



# Quarterly Investment Report

## As of December 31, 2015

Tim Paulissen - Mayor

Geri Bentley - Mayor Pro Tem

Dan Becker - Councilmember

Heidi Hansing - Councilmember

Todd Kinsey - Councilmember

Nick Long - Councilmember

Keith Gross - Councilmember

R. Mark Rohr - City Manager

Rebecca Underhill, CPA – Asst. City Manager



Compliance Certification

We certify that the Quarterly Investment Report represents the investment position of the City of League City as of December 31, 2015 and that all investments have been and are in compliance with the Texas Public Funds Investment Act and the City's Investment Policy as adopted by City Council on February 24, 2015.

R. Mark Rohr - City Manager

Rebecca Underhill, CPA – Asst. City Manager

Lonna Stein – Asst. Director of Finance

Quencelia Goins - Accounting Manager

Gabe Allen - Finance Committee

Nick Long - Finance Committee

Geri Bentley – Mayor Pro Tem

\_\_\_\_\_  
Juan Guerrero - Finance Committee

Tom Crews - Finance Committee

Audrey Ayers - Finance Committee

Gabe Iverson - Finance Committee

\_\_\_\_\_  
Tom Dill - Finance Committee Vice Chair



**CITY OF LEAGUE CITY, TEXAS**  
**Quarterly Investment Report**  
**09/30/2015 - 12/31/2015**

Under the Public Funds Investment Act (PFIA), the City is required to have City Council approved investment policies, defining authorized investments which are limited to those allowed by the Act. Quarterly reports are to be presented to the City Council to disclose the book and market values of the investments and to demonstrate compliance with the approved policy.

The City of League City is in compliance with PFIA and adopted policy. All investments purchased meet the three basic tenets of the investment policy – investment safety is first, followed by liquidity and yield.

The day to day management of the City's cash and investment position is the responsibility of the Asst. City Manager, Asst. Director of Finance and the Accounting Manager, who have designated as the City's investment officers.

The investment activity of the City is reviewed by the Finance Committee prior to presentation to the City Council.

Asset Category	Face Amount/Shares	Market Value	Book Value	% of Portfolio	YTM @ Cost	Days To Maturity
Cash in Bank	2,911,946.22	2,911,946.22	2,911,946.22	1.99	0.01	1
Cert of Dep	5,097,524.16	5,097,524.16	5,097,524.16	3.49	0.40	218
Lone Star	3,001,447.17	3,001,447.17	3,001,447.17	2.05	0.17	1
Security Inv	22,315,000.00	22,284,959.91	22,344,266.90	15.28	0.63	389
TexPool	64,442,409.46	64,442,409.46	64,442,409.46	44.11	0.19	1
TexSTAR	48,317,931.58	48,317,931.58	48,317,931.58	33.07	0.19	1
<b>Total / Average</b>	<b>146,086,258.59</b>	<b>146,056,218.50</b>	<b>146,115,525.49</b>	<b>100.00</b>	<b>0.26</b>	<b>68</b>

Rebecca Underhill, CPA - Asst. City Manager

2/10/16

Date

Quencelia Goins - Accounting Manager

2/10/16

Date

Lonna Stein - Asst. Director of Finance

2/10/16

Date



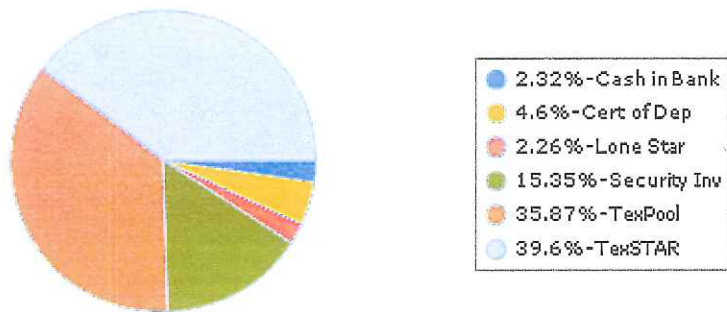
**City of League City**  
**Distribution by Asset Category - Book Value**  
**Report Group: Quarterly Investment Report**

