



Quarterly Investment Report

As of March 31, 2016

Pat Hallisey - Mayor

Geri Bentley - Mayor Pro Tem

Dan Becker - Councilmember

Heidi Hansing - Councilmember

Todd Kinsey - Councilmember

Nick Long - Councilmember

Keith Gross - Councilmember

Hank Dugie - 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 March 31, 2016 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 23, 2016.

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

Gabriel Iverson - Finance Committee

Tom Dill - Finance Committee Vice Chair



CITY OF LEAGUE CITY, TEXAS

Quarterly Investment Report

12/31/2015 - 03/31/2016

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	3,802,907.71	3,802,907.71	3,802,907.71	2.62	0.01	1
Cert of Dep	6,102,608.18	6,102,608.18	6,102,608.18	4.20	0.45	213
Lone Star	3,003,724.69	3,003,724.69	3,003,724.69	2.07	0.33	1
Security Inv	21,312,000.00	21,333,383.75	21,337,446.54	14.66	0.64	337
TexPool	63,147,259.23	63,147,259.23	63,147,259.23	43.43	0.33	1
TexSTAR	48,033,515.24	48,033,515.24	48,033,515.24	33.03	0.34	1
Total / Average	145,402,015.05	145,423,398.80	145,427,461.59	100.00	0.38	59

Rebecca Underhill

Rebecca Underhill, CPA - Asst. City Manager

5-9-16

Date

Quencelia Goins

Quencelia Goins - Accounting Manager

5/9/16

Date

Lonna Stein

Lonna Stein - Asst. Director of Finance

5/9/16

Date

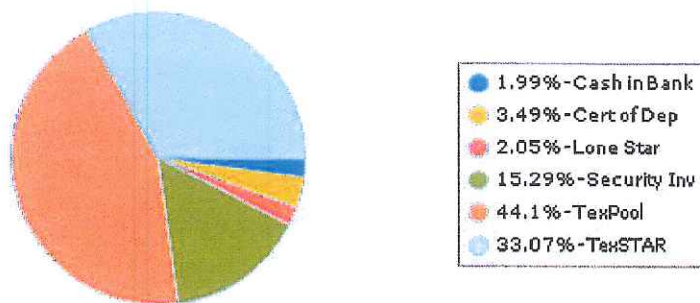


City of League City
Distribution by Asset Category - Book Value
Report Group: Quarterly Investment Report

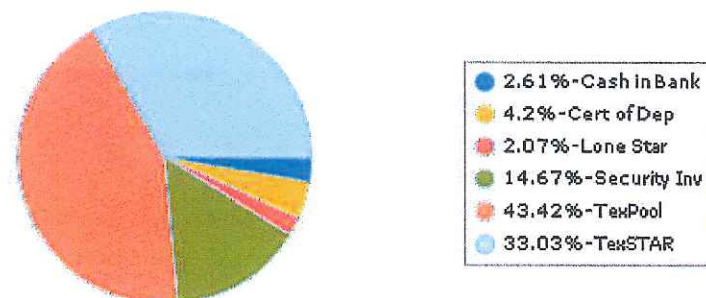
Begin Date: 12/31/2015, End Date: 3/31/2016

Asset Category Allocation				
Asset Category	Book Value 12/31/2015	% of Portfolio 12/31/2015	Book Value 3/31/2016	% of Portfolio 3/31/2016
Cash in Bank	2,911,946.22	1.99	3,802,907.71	2.61
Cert of Dep	5,097,524.16	3.49	6,102,608.18	4.20
Lone Star	3,001,447.17	2.05	3,003,724.69	2.07
Security Inv	22,344,266.90	15.29	21,337,446.54	14.67
TexPool	64,442,409.46	44.10	63,147,259.23	43.42
TexSTAR	48,317,931.58	33.07	48,033,515.24	33.03
Total / Average	146,115,525.49	100.00	145,427,461.59	100.00

