



Quarterly Investment Report

As of June 30, 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 June 30, 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

Katherine Daues - Finance Committee

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
03/31/2016 - 06/30/2016

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	2,764,590.46	2,764,590.46	2,764,590.46	1.96	0.00	1
Cert of Dep	6,109,456.99	6,109,456.99	6,109,456.99	4.33	0.45	122
Lone Star	3,006,270.30	3,006,270.30	3,006,270.30	2.13	0.36	1
Security Inv	23,112,000.00	23,151,748.90	23,134,162.62	16.39	0.67	304
TexPool	56,851,599.81	56,851,599.81	56,851,599.81	40.32	0.36	1
TexSTAR	49,155,940.91	49,155,940.91	49,155,940.91	34.86	0.39	1
Total / Average	140,999,858.47	141,039,607.37	141,022,021.09	100.00	0.42	56

Rebecca Underhill

Rebecca Underhill, CPA - Asst. City Manager

8-8-16

Date

Quencelia Goins

Quencelia Goins - Accounting Manager

8/8/16

Date

Lonna Stein

Lonna Stein - Asst. Director of Finance

8-8-16

Date



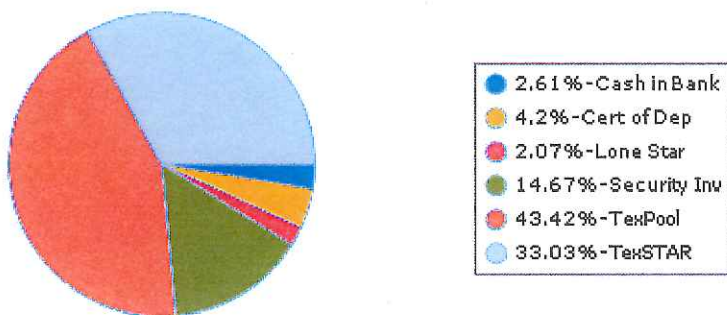
City of League City
Distribution by Asset Category - Book Value
Report Group: Quarterly Investment Report

Begin Date: 3/31/2016, End Date: 6/30/2016

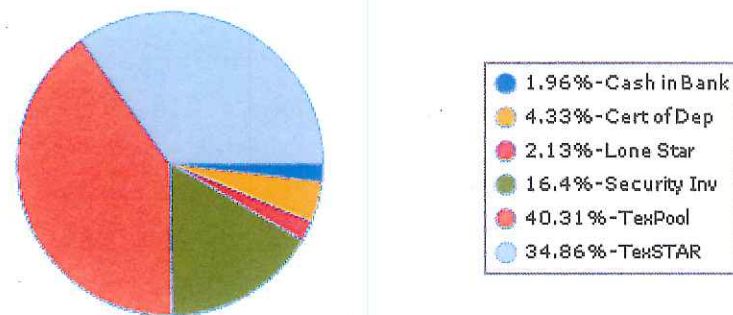
Asset Category Allocation

Asset Category	Book Value 3/31/2016	% of Portfolio 3/31/2016	Book Value 6/30/2016	% of Portfolio 6/30/2016
Cash in Bank	3,802,907.71	2.61	2,764,590.46	1.96
Cert of Dep	6,102,608.18	4.20	6,109,456.99	4.33
Lone Star	3,003,724.69	2.07	3,006,270.30	2.13
Security Inv	21,337,446.54	14.67	23,134,162.62	16.40
TexPool	63,147,259.23	43.42	56,851,599.81	40.31
TexSTAR	48,033,515.24	33.03	49,155,940.91	34.86
Total / Average	145,427,461.59	100.00	141,022,021.09	100.00

