

**AZLE MUNICIPAL DEVELOPMENT DISTRICT
REGULAR MEETING**

**CITY COUNCIL CHAMBERS
613 S.E. PARKWAY
AZLE, TEXAS 76020**

**TUESDAY
February 10, 2015**

AGENDA

**President Ray Ivey
Vice President Kevin Ingle
Secretary Joe McCormick**

**Director Jack Stevens
Director Justin Berg
Council Member Paul Crabtree
Council Member David McClure**

**REGULAR SESSION
CALL TO ORDER**

6:30 p.m.

PRESENTATION

1. Presentation of the MDD's Quarterly Investment Report for Quarter ended December 31, 2014
Executive Director Craig Lemin
2. Monthly Report from Economic Development Director Caitlin Glenn
Economic Development Director Caitlin Glenn

ACTION ITEMS

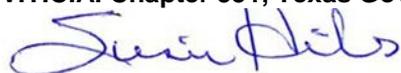
3. Consider approving the Minutes of the January 13, 2015 Azle MDD regular meeting
Secretary Joe McCormick

DISCUSSION ITEMS

4. Discussion regarding Azle Municipal Development District plans/procedures/policies
 - a) Discuss, review state statute and MDD By Laws
Executive Director Craig Lemin
5. Presentation and discussion regarding economic development incentives
Economic Development Director Caitlin Glenn

ADJOURNMENT

I, the undersigned authority, do hereby certify the above Agenda was posted at City Hall on February 6, 2015 at the City's official bulletin board and is readily accessible to the public at all times in accordance with V.T.C.A. Chapter 551, Texas Government Code.



Susie Hiles, Assistant to the City Manager

Date Agenda Removed from Posting

This facility is wheelchair accessible and handicapped parking spaces are available. Auxiliary aids and services are available to a person when necessary to afford an equal opportunity to participate in city functions and activities. Auxiliary aids and services or accommodations should be requested forty-eight hours prior to the scheduled starting time by calling the City Secretary's Office at 817-444-7101.

Complete MDD Agenda packet and background information are available for review at the City Secretary's Office and on our website www.cityofazle.org.

Municipal Development District Communicator

Item # 1

Submitted By: Craig Lemin – Executive Director	Date: January 30, 2015
Subject: Presentation of the Quarterly Investment Report for month ended December 31, 2014.	

Action Requested: Presentation, no action required.
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Purpose (Outline – Who, What, Where, Why & How). Finance.

Checklist of Attachments			
<input type="checkbox"/> Contract	<input type="checkbox"/> Agreement	<input type="checkbox"/> Ordinance	<input type="checkbox"/> Resolution
<input type="checkbox"/> Policy	<input type="checkbox"/> Applications	<input type="checkbox"/> Legal Opinion	<input type="checkbox"/> Minute Order
<input type="checkbox"/> Letter/ Memo / Report From	<input type="checkbox"/> P&Z Minutes	<input type="checkbox"/> Board Minutes	<input type="checkbox"/> Other Minutes
<input type="checkbox"/> Applicant	<input type="checkbox"/> Checklist	<input type="checkbox"/> Federal Law	<input type="checkbox"/> Plans / Drawings
<input checked="" type="checkbox"/> Staff	<input type="checkbox"/> State Law	<input type="checkbox"/> Bid Tabulations	<input type="checkbox"/> Maps
<input type="checkbox"/> Other	<input type="checkbox"/> Attachments	<input type="checkbox"/> Notices	<input type="checkbox"/> Charter

City of Azle
Municipal Development District
QUARTERLY INVESTMENT REPORT
For the Quarter Ended
December 31, 2014

Prepared by
Valley View Consulting, L.L.C.

The investment portfolio of the City of Azle Crime Control & Prevention District is in compliance with the Public Funds Investment Act and the Investment Policy and Strategies.



Investment Officer



Investment Officer

Disclaimer: These reports were compiled using information provided by the City of Azle. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields and do not account for investment adviser fees.

Strategy Summary:

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range between 0.00% and 0.25% (actual Fed Funds traded +/-10 bps). The FOMC ended Quantitative Easing (QE3) in October. Third quarter 2014 GDP was a very strong 5.0. New payroll and unemployment data also very positive. The FOMC remains concerned by lack of wage growth and overall participation. The US stock markets again touched new highs, but have recently retrenched. Shorter interest rates are rising, while International economical and political struggles weigh on longer term US interest rates. Financial institution deposit yields generally provide the best interest earnings opportunity, although spreads to security yields have tightened.