Portfolio Holdings as of 12/31/2015



Portfolio Holdings as of 3/31/2016



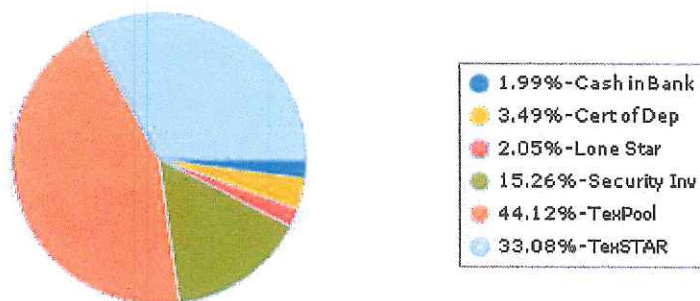


City of League City
Distribution by Asset Category - Market Value
Report Group: Quarterly Investment Report

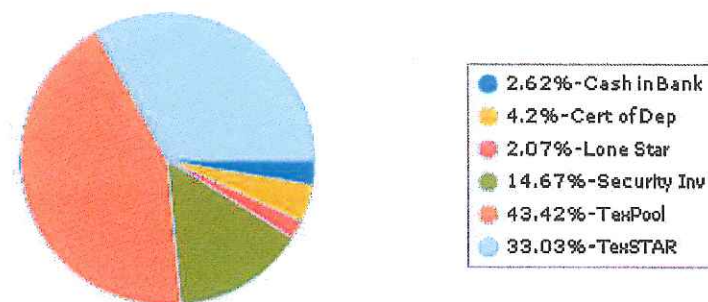
Begin Date: 12/31/2015, End Date: 3/31/2016

Asset Category Allocation				
Asset Category	Market Value 12/31/2015	% of Portfolio 12/31/2015	Market Value 3/31/2016	% of Portfolio 3/31/2016
Cash in Bank	2,911,946.22	1.99	3,802,907.71	2.62
Cert of Dep	5,097,524.16	3.49	6,102,608.18	4.20
Lone Star	3,001,447.17	2.05	3,003,724.69	2.07
Security Inv	22,284,959.91	15.26	21,333,383.75	14.67
TexPool	64,442,409.46	44.12	63,147,259.23	43.42
TexSTAR	48,317,931.58	33.08	48,033,515.24	33.03
Total / Average	146,056,218.50	100.00	145,423,398.80	100.00

Portfolio Holdings as of 12/31/2015



Portfolio Holdings as of 3/31/2016

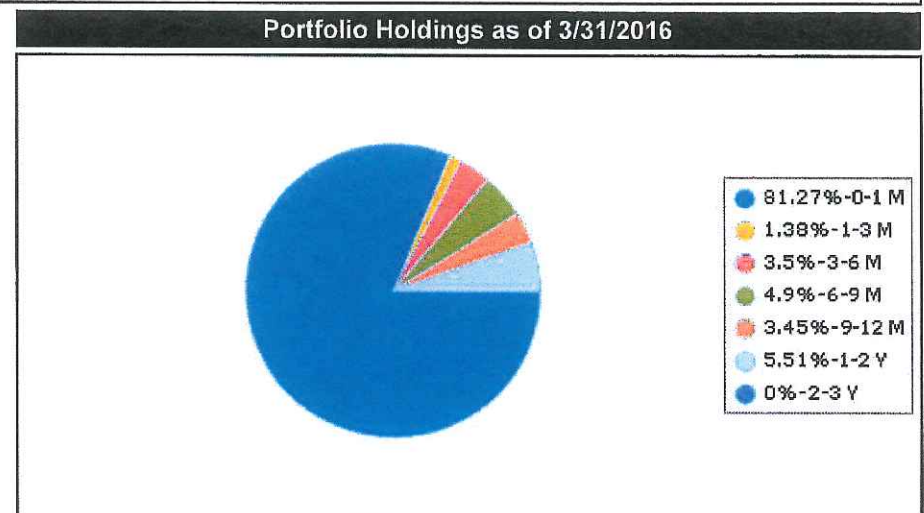
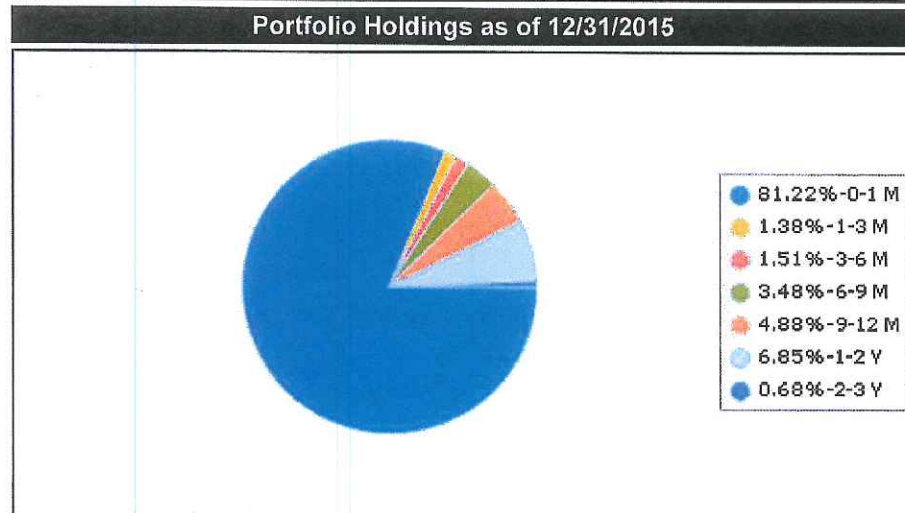




