>	<b>311</b>	<b>2,061</b>	<b>40.8%</b>	<b>3,161</b>	<b>42.1%</b>
<b>Expenditures:</b>						
Construction and equipment	187,000	-	-	0.0%	-	0.0%
<b>Total Expenditures</b>	<b>\$ 187,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.0%</b>	<b>\$ -</b>	<b>0.0%</b>

**TOWN OF ADDISON**  
**2006 CAPITAL PROJECT FUND**  
**FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Interest earnings and other	\$ 4,060	\$ 250	\$ 1,657	40.8%	\$ 2,541	50.8%
<b>Total Revenues</b>	<b>4,060</b>	<b>250</b>	<b>1,657</b>	<b>40.8%</b>	<b>2,541</b>	<b>50.8%</b>
<b>Expenditures:</b>						
Engineering and contractual services	180,000	-	-	0.0%	-	0.0%
<b>Total Expenditures</b>	<b>\$ 180,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>0.0%</b>	<b>\$ -</b>	<b>0.0%</b>

**TOWN OF ADDISON**  
**2008 CAPITAL PROJECT FUND**  
**FY 2011 QUARTERLY STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET**  
*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Revenues:</b>						
Interest earnings and other	\$ 477,420	\$ 105,836	\$ 424,375	88.9%	\$ 2,278,065	95.5%
<b>Total Revenues</b>	<b>477,420</b>	<b>105,836</b>	<b>424,375</b>	<b>88.9%</b>	<b>2,278,065</b>	<b>95.5%</b>
<b>Expenditures:</b>						
Engineering and contractual services	1,628,000	487,037	1,487,176	91.3%	2,293,163	56.7%
Construction and equipment	10,950,000	3,579,086	12,570,029	114.8%	8,825,296	122.6%
<b>Total Expenditures</b>	<b>\$ 12,578,000</b>	<b>\$ 4,066,123</b>	<b>\$ 14,057,205</b>	<b>111.8%</b>	<b>\$ 11,118,459</b>	<b>98.9%</b>

## AIRPORT FUND

### FY 2011 QUARTERLY STATEMENT OF REVENUES, EXPENDITURES AND CHANGES TO WORKING CAPITAL COMPARED TO BUDGET

*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Operating revenues:</b>						
Operating grants	\$ 50,000	\$ 48,350	\$ 48,350	96.7%	\$ 93,465	186.9%
Fuel flowage fees	846,000	192,736	657,159	77.7%	720,825	110.9%
Rental	3,467,030	1,168,416	3,481,639	100.4%	3,430,003	105.5%
User fees	38,400	10,522	50,842	132.4%	138,397	307.5%
Total operating revenues	<u>4,401,430</u>	<u>1,420,024</u>	<u>4,237,990</u>	96.3%	<u>4,382,690</u>	109.7%
<b>Operating expenses:</b>						
Town - Personal services	254,020	101,049	264,010	103.9%	231,795	78.6%
Town - Supplies	45,550	5,925	19,696	43.2%	41,234	87.0%
Town - Maintenance	29,300	9,579	36,293	123.9%	25,890	88.5%
Town - Contractual services	477,520	138,813	402,750	84.3%	601,975	125.6%
Grant - Maintenance	100,000	35,840	99,991	100.0%	80,339	80.3%
Operator operation & maintenance	2,270,090	641,321	1,925,660	84.8%	1,078,454	78.0%
Operator service contract	329,930	96,467	454,841	137.9%	944,506	114.0%
Total operating expenses	<u>3,506,410</u>	<u>1,028,994</u>	<u>3,203,241</u>	91.4%	<u>3,004,193</u>	95.0%
Net operating income	<u>895,020</u>	<u>391,030</u>	<u>1,034,749</u>	115.6%	<u>1,378,497</u>	165.6%
<b>Non-Operating revenues (expenses):</b>						
Interest earnings and other	25,750	301,917	403,814	1568.2%	14,861	33.0%
Interest on debt, fiscal fees & other	(125,420)	(32,323)	(126,388)	100.8%	(135,532)	100.4%
Total non-operating revenues (expenses)	<u>(99,670)</u>	<u>269,594</u>	<u>277,426</u>	-278.3%	<u>(120,671)</u>	134.1%
Net income (loss) (excluding depreciation)	<u>\$ 795,350</u>	<u>\$ 660,624</u>	<u>\$ 1,312,175</u>	165.0%	<u>\$ 1,257,826</u>	169.4%
<b>CHANGES IN WORKING CAPITAL</b>						
Net income (excluding depreciation)	<u>\$ 795,350</u>	<u>\$ 660,624</u>	<u>\$ 1,312,175</u>	165.0%	<u>1,257,826</u>	169.4%
<b>Sources (uses) of working capital:</b>						
Retirement of long-term debt	(265,000)	(66,250)	(265,000)	100.0%	(262,675)	103.0%
Net additions to fixed assets with grants	(1,245,000)	(927)	(1,214,930)	97.6%	(22,717)	9.5%
Other net additions to fixed assets	(33,250)	-	(89,173)	268.2%	(27,035)	93.2%
Net sources (uses) of working capital	<u>(1,543,250)</u>	<u>(67,177)</u>	<u>(1,569,103)</u>	101.7%	<u>(312,427)</u>	59.8%
Net increase (decrease) in working capital	(747,900)	593,447	(256,928)	34.4%	945,399	428.5%
<b>Beginning fund balance</b>	<u>1,741,240</u>	<u>1,035,324</u>	<u>2,124,403</u>	122.0%	<u>1,179,004</u>	98.5%
<b>Ending fund balance</b>	<u>\$ 993,340</u>	<u>\$ 1,628,771</u>	<u>\$ 1,867,475</u>	188.0%	<u>\$ 2,124,403</u>	149.9%

## UTILITY FUND

### FY 2011 QUARTERLY STATEMENT OF REVENUES, EXPENDITURES AND CHANGES TO WORKING CAPITAL COMPARED TO BUDGET

*With Comparative Information from Prior Fiscal Year*

Category	2010-11 FY				2009-10 FY	
	Final Budget	4th Quarter	Unaudited Year-to-Date	YTD as % of Budget	Audited Year-to-Date	YTD as % of Budget
<b>Operating revenues:</b>						
Water sales	\$ 5,462,500	\$ 2,990,164	\$ 6,140,864	112.4%	\$ 4,758,886	110.4%
Sewer charges	4,702,500	1,639,126	4,496,894	95.6%	3,933,498	102.8%
Tap fees and other fees	22,670	6,375	17,845	78.7%	40,434	404.3%
Penalties	70,000	17,277	71,834	102.6%	73,251	122.1%
<b>Total operating revenues</b>	<b>10,257,670</b>	<b>4,652,942</b>	<b>10,727,437</b>	<b>104.6%</b>	<b>8,806,069</b>	<b>107.3%</b>
<b>Operating expenses:</b>						
Water purchases	2,707,600	772,861	2,520,301	93.1%	2,603,155	98.1%
Wastewater treatment	1,980,100	557,916	1,889,041	95.4%	1,736,262	99.5%
Utility operations	2,644,680	855,268	2,497,506	94.4%	2,354,539	87.4%
<b>Total operating expenses</b>	<b>7,332,380</b>	<b>2,186,045</b>	<b>6,906,848</b>	<b>94.2%</b>	<b>6,693,956</b>	<b>94.4%</b>
<b>Net operating income</b>	<b>2,925,290</b>	<b>2,466,897</b>	<b>3,820,589</b>	<b>130.6%</b>	<b>2,112,113</b>	<b>189.7%</b>
<b>Non-Operating revenues (expenses):</b>						
Interest earnings and other	6,500	(34,342)	(23,444)	-360.7%	(56,460)	-102.7%
Interest on debt, fiscal fees & other	(523,680)	(197,884)	(590,644)	112.8%	(683,163)	108.7%
<b>Total non-operating revenues (expenses)</b>	<b>(517,180)</b>	<b>(232,226)</b>	<b>(614,088)</b>	<b>118.7%</b>	<b>(739,623)</b>	<b>129.0%</b>
<b>Net income (loss) (excluding depreciation)</b>	<b>\$ 2,408,110</b>	<b>\$ 2,234,671</b>	<b>\$ 3,206,501</b>	<b>133.2%</b>	<b>\$ 1,372,490</b>	<b>254.0%</b>
<b>CHANGES IN WORKING CAPITAL</b>						
<b>Net income (excluding depreciation)</b>	<b>\$ 2,408,110</b>	<b>\$ 2,234,671</b>	<b>\$ 3,206,501</b>	<b>133.2%</b>	<b>\$ 1,372,490</b>	<b>254.0%</b>
<b>Sources (uses) of working capital:</b>						
Retirement of long-term debt	(2,623,770)	(543,563)	(2,511,390)	95.7%	(2,393,681)	96.1%
Net additions to fixed assets	(3,785,000)	(1,811,747)	(3,018,133)	79.7%	(598,154)	84.4%
<b>Net sources (uses) of working capital</b>	<b>(6,408,770)</b>	<b>(2,355,310)</b>	<b>(5,529,523)</b>	<b>86.3%</b>	<b>(2,991,835)</b>	<b>93.5%</b>
<b>Net increase (decrease) in working capital</b>	<b>(4,000,660)</b>	<b>(120,639)</b>	<b>(2,323,022)</b>	<b>58.1%</b>	<b>(1,619,345)</b>	<b>60.9%</b>
<b>Beginning fund balance</b>	<b>5,026,680</b>	<b>4,551,978</b>	<b>5,851,222</b>	<b>116.4%</b>	<b>7,470,567</b>	<b>98.6%</b>
<b>Ending fund balance</b>	<b>\$ 1,026,020</b>	<b>\$ 4,431,340</b>	<b>\$ 3,528,200</b>	<b>343.9%</b>	<b>\$ 5,851,222</b>	<b>119.0%</b>