Portfolio Holdings as of 3/31/2016



Portfolio Holdings as of 6/30/2016





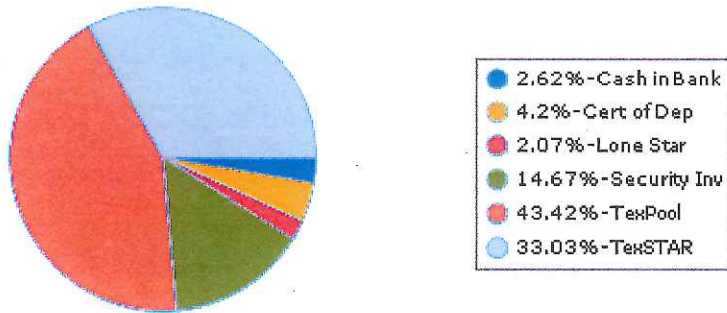
City of League City
Distribution by Asset Category - Market Value
Report Group: Quarterly Investment Report

Begin Date: 3/31/2016, End Date: 6/30/2016

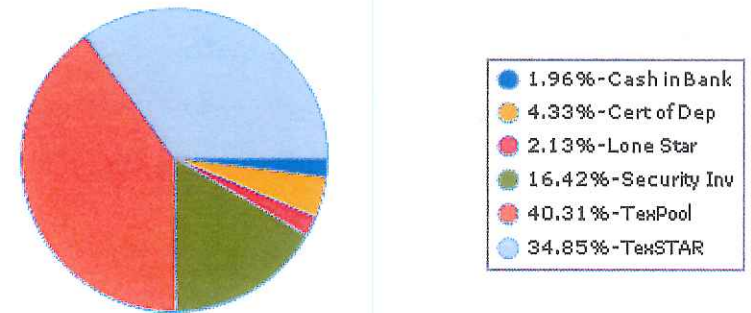
Asset Category Allocation

Asset Category	Market Value 3/31/2016	% of Portfolio 3/31/2016	Market Value 6/30/2016	% of Portfolio 6/30/2016
Cash in Bank	3,802,907.71	2.62	2,764,590.46	1.96
Cert of Dep	6,102,608.18	4.20	6,109,456.99	4.33
Lone Star	3,003,724.69	2.07	3,006,270.30	2.13
Security Inv	21,333,383.75	14.67	23,151,748.90	16.42
TexPool	63,147,259.23	43.42	56,851,599.81	40.31
TexSTAR	48,033,515.24	33.03	49,155,940.91	34.85
Total / Average	145,423,398.80	100.00	141,039,607.37	100.00

Portfolio Holdings as of 3/31/2016



Portfolio Holdings as of 6/30/2016





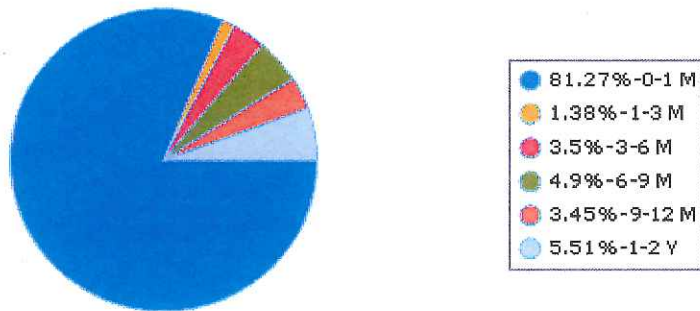
City of League City
Distribution by Maturity Range - Book Value
Report Group: Quarterly Investment Report