Begin Date: 9/30/2015, End Date: 12/31/2015

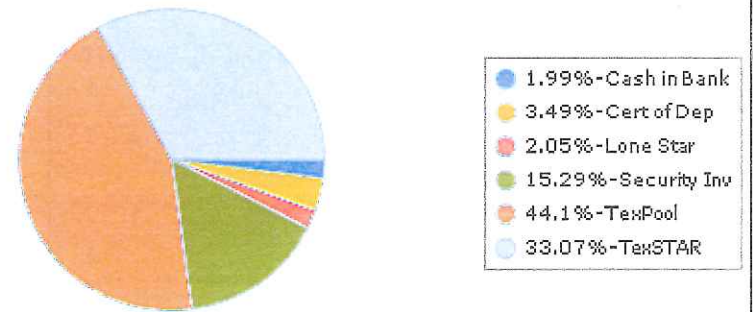
**Asset Category Allocation**

Asset Category	Book Value 9/30/2015	% of Portfolio 9/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
Cash in Bank	3,079,920.37	2.32	2,911,946.22	1.99
Cert of Dep	6,095,064.31	4.60	5,097,524.16	3.49
Lone Star	3,000,544.00	2.26	3,001,447.17	2.05
Security Inv	20,348,832.79	15.35	22,344,266.90	15.29
TexPool	47,556,229.09	35.87	64,442,409.46	44.10
TexSTAR	52,500,447.86	39.60	48,317,931.58	33.07
<b>Total / Average</b>	<b>132,581,038.42</b>	<b>100.00</b>	<b>146,115,525.49</b>	<b>100.00</b>

**Portfolio Holdings as of 9/30/2015**



**Portfolio Holdings as of 12/31/2015**







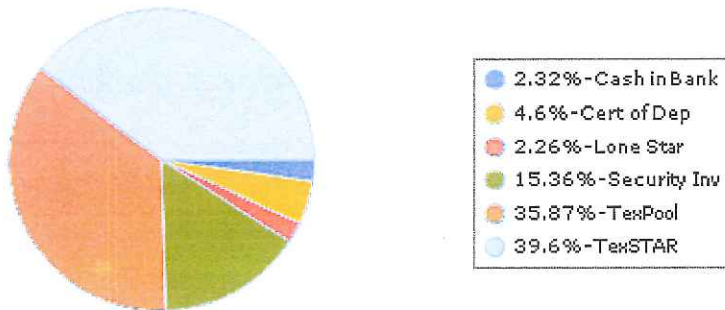
**City of League City**  
**Distribution by Asset Category - Market Value**  
**Report Group: Quarterly Investment Report**

Begin Date: 9/30/2015, End Date: 12/31/2015

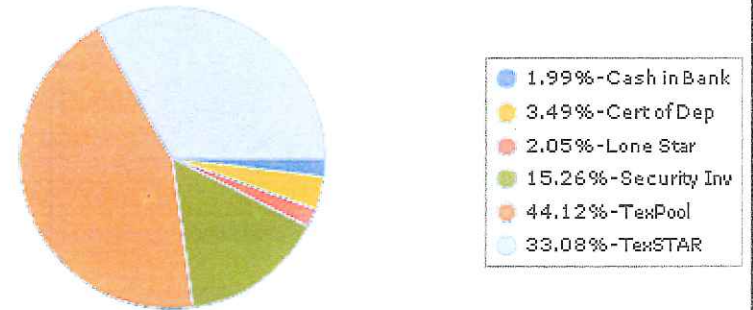
**Asset Category Allocation**

Asset Category	Market Value 9/30/2015	% of Portfolio 9/30/2015	Market Value 12/31/2015	% of Portfolio 12/31/2015
Cash in Bank	3,079,920.37	2.32	2,911,946.22	1.99
Cert of Dep	6,095,064.31	4.60	5,097,524.16	3.49
Lone Star	3,000,544.00	2.26	3,001,447.17	2.05
Security Inv	20,359,639.17	15.36	22,284,959.91	15.26
TexPool	47,556,229.09	35.87	64,442,409.46	44.12
TexSTAR	52,500,447.86	39.60	48,317,931.58	33.08
<b>Total / Average</b>	<b>132,591,844.80</b>	<b>100.00</b>	<b>146,056,218.50</b>	<b>100.00</b>