**NOTE:**

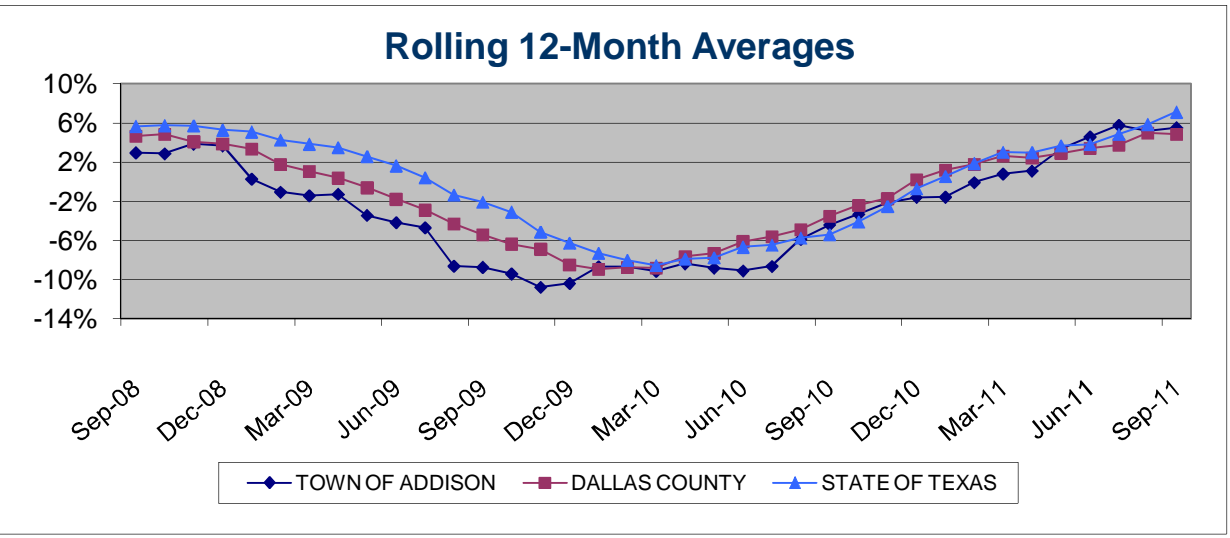
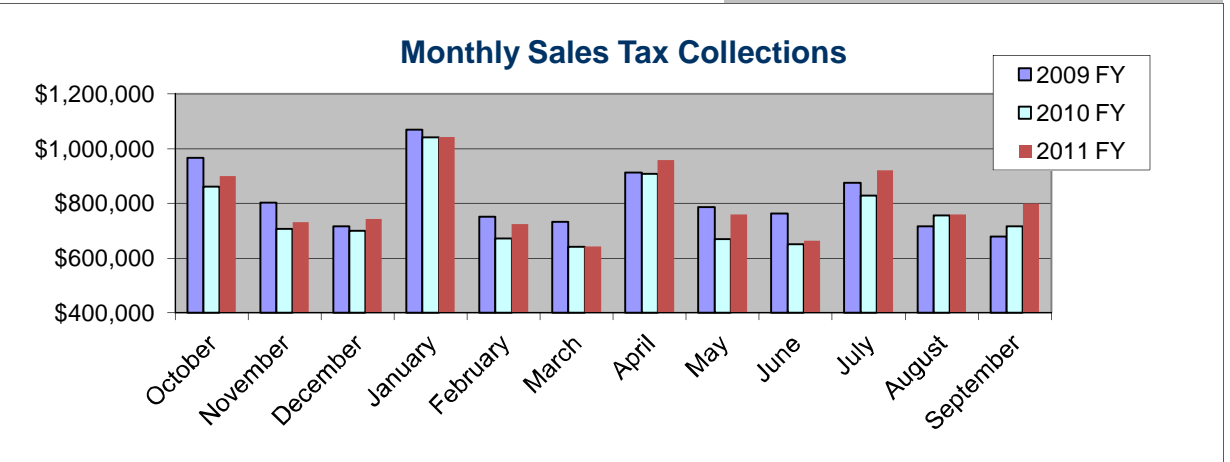
1) Due to delays of one to two months' billing from Dallas Water Utilities, operating expenses will be understated.

# TOWN OF ADDISON

## Schedule of Sales Tax Collections and Related Analyses

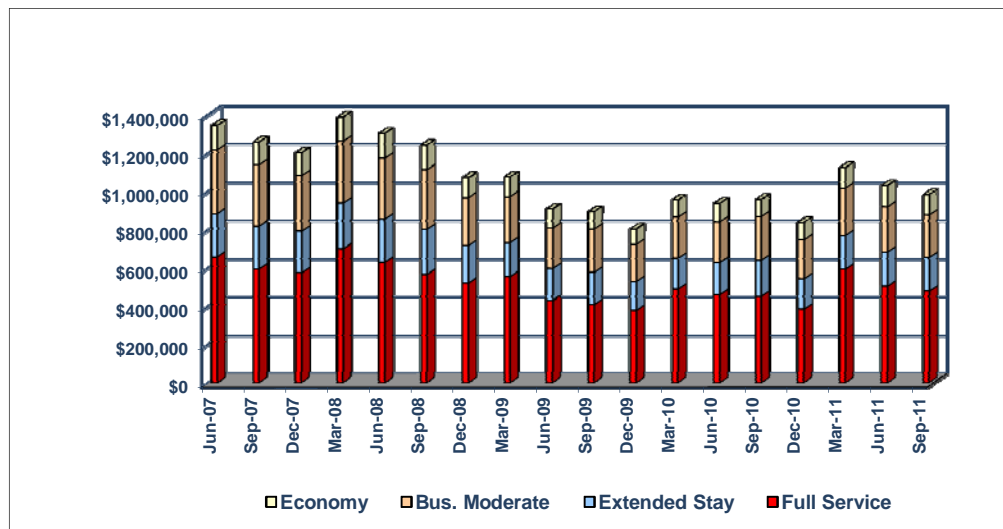
*For the fiscal year ending September 30, 2011*

	TOWN OF ADDISON				DALLAS COUNTY		STATE OF TEXAS	
	2010-11 Collections		% Change from Prior Year		% Change from Prior Year		% Change from Prior Year	
	Monthly	Cumulative	Monthly	Cumulative	Monthly	Cumulative	Monthly	Cumulative
October	\$ 900,409	\$ 900,409	4.5%	4.5%	3.9%	3.9%	7.2%	7.2%
November	732,667	1,633,076	3.6%	4.1%	0.9%	2.6%	4.0%	5.8%
December	743,963	2,377,039	6.2%	4.8%	7.6%	4.1%	10.3%	7.1%
January	1,044,167	3,421,206	0.3%	3.4%	3.5%	3.9%	5.4%	6.6%
February	725,375	4,146,581	8.1%	4.2%	0.5%	3.3%	6.7%	6.6%
March	642,718	4,789,299	0.0%	3.6%	4.0%	3.4%	5.2%	6.4%
April	958,768	5,748,067	5.6%	3.9%	3.1%	3.3%	4.7%	6.1%
May	759,433	6,507,500	13.2%	4.9%	4.6%	3.5%	6.6%	6.2%
June	663,926	7,171,426	1.9%	4.6%	8.6%	4.0%	6.2%	6.2%
July	920,437	8,091,863	11.0%	5.3%	3.6%	4.0%	8.4%	6.4%
August	759,083	8,850,946	0.4%	4.9%	12.9%	4.7%	8.6%	6.6%
September	800,587	9,651,534	11.6%	5.4%	4.8%	4.8%	12.2%	7.0%
Budget 10-11:	\$ 9,377,780							
Year End Actual	\$ 9,651,534							



**TOWN OF ADDISON HOTEL OCCUPANCY TAX COLLECTION**  
**Hotels By Service Type for the Quarter and Year-to-Date Ended September 30, 2011**  
**With Comparisons to Prior Year**

	Rooms		4th Quarter FY 11		11 to 10 % Diff.	YTD FY 11		11 to 10 % Diff.
	Number	Percentage	Amount	Percentage		Amount	Percentage	
<b>Full Service</b>								
Marriott Quorum	535	14%	\$ 222,330	23%	2%	\$ 787,613	20%	9%
Intercontinental	532	13%	156,173	16%	12%	749,937	19%	15%
Crowne Plaza	429	11%	102,170	10%	7%	430,717	11%	4%
	<u>1,496</u>	<u>38%</u>	<u>480,673</u>	<u>49%</u>	<u>6%</u>	<u>1,968,267</u>	<u>49%</u>	<u>10%</u>
<b>Extended Stay</b>								
Budget Suites	344	9%	5,255	1%	-20%	18,680	0%	-6%
Hawthorne Suites	70	2%	12,021	1%	5%	48,212	1%	9%
Marriott Residence	150	4%	46,440	5%	10%	183,782	5%	17%
Summerfield Suites *	132	3%	27,350	3%	0%	93,439	2%	-8%
Homewood Suites	128	3%	42,125	4%	-2%	178,466	4%	14%
Springhill Suites	159	4%	43,115	4%	-26%	167,485	4%	-5%
	<u>983</u>	<u>25%</u>	<u>176,306</u>	<u>18%</u>	<u>-7%</u>	<u>690,065</u>	<u>17%</u>	<u>3%</u>
<b>Business Moderate</b>								
Marriott Courtyard Quorum	176	4%	57,579	6%	-7%	240,980	6%	10%
LaQuinta Inn	152	4%	31,498	3%	13%	127,355	3%	14%
Marriott Courtyard Proton	145	4%	36,687	4%	-13%	156,493	4%	14%
Holiday Inn Express	102	3%	30,094	3%	2%	129,059	3%	9%
Hilton Garden Inn	96	2%	35,878	4%	-7%	141,062	4%	-5%
Holiday Inn - Arapaho	101	3%	23,714	2%	13%	95,643	2%	9%
Comfort Inn	86	2%	6,464	1%	-6%	17,152	0%	-37%
	<u>858</u>	<u>22%</u>	<u>221,914</u>	<u>23%</u>	<u>-3%</u>	<u>907,744</u>	<u>23%</u>	<u>7%</u>
<b>Economy</b>								
Motel 6	126	3%	18,837	2%	3%	70,673	2%	5%
Hampton Inn	159	4%	44,432	5%	6%	186,641	5%	12%
Quality Inn	115	3%	11,138	1%	9%	45,089	1%	21%
Comfort Suites	78	2%	16,873	2%	58%	61,392	2%	21%
Super 8	78	2%	8,955	1%	22%	32,037	1%	23%
Best Value	60	2%	4,301	0%	48%	15,504	0%	38%
	<u>616</u>	<u>16%</u>	<u>104,536</u>	<u>11%</u>	<u>14%</u>	<u>411,337</u>	<u>10%</u>	<u>14%</u>
<b>TOTAL</b>	<u>3,953</u>	<u>100%</u>	<u>\$ 983,429</u>	<u>100%</u>	<u>2%</u>	<u>\$ 3,977,412</u>	<u>100%</u>	<u>9%</u>