Quarter End Results by Investment Category:

<u>Asset Type</u>	<u>Ave. Yield</u>	<u>December 31, 2014</u>		<u>September 30, 2014</u>	
		<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
Bank/Pool/MMMFs	0.04%	\$ 419,833	\$ 419,833	\$ 316,354	\$ 316,354
CDs/Securities/Term	0.00%	—	—	—	—
Totals		\$ 419,833	\$ 419,833	\$ 316,354	\$ 316,354

Quarterly Portfolio Performance

Average Quarterly Yield	0.04%
Rolling Three Mo. Treas. Yield	0.02%
Rolling Six Mo. Treas. Yield	0.07%

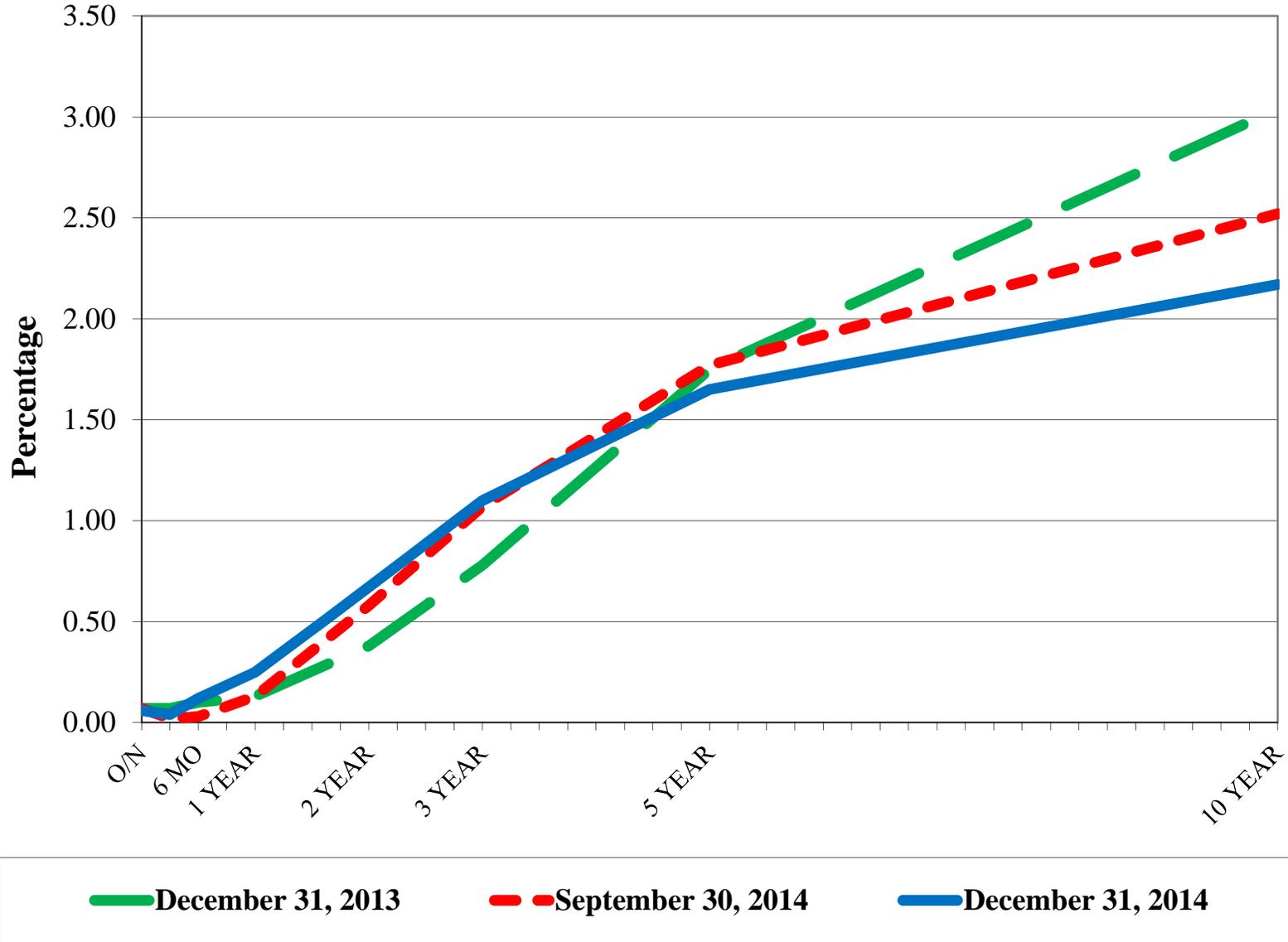
Yearly Portfolio Performance

Average Quarter End Yield	0.04%
Rolling Three Mo. Treas. Yield	0.02%
Rolling Six Mo. Treas. Yield	0.07%
Average Quarterend TexPool Yield	0.04%