Begin Date: 3/31/2016, End Date: 6/30/2016

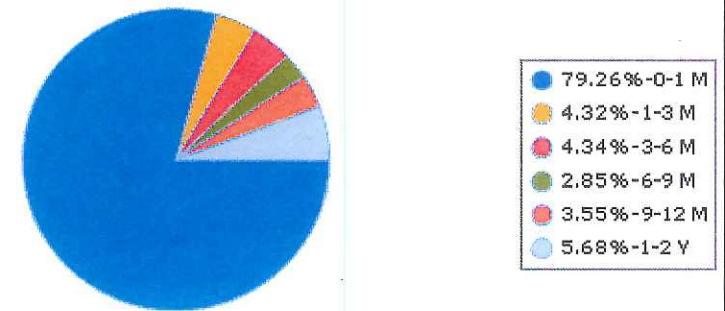
Maturity Range Allocation

Maturity Range	Book Value 3/31/2016	% of Portfolio 3/31/2016	Book Value 6/30/2016	% of Portfolio 6/30/2016
0-1 Month	118,187,512.45	81.27	111,778,401.48	79.26
1-3 Months	1,999,892.38	1.38	6,097,730.66	4.32
3-6 Months	5,091,470.97	3.50	6,122,053.53	4.34
6-9 Months	7,130,465.45	4.90	4,013,996.60	2.85
9-12 Months	5,011,337.13	3.45	5,001,135.11	3.55
1-2 Years	8,006,783.21	5.51	8,008,703.71	5.68
Total / Average	145,427,461.59	100.00	141,022,021.09	100.00

Portfolio Holdings as of 3/31/2016



Portfolio Holdings as of 6/30/2016



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



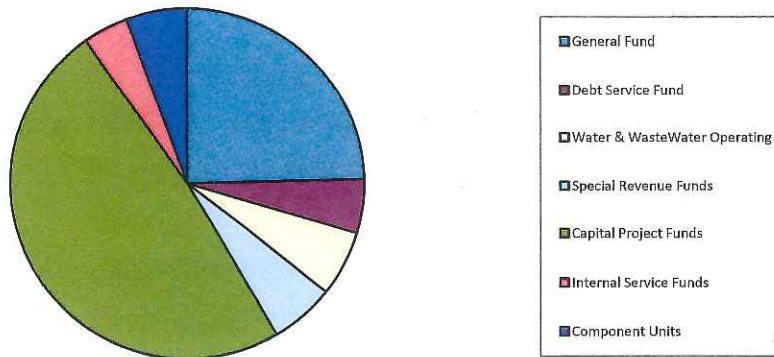
City of League City Distribution by Fund Categories Report Group: Quarterly Investment Report

Begin Date: 03/31/2016, End Date: 06/30/2016

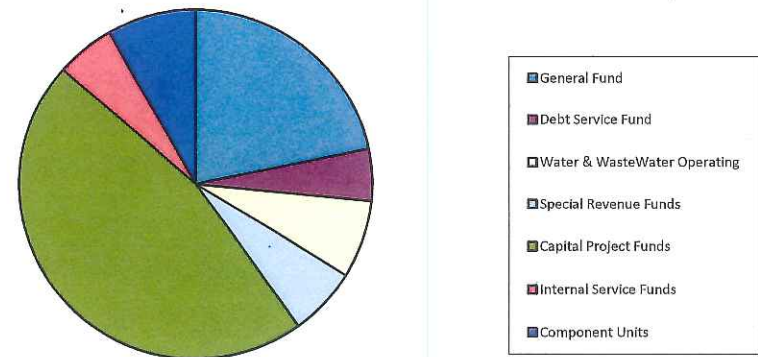
Fund Categories Allocation

Fund Categories	Book Value 03/31/2016	% of Portfolio 03/31/2016	Book Value 06/30/2016	% of Portfolio 06/30/2016
General Fund	35,785,508.03	24.61	30,692,603.62	21.76
Debt Service Fund	7,392,115.62	5.08	6,818,985.61	4.84
Water & WasteWater Operating	8,697,040.55	5.98	10,172,280.01	7.21
Special Revenue Funds	8,597,120.95	5.91	8,904,351.06	6.31
Capital Project Funds	70,825,371.03	48.70	65,429,919.24	46.40
Internal Service Funds	6,036,875.20	4.15	7,553,004.75	5.36
Component Units	8,093,430.21	5.57	11,450,876.80	8.12
Total / Average	145,427,461.59	100.00	141,022,021.09	100.00