**TOWN OF ADDISON**  
**INTERIM STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**  
For the Quarter Ending September 30, 2011

Fund	Balance 6/30/2011	Quarter Receipts	Quarter Disbursements	Balance 9/30/2011
<b>General Fund</b>	\$ 13,375,239	\$ 6,852,918	\$ 9,732,469	\$ 10,495,688
<b>Special Revenue Funds:</b>				
Hotel	2,131,054	3,314,357	3,452,082	1,993,329
Economic Development	331,616	176,567	145,200	362,983
Public Safety	18,647	40	64	18,623
Municipal Court	447,230	223,700	218,403	452,527
Advanced Funding Grant	1,495,626	1,760	287,745	1,209,641
Reimbursement Grant	(105,368)	23,275	93,605	(175,698)
ARRA Grant	(58,262)	111,659	103,842	(50,445)
<b>Debt Service Funds:</b>				
G. O. Bonds	2,173,094	128,630	1,142,548	1,159,176
Hotel Revenue Bonds	727,104	168,825	80,702	815,227
<b>Capital Projects Funds:</b>				
Streets	1,583,998	2,274	4,354	1,581,918
Parks	197,121	414	20,971	176,564
2002 G.O. Bonds	1,390,912	2,367	278,825	1,114,454
2004 G.O. Bonds	439,057	765	1,342	438,480
2006 G.O. Bonds	353,025	616	1,079	352,562
2008 C.O. Bonds	7,219,509	66,756	3,755,746	3,530,519
<b>Enterprise Funds:</b>				
Utility	6,162,676	3,146,888	4,315,921	4,993,642
Airport	1,704,144	1,378,129	930,619	2,151,654
<b>Internal Service Funds:</b>				
Capital Replacement	3,455,883	133,126	121,236	3,467,773
Information Technology	2,514,672	168,069	228,332	2,454,409
<b>TOTAL - ALL FUNDS</b>	<b>\$ 45,556,977</b>	<b>\$ 15,901,134</b>	<b>\$ 24,915,085</b>	<b>\$ 36,543,026</b>

Note: Cash inflows and outflows represent revenues, expenditures, and investment transactions.

<b>INVESTMENTS BY MATURITY AND TYPE</b>				
For the Quarter Ending September 30, 2011				
	Type	% of Portfolio	Yield to Maturity	Amount
	Pools	19.52%	0.09%	\$ 7,352,469
	Agencies	37.81%	0.61%	14,244,159
	Bank CD's	18.75%	0.68%	7,063,176
	Treasuries	10.65%	0.10%	4,012,135
	Commercial Paper	13.27%	0.35%	4,998,158
<b>Total Investments</b>		<b>100.00%</b>	<b>0.46%</b>	<b>37,670,097</b>
	Accrued Interest Earnings			93,525
	Demand Deposits			(1,220,596)
<b>TOTAL</b>				<b>\$ 36,543,026</b>

## COLLATERAL SUMMARY

The first and most important objective for public funds investments is safety of assets. Therefore, all non-government security investments and bank accounts in excess of FDIC coverage must be secured by collateral. The bank balances and investments are monitored on a regular basis for appropriate coverage by marking the collateral to market. Collateral levels are adjusted to secure the varying levels of receipts throughout the fiscal year.

### Town of Addison Collateral Analysis Demand Deposit Cash September 30, 2011

Pledging Institution	Safekeeping Location	Account Title	Pledged Security Description	Security Par Value	Market Value	FDIC Insurance	Ending Bank Balance	Difference Over(Under)
Frost Bank	Federal Reserve	Operating	GNMA due 10/15/2037	\$ 388,734	\$ 429,870			
Frost Bank	Federal Reserve	Operating	GNMA due 10/15/2037	1,135,104	1,255,220			
				<u>\$ 1,523,838</u>	<u>\$ 1,685,089</u>	<u>\$ 1,029,853</u>	<u>\$ 779,853</u>	<u>\$ 1,935,089</u>

## Third Quarter of Calendar Year 2011 Review

The U.S. economy probably grew at a less anemic pace in the third quarter than it did in the second quarter, but it didn't feel that way. According to the latest Wall Street Journal / NBC News poll, the percentage of Americans who believe the country is moving in the right direction has plunged from 35% when the year began, to 19%. It's been more than two years since the "Great Recession" officially ended, and the overall size of the economy, at \$13.26 trillion, is still well below prerecession levels. The economic and financial news has generally been downbeat and it seems to be feeding on itself. Disappointing news hammers confidence, which in turn dampens the outlook even further. And our political leaders, ramping up for what should be a brutal election season, further compound the problem by emphasizing failures. Data took a backseat to politics this summer as the financial markets reacted to the prospect of further tax cuts or tax increases, along with severe austerity measures and the grim prospect that whatever plan we devise at this point won't be enough to save future generations from the pain of our mistakes.

### MAJOR EVENTS

After weeks of intense debate and nervous speculation that the U.S. could potentially default on some of its government bonds, a last minute debt ceiling compromise was finally reached on August 1st. The compromise included two separate increases totaling \$900 billion, to be paid for through a planned \$917 billion deficit reduction over a 10-year period. In addition, a 12-member bipartisan "super-committee" was charged with the unenviable task of finding another \$1.5 trillion in specific cuts, to be approved by Congress on or before December 23rd. If the committee is unsuccessful, a minimum of \$1.2 trillion in cuts, spread over nine years (\$133 billion per year) will automatically be triggered. This light compromise sounds absurd when weighed against the sheer magnitude of the debt problem. The total national debt is \$14.8 trillion, the current size of the budget deficit is \$1.3 trillion and the United States borrows about 40 cents out of every dollar it spends. The \$130 billion in forced cuts wouldn't even come close to covering the \$215 billion in annual interest costs on the outstanding U.S. Treasury debt. And the debt cost will likely grow with each passing year.

So, it came as little surprise when after markets closed on Friday, August 5th, Standard & Poor's made good on its threat to downgrade the United States sovereign debt rating to AA+ from AAA, where it had stood for seven decades. In justifying the downgrade, S&P said the deficit plan "fell short" and that "the effectiveness, stability, and predictability of American policy-making and political institutions have weakened." The following Monday, S&P downgraded agency debt including Fannie Mae, Freddie Mac, the Federal Home Loan Bank (FHLB) and the Federal Farm Credit Bank (FFCB) from AAA to AA+, citing their "direct reliance on the U.S. government."

Common sense and market history dictate that Treasury yields should have risen, but this didn't happen. In fact, despite the new AA+ rating, both Treasuries and agencies were sold to eager investors at the lowest yields in history within a month's time. There were several reasons for this: the slowing of the U.S. and global economies; the deteriorating financial positions of the major European banks, which hold significant amounts of Greek, Irish, Italian, Portuguese and Spanish bonds; and an unexpected statement by the Fed in which they pledged to keep the overnight fed funds target at the current level for another two years.

### HOUSING

The housing market continued to show weakness despite a new record low on 30-year fixed mortgage rates. Freddie Mac reported an average of 4.01% for the week ending Sept 29, 2011, easily the lowest rate since Freddie began calculating weekly mortgage data. With the average price on an existing home down another 5% year-over-year to a 9-year low of \$168,300, affordability is at record highs, but the homebuyer isn't interested

The pending home sale index, a leading indicator based on contract signings, followed a 1.3% decline in July with a 1.2% drop in August. New home sales, facing intense pressure from the massive inventory of distressed properties on the market, fell another 2.3% in August to a 295k unit annual pace, more than a million units below the peak in 2005. Existing home sales managed

a rare bit of improvement in August, climbing 7.7% to a 5.03 million unit annual pace, but it wasn't pretty as 31% of these sales represented foreclosed properties or short sales. And the underlying housing problems are still firmly in place. According to the National Association of Realtors, 18% of contracts failed during the month due to low appraisals and rejected loan applications, doubling the percentage from last year.

### **EMPLOYMENT**

The labor market ended the quarter on a decidedly sour note with an even weaker jobs report than pessimistic forecasters had anticipated. The Bloomberg economist survey showed a median nonfarm payrolls forecast of only 68k for the month of August. As it turned out, payroll growth was zero, and downward revisions to the prior three months subtracted another 58k. Verizon telecom workers had a substantial impact on the August data as 45k workers were out on strike (and considered jobless) during the survey period. Local governments continued to cut payrolls as another 20k jobs disappeared. Most of the August gains were concentrated in the health care arena with 30k new jobs.

Payroll gains have now averaged a revised 35k per month for the last three months. The general rule of thumb is that the economy needs to generate 125k to 150k new jobs simply to absorb all the new workers entering the labor force every month, while around 200k jobs per month are needed in order to reduce the unemployment rate in a meaningful way. The unemployment rate was unchanged at 9.1% in August. As discouraging as this may sound, it could be worse. UT Finance Professor Sandy Leeds blogged that if the participation rate were to rise from the current 64% back to a more normal 66% level, the official unemployment rate would be 11.8%! With luck, August will mark the low point for 2011, although both the Administration and the Fed are calling for little change in unemployment through the end of next year.

### **CONSUMER SPENDING**

In years gone by, there was little correlation between consumer confidence and actual consumer spending. Sometimes, Americans were even more likely to spend money when they were unhappy. But staggering debt levels and tighter credit conditions seem to have changed all that. With confidence approaching historical lows, and wages and salaries declining for the first time in 10 months, spending has slowed to a crawl. Retail sales were unchanged in August, and over the past three months have risen at an annualized rate of just 1.7%, the slowest pace in a year. If the employee portion of the payroll tax is cut again as part of the recently proposed American Jobs Act, consumer spending could see a boost. But in all fairness, the much larger payroll tax cut and extension of the Bush tax cuts, both passed late last year, have yet to translate into increased consumption. This is another conundrum whose fix will depend on significant future job growth.