**Portfolio Holdings as of 9/30/2015**



**Portfolio Holdings as of 12/31/2015**





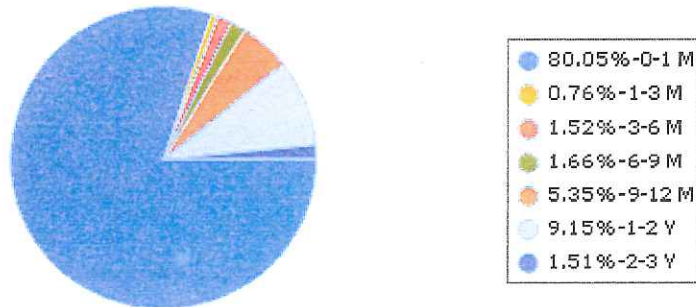
**City of League City**  
**Distribution by Maturity Range - Book Value**  
**Report Group: Quarterly Investment Report**

Begin Date: 9/30/2015, End Date: 12/31/2015

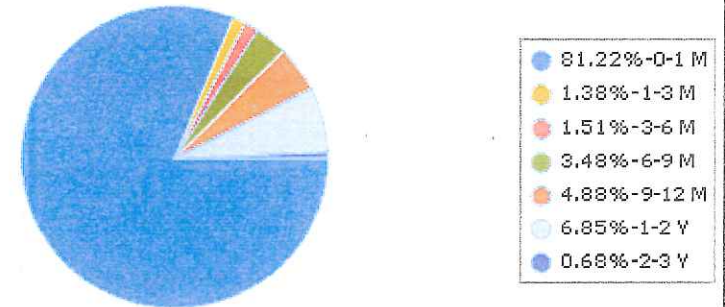
**Maturity Range Allocation**

Maturity Range	Book Value 9/30/2015	% of Portfolio 9/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
0-1 Month	106,137,141.32	80.05	118,673,734.43	81.22
1-3 Months	1,002,629.69	0.76	2,010,020.78	1.38
3-6 Months	2,008,990.90	1.52	2,200,500.53	1.51
6-9 Months	2,201,008.63	1.66	5,087,339.65	3.48
9-12 Months	7,091,989.82	5.35	7,136,795.50	4.88
1-2 Years	12,133,778.06	9.15	10,007,134.60	6.85
2-3 Years	2,005,500.00	1.51	1,000,000.00	0.68
<b>Total / Average</b>	<b>132,581,038.42</b>	<b>100.00</b>	<b>146,115,525.49</b>	<b>100.00</b>

**Portfolio Holdings as of 9/30/2015**



**Portfolio Holdings as of 12/31/2015**



06/30/2015 Weighted Average Yield = 0.13    Weighted Average Maturity = 57



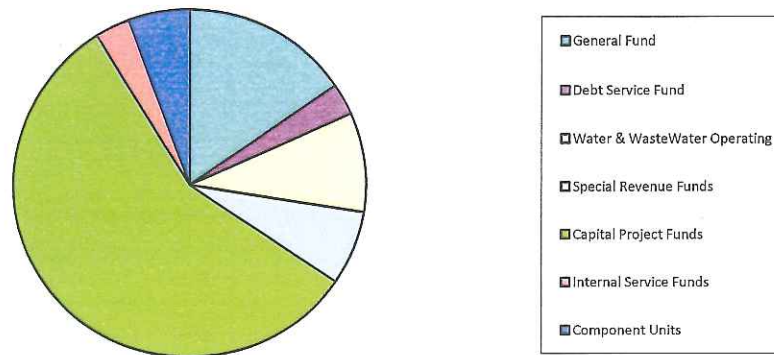
# **City of League City** **Distribution by Fund Categories** **Report Group: Quarterly Investment Report**