Fund Categories as of 03/31/2016



Fund Categories as of 06/30/2016





City of League City

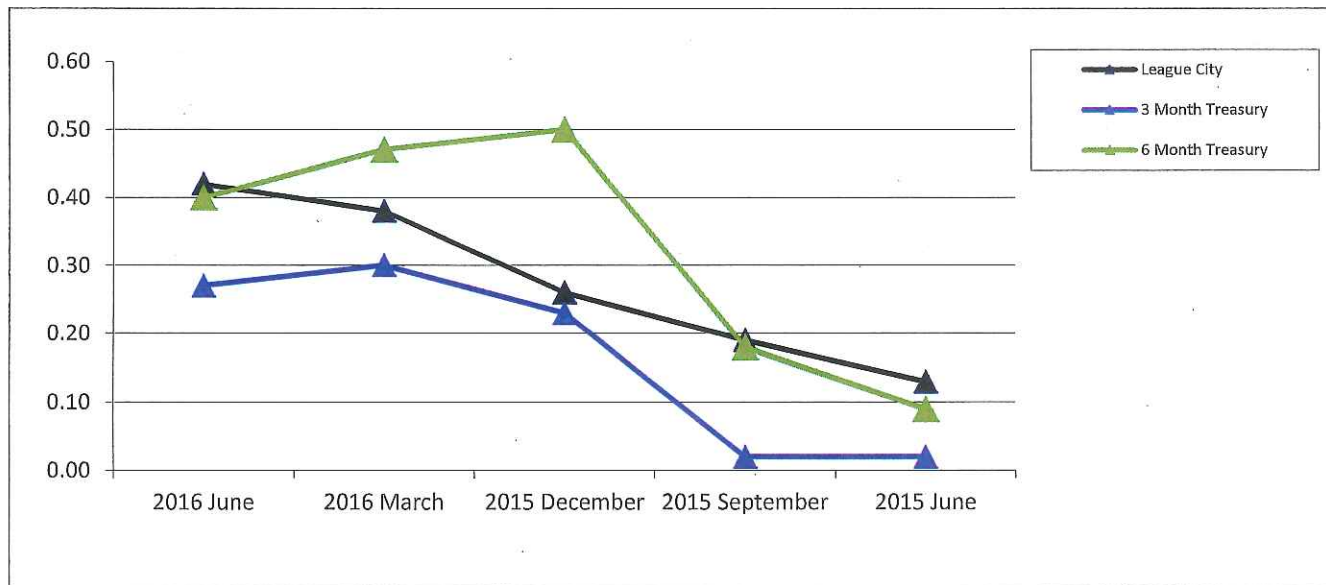
Interest Income

Report Group: Quarterly Investment Report

Begin Date: 03/31/2016, End Date: 06/30/2016

Interest Income					Benchmark
Date Range	Ending Book Value	Interest Income	Weighted Average Yield		Treasury 3 Month Average
Current Quarter					
03/31/2016 - 06/30/2016	141,022,021.09	149,275.57	0.42		0.26
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

Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
2016 June	0.27	0.40
May	0.28	0.42
April	0.23	0.37
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



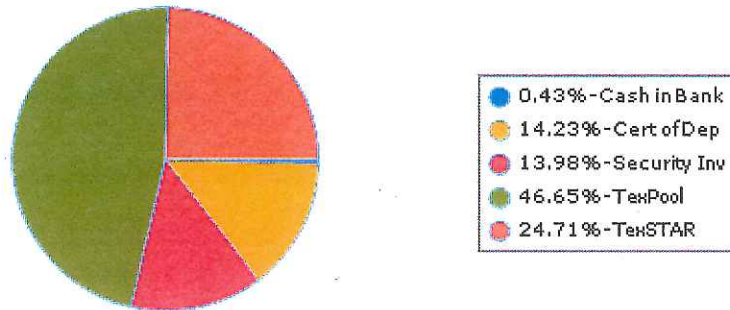
City of League City
Distribution by Asset Category - Book Value
010 - General Fund