City of League City
Distribution by Maturity Range - Book Value
Report Group: Quarterly Investment Report

Begin Date: 12/31/2015, End Date: 3/31/2016

Maturity Range Allocation				
Maturity Range	Book Value 12/31/2015	% of Portfolio 12/31/2015	Book Value 3/31/2016	% of Portfolio 3/31/2016
0-1 Month	118,673,734.43	81.22	118,187,512.45	81.27
1-3 Months	2,010,020.78	1.38	1,999,892.38	1.38
3-6 Months	2,200,500.53	1.51	5,091,470.97	3.50
6-9 Months	5,087,339.65	3.48	7,130,465.45	4.90
9-12 Months	7,136,795.50	4.88	5,011,337.13	3.45
1-2 Years	10,007,134.60	6.85	8,006,783.21	5.51
2-3 Years	1,000,000.00	0.68	0.00	0.00
Total / Average	146,115,525.49	100.00	145,427,461.59	100.00



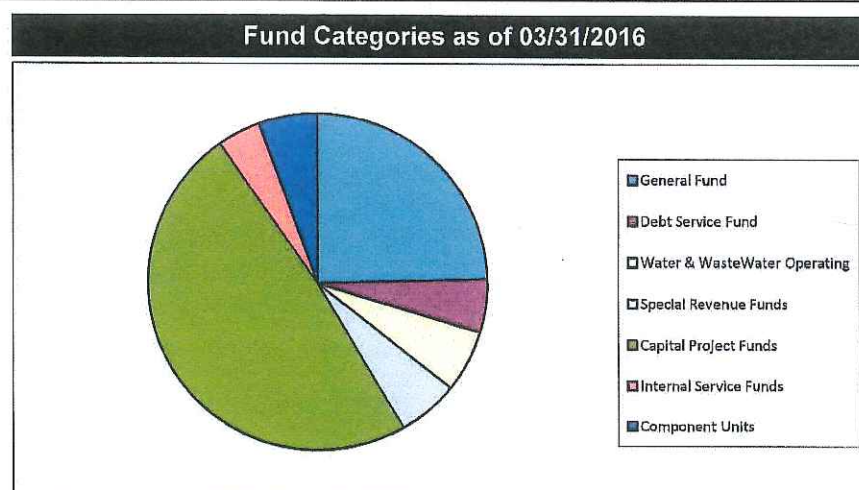
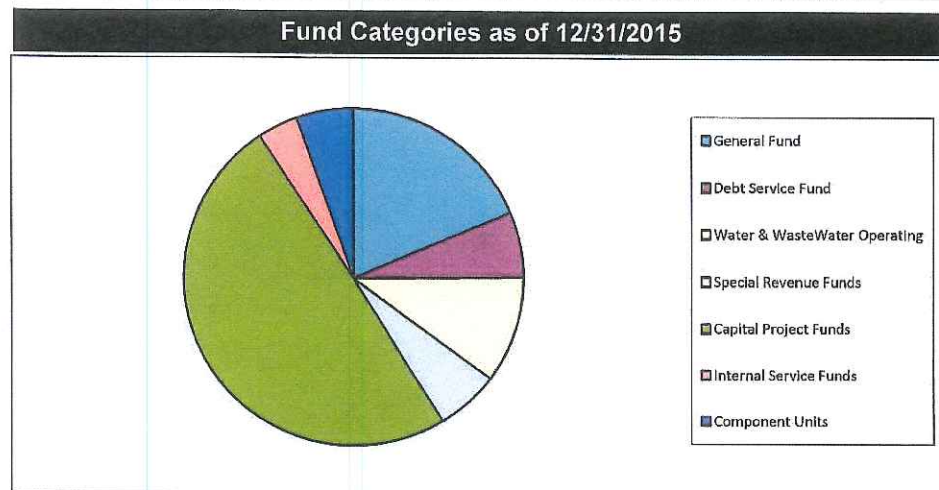
06/30/2015 Weighted Average Yield = 0.13 Weighted Average Maturity = 57