Begin Date: 9/30/2015, End Date: 12/31/2015

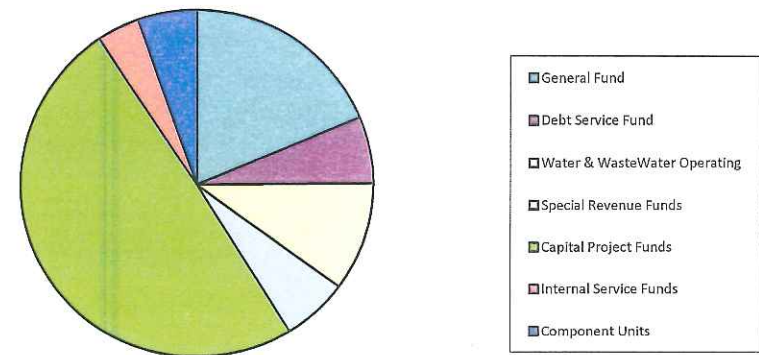
## **Fund Categories Allocation**

Fund Categories	Book Value 09/30/2015	% of Portfolio 09/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
General Fund	20,379,934.98	15.37	27,288,989.51	18.68
Debt Service Fund	3,890,159.54	2.93	9,048,523.52	6.19
Water & WasteWater Operating	12,209,393.36	9.21	14,906,684.20	10.20
Special Revenue Funds	9,261,312.12	6.99	8,905,414.06	6.09
Capital Project Funds	75,151,113.35	56.68	72,296,019.10	49.48
Internal Service Funds	4,207,685.68	3.17	5,703,749.35	3.90
Component Units	7,481,439.39	5.64	7,966,145.75	5.45
<b>Total / Average</b>	<b>132,581,038.42</b>	<b>100.00</b>	<b>146,115,525.49</b>	<b>100.00</b>