Begin Date: 3/31/2016, End Date: 6/30/2016

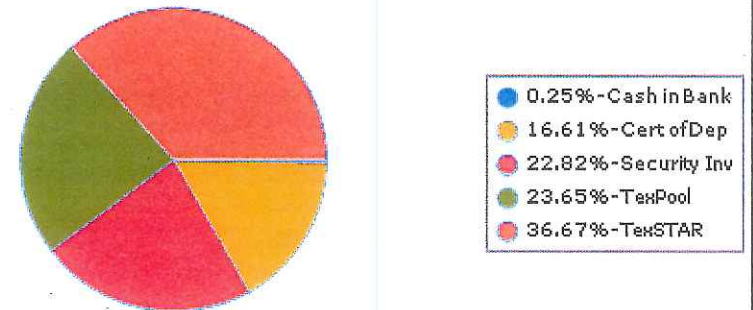
Asset Category Allocation

Asset Category	Book Value 3/31/2016	% of Portfolio 3/31/2016	Book Value 6/30/2016	% of Portfolio 6/30/2016
Cash in Bank	152,777.89	0.43	77,658.63	0.25
Cert of Dep	5,091,559.45	14.23	5,097,040.86	16.61
Security Inv	5,001,677.69	13.98	7,005,563.39	22.82
TexPool	16,695,279.65	46.65	7,257,562.98	23.65
TexSTAR	8,844,213.35	24.71	11,254,777.76	36.67
Total / Average	35,785,508.03	100.00	30,692,603.62	100.00

Portfolio Holdings as of 3/31/2016



Portfolio Holdings as of 6/30/2016





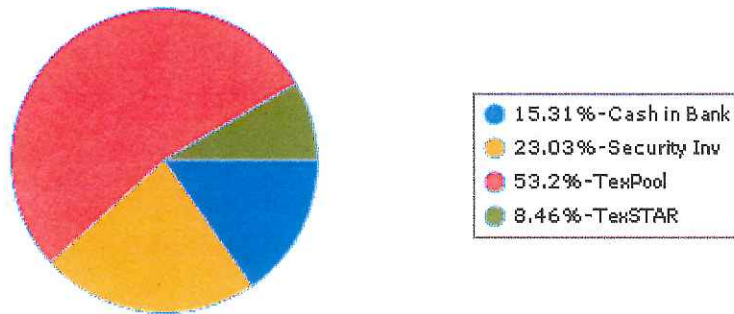
City of League City
Distribution by Asset Category - Book Value
Report Group: Water & WasteWater Operating

Begin Date: 3/31/2016, End Date: 6/30/2016

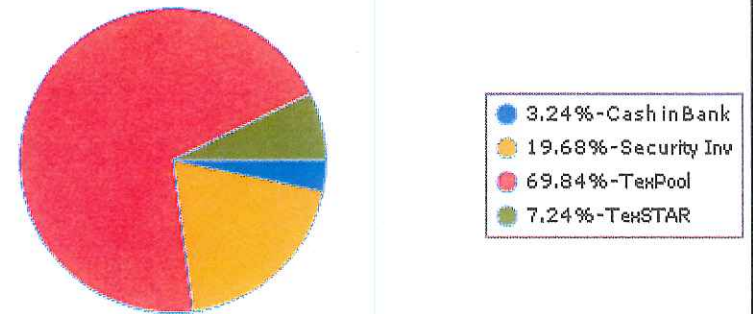
Asset Category Allocation

Asset Category	Book Value 3/31/2016	% of Portfolio 3/31/2016	Book Value 6/30/2016	% of Portfolio 6/30/2016
Cash in Bank	1,331,795.76	15.31	329,872.47	3.24
Security Inv	2,002,777.42	23.03	2,001,638.83	19.68
TexPool	4,626,730.26	53.20	7,104,340.33	69.84
TexSTAR	735,737.11	8.46	736,428.38	7.24
Total / Average	8,697,040.55	100.00	10,172,280.01	100.00