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

Begin Date: 12/31/2015, End Date: 03/31/2016

Fund Categories Allocation				
Fund Categories	Book Value 12/31/2015	% of Portfolio 12/31/2015	Book Value 03/31/2016	% of Portfolio 03/31/2016
General Fund	27,288,989.51	18.68	35,785,508.03	24.61
Debt Service Fund	9,048,523.52	6.19	7,392,115.62	5.08
Water & WasteWater Operating	14,906,684.20	10.20	8,697,040.55	5.98
Special Revenue Funds	8,905,414.06	6.09	8,597,120.95	5.91
Capital Project Funds	72,296,019.10	49.48	70,825,371.03	48.70
Internal Service Funds	5,703,749.35	3.90	6,036,875.20	4.15
Component Units	7,966,145.75	5.45	8,093,430.21	5.57
Total / Average	146,115,525.49	100.00	145,427,461.59	100.00



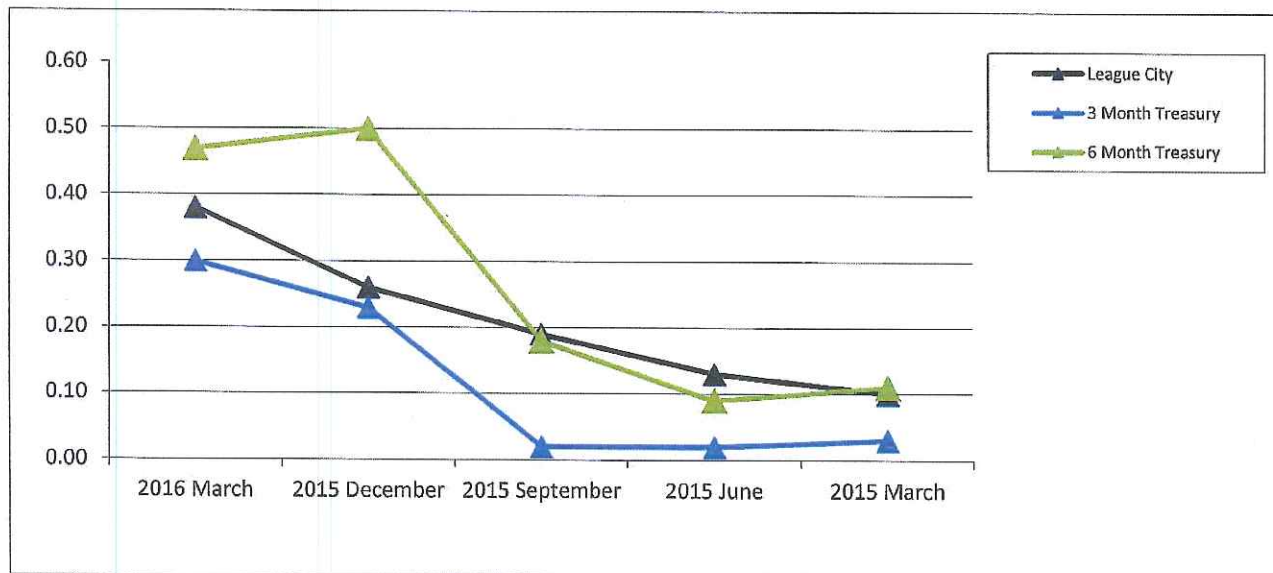


City of League City
Interest Income
Report Group: Quarterly Investment Report

Begin Date: 12/31/2015, End Date: 03/31/2016

Interest Income				
				Benchmark
Date Range	Ending Book Value	Interest Income	Weighted Average Yield	Treasury 3 Month Average
Current Quarter				
12/31/2015 - 03/31/2016	145,427,461.59	132,593.41	0.38	0.29