**Fund Categories as of 09/30/2015**



**Fund Categories as of 12/31/2015**





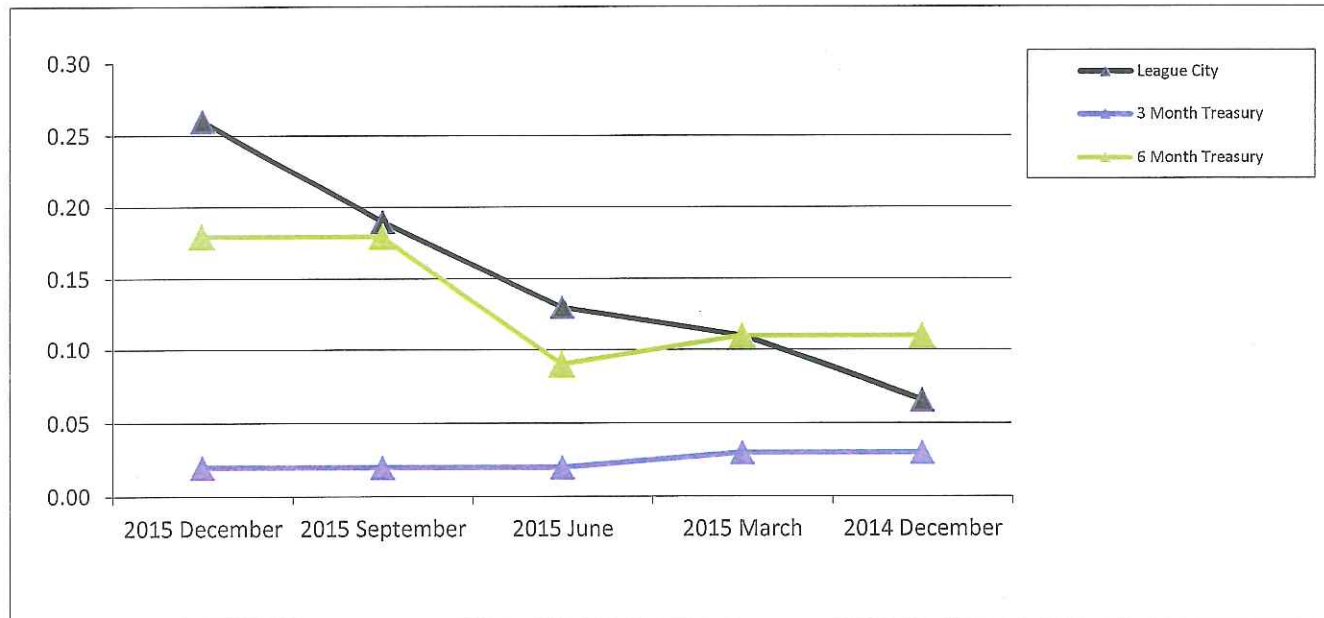


# City of League City Interest Income Report Group: Quarterly Investment Report

Begin Date: 9/30/2015, End Date: 12/31/2015

Interest Income				
				Benchmark
Date Range	Ending Book Value	Interest Income	Weighted Average Yield	Treasury 3 Month Average
Current Quarter				
09/30/2015 - 12/31/2015	146,115,525.49	79,738.43	0.26	0.13
06/30/2015 - 09/30/2015	132,581,038.42	57,505.85	0.19	0.04
03/31/2015 - 06/30/2015	127,801,684.57	40,884.29	0.13	0.02
12/31/2014 - 03/31/2015	132,519,661.98	35,006.87	0.10	0.03
09/30/2014 - 12/31/2014	132,453,938.00	17,727.59	0.05	0.02

## Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
2015 December	0.23	0.50
November	0.13	0.33
October	0.02	0.11
2015 September	0.02	0.18
August	0.07	0.22
July	0.03	0.12
2015 June	0.02	0.09
May	0.02	0.08
April	0.02	0.09
2015 March	0.03	0.11
February	0.02	0.07
January	0.03	0.08
2014 December	0.03	0.11
November	0.02	0.07
October	0.02	0.05





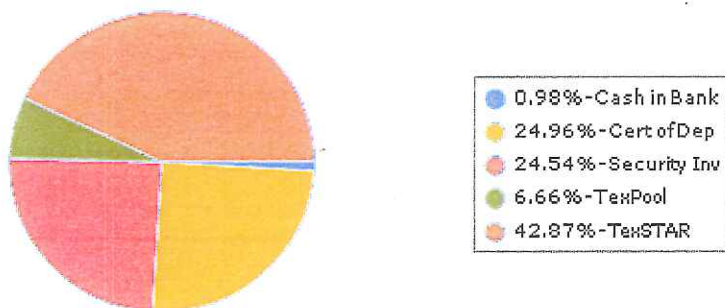
**City of League City**  
**Distribution by Asset Category - Book Value**  
**010 - General Fund**

Begin Date: 9/30/2015, End Date: 12/31/2015

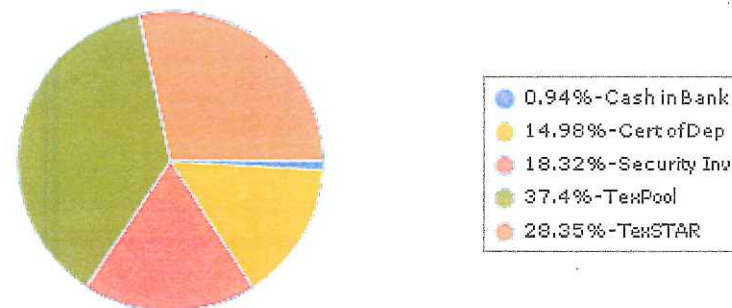
**Asset Category Allocation**

Asset Category	Book Value 9/30/2015	% of Portfolio 9/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
Cash in Bank	200,136.85	0.98	257,582.45	0.94
Cert of Dep	5,086,049.50	24.96	4,087,492.04	14.98
Security Inv	5,000,243.38	24.54	5,000,240.90	18.32
TexPool	1,357,368.40	6.66	10,206,798.32	37.40
TexSTAR	8,736,136.85	42.87	7,736,875.80	28.35
<b>Total / Average</b>	<b>20,379,934.98</b>	<b>100.00</b>	<b>27,288,989.51</b>	<b>100.00</b>

**Portfolio Holdings as of 9/30/2015**



**Portfolio Holdings as of 12/31/2015**



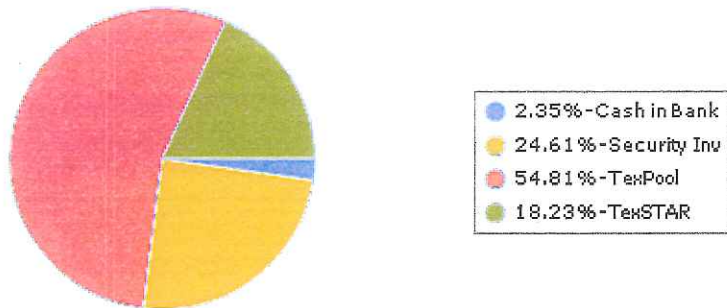


**City of League City**  
**Distribution by Asset Category - Book Value**  
**Report Group: Water & WasteWater Operating**