### **INFLATION**

The Fed has a very challenging dual mandate which requires them to combat both inflation and unemployment. Right now, officials are more focused on the unemployment side, which is probably appropriate since the labor market seems to be deteriorating, while inflationary pressure, although at relatively high levels, seems to be dissipating. Oil prices in particular have eased back from \$114 (WTI) per barrel in late April to \$79 at the end of the quarter. Gasoline prices have dropped by \$0.50 during this same period, ending the quarter at a nationwide average of \$3.45 per gallon. Bloomberg Business Week reported that corn prices plunged 23% in September for the biggest monthly decline in five decades. Wheat also fell by 23%, its biggest drop since March 1974, while soybean prices fell 19%.

So far, these recent price declines are only easing pressures. The Producer Price Index (PPI) was unchanged in August, exactly matching the Bloomberg median forecast, but on a year-over-year basis headline PPI was still up 6.5%. Core PPI, which excludes food and energy prices, rose just 0.1% in August and 2.5% year-over-year. Headline CPI rose 0.4% in August and 3.8% year-over-year. Core CPI rose by 0.2% in August, and more significantly, 2.0% year-over-year. Ten months ago, the annual pace of core CPI was just 0.6%. Despite the upward trend in core CPI, most Fed Officials don't seem to be too concerned. Generally speaking, the Fed doesn't believe that the current price pressures are sustainable due to low wage inflation and slowing global demand.

## THE FED

The Federal Reserve's Federal Open Market Committee (FOMC) concluded a two-day meeting on September 21st with a considerably more negative assessment than in past meetings, citing "significant downside risk" and concerns over strained global markets. As expected, the Committee officially announced what the media had been referring to as "Operation Twist," which is the Fed's nine-month plan to extend the average maturity of its portfolio holdings by selling \$400 billion in Treasuries with remaining maturities between 3 months and 3 years, and using the proceeds to buy Treasuries with maturities ranging from 6 to 30 years. According to the FOMC's official statement, "this program should put downward pressure on longer-term interest rates and help make broader financial conditions more accommodative." The FOMC also surprised the markets by announcing its plan to "reinvest principal payments from its holdings of agency debt and agency mortgage-backed securities in agency mortgage-backed securities." Previously, proceeds had been reinvested into Treasury securities. Coupled with Operation Twist, this action should keep mortgage rates extremely low for the remainder of the year.

As expected, the FOMC maintained the current fed funds target of 0.0% to 0.25% and reiterated their August pledge that current conditions were "likely to warrant exceptionally low levels for the federal funds rate at least through mid-2013." And, in somewhat of a relief to banks, money market funds and short fixed income investors, the FOMC did not announce a reduction in the interest rate paid on excess reserves, perhaps concluding the problems created would outweigh the benefits.

## STOCK MARKET MOVEMENT

It was a rotten quarter for stocks with the DOW losing just over 12% or 1,500 points. The broader S&P 500 lost 15%. Bad news rocked the equity markets daily during August and September with the WSJ reporting 29 days in which the DOW rose or fell by more than 1%, and 15 days in which it moved more than 2%. The situation was much worse in Europe where the German and French equity markets both lost more than 25% of their value, the biggest quarterly decline since 2002. Asian stocks were also clobbered with the Chinese Hang Seng index plunging 21%. Nervousness over emerging markets prompted a 23% loss in the MSCI Emerging Markets Index. Bloomberg News called it the worst quarter for global equities in three years.

	<b>DOW</b>	<b>S&amp;P 500</b>	<b>NASDAQ</b>
<b>9/30/10</b>	10,788	1,141	2,369
<b>6/30/11</b>	12,414	1,321	2,774
<b>9/30/11</b>	10,913	1,131	2,415
<b>% Change for Q3-2011</b>	- 12.1%	- 14.3%	- 12.9%
<b>% Change for 12 Months</b>	+ 1.2%	- 0.9%	+ 2.0%

## INTEREST RATES

		<b>Fed Funds</b>	<b>3 mo T-bill</b>	<b>6 mo T-bill</b>	<b>2 yr T-note</b>	<b>5 yr T-note</b>	<b>10 yr T-note</b>
<b>Last</b>	6/30/11	0.00%	0.01%	0.10%	0.46%	1.76%	3.16%
<b>High</b>		0.00%	0.09%	0.16%	0.47%	1.78%	3.18%
<b>Low</b>		0.00%	-0.01%	0.01%	0.16%	0.78%	1.72%
<b>End</b>	9/30/11	0.00%	0.02%	0.05%	0.25%	0.95%	2.00%

### **PORTFOLIO ACTIVITY SINCE June 30<sup>th</sup>**

- A total of just \$7 million rolled off during the quarter. One agency note for \$2mm was called away prior to maturity. There were two maturities including one bank CD for \$2 million and one municipal commercial paper issue for \$3 million.
- The Town made two new purchases totaling \$4 million, including \$2mm in a 15-month bank CD and \$2mm in a callable agency note. The callable agency has a final maturity in September 2014 and is callable quarterly beginning in March 2012. The weighted average yield on the two purchases was 0.71%, nearly nine times higher than the 0.08% average yield of TexPool during the quarter.

### **SUMMARY / OUTLOOK**

If it's any comfort, the economic challenges faced by the U. S. are shared by the majority of the world's developed countries. An index of European factory activity showed the Euro-zone had hit its lowest level in more than two years, with manufacturing activity slowing in every one of the 17 member countries except Germany. A recent survey of purchasing managers in China showed that country's manufacturing sector has been contracting for three straight months. A purchasing managers' survey in India showed that India's service sector slid four points in September to 49.8, the first contraction in more than two years, while the Indian factory sector reached its lowest level in 30 months. Finally, the Brazilian manufacturing index fell to 46.0 in August, the third straight reading below 50 and the lowest level in 28 months. What all this really means is that the U.S. will have a hard time finding buyers for its exported goods, which by-the-way have grown more expensive with the strengthening dollar.

During the past quarter, politicians and the media have effectively tied the economy to the labor market. Without job gains, there can be no economic growth. This has been a given for years in economic circles, but the problem is now on center stage. This doesn't mean the solution is any more likely to emerge. The President's jobs bill announced nearly a month ago, was not expected to pass in October and is unlikely to be passed at all in the proposed form. House Majority Leader Eric Cantor said that the "American Jobs Act," won't get a vote in the House of Representatives and called Obama's all or nothing approach "unreasonable." Dallas Fed President Richard Fisher said he voted against easing at the September FOMC meeting because he thinks the Fed can't help create new jobs until businesses feel more certainty in the tax and regulatory environments. A common solution in past recessions was to increase government spending to take up the private sector slack. Through the years, this tool has been overused, and now the bill has come due.

Although the September Bloomberg survey of U.S. economists showed an average GDP forecast of 1.8% for the recently completed third quarter and a 2.2% growth rate for the fourth, the Economic Cycle Research Institute (ECRI) told its clients at the end of the quarter that the U.S. economy is tipping into recession ...and there's nothing that policy makers can do to stop it. Apparently, the ECRI is a credible predictor; according to the Economist, they've correctly forecasted the last three recessions without any false alarms in-between.

The Fed has told us that it intends to hold rates steady until mid-2013. This isn't a promise so much as an expectation, but it gives the markets a high degree of certainty, and few economists are bold enough in their predictions to forecast a rate hike before this target date. So, the question becomes how long will rates remain near zero? If Japan is any indication, it could be a long time. Japan adopted a zero interest rate policy in March 2001. They have remained there ever since.

### **PROJECTED STRATEGY FOR THE FOURTH QUARTER 2011:**

With yields on 3-month T-bills hovering around 0% and local government investment pools stuck between 0.05% and 0.10%, we must continue to minimize cash balances in order to invest funds in higher yielding instruments. While yields on many municipal commercial paper issuers have fallen below 20 bps, select issues can still be found in the 0.20% to 0.30% range and remain a good alternative for short-term funds. Banks in general have not been as aggressive with CD rates in recent months, but there are occasional opportunities in CD's with local institutions. Callable and step-up agency securities with final maturities out 18 to 36 months provide very attractive yields in the current environment and remain a key part of our core investment strategy.

**FirstSouthwest**

A PlainsCapital Company



## Investment Portfolio Summary

**Town of Addison**

*Addison!*

**For the Quarter Ended**

**September 30, 2011**

### Report Name

---

Certification Page  
Executive Summary  
Benchmark Comparison  
Detail of Security Holdings  
Change in Value  
Earned Income  
Investment Transactions  
Amortization and Accretion  
Projected Fixed Income Cash Flows

#### **MARKET RECAP:**

Investors seem to be resigned to the notion that the recent string of weak economic data will persist. As a result, the data itself has become less important than other events. For much of August, and certainly most of September, the focus of the markets has centered on governments and central banks, and what monetary and fiscal actions they may or may not take. Markets have become very volatile, trading wildly on every new headline out of Europe or Washington, D.C. The risk of a Greek default is near the top of the list of worries, but more important is the resulting fallout. Most investors have accepted the idea that Greece will eventually default, or at least restructure their debt. What the Europeans are really trying to do is isolate that event so that it doesn't result in a chain reaction of bank failures, economic collapse, and defaults by larger nations. Their success or failure has huge implications for the rest of the world. If Europe slips back into recession, other advanced economies may follow.

In the U.S., the political divide has rendered fiscal policy completely inept. The partisan bickering and lack of progress on any initiative is weighing on confidence among both businesses and consumers, contributing to the economic malaise. The most important event of September was the Federal Reserve's decision to implement what is being called "Operation Twist." According to the Fed statement, "This program should put downward pressure on longer-term interest rates and help make broader financial conditions more accommodative." The basic idea is to lower long-term interest rates in an effort to promote economic growth. The Fed will extend the average maturity of its existing portfolio of securities by selling \$400 billion of Treasury securities with remaining maturities between 3 months and 3 years, and using the proceeds to buy Treasuries with maturities of 6 to 30 years. Yields on 10-year T-notes fell to 1.67% following the announcement, while 30-year Treasury bonds fell to 2.74%. The two-year T-note yield had reached a record low 0.143% just prior to the news, but the specter of large sales has since driven the yield higher to 0.25%.



---

---

For the Quarter Ended  
September 30, 2011

This report is prepared for the **Town of Addison** (the "Entity") in accordance with Chapter 2256 of the Texas Public Funds Investment Act ("PFIA"). Section 2256.023(a) of the PFIA states that: "Not less than quarterly, the investment officer shall prepare and submit to the governing body of the entity a written report of the investment transactions for all funds covered by this chapter for the preceding reporting period." This report is signed by the Entity's investment officers and includes the disclosures required in the PFIA. To the extent possible, market prices have been obtained from independent pricing sources.