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

Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
2016 March	0.30	0.47
February	0.31	0.45
January	0.26	0.43
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

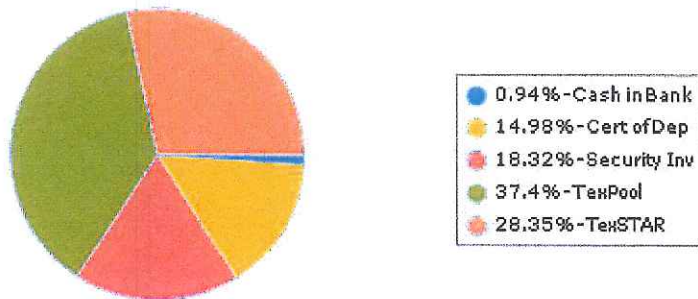


City of League City
Distribution by Asset Category - Book Value
010 - General Fund

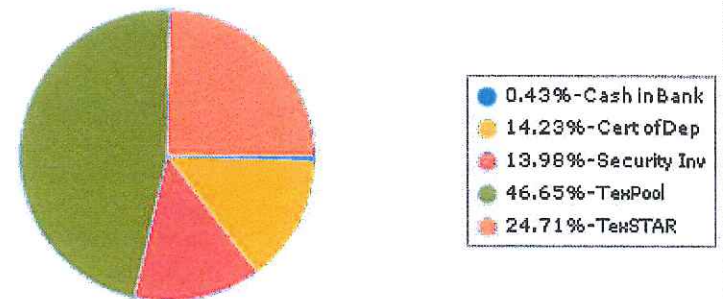
Begin Date: 12/31/2015, End Date: 3/31/2016

Asset Category Allocation				
Asset Category	Book Value 12/31/2015	% of Portfolio 12/31/2015	Book Value 3/31/2016	% of Portfolio 3/31/2016
Cash in Bank	257,582.45	0.94	152,777.89	0.43
Cert of Dep	4,087,492.04	14.98	5,091,559.45	14.23
Security Inv	5,000,240.90	18.32	5,001,677.69	13.98
TexPool	10,206,798.32	37.40	16,695,279.65	46.65
TexSTAR	7,736,875.80	28.35	8,844,213.35	24.71
Total / Average	27,288,989.51	100.00	35,785,508.03	100.00

Portfolio Holdings as of 12/31/2015



Portfolio Holdings as of 3/31/2016



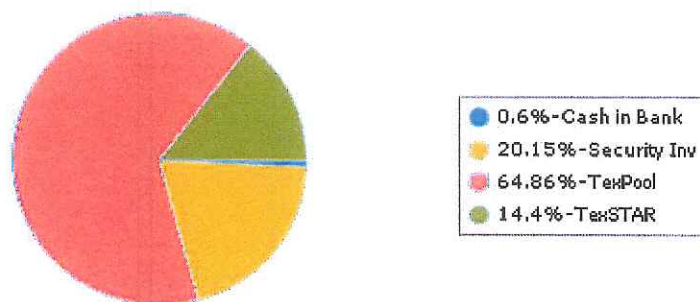


City of League City
Distribution by Asset Category - Book Value
Report Group: Water & WasteWater Operating