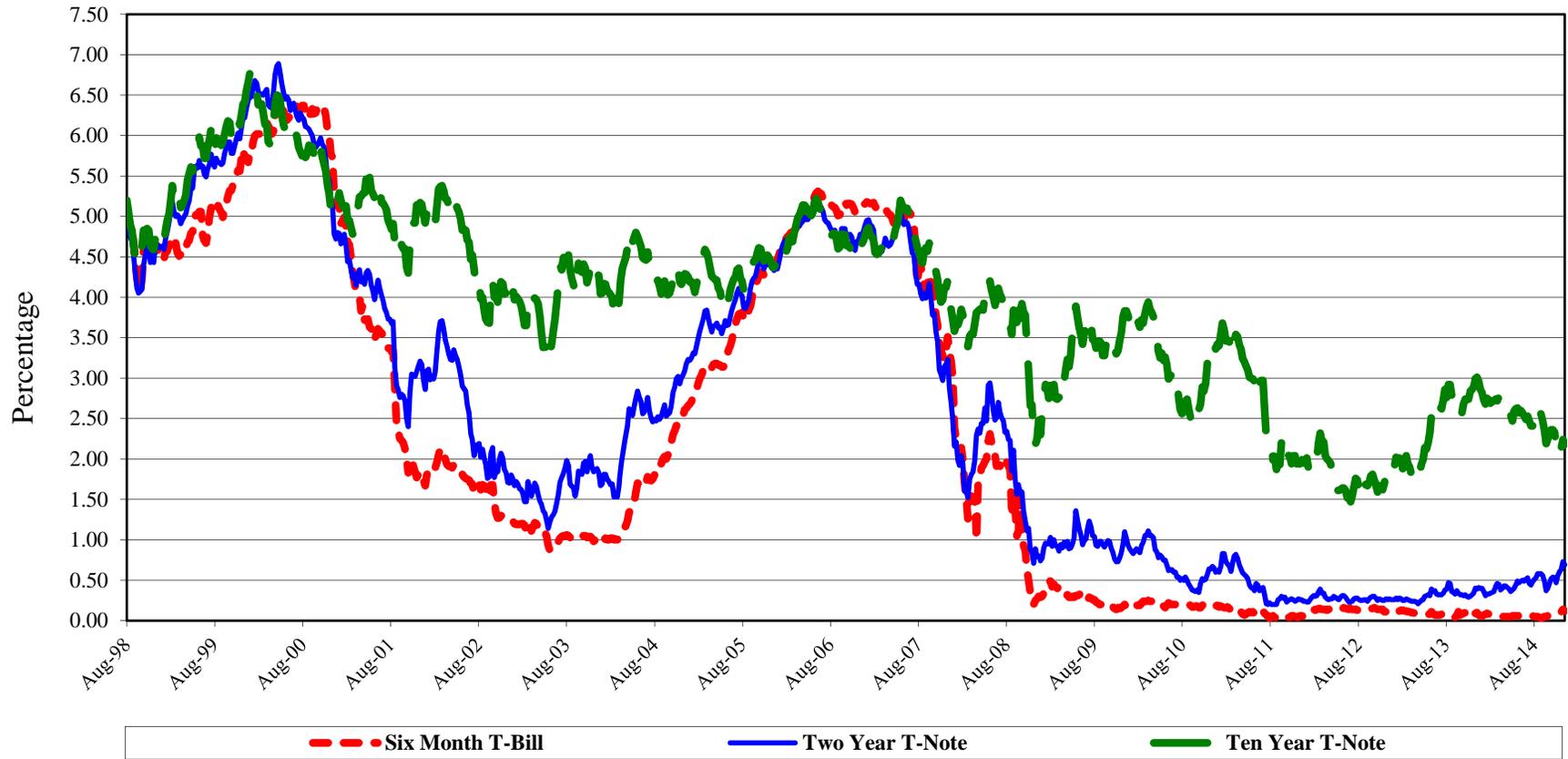
Quarterly Interest Earnings	\$ 30 (Unaudited)
Fiscal YTD Interest Earnings	\$ 30 (Unaudited)

Note: Average yields calculated using quarter end report average yield and adjusted book value, but do not include adviser fees and realized and unrealized gains or losses.