The investment portfolio complied with the PFIA and the Entity's approved Investment Policy and Strategy throughout the period. All investment transactions made in the portfolio during this period were made on behalf of the Entity and were made in full compliance with the PFIA and the approved Investment Policy.

Officer Names and Titles:

Maureen Jones Financial Svcs mgr.  
Matt Cook assistant to the City Manager

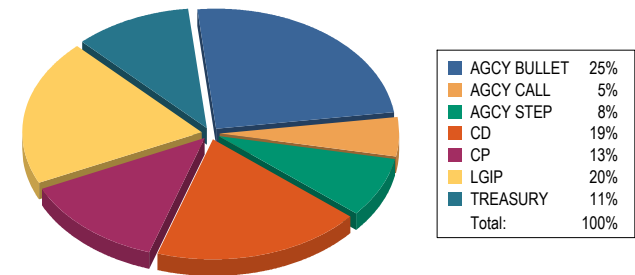
**Account Summary**

**Allocation by Security Type**

Beginning Values as of 06/30/11

Ending Values as of 09/30/11

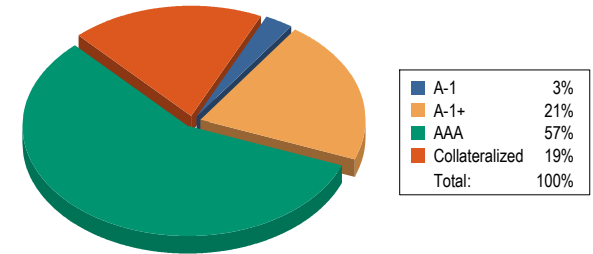
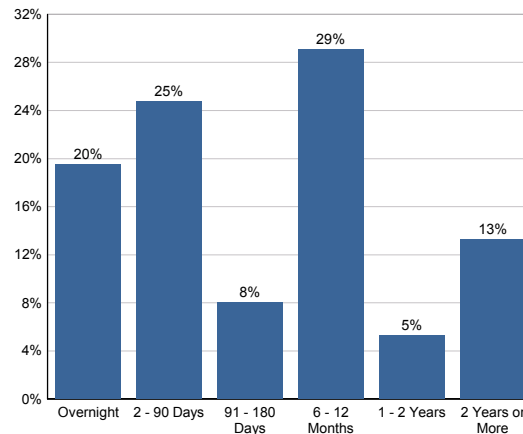
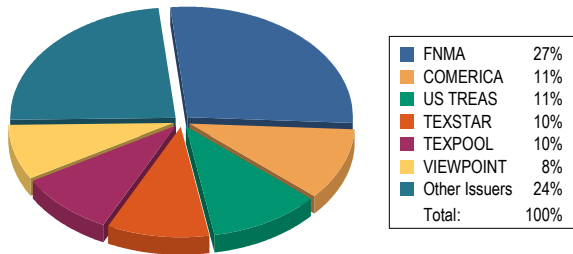
Par Value	44,452,294.93	37,600,644.71
Market Value	44,587,874.43	37,669,141.21
Book Value	44,568,726.29	37,670,096.47
Unrealized Gain / Loss	19,148.14	(955.26)
<b>Market Value %</b>	<b>100.31%</b>	<b>100.18%</b>
Weighted Avg. YTW	0.470%	0.452%
Weighted Avg. YTM	0.475%	0.458%



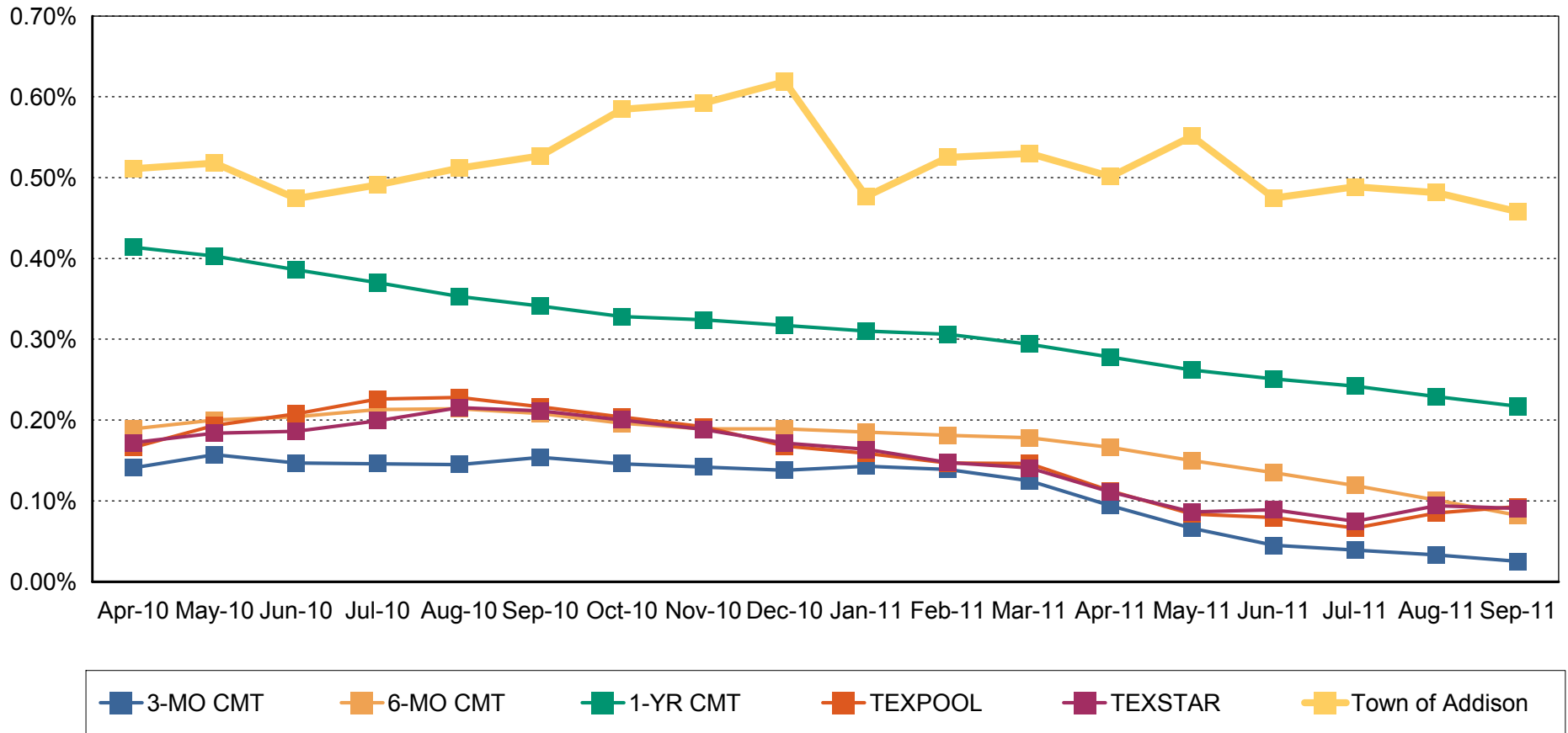
**Allocation by Issuer**

**Maturity Distribution %**

**Credit Quality**



**Weighted Average Days to Maturity: 227**



**Note 1:** CMT stands for Constant Maturity Treasury. This data is published in Federal Reserve Statistical Release H.15 and represents an average of all actively traded Treasury securities having that time remaining until maturity. This is a standard industry benchmark for Treasury securities. The CMT benchmarks are moving averages. The 3-month CMT is the daily average for the previous 3 months, the 6-month CMT is the daily average for the previous 6 months, and the 1-year and 2-year CMT's are the daily averages for the previous 12-months.

**Note 2:** Benchmark data for TexPool is the monthly average yield.

**Note 3:** Benchmark data for TexSTAR is the monthly average yield.



**Town of Addison**  
**Detail of Security Holdings**  
 As of 09/30/2011

CUSIP	Settle Date	Sec. Type	Sec. Description	CPN	Mty Date	Next Call	Call Type	Par Value	Purch Price	Orig Cost	Book Value	Mkt Price	Market Value	Days to Mty	Days to Call	YTM	YTW
<b>Pooled Funds</b>																	
TEXPOOL		LGIP	TexPool					3,597,315.65	100.000	3,597,315.65	3,597,315.65	100.000	3,597,315.65	1		0.093	0.093
TEXSTAR		LGIP	TexSTAR					3,755,152.90	100.000	3,755,152.90	3,755,152.90	100.000	3,755,152.90	1		0.091	0.091
CD-00261	09/21/10	CD-SHORT	ViewPoint Bk CD	0.850	10/07/11			3,026,233.74	100.000	3,026,233.74	3,026,233.74	100.000	3,026,233.74	7		0.838	0.838
31359MZ30	04/05/10	AGCY BULET	FNMA	5.000	10/15/11			2,300,000.00	106.308	2,445,084.00	2,303,709.05	100.160	2,303,680.00	15		0.836	0.836
88256BN23	04/26/11	CP - INT	TX Muni Pwr Ag	0.340	10/21/11			1,000,000.00	100.000	1,000,000.00	1,000,000.00	100.000	1,000,000.00	21		0.340	0.340
54811EDS1	08/02/11	CP - INT	LCRA Series A	0.250	10/27/11			2,000,000.00	100.000	2,000,000.00	2,000,000.00	100.000	2,000,000.00	27		0.250	0.250
3024A1YJ6	02/23/11	CP - DISC	FCAR Owner Trust		11/18/11			1,000,000.00	99.553	995,533.33	999,200.00	99.977	999,769.00	49		0.603	0.603
CD-8993-1	01/19/11	CD	Comerica Bk CD	0.550	01/19/12			2,036,942.42	100.000	2,036,942.42	2,036,942.42	100.000	2,036,942.42	111		0.550	0.550
89233GAW6	05/06/11	CP - DISC	Toyota Mtr Cr		01/30/12			1,000,000.00	99.768	997,683.61	998,958.06	99.861	998,611.00	122		0.311	0.311
912828MU1	02/10/11	TREAS NOTE	U.S. Treasury	1.000	03/31/12			2,000,000.00	100.680	2,013,593.75	2,005,966.12	100.440	2,008,800.00	183		0.399	0.399
3128X9D80	04/13/11	AGCY BULET	FHLMC	1.125	04/25/12			2,885,000.00	100.846	2,909,407.10	2,898,393.41	100.490	2,899,136.50	208		0.304	0.304
912828NE6	05/03/11	TREAS NOTE	U.S. Treasury	0.750	05/31/12			2,000,000.00	100.500	2,010,000.00	2,006,168.42	100.400	2,008,000.00	244		0.285	0.285
31398AYM8	06/27/11	AGCY BULET	FNMA	1.750	08/10/12			3,000,000.00	101.646	3,049,382.97	3,037,877.43	101.250	3,037,500.00	315		0.276	0.276
3133XYWB7	05/19/11	AGCY BULET	FHLB	0.875	08/22/12			1,000,000.00	100.680	1,006,800.00	1,004,821.74	100.530	1,005,300.00	327		0.333	0.333
CD-6693	09/08/11	CD	Comerica Bk CD	0.570	12/10/12			2,000,000.00	100.000	2,000,000.00	2,000,000.00	100.000	2,000,000.00	437		0.571	0.571
3136FPSE8	05/23/11	AGCY STEP	FNMA	0.650	10/21/13	10/21/11	ONE TIME	3,000,000.00	99.890	2,996,700.00	2,999,554.05	100.010	3,000,300.00	752	21	0.986	0.918
3135G0CZ4	09/12/11	AGCY CALL	FNMA	0.850	09/12/14	03/12/12	QRTLY	2,000,000.00	99.990	1,999,800.00	1,999,803.48	99.620	1,992,400.00	1,078	164	0.853	0.853
<b>Total for Pooled Funds</b>								<b>37,600,644.71</b>	<b>100.637</b>	<b>37,839,629.47</b>	<b>37,670,096.47</b>	<b>100.183</b>	<b>37,669,141.21</b>	<b>227</b>		<b>0.458</b>	<b>0.452</b>
<b>Total for Town of Addison</b>								<b>37,600,644.71</b>	<b>100.637</b>	<b>37,839,629.47</b>	<b>37,670,096.47</b>	<b>100.183</b>	<b>37,669,141.21</b>	<b>227</b>		<b>0.458</b>	<b>0.452</b>