Portfolio Holdings as of 3/31/2016



Portfolio Holdings as of 6/30/2016



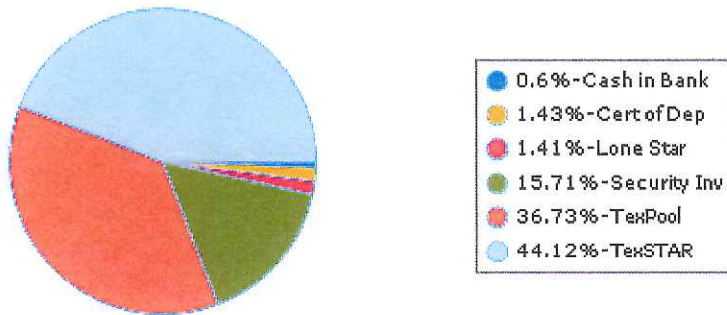


City of League City
Distribution by Asset Category - Book Value
Report Group: Capital Project Funds

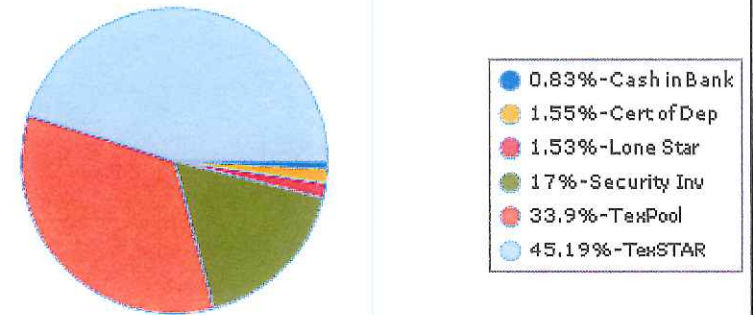
Begin Date: 3/31/2016, End Date: 6/30/2016

Asset Category Allocation				
Asset Category	Book Value 3/31/2016	% of Portfolio 3/31/2016	Book Value 6/30/2016	% of Portfolio 6/30/2016
Cash in Bank	424,641.70	0.60	542,754.45	0.83
Cert of Dep	1,011,048.73	1.43	1,012,416.13	1.55
Lone Star	1,001,109.51	1.41	1,001,957.94	1.53
Security Inv	11,126,314.54	15.71	11,121,491.70	17.00
TexPool	26,016,624.38	36.73	22,181,626.04	33.90
TexSTAR	31,245,632.17	44.12	29,569,672.98	45.19
Total / Average	70,825,371.03	100.00	65,429,919.24	100.00