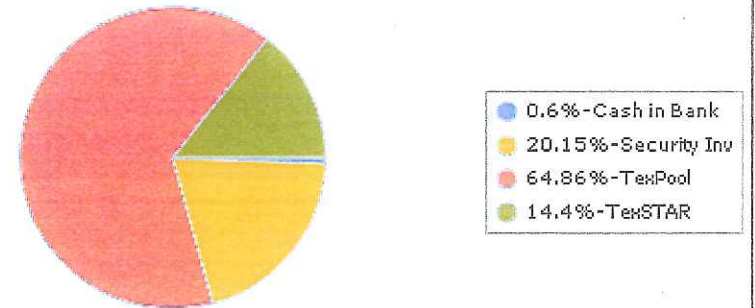
Begin Date: 9/30/2015, End Date: 12/31/2015

Asset Category Allocation				
Asset Category	Book Value 9/30/2015	% of Portfolio 9/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
Cash in Bank	286,629.45	2.35	88,898.26	0.60
Security Inv	3,005,067.10	24.61	3,003,916.01	20.15
TexPool	6,692,487.47	54.81	9,667,901.80	64.86
TexSTAR	2,225,209.34	18.23	2,145,968.13	14.40
<b>Total / Average</b>	<b>12,209,393.36</b>	<b>100.00</b>	<b>14,906,684.20</b>	<b>100.00</b>

**Portfolio Holdings as of 9/30/2015**



**Portfolio Holdings as of 12/31/2015**



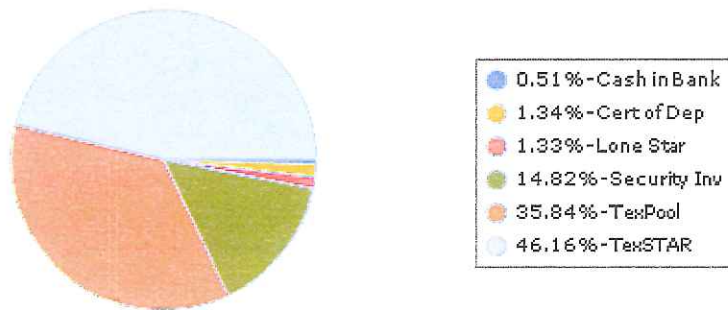


**City of League City**  
**Distribution by Asset Category - Book Value**  
**Report Group: Capital Project Funds**

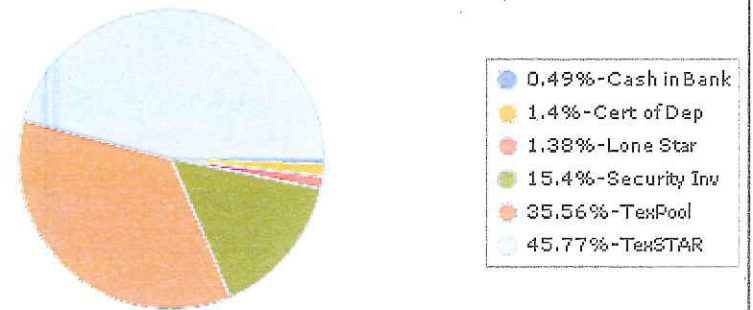
Begin Date: 9/30/2015, End Date: 12/31/2015

Asset Category Allocation				
Asset Category	Book Value 9/30/2015	% of Portfolio 9/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
Cash in Bank	380,707.86	0.51	354,705.82	0.49
Cert of Dep	1,009,014.81	1.34	1,010,032.12	1.40
Lone Star	1,000,049.43	1.33	1,000,350.44	1.38
Security Inv	11,136,628.69	14.82	11,131,689.99	15.40
TexPool	26,931,280.38	35.84	25,706,831.70	35.56
TexSTAR	34,693,432.18	46.16	33,092,409.03	45.77
<b>Total / Average</b>	<b>75,151,113.35</b>	<b>100.00</b>	<b>72,296,019.10</b>	<b>100.00</b>