**Town of Addison**  
**Change in Value**  
*From 06/30/2011 to 09/30/2011*

CUSIP	Security Type	Security Description	06/30/11 Book Value	Cost of Purchases	Maturities / Calls / Sales	Amortization / Accretion	Realized Gain/(Loss)	09/30/11 Book Value	06/30/11 Market Value	09/30/11 Market Value	Change in Mkt Value
<b>Pooled Funds</b>											
TEXPOOL	LGIP	TexPool	3,396,711.69	1,200,266.50	(999,662.54)	0.00	0.00	3,597,315.65	3,396,711.69	3,597,315.65	200,603.96
TEXSTAR	LGIP	TexSTAR	3,354,504.97	1,300,449.66	(899,801.73)	0.00	0.00	3,755,152.90	3,354,504.97	3,755,152.90	400,647.93
54811EDP7	CP - INT	LCRA Series A 0.340 08/02/11	2,000,000.00	0.00	(2,000,000.00)	0.00	0.00	0.00	2,000,000.00	0.00	(2,000,000.00)
88237KVB8	CP - DISC	TX Dept of Eco Dev 0.000 08/11/11	3,998,587.76	0.00	(4,000,000.00)	1,412.24	0.00	0.00	3,999,068.00	0.00	(3,999,068.00)
31398ATL6	AGCY BULET	FNMA 3.625 08/15/11	1,906,743.84	0.00	(1,900,000.00)	(6,743.84)	0.00	0.00	1,908,170.00	0.00	(1,908,170.00)
41419AVX1	CP - INT	Harris Cty, TX 0.290 08/17/11	1,550,000.00	0.00	(1,550,000.00)	0.00	0.00	0.00	1,550,000.00	0.00	(1,550,000.00)
CD-0181	CD	ViewPoint Bk CD 0.750 09/07/11	2,012,197.68	2,564.30	(2,014,761.98)	0.00	0.00	0.00	2,012,197.68	0.00	(2,012,197.68)
88237KWC5	CP - DISC	TX Dept of Eco Dev 0.000 09/12/11	0.00	2,999,466.67	(3,000,000.00)	533.33	0.00	0.00	0.00	0.00	0.00
CD-00261	CD-SHORT	ViewPoint Bk CD 0.850 10/07/11	3,019,759.38	6,474.36	0.00	0.00	0.00	3,026,233.74	3,019,759.38	3,026,233.74	6,474.36
31359MZ30	AGCY BULET	FNMA 5.000 10/15/11	2,327,552.94	0.00	0.00	(23,843.89)	0.00	2,303,709.05	2,332,660.00	2,303,680.00	(28,980.00)
88256BN23	CP - INT	TX Muni Pwr Ag 0.340 10/21/11	1,000,000.00	0.00	0.00	0.00	0.00	1,000,000.00	1,000,000.00	1,000,000.00	0.00
54811EDS1	CP - INT	LCRA Series A 0.250 10/27/11	0.00	2,000,000.00	0.00	0.00	0.00	2,000,000.00	0.00	2,000,000.00	2,000,000.00
3024A1YJ6	CP - DISC	FCAR Owner Trust 0.000 11/18/11	997,666.67	0.00	0.00	1,533.33	0.00	999,200.00	998,551.00	999,769.00	1,218.00
CD-8993-1	CD	Comerica Bk CD 0.550 01/19/12	2,034,121.21	2,821.21	0.00	0.00	0.00	2,036,942.42	2,034,121.21	2,036,942.42	2,821.21
89233GAW6	CP - DISC	Toyota Mtr Cr 0.000 01/30/12	998,165.83	0.00	0.00	792.23	0.00	998,958.06	997,801.00	998,611.00	810.00
912828MU1	TREAS NOTE	U.S. Treasury 1.000 03/31/12	2,008,976.04	0.00	0.00	(3,009.92)	0.00	2,005,966.12	2,012,200.00	2,008,800.00	(3,400.00)
3128X9D80	AGCY BULET	FHLMC 1.125 04/25/12	2,904,294.36	0.00	0.00	(5,900.95)	0.00	2,898,393.41	2,904,329.50	2,899,136.50	(5,193.00)
912828NE6	TREAS NOTE	U.S. Treasury 0.750 05/31/12	2,008,501.30	0.00	0.00	(2,332.88)	0.00	2,006,168.42	2,009,600.00	2,008,000.00	(1,600.00)
31398AYM8	AGCY BULET	FNMA 1.750 08/10/12	3,048,893.76	0.00	0.00	(11,016.33)	0.00	3,037,877.43	3,046,500.00	3,037,500.00	(9,000.00)
3133XYWB7	AGCY BULET	FHLB 0.875 08/22/12	1,006,170.91	0.00	0.00	(1,349.17)	0.00	1,004,821.74	1,005,900.00	1,005,300.00	(600.00)
CD-6693	CD	Comerica Bk CD 0.570 12/10/12	0.00	2,000,000.00	0.00	0.00	0.00	2,000,000.00	0.00	2,000,000.00	2,000,000.00
31331KCV0	AGCY CALL	FFCB 1.020 03/01/13	1,998,330.66	0.00	(2,000,000.00)	1,669.34	0.00	0.00	2,002,800.00	0.00	(2,002,800.00)
3136FPSE8	AGCY STEP	FNMA 0.650 10/21/13	2,997,547.29	0.00	0.00	2,006.76	0.00	2,999,554.05	3,003,000.00	3,000,300.00	(2,700.00)
3135G0CZ4	AGCY CALL	FNMA 0.850 09/12/14	0.00	1,999,800.00	0.00	3.48	0.00	1,999,803.48	0.00	1,992,400.00	1,992,400.00
<b>Total for Pooled Funds</b>			<b>44,568,726.29</b>	<b>11,511,842.70</b>	<b>(18,364,226.25)</b>	<b>(46,246.27)</b>	<b>0.00</b>	<b>37,670,096.47</b>	<b>44,587,874.43</b>	<b>37,669,141.21</b>	<b>(6,918,733.22)</b>
<b>Total for Town of Addison</b>			<b>44,568,726.29</b>	<b>11,511,842.70</b>	<b>(18,364,226.25)</b>	<b>(46,246.27)</b>	<b>0.00</b>	<b>37,670,096.47</b>	<b>44,587,874.43</b>	<b>37,669,141.21</b>	<b>(6,918,733.22)</b>