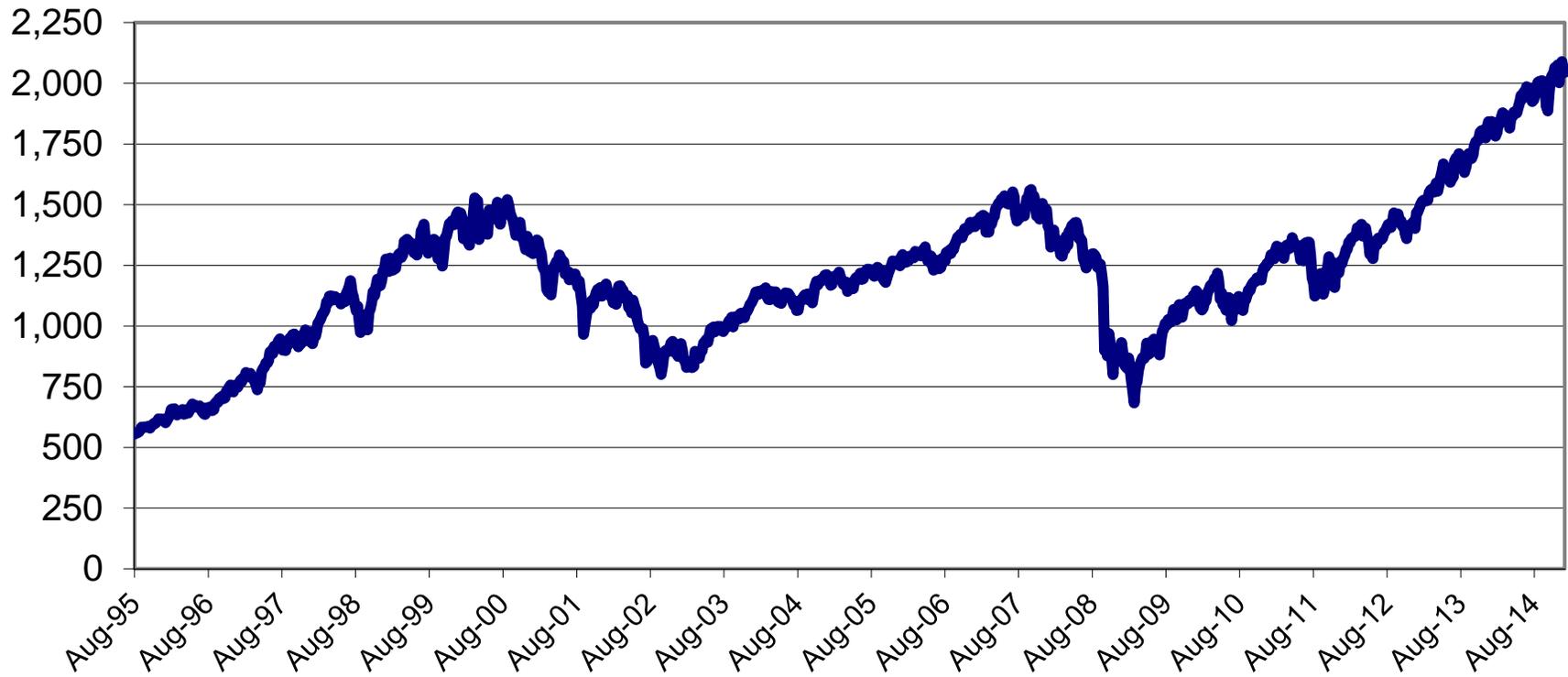
Treasury Yield Curves



US Treasury Historical Yields



S&P 500



Detail of Investment Holdings

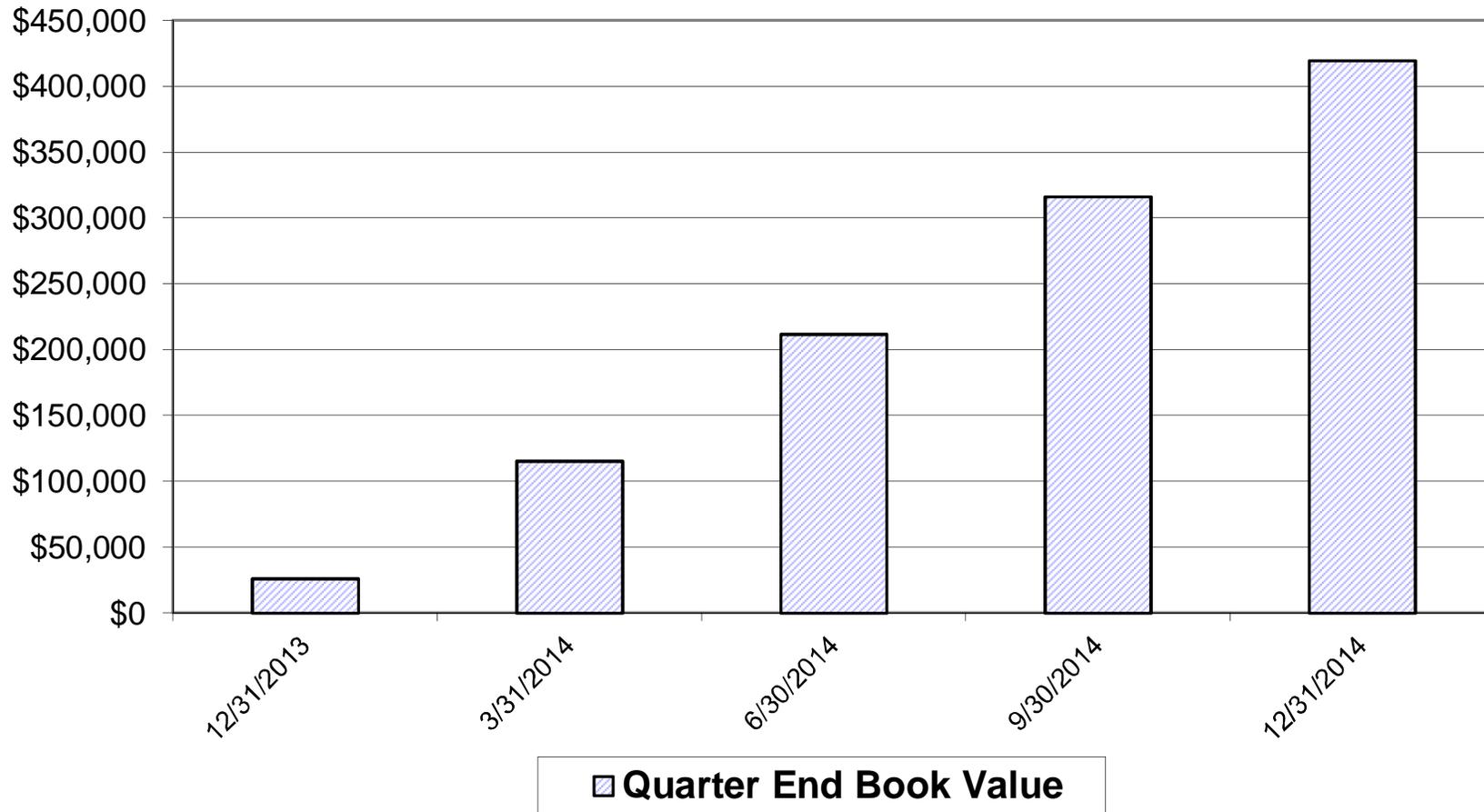
December 31, 2014

Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Original Face\ Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
TexPool	AAAm	0.04%	01/01/15	12/31/14	\$ 419,833	\$ 419,833	1.00	\$ 419,833	1	0.04%
					\$ 419,833	\$ 419,833		\$ 419,833	1	0.04%
									(1)	(2)

(1) **Weighted average life** - Pools, Money Market Funds, and Bank Deposits are assumed to have a one day maturity.

(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on Book Value, adviser fees and realized and unrealized gains/losses are not considered. The pool and mutual fund yields are the average for the last month of the quarter.

Total Portfolio



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	<u>September 30, 2014</u>				<u>December 31, 2014</u>			
			Original Face\ Par Value	Book Value	Purchases at Cost	Sales\ Maturities	Original Face\ Par Value	Book Value		
TexPool	0.04%	01/01/15	\$ 316,354	\$ 316,354	\$ 103,479	\$ -	\$ 419,833	\$ 419,833		
TOTAL			\$ 316,354	\$ 316,354	\$ 103,479	\$ -	\$ 419,833	\$ 419,833		

Market Value Comparison

Description	Coupon/ Discount	<u>September 30, 2014</u>			<u>December 31, 2014</u>			
		Original Face\ Par Value	Market Price	Market Value	Qtr to Qtr Change	Original Face\ Par Value	Market Price	Market Value
TexPool	0.04%	\$ 316,354	1.00	\$ 316,354	\$ 103,479	\$ 419,833	1.00	\$ 419,833
TOTAL		\$ 316,354		\$ 316,354	\$ 103,479	\$ 419,833		\$ 419,833

Municipal Development District Communication

Item # 3

Submitted By: Susie Hiles, Assistant to the City Manager	Date: January 30, 2015
Subject: Azle MDD Board Minutes.	