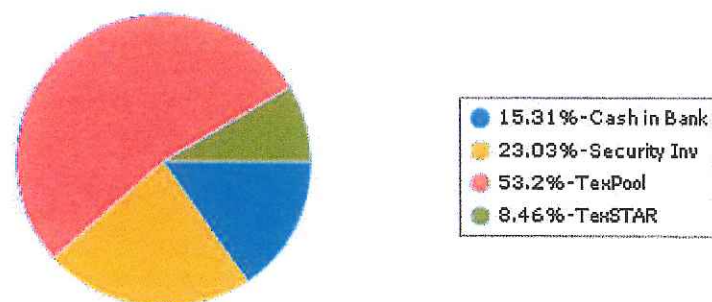
Begin Date: 12/31/2015, End Date: 3/31/2016

Asset Category Allocation				
Asset Category	Book Value 12/31/2015	% of Portfolio 12/31/2015	Book Value 3/31/2016	% of Portfolio 3/31/2016
Cash in Bank	88,898.26	0.60	1,331,795.76	15.31
Security Inv	3,003,916.01	20.15	2,002,777.42	23.03
TexPool	9,667,901.80	64.86	4,626,730.26	53.20
TexSTAR	2,145,968.13	14.40	735,737.11	8.46
Total / Average	14,906,684.20	100.00	8,697,040.55	100.00

Portfolio Holdings as of 12/31/2015



Portfolio Holdings as of 3/31/2016



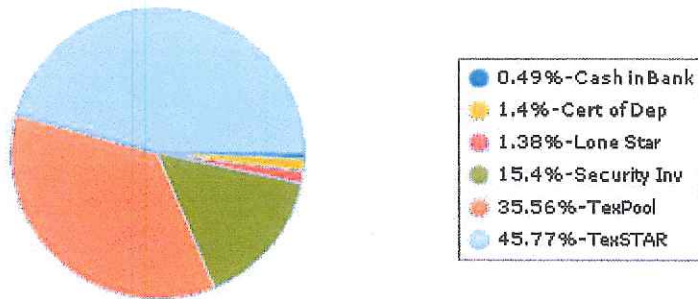


City of League City
Distribution by Asset Category - Book Value
Report Group: Capital Project Funds

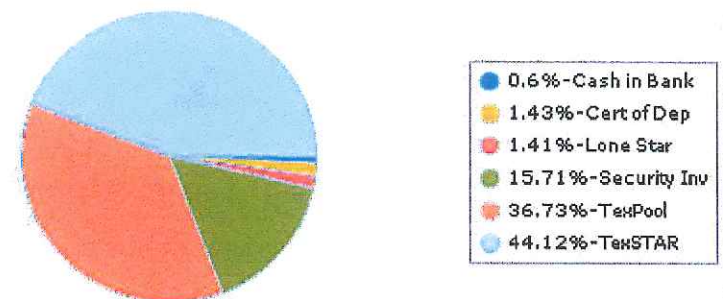
Begin Date: 12/31/2015, End Date: 3/31/2016

Asset Category Allocation				
Asset Category	Book Value 12/31/2015	% of Portfolio 12/31/2015	Book Value 3/31/2016	% of Portfolio 3/31/2016
Cash in Bank	354,705.82	0.49	424,641.70	0.60
Cert of Dep	1,010,032.12	1.40	1,011,048.73	1.43
Lone Star	1,000,350.44	1.38	1,001,109.51	1.41
Security Inv	11,131,689.99	15.40	11,126,314.54	15.71
TexPool	25,706,831.70	35.56	26,016,624.38	36.73
TexSTAR	33,092,409.03	45.77	31,245,632.17	44.12
Total / Average	72,296,019.10	100.00	70,825,371.03	100.00