**Town of Addison**  
**Earned Income**  
 From 06/30/2011 to 09/30/2011

CUSIP	Security Type	Security Description	Beg. Accrued	Interest Earned	Interest Rec'd / Sold / Matured	Interest Purchased	Ending Accrued	Disc Accr / Prem Amort	Net Income
<b>Pooled Funds</b>									
TEXPOOL	LGIP	TexPool	0.00	603.96	603.96	0.00	0.00	0.00	603.96
TEXSTAR	LGIP	TexSTAR	0.00	647.93	647.93	0.00	0.00	0.00	647.93
54811EDP7	CP - INT	LCRA Series A 0.340 08/02/11	2,235.62	596.16	2,831.78	0.00	0.00	0.00	596.16
88237KVB8	CP - DISC	TX Dept of Eco Dev 0.000 08/11/11	0.00	0.00	0.00	0.00	0.00	1,412.24	1,412.24
31398ATL6	AGCY BULET	FNMA 3.625 08/15/11	26,019.44	8,418.06	34,437.50	0.00	0.00	(6,743.84)	1,674.22
41419AVX1	CP - INT	Harris Cty, TX 0.290 08/17/11	874.37	578.81	1,453.18	0.00	0.00	0.00	578.81
CD-0181	CD	ViewPoint Bk CD 0.750 09/07/11	41.35	2,812.74	2,854.09	0.00	0.00	0.00	2,812.74
88237KWC5	CP - DISC	TX Dept of Eco Dev 0.000 09/12/11	0.00	0.00	0.00	0.00	0.00	533.33	533.33
CD-00261	CD-SHORT	ViewPoint Bk CD 0.850 10/07/11	70.32	6,474.51	6,474.36	0.00	70.47	0.00	6,474.51
31359MZ30	AGCY BULET	FNMA 5.000 10/15/11	24,277.78	28,750.00	0.00	0.00	53,027.78	(23,843.89)	4,906.11
88256BN23	CP - INT	TX Muni Pwr Ag 0.340 10/21/11	614.79	856.99	0.00	0.00	1,471.78	0.00	856.99
54811EDS1	CP - INT	LCRA Series A 0.250 10/27/11	0.00	821.92	0.00	0.00	821.92	0.00	821.92
3024A1YJ6	CP - DISC	FCAR Owner Trust 0.000 11/18/11	0.00	0.00	0.00	0.00	0.00	1,533.33	1,533.33
CD-8993-1	CD	Comerica Bk CD 0.550 01/19/12	367.81	2,821.72	2,821.21	0.00	368.32	0.00	2,821.72
89233GAW6	CP - DISC	Toyota Mtr Cr 0.000 01/30/12	0.00	0.00	0.00	0.00	0.00	792.23	792.23
912828MU1	TREAS NOTE	U.S. Treasury 1.000 03/31/12	5,027.32	5,027.32	10,000.00	0.00	54.64	(3,009.92)	2,017.40
3128X9D80	AGCY BULET	FHLMC 1.125 04/25/12	5,950.31	8,114.07	0.00	0.00	14,064.38	(5,900.95)	2,213.12
912828NE6	TREAS NOTE	U.S. Treasury 0.750 05/31/12	1,270.49	3,770.49	0.00	0.00	5,040.98	(2,332.88)	1,437.61
31398AYM8	AGCY BULET	FNMA 1.750 08/10/12	20,562.50	13,125.00	26,250.00	0.00	7,437.50	(11,016.33)	2,108.67
3133XYWB7	AGCY BULET	FHLB 0.875 08/22/12	3,135.42	2,187.50	4,375.00	0.00	947.92	(1,349.17)	838.33
CD-6693	CD	Comerica Bk CD 0.570 12/10/12	0.00	655.89	0.00	0.00	655.89	0.00	655.89
31331KCV0	AGCY CALL	FFCB 1.020 03/01/13	6,800.00	3,400.00	10,200.00	0.00	0.00	1,669.34	5,069.34
3136FPSE8	AGCY STEP	FNMA 0.650 10/21/13	3,791.67	4,875.00	0.00	0.00	8,666.67	2,006.76	6,881.76
3135GOCZ4	AGCY CALL	FNMA 0.850 09/12/14	0.00	897.22	0.00	0.00	897.22	3.48	900.70
<b>Total for Pooled Funds</b>			<b>101,039.19</b>	<b>95,435.29</b>	<b>102,949.01</b>	<b>0.00</b>	<b>93,525.47</b>	<b>(46,246.27)</b>	<b>49,189.02</b>
<b>Total for Town of Addison</b>			<b>101,039.19</b>	<b>95,435.29</b>	<b>102,949.01</b>	<b>0.00</b>	<b>93,525.47</b>	<b>(46,246.27)</b>	<b>49,189.02</b>



**Town of Addison**  
**Investment Transactions**  
 From 07/01/2011 to 09/30/2011

Trade Date	Settle Date	CUSIP	Security Type	Security Description	Coupon	Mty Date	Call Date	Par Value	Price	Principal Amount	Int Purchased / Received	Total Amount	Realized Gain / Loss	YTM	YTW
<b>Pooled Funds</b>															
<b>Calls</b>															
09/01/11	09/01/11	31331KCV0	AGCY CALL	FFCB	1.020	03/01/13	09/01/11	2,000,000.00	100.000	2,000,000.00	0.00	2,000,000.00		1.071	1.020
<b>Total for: Calls</b>								<b>2,000,000.00</b>		<b>2,000,000.00</b>	<b>0.00</b>	<b>2,000,000.00</b>		<b>1.071</b>	<b>1.020</b>
<b>Maturities</b>															
08/02/11	08/02/11	54811EDP7	CP - INT	LCRA Series A	0.340	08/02/11		2,000,000.00	100.000	2,000,000.00	2,831.78	2,002,831.78		0.340	
08/11/11	08/11/11	88237KVB8	CP - DISC	TX Dept of Eco Dev		08/11/11		4,000,000.00	100.000	4,000,000.00	0.00	4,000,000.00		0.310	
08/15/11	08/15/11	31398ATL6	AGCY BULET	FNMA	3.625	08/15/11		1,900,000.00	100.000	1,900,000.00	0.00	1,900,000.00		0.711	
08/17/11	08/17/11	41419AVX1	CP - INT	Harris Cty, TX	0.290	08/17/11		1,550,000.00	100.000	1,550,000.00	1,453.18	1,551,453.18		0.290	
09/07/11	09/07/11	CD-0181	CD	ViewPoint Bk CD	0.750	09/07/11		2,014,761.98	100.000	2,014,761.98	0.00	2,014,761.98		0.740	
09/12/11	09/12/11	88237KWC5	CP - DISC	TX Dept of Eco Dev		09/12/11		3,000,000.00	100.000	3,000,000.00	0.00	3,000,000.00		0.200	
<b>Total for: Maturities</b>								<b>14,464,761.98</b>		<b>14,464,761.98</b>	<b>4,284.96</b>	<b>14,469,046.94</b>		<b>0.402</b>	
<b>Purchases</b>															
08/02/11	08/02/11	54811EDS1	CP - INT	LCRA Series A	0.250	10/27/11		2,000,000.00	100.000	2,000,000.00	0.00	2,000,000.00		0.250	0.250
08/11/11	08/11/11	88237KWC5	CP - DISC	TX Dept of Eco Dev		09/12/11		3,000,000.00	99.982	2,999,466.67	0.00	2,999,466.67		0.200	0.200
08/31/11	09/12/11	3135GOCZ4	AGCY CALL	FNMA	0.850	09/12/14	03/12/12	2,000,000.00	99.990	1,999,800.00	0.00	1,999,800.00		0.853	0.853
09/08/11	09/08/11	CD-6693	CD	Comerica Bk CD	0.570	12/10/12		2,000,000.00	100.000	2,000,000.00	0.00	2,000,000.00		0.571	0.571
<b>Total for: Purchases</b>								<b>9,000,000.00</b>		<b>8,999,266.67</b>	<b>0.00</b>	<b>8,999,266.67</b>		<b>0.439</b>	<b>0.439</b>
<b>Income Payments</b>															
07/19/11	07/19/11	CD-8993-1	CD	Comerica Bk CD	0.550	01/19/12				0.00	919.54	919.54			
07/31/11	07/31/11	CD-00261	CD-SHORT	ViewPoint Bk CD	0.850	10/07/11				0.00	2,180.02	2,180.02			
07/31/11	07/31/11	CD-0181	CD	ViewPoint Bk CD	0.750	09/07/11				0.00	1,281.74	1,281.74			
08/10/11	08/10/11	31398AYM8	AGCY BULET	FNMA	1.750	08/10/12				0.00	26,250.00	26,250.00			
08/15/11	08/15/11	31398ATL6	AGCY BULET	FNMA	3.625	08/15/11				0.00	34,437.50	34,437.50			
08/19/11	08/19/11	CD-8993-1	CD	Comerica Bk CD	0.550	01/19/12				0.00	950.61	950.61			
08/22/11	08/22/11	3133XYWB7	AGCY BULET	FHLB	0.875	08/22/12				0.00	4,375.00	4,375.00			
08/31/11	08/31/11	CD-00261	CD-SHORT	ViewPoint Bk CD	0.850	10/07/11				0.00	2,181.59	2,181.59			
08/31/11	08/31/11	CD-0181	CD	ViewPoint Bk CD	0.750	09/07/11				0.00	1,282.56	1,282.56			



**Town of Addison**  
**Investment Transactions**  
 From 07/01/2011 to 09/30/2011

Trade Date	Settle Date	CUSIP	Security Type	Security Description	Coupon	Mty Date	Call Date	Par Value	Price	Principal Amount	Int Purchased / Received	Total Amount	Realized Gain / Loss	YTM	YTW
<b>Pooled Funds</b>															
<b>Income Payments</b>															
09/01/11	09/01/11	31331KCV0	AGCY CALL	FFCB	1.020	03/01/13				0.00	10,200.00	10,200.00			
09/07/11	09/07/11	CD-0181	CD	ViewPoint Bk CD	0.750	09/07/11				0.00	289.79	289.79			
09/19/11	09/19/11	CD-8993-1	CD	Comerica Bk CD	0.550	01/19/12				0.00	951.06	951.06			
09/30/11	09/30/11	912828MU1	TREAS NOTE	U.S. Treasury	1.000	03/31/12				0.00	10,000.00	10,000.00			
09/30/11	09/30/11	CD-00261	CD-SHORT	ViewPoint Bk CD	0.850	10/07/11				0.00	2,112.75	2,112.75			
<b>Total for: Income Payments</b>										<b>0.00</b>	<b>97,412.16</b>	<b>97,412.16</b>			
<b>Capitalized Interest</b>															
07/19/11	07/19/11	CD-8993-1	CD	Comerica Bk CD	0.550	01/19/12		919.54	100.000	919.54	0.00	919.54			
07/31/11	07/31/11	CD-00261	CD-SHORT	ViewPoint Bk CD	0.850	10/07/11		2,180.02	100.000	2,180.02	0.00	2,180.02			
07/31/11	07/31/11	CD-0181	CD	ViewPoint Bk CD	0.750	09/07/11		1,281.74	100.000	1,281.74	0.00	1,281.74			
08/19/11	08/19/11	CD-8993-1	CD	Comerica Bk CD	0.550	01/19/12		950.61	100.000	950.61	0.00	950.61			
08/31/11	08/31/11	CD-00261	CD-SHORT	ViewPoint Bk CD	0.850	10/07/11		2,181.59	100.000	2,181.59	0.00	2,181.59			
08/31/11	08/31/11	CD-0181	CD	ViewPoint Bk CD	0.750	09/07/11		1,282.56	100.000	1,282.56	0.00	1,282.56			
09/19/11	09/19/11	CD-8993-1	CD	Comerica Bk CD	0.550	01/19/12		951.06	100.000	951.06	0.00	951.06			
09/30/11	09/30/11	CD-00261	CD-SHORT	ViewPoint Bk CD	0.850	10/07/11		2,112.75	100.000	2,112.75	0.00	2,112.75			
<b>Total for: Capitalized Interest</b>								<b>11,859.87</b>	<b>11,859.87</b>	<b>0.00</b>	<b>11,859.87</b>				



