

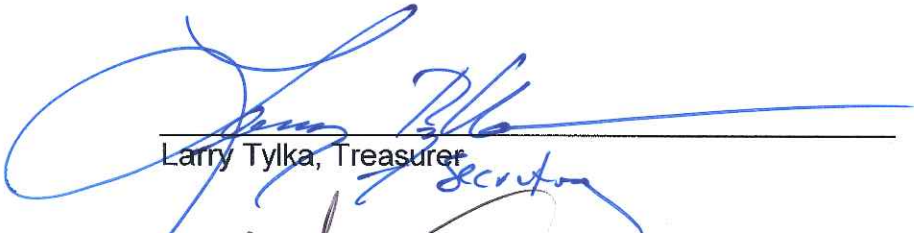
Section 4B Industrial Development Corporation
Quarterly Investment Report
Ending December 31, 2012

The attached information comprises the quarterly investment report for the Section 4B Industrial Development Corporation, League City, Texas for the quarter ended December 31, 2012. The undersigned acknowledge that the Board's investment portfolio has been and is in compliance with the policies and strategies as contained in the Board's Investment Policy and also in compliance with the Public Funds Investment Act of the State of Texas. The annual review of the investment policy was approved by the Board on January 14, 2013.

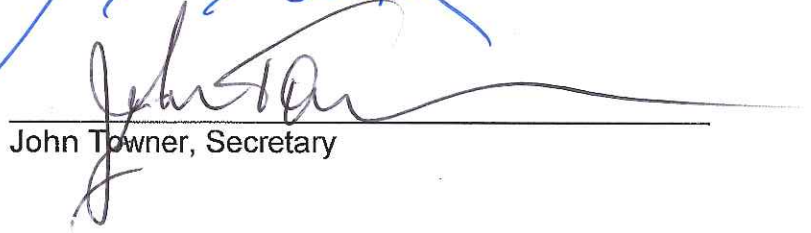


Laddie Howard, President

Howard Jones, Vice President



Larry Tylka, Treasurer



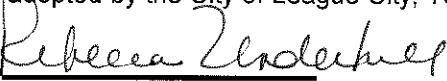
John Towner, Secretary


**SECTION 4B INDUSTRIAL DEVELOPMENT CORPORATION
 QUARTERLY INVESTMENT REPORT
 AS OF DECEMBER 31, 2012**

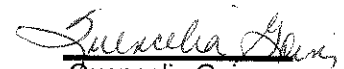
	<u>BEGINNING BALANCE</u>		<u>FUND CHANGES</u>		<u>INTEREST EARNED</u>		<u>ENDING BALANCE</u>
<u>Funds Invested by Account</u>							
<u>Fund 305 - 4B Operating Fund</u>							
TEX Pool	\$ 6,884,607.27	\$	202,986.52	\$	2,815.97	\$	7,090,409.76
Cash in Bank	<u>45,608.98</u>		<u>86,450.36</u>		<u>8.18</u>		<u>132,067.52</u>
<u>Total Fund 305</u>	<u>\$ 6,930,216.25</u>	<u>\$</u>	<u>289,436.88</u>	<u>\$</u>	<u>2,824.15</u>	<u>\$</u>	<u>7,222,477.28</u>

TexPool Average earnings rate by month		Average earnings for period	0.1564%
October	0.1657%		
November	0.1564%		
December	0.1506%		

I hereby affirm that the investments contained in this report are in compliance with the investment policies as adopted by the City of League City, Texas and the 4B Industrial Development Corporation.


 Rebecca Underhill, CPA
 Finance Director


 Lonha Stein
 Controller


 Quencelia Goins
 Accounting Manager

FUND 305 - SECTION 4B INDUSTRIAL DEVELOPMENT CORPORATION
STATEMENT OF REVENUES AND EXPENDITURES FOR THE QUARTER ENDED
DECEMBER 31, 2012
(CASH BASIS)

Beginning Balance	\$	6,930,216.25
 Revenue		
4B - Sales Tax		514,899.26
Interest		2,824.15
 Expenditures		
Transfer to Fund 307 - (25% of Sales Tax)		(128,724.83)
Design Contract Costs		(92,960.40)
Network Installation Costs		<u>(3,777.15)</u>
Total Expenditures		<u>(225,462.38)</u>
 Total	 \$	 <u>7,222,477.28</u>
Tex Pool	\$	7,090,409.76
Cash		<u>132,067.52</u>
 Total	 \$	 <u>7,222,477.28</u>

**FUND 306 - 2011 CERTIFICATE OF OBLIGATION BONDS
STATEMENT OF REVENUES AND EXPENDITURES FOR THE QUARTER ENDED
DECEMBER 31, 2012
(CASH BASIS)**

FUND SUMMARY

This fund is used to account for the acquisition, construction, and equipping of park facilities, specifically the Eastern Regional Park.

Beginning Balance \$ 300,455.56

Revenue

Interest 67.91

Expenditures

Brookstone LP (274,191.00)

Greater Houston Office Products (1,307.25)

The Hon Company (24,843.41)

Total Expenditures (300,341.66)

Balance 12/31/12 \$ **181.81**

Brookstone Contract

Contract Amount - Fund 306 \$ 8,897,145.00

Contract Amount - Fund 305 1,092,855.00

Paid to Date (9,309,786.11)

Remaining Contract Balance \$ 680,213.89

FUND 307 - PARK MAINTENANCE OPERATIONS FUND
STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE FOR THE
QUARTER ENDED
DECEMBER 31, 2012

FUND SUMMARY

This fund is used by the City of League City to segregate funds received from the 4B Industrial Development Corporation (4B). The use of these funds is governed by State law and the interlocal agreement between the City and the 4B. This fund includes maintenance and support for the Eastern Regional Park. This fund also shows the payment of the debt service for the 4B Certificates of Obligation Bonds, Series, 2011.

	<u>Quarter to Date</u>	<u>Year to Date</u>	<u>Budget</u>
Revenue			
Transfer from 4B - Sales Tax			
25% M and O	\$ 128,724.83	\$ 128,724.83	\$ 317,500
Debt Service	-	-	667,000
Interest	197.77	197.77	250
Facility & Field Rental Fees	2,273.00	2,273.00	173,250
Recreation Program Fees	5,994.00	5,994.00	119,450
	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenue	137,189.60	137,189.60	1,277,450
Expenditures			
Personnel Cost	14,960.76	14,960.76	317,300
Supplies	8,837.73	8,837.73	179,880
Repairs and Maintenance	3,207.66	3,207.66	32,000
Services and Charges	16,726.98	16,726.98	88,620
Debt Service	242.00	242.00	667,000
	<u>43,975.13</u>	<u>43,975.13</u>	<u>1,284,800</u>
Total Expenditures	43,975.13	43,975.13	1,284,800
Revenues Over (Under) Expenditures	93,214.47	93,214.47	(7,350)
Fund Balance - Beginning of the Period	<u>746,089.00</u>	<u>746,089.00</u>	<u>505,250</u>
Fund Balance - End of the Period	<u>\$ 839,303.47</u>	<u>\$ 839,303.47</u>	<u>\$ 497,900</u>