Portfolio Holdings as of 12/31/2015



Portfolio Holdings as of 3/31/2016





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

Begin Date: 12/31/2015, End Date: 03/31/2016

Investment Type		Cusip No.	Settlement Date	Maturity Date	12/31/2015		03/31/2016		YTM @ Cost
Description	Book Value				Market Value	Book Value	Market Value		
Cash									
Cash			n/a	n/a	2,911,946.22	2,911,946.22	3,802,907.71	3,802,907.71	0.010
SubTotal / Cash					2,911,946.22	2,911,946.22	3,802,907.71	3,802,907.71	
Local Government Investment Pools									
TexPool			n/a	n/a	64,442,409.46	64,442,409.46	63,147,259.23	63,147,259.23	0.327
TexSTAR					48,317,931.58	48,317,931.58	48,033,515.24	48,033,515.24	0.345
Lonestar			n/a	n/a	3,001,447.17	3,001,447.17	3,003,724.69	3,003,724.69	0.327
SubTotal / Local Government Investment Pool					115,761,788.21	115,761,788.21	114,184,499.16	114,184,499.16	
Certificate of Deposit									
Prosperity Bank			09/17/2015	09/17/2016	3,024,077.21	3,024,077.21	3,027,086.12	3,027,086.12	0.400
Prosperity Bank			01/07/2016	01/07/2017	-	-	1,000,000.00	1,000,000.00	0.550
Prosperity Bank			02/27/2016	02/27/2017	1,010,032.12	1,010,032.12	1,011,048.73	1,011,048.73	0.550
Prosperity Bank			03/04/2015	09/04/2016	1,063,414.83	1,063,414.83	1,064,473.33	1,064,473.33	0.400
SubTotal / Local Government Investment Pool					5,097,524.16	5,097,524.16	6,102,608.18	6,102,608.18	
Security Inv									
Municipal Bonds									
Denton County, TX	248775L89	08/01/2013		04/15/2016	200,746.08	201,014.00	200,105.58	200,134.00	0.700
Harris County Flood	4140185H0	01/20/2015		10/01/2016	1,000,275.00	999,370.00	1,000,184.00	1,001,970.00	0.600
SubTotal / Municipal					1,201,021.08	1,200,384.00	1,200,289.58	1,202,104.00	



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

Begin Date: 12/31/2015, End Date: 03/31/2016

Investment Type				12/31/2015		03/31/2016		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	999,988.66	999,774.00	-	-	0.335
FHLB	3130A2C61	12/17/2014	06/10/2016	999,754.45	998,954.10	999,892.38	999,700.20	0.431
FHLMC	3137EADS5	02/10/2015	10/14/2016	1,002,077.75	1,000,390.00	1,001,421.24	1,003,570.00	0.610
FFCB	3133EEUS7	03/23/2015	11/23/2016	1,000,222.79	997,634.90	1,000,160.98	1,000,016.30	0.600
FHLB	3130A3Q64	01/15/2015	12/12/2016	1,001,838.26	997,821.30	1,001,356.18	1,000,281.40	0.505
FHLB	3130A3US1	01/27/2015	01/27/2017	1,000,000.00	999,019.40	-	-	0.800
FHLB	3130A46U1	02/13/2015	02/13/2017	1,000,000.00	997,959.40	1,000,000.00	1,000,001.80	0.720
FHLMC	3134G6FD0	02/24/2015	02/24/2017	1,000,000.00	998,600.00	-	-	0.800
FHLMC	3134G6YC1	04/29/2015	05/30/2017	1,000,280.68	995,570.00	1,000,231.18	1,000,360.00	0.650
FHLB	3130A5AE9	05/04/2015	05/04/2016	1,000,000.00	999,321.40	1,000,000.00	999,832.60	0.300
FHLB	3130A4ZB1	06/01/2015	03/30/2017	1,000,000.00	996,186.20	1,000,000.00	998,778.70	0.625
FHLB	3130A66Q5	08/14/2015	08/04/2016	999,847.61	997,783.00	999,911.52	999,574.30	0.401
FHLB	313371PV2	08/14/2015	12/09/2016	1,126,089.83	1,122,004.21	1,123,156.18	1,122,911.26	0.561
FFCB	3133EE7M6	08/19/2015	06/19/2017	999,180.00	994,716.20	999,319.22	998,275.40	0.706
FHLB	3130A66Z5	08/26/2015	05/26/2017	1,000,000.00	996,997.70	-	-	0.750
FHLMC	3134G7SH5	08/27/2015	02/27/2018	1,000,000.00	996,400.00	1,000,000.00	1,000,300.00	1.125
FHLMC	3134G7SP7	08/31/2015	08/29/2017	1,000,000.00	998,402.00	-	-	0.850
FNMA	3135G0CM3	09/30/2015	09/28/2016	1,006,291.87	1,003,320.00	1,004,186.87	1,005,390.00	0.401
FHLB	3130A3LY8	09/30/2015	11/28/2017	1,004,859.49	997,192.10	1,004,225.95	1,002,387.90	0.743
FHLMC	3134G3S50	11/25/2015	11/01/2016	1,000,000.00	997,620.00	1,000,000.00	999,820.00	0.625
FHLMC	3137EADH9	11/25/2015	06/29/2017	1,002,814.43	998,910.00	1,002,345.36	1,003,210.00	0.810
FFCB	3133EFWC7	02/11/2016	11/27/2017	-	-	2,001,440.33	1,997,675.39	0.740
FNMA	3135G0VM2	03/17/2016	03/14/2017	-	-	1,000,288.40	999,080.00	0.720
FHLB	3130A62S5	03/17/2016	08/28/2017	-	-	999,221.17	1,000,114.50	0.806
SubTotal / US Agency				21,143,245.82	21,084,575.91	20,137,156.96	20,131,279.75	
SubTotal / Security Inv				22,344,266.90	22,284,959.91	21,337,446.54	21,333,383.75	
Total / Average				146,115,525.49	146,056,218.50	145,427,461.59	145,423,398.80	