**Town of Addison**  
**Investment Transactions**  
 From 07/01/2011 to 09/30/2011

Trade Date	Settle Date	CUSIP	Security Type	Security Description	Coupon	Mty Date	Call Date	Par Value	Price	Principal Amount	Int Purchased / Received	Total Amount	Realized Gain / Loss	YTM	YTW
------------	-------------	-------	---------------	----------------------	--------	----------	-----------	-----------	-------	------------------	--------------------------	--------------	----------------------	-----	-----

**Total for All Portfolios**

Transaction Type	Quantity	Total Amount	Realized G/L	YTM	YTW
Total Calls	2,000,000.00	2,000,000.00		1.071	1.020
Total Maturities	14,464,761.98	14,469,046.94		0.402	
Total Purchases	9,000,000.00	8,999,266.67		0.439	0.439
Total Income Payments	0.00	97,412.16			
Total Capitalized Interest	11,859.87	11,859.87			



**Town of Addison**  
**Amortization and Accretion**  
 From 06/30/2011 to 09/30/2011

CUSIP	Settle Date	Security Type	Security Description	Next Call Date	Purchase Qty	Orig Price	Original Cost	Amrt/Accr for Period	Total Amrt/Accr Since Purch	Remaining Disc / Prem	Book Value
<b>Pooled Funds</b>											
54811EDP7	03/03/11	CP - INT	LCRA Series A 0.340 08/02/11		0.00	100.000	0.00	0.00	0.00	0.00	0.00
88237KVB8	03/18/11	CP - DISC	TX Dept of Eco Dev 0.000 08/11/11		0.00	99.874	0.00	1,412.24	0.00	0.00	0.00
31398ATL6	04/09/10	AGCY BULET	FNMA 3.625 08/15/11		0.00	103.908	0.00	(6,743.84)	0.00	0.00	0.00
41419AVX1	04/21/11	CP - INT	Harris Cty, TX 0.290 08/17/11		0.00	100.000	0.00	0.00	0.00	0.00	0.00
CD-0181	09/07/10	CD	ViewPoint Bk CD 0.750 09/07/11		0.00	100.000	0.00	0.00	0.00	0.00	0.00
88237KWC5	08/11/11	CP - DISC	TX Dept of Eco Dev 0.000 09/12/11		0.00	99.982	0.00	533.33	0.00	0.00	0.00
CD-00261	09/21/10	CD-SHORT	ViewPoint Bk CD 0.850 10/07/11		3,026,233.74	100.000	3,026,233.74	0.00	0.00	0.00	3,026,233.74
31359MZ30	04/05/10	AGCY BULET	FNMA 5.000 10/15/11		2,300,000.00	106.308	2,445,084.00	(23,843.89)	(141,374.95)	(3,709.05)	2,303,709.05
88256BN23	04/26/11	CP - INT	TX Muni Pwr Ag 0.340 10/21/11		1,000,000.00	100.000	1,000,000.00	0.00	0.00	0.00	1,000,000.00
54811EDS1	08/02/11	CP - INT	LCRA Series A 0.250 10/27/11		2,000,000.00	100.000	2,000,000.00	0.00	0.00	0.00	2,000,000.00
3024A1YJ6	02/23/11	CP - DISC	FCAR Owner Trust 0.000 11/18/11		1,000,000.00	99.553	995,533.33	1,533.33	3,666.67	800.00	999,200.00
CD-8993-1	01/19/11	CD	Comerica Bk CD 0.550 01/19/12		2,036,942.42	100.000	2,036,942.42	0.00	0.00	0.00	2,036,942.42
89233GAW6	05/06/11	CP - DISC	Toyota Mtr Cr 0.000 01/30/12		1,000,000.00	99.768	997,683.61	792.23	1,274.45	1,041.94	998,958.06
912828MU1	02/10/11	TREAS NOTE	U.S. Treasury 1.000 03/31/12		2,000,000.00	100.680	2,013,593.75	(3,009.92)	(7,627.63)	(5,966.12)	2,005,966.12
3128X9D80	04/13/11	AGCY BULET	FHLMC 1.125 04/25/12		2,885,000.00	100.846	2,909,407.10	(5,900.95)	(11,013.69)	(13,393.41)	2,898,393.41
912828NE6	05/03/11	TREAS NOTE	U.S. Treasury 0.750 05/31/12		2,000,000.00	100.500	2,010,000.00	(2,332.88)	(3,831.58)	(6,168.42)	2,006,168.42
31398AYM8	06/27/11	AGCY BULET	FNMA 1.750 08/10/12		3,000,000.00	101.646	3,049,382.97	(11,016.33)	(11,505.54)	(37,877.43)	3,037,877.43
3133XYWB7	05/19/11	AGCY BULET	FHLB 0.875 08/22/12		1,000,000.00	100.680	1,006,800.00	(1,349.17)	(1,978.26)	(4,821.74)	1,004,821.74
CD-6693	09/08/11	CD	Comerica Bk CD 0.570 12/10/12		2,000,000.00	100.000	2,000,000.00	0.00	0.00	0.00	2,000,000.00
31331KCV0	03/01/11	AGCY CALL	FFCB 1.020 03/01/13		0.00	99.900	0.00	1,669.34	0.00	0.00	0.00
3136FPSE8	05/23/11	AGCY STEP	FNMA 0.650 10/21/13	10/21/11	3,000,000.00	99.890	2,996,700.00	2,006.76	2,854.05	445.95	2,999,554.05
3136G0CZ4	09/12/11	AGCY CALL	FNMA 0.850 09/12/14	03/12/12	2,000,000.00	99.990	1,999,800.00	3.48	3.48	196.52	1,999,803.48
<b>Total for Pooled Funds</b>					<b>30,248,176.16</b>		<b>30,487,160.92</b>	<b>(46,246.27)</b>	<b>(169,533.00)</b>	<b>(69,451.76)</b>	<b>30,317,627.92</b>
<b>Total for Town of Addison</b>					<b>30,248,176.16</b>		<b>30,487,160.92</b>	<b>(46,246.27)</b>	<b>(169,533.00)</b>	<b>(69,451.76)</b>	<b>30,317,627.92</b>



**Town of Addison**  
**Projected Cash Flows**  
*Cash Flows for next 180 days from 09/30/2011*

CUSIP	Security Type	Security Description	Pay Date	Interest	Principal	Total Amount
<b>Pooled Funds</b>						
CD-00261	CD-SHORT	ViewPoint Bk CD 0.850 10/07/11	10/07/11	493.31	3,026,233.74	3,026,727.05
CD-6693	CD	Comerica Bk CD 0.570 12/10/12	10/10/11	936.98	0.00	936.98
31359MZ30	AGCY BULET	FNMA 5.000 10/15/11	10/15/11	57,500.00	2,300,000.00	2,357,500.00
CD-8993-1	CD	Comerica Bk CD 0.550 01/19/12	10/19/11	920.80	0.00	920.80
3136FPSE8	AGCY STEP	FNMA 0.650 10/21/13	10/21/11	9,750.00	3,000,000.00	3,009,750.00
88256BN23	CP - INT	TX Muni Pwr Ag 0.340 10/21/11	10/21/11	1,658.08	1,000,000.00	1,001,658.08
3128X9D80	AGCY BULET	FHLMC 1.125 04/25/12	10/25/11	16,228.12	0.00	16,228.12
54811EDS1	CP - INT	LCRA Series A 0.250 10/27/11	10/27/11	1,178.08	2,000,000.00	2,001,178.08
CD-6693	CD	Comerica Bk CD 0.570 12/10/12	11/10/11	968.21	0.00	968.21
3024A1YJ6	CP - DISC	FCAR Owner Trust 0.000 11/18/11	11/18/11	0.00	1,000,000.00	1,000,000.00
CD-8993-1	CD	Comerica Bk CD 0.550 01/19/12	11/19/11	951.50	0.00	951.50
912828NE6	TREAS NOTE	U.S. Treasury 0.750 05/31/12	11/30/11	7,500.00	0.00	7,500.00
CD-6693	CD	Comerica Bk CD 0.570 12/10/12	12/10/11	936.98	0.00	936.98
CD-8993-1	CD	Comerica Bk CD 0.550 01/19/12	12/19/11	920.80	0.00	920.80
CD-6693	CD	Comerica Bk CD 0.570 12/10/12	01/10/12	968.21	0.00	968.21
CD-8993-1	CD	Comerica Bk CD 0.550 01/19/12	01/19/12	951.50	2,036,942.42	2,037,893.92
89233GAW6	CP - DISC	Toyota Mtr Cr 0.000 01/30/12	01/30/12	0.00	1,000,000.00	1,000,000.00
31398AYM8	AGCY BULET	FNMA 1.750 08/10/12	02/10/12	26,250.00	0.00	26,250.00
CD-6693	CD	Comerica Bk CD 0.570 12/10/12	02/10/12	968.21	0.00	968.21
3133XYWB7	AGCY BULET	FHLB 0.875 08/22/12	02/22/12	4,375.00	0.00	4,375.00
CD-6693	CD	Comerica Bk CD 0.570 12/10/12	03/10/12	905.75	0.00	905.75
3135G0CZ4	AGCY CALL	FNMA 0.850 09/12/14	03/12/12	8,500.00	2,000,000.00	2,008,500.00
<b>Total for Pooled Funds</b>				<b>142,861.53</b>	<b>17,363,176.16</b>	<b>17,506,037.69</b>



**Town of Addison**  
**Projected Cash Flows**  
*Cash Flows for next 180 days from 09/30/2011*

CUSIP	Security Type	Security Description	Pay Date	Interest	Principal	Total Amount
<b>Total for All Portfolios</b>						
			October 2011	88,665.37	11,326,233.74	11,414,899.11
			November 2011	9,419.71	1,000,000.00	1,009,419.71
			December 2011	1,857.78	0.00	1,857.78
			January 2012	1,919.71	3,036,942.42	3,038,862.13
			February 2012	31,593.21	0.00	31,593.21
			March 2012	9,405.75	2,000,000.00	2,009,405.75
<b>Total Projected Cash Flows for Town of Addison</b>				<b>142,861.53</b>	<b>17,363,176.16</b>	<b>17,506,037.69</b>