**Portfolio Holdings as of 9/30/2015**



**Portfolio Holdings as of 12/31/2015**





**City of League City**  
**Portfolio Inventory**  
**Report Group: Quarterly Investment Report**

Begin Date: 9/30/2015, End Date: 12/31/2015

Investment Type				09/30/2015		12/31/2015		
Description	Cusip No.	Settlement Date	Maturity Date	Book Value	Market Value	Book Value	Market Value	YTM @ Cost
<b>Cash</b>								
Cash		n/a	n/a	3,079,920.37	3,079,920.37	2,911,946.22	2,911,946.22	0.010
<b>SubTotal / Cash</b>				<b>3,079,920.37</b>	<b>3,079,920.37</b>	<b>2,911,946.22</b>	<b>2,911,946.22</b>	
<b>Local Government Investment Pools</b>								
TexPool		n/a	n/a	47,556,229.09	47,556,229.09	64,442,409.46	64,442,409.46	0.186
TexSTAR				52,500,447.86	52,500,447.86	48,317,931.58	48,317,931.58	0.187
Lonestar		n/a	n/a	3,000,544.00	3,000,544.00	3,001,447.17	3,001,447.17	0.172
<b>SubTotal / Local Government Investment Pool</b>				<b>103,057,220.95</b>	<b>103,057,220.95</b>	<b>115,761,788.21</b>	<b>115,761,788.21</b>	
<b>Certificate of Deposit</b>								
Prosperity Bank		09/17/2015	09/17/2016	3,021,064.42	3,021,064.42	3,024,077.21	3,024,077.21	0.400
Prosperity Bank		12/16/2014	12/16/2015	1,002,629.69	1,002,629.69	-	-	0.350
Prosperity Bank		02/27/2015	02/27/2016	1,009,014.81	1,009,014.81	1,010,032.12	1,010,032.12	0.400
Prosperity Bank		03/04/2015	09/04/2016	1,062,355.39	1,062,355.39	1,063,414.83	1,063,414.83	0.400
<b>SubTotal / Local Government Investment Pool</b>				<b>6,095,064.31</b>	<b>6,095,064.31</b>	<b>5,097,524.16</b>	<b>5,097,524.16</b>	
<b>Security Inv</b>								
<b>Municipal Bonds</b>								
Denton County, TX	248775L89	08/01/2013	04/15/2016	201,393.62	201,934.00	200,746.08	201,014.00	0.700
Harris County Flood	4140185H0	01/20/2015	10/01/2016	1,000,367.00	1,001,870.00	1,000,275.00	999,370.00	0.600
<b>SubTotal / Municipal</b>				<b>1,201,760.62</b>	<b>1,203,804.00</b>	<b>1,201,021.08</b>	<b>1,200,384.00</b>	