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

Begin Date: 12/31/2015, End Date: 03/31/2016

Purchases

Description	Cusip No.	Interest Rate	Settlement Date	Maturity Date	Face Amount Shares
Certificate of Deposit					
Prosperity Bank		0.55	01/07/2016	01/07/2017	1,000,000.00
Prosperity Bank		0.55	02/27/2016	02/27/2017	1,011,048.73

2,011,048.73

Municipal Bond

0.00

US Agency

FFCB	3133EFC7	0.740	02/11/2016	11/27/2017	1,997,000.00
FHLB	3130A62S5	0.806	03/17/2016	08/28/2017	1,000,000.00
FNMA	3135G0VM2	0.720	03/17/2016	03/14/2017	1,000,000.00

3,997,000.00

Total 6,008,048.73

Maturities

Description	Cusip No.	Maturity Date	Face Amount Shares
Certificate of Deposit			
Prosperity Bank		02/27/2016	1,011,048.73 Renewed

1,011,048.73

Municipal Bond

0.00

US Agency

Matured/Called Date

FHLB	3130A66Z5	02/26/2015	1,000,000.00 Called
FHLB	3130A3US1	01/27/2016	1,000,000.00 Called
FHLMC	3134G6FD0	02/24/2016	1,000,000.00 Called
FHLMC	3134G7SP7	02/29/2016	1,000,000.00 Called
FFCB	3133EEUP3	03/23/2016	1,000,000.00 Matured

5,000,000.00

Total 6,011,048.73



City of League City
Pledged Collateral
Report Group: Quarterly Investment Report

Begin Date: 12/31/2015, End Date: 03/31/2016

Investments

Description	Market Value
JPMorgan Cash (End of Day Ledger Balance)	181,852.64
JPMorgan Cash Repo	3,610,557.00
Prosperity Bank - Certificate of Deposit	6,102,608.18
Accrued Interest	2,547.90
	<u>6,105,156.08</u>

Total	6,287,008.72
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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.

Collateral

Description	Market Value	Collateralized Percentage
Pledged Securities	5,088,374.40	
FDIC Coverage	<u>250,000.00</u>	
	5,338,374.40	2935.55%
Pledged Securities	3,682,768.00	102.00%
Pledged Securities	8,071,247.82	136.30%
FDIC Coverage	<u>250,000.00</u>	
	8,321,247.82	

Total	13,659,622.22	217.27%
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