Action Requested: Consider approving the Minutes of the January 13, 2015 Azle MDD regular meeting
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Purpose (Outline – Who, What, Where, Why & How). Procedural.
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Checklist of Attachments				
<input type="checkbox"/> Contract	<input type="checkbox"/> Agreement	<input type="checkbox"/> Ordinance	<input type="checkbox"/> Resolution	
<input type="checkbox"/> Policy	<input type="checkbox"/> Applications	<input type="checkbox"/> Legal Opinion	<input type="checkbox"/> Minute Order	
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**MINUTES
REGULAR MEETING
AZLE MUNICIPAL DEVELOPMENT DISTRICT
JANUARY 13, 2015**

DRAFT

STATE OF TEXAS §
COUNTY OF TARRANT §
CITY OF AZLE §

The Azle Municipal Development District of the City of Azle, Texas convened in Regular Session at 6:30 p.m. in the Council Chambers of City Hall, 613 Southeast Parkway, Azle, Texas, on the 13th day of January 2015 with the following members present:

Ray Ivey	President – Place 4
Kevin Ingle	Vice President – Place 6
Joe McCormick	Secretary - Place 3
Councilman Paul Crabtree	Director – Place 1
Councilman David McClure	Director - Place 2
Jack Stevens	Director - Place 5
Justin Berg	Director – Place 7

Constituting a quorum. Executive Director Craig Lemin was excused from tonight’s meeting. Staff present was:

Lawrence Bryant	Assistant City Manager
Caitlin Glenn	Economic Development Director
Susie Hiles	Assistant to City Manager- Scribe

The following items were considered in accordance with the official agenda posted on the 9th day of January 2015.

REGULAR SESSION:
CALL TO ORDER

6:30 p.m.

President Ivey called the session to order at 6:30 p.m.

ACTION ITEMS

1. Consider approving the Minutes of the December 9, 2014 Azle MDD regular meeting.

Director Stevens moved to approve the Minutes as presented and discussed. Director Paul Crabtree seconded the motion. The motion was unanimously approved.

DISCUSSION ITEMS

2. Discussion regarding Azle Municipal Development District plans/procedures/policies

Economic Development Director Caitlin Glenn presented the Board with a schedule for implementing the various priorities of the Strategic Plan. EDD Glenn and the Board discussed actions for implementation and some of the challenges facing business growth.

In the first six months, EDD Glenn proposes:

Business Retention & Expansion

- meet with existing companies for facility tour and to discuss any concerns they have
- attend industry specific conferences

Business Recruitment

- design marketing materials, web content
- implement website optimization to make Azle appear in the top 10 of an economic development search
- meeting with developers/realtors

Main Street Redevelopment

- partner with Azle Area Chamber for community involvement

**MINUTES
REGULAR MEETING
AZLE MUNICIPAL DEVELOPMENT DISTRICT
JANUARY 13, 2015**

DRAFT

- help foster better communication

Administrative

- conduct property inventory, shopping center vacancies, developable land
- host information sessions on business incentives
- receive certified economic developer training

Event Attendance

- industry specific trade shows
- TEDC conferences
- regional conferences
- public-private partnership conferences

Resource Partners

- 1) developing relationships with
 - (a) AISD CTE
 - (b) colleges/tech schools
 - (c) Governor's Office of Economic Development
 - (d) Tri-County Electric Cooperative
 - (e) TEDC – Team Texas, TexasOne
 - (f) regional business incubators
 - (g) Workforce Development Board
 - (h) Tarrant County Small Business Development Center
 - (i) Small Business Development Center Tarleton State
 - (j) Tarrant County Economic Development

Board discussed Staff educating the Board on the procedures for building/starting a new business in Azle from start to finish so they will be able to determine what types of fees can be waived as an incentive.

Discussed placing the following items on the February 10, 2015 MDD Agenda

- Report on business retention and expansion meetings
- Summary of business incentives

ADJOURNMENT

President Ivey adjourned the meeting at 8:13 p.m.

PRESENTED AND APPROVED this the 10th day of February, 2015.

APPROVED:

Ray Ivey, President

ATTEST:

Joe McCormick, Secretary