**City of League City**  
**Portfolio Inventory**  
**Report Group: Quarterly Investment Report**

Begin Date: 9/30/2015, End Date: 12/31/2015

Investment Type				09/30/2015		12/31/2015		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value	Market Value	Book Value	Market Value	
US Agency								
FFCB	3133EEUP3	03/23/2015	03/23/2016	999,976.09	1,000,364.50	999,988.66	999,774.00	0.335
FHLB	3130A2C61	12/17/2014	06/10/2016	999,615.01	1,000,001.60	999,754.45	998,954.10	0.431
FHLMC	3137EADS5	02/10/2015	10/14/2016	1,002,741.47	1,003,630.00	1,002,077.75	1,000,390.00	0.610
FFCB	3133EEUS7	03/23/2015	11/23/2016	1,000,285.28	1,001,948.20	1,000,222.79	997,634.90	0.600
FHLB	3130A3Q64	01/15/2015	12/12/2016	1,002,325.63	1,002,953.80	1,001,838.26	997,821.30	0.505
FHLB	3130A3US1	01/27/2015	01/27/2017	1,000,000.00	1,002,122.40	1,000,000.00	999,019.40	0.800
FHLB	3130A46U1	02/13/2015	02/13/2017	1,000,000.00	1,002,414.60	1,000,000.00	997,959.40	0.720
FHLMC	3134G6FD0	02/24/2015	02/24/2017	1,000,000.00	1,000,530.00	1,000,000.00	998,600.00	0.800
FHLMC	3134G6YC1	04/29/2015	05/30/2017	1,000,330.72	999,910.00	1,000,280.68	995,570.00	0.650
FHLB	3130A5AE9	05/04/2015	05/04/2016	1,000,000.00	999,832.20	1,000,000.00	999,321.40	0.300
FHLB	3130A4ZB1	06/01/2015	03/30/2017	1,000,000.00	1,000,647.60	1,000,000.00	996,186.20	0.625
FHLB	3130A66Q5	08/14/2015	08/04/2016	999,783.01	999,430.20	999,847.61	997,783.00	0.401
FHLB	313371PV2	08/14/2015	12/09/2016	1,129,055.71	1,129,348.27	1,126,089.83	1,122,004.21	0.561
FFCB	3133EE7M6	08/19/2015	06/19/2017	999,039.25	999,506.40	999,180.00	994,716.20	0.706
FHLB	3130A66Z5	08/26/2015	05/26/2017	1,000,000.00	1,000,402.40	1,000,000.00	996,997.70	0.750
FHLMC	3134G7SH5	08/27/2015	02/27/2018	1,000,000.00	1,000,770.00	1,000,000.00	996,400.00	1.125
FHLMC	3134G7SP7	08/31/2015	08/29/2017	1,000,000.00	1,001,241.00	1,000,000.00	998,402.00	0.850
FNMA	3135G0CM3	09/30/2015	09/28/2016	1,008,420.00	1,007,330.00	1,006,291.87	1,003,320.00	0.401
FHLB	3130A3LY8	09/30/2015	11/28/2017	1,005,500.00	1,003,452.00	1,004,859.49	997,192.10	0.743
FHLMC	3134G3S50	11/25/2015	11/01/2016	-	-	1,000,000.00	997,620.00	0.625
FHLMC	3137EADH9	11/25/2015	06/29/2017	-	-	1,002,814.43	998,910.00	0.810
SubTotal / US Agency				19,147,072.17	19,155,835.17	21,143,245.82	21,084,575.91	
SubTotal / Security Inv				20,348,832.79	20,359,639.17	22,344,266.90	22,284,959.91	
Total / Average				132,581,038.42	132,591,844.80	146,115,525.49	146,056,218.50	



**City of League City**  
**Portfolio Activity**  
**Report Group: Quarterly Investment Report**

Begin Date: 9/30/2015, End Date: 12/31/2015

**Purchases**

Description	Cusip No.	Interest Rate	Settlement Date	Maturity Date	Face Amount Shares
Certificate of Deposit					
					0.00
Municipal Bond					
					0.00
US Agency					
FHLMC	3134G3S50	0.625	11/25/2015	11/01/2016	1,000,000.00
FHLMC	3137EADH9	0.810	11/25/2015	06/29/2017	1,000,000.00
					2,000,000.00

<b>Total</b>	<b>2,000,000.00</b>
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**Maturities**

Description	Cusip No.	Maturity Date	Face Amount Shares
Certificate of Deposit			
Prosperity Bank		12/16/2015	1,002,629.69
			1,002,629.69
Municipal Bond			
			0.00
US Agency			

<b>Total</b>	<b>1,002,629.69</b>
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# City of League City Pledged Collateral Report Group: Quarterly Investment Report

Begin Date: 9/30/2015, End Date: 12/31/2015

## Investments

Description	Market Value
JPMorgan Cash (End of Day Ledger Balance)	537,529.60
JPMorgan Cash Repo	2,459,898.72
Prosperity Bank - Certificate of Deposit	5,097,524.16
Accrued Interest	1,155.74
	5,098,679.90

<b>Total</b>	<b>5,636,209.50</b>
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## Collateral

Description	Market Value	Collateralized Percentage
Pledged Securities	4,980,374.40	
FDIC Coverage	250,000.00	
	5,230,374.40	973.04%
Pledged Securities	2,509,094.00	102.00%
Pledged Securities	8,323,936.97	163.29%
FDIC Coverage	250,000.00	
	8,573,936.97	

<b>Total</b>	<b>13,804,311.37</b>	<b>244.92%</b>
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## Investment Policy

Collateralization must be 102% of the Market Value

Collateralization is required on three types of investments: Cash, Certificate of Deposit, and Repurchase (and reverse) Agreements. In order to anticipate market changes and provide a level of security for all funds, the collateralization level will be 102% of the market value of principal and accrued interest.