Portfolio Holdings as of 3/31/2016



Portfolio Holdings as of 6/30/2016





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

Begin Date: 03/31/2016, End Date: 06/30/2016

Investment Type				03/31/2016		06/30/2016		
Description	Cusip No.	Settlement Date	Maturity Date	Book Value	Market Value	Book Value	Market Value	YTM @ Cost
Cash								
Cash		n/a	n/a	3,802,907.71	3,802,907.71	2,764,590.46	2,764,590.46	0.010
SubTotal / Cash				3,802,907.71	3,802,907.71	2,764,590.46	2,764,590.46	
Local Government Investment Pools								
TexPool		n/a	n/a	63,147,259.23	63,147,259.23	56,851,599.81	56,851,599.81	0.363
TexSTAR				48,033,515.24	48,033,515.24	49,155,940.91	49,155,940.91	0.393
Lonestar		n/a	n/a	3,003,724.69	3,003,724.69	3,006,270.30	3,006,270.30	0.358
SubTotal / Local Government Investment Pool				114,184,499.16	114,184,499.16	109,013,811.02	109,013,811.02	
Certificate of Deposit								
Prosperity Bank		09/17/2015	09/17/2016	3,027,086.12	3,027,086.12	3,030,129.75	3,030,129.75	0.400
Prosperity Bank		01/07/2016	01/07/2017	1,000,000.00	1,000,000.00	1,001,367.49	1,001,367.49	0.550
Prosperity Bank		02/27/2016	02/27/2017	1,011,048.73	1,011,048.73	1,012,416.13	1,012,416.13	0.550
Prosperity Bank		03/04/2015	09/04/2016	1,064,473.33	1,064,473.33	1,065,543.62	1,065,543.62	0.400
SubTotal / Local Government Investment Pool				6,102,608.18	6,102,608.18	6,109,456.99	6,109,456.99	
Security Inv								
Municipal Bonds								
Denton County, TX	248775L89	08/01/2013	04/15/2016	200,105.58	200,134.00	-	-	0.700
Harris County Flood	4140185H0	01/20/2015	10/01/2016	1,000,184.00	1,001,970.00	1,000,093.00	1,001,100.00	0.600
SubTotal / Municipal				1,200,289.58	1,202,104.00	1,000,093.00	1,001,100.00	



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

Begin Date: 03/31/2016, End Date: 06/30/2016

Investment Type				03/31/2016		06/30/2016		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value	Market Value	Book Value	Market Value	
US Agency								
FHLB	3130A2C61	12/17/2014	06/10/2016	999,892.38	999,700.20	-	-	0.431
FHLMC	3137EADS5	02/10/2015	10/14/2016	1,001,421.24	1,003,570.00	1,000,764.73	1,001,040.00	0.610
FFCB	3133EEUS7	03/23/2015	11/23/2016	1,000,160.98	1,000,016.30	1,000,099.17	1,000,615.00	0.600
FHLB	3130A3Q64	01/15/2015	12/12/2016	1,001,356.18	1,000,281.40	1,000,874.10	1,000,953.90	0.505
FHLB	3130A46U1	02/13/2015	02/13/2017	1,000,000.00	1,000,001.80	1,000,000.00	1,001,099.80	0.720
FHLMC	3134G6YC1	04/29/2015	05/30/2017	1,000,231.18	1,000,360.00	1,000,181.68	1,000,950.00	0.650
FHLB	3130A5AE9	05/04/2015	05/04/2016	1,000,000.00	999,832.60	-	-	0.300
FHLB	3130A4ZB1	06/01/2015	03/30/2017	1,000,000.00	998,778.70	1,000,000.00	1,000,347.60	0.625
FHLB	3130A66Q5	08/14/2015	08/04/2016	999,911.52	999,574.30	999,975.42	999,892.90	0.401
FHLB	313371PV2	08/14/2015	12/09/2016	1,123,156.18	1,122,911.26	1,120,222.53	1,120,330.37	0.561
FFCB	3133EE7M6	08/19/2015	06/19/2017	999,319.22	998,275.40	999,458.43	1,000,301.90	0.706
FHLMC	3134G7SH5	08/27/2015	02/27/2018	1,000,000.00	1,000,300.00	1,000,000.00	1,000,636.00	1.125
FNMA	3135G0CM3	09/30/2015	09/28/2016	1,004,186.87	1,005,390.00	1,002,081.87	1,001,980.00	0.401
FHLB	3130A3LY8	09/30/2015	11/28/2017	1,004,225.95	1,002,387.90	1,003,592.41	1,004,840.10	0.743
FHLMC	3134G3S50	11/25/2015	11/01/2016	1,000,000.00	999,820.00	1,000,000.00	1,000,600.00	0.625
FHLMC	3137EADH9	11/25/2015	06/29/2017	1,002,345.36	1,003,210.00	1,001,876.29	1,003,570.00	0.810
FFCB	3133EFWC7	02/11/2016	11/27/2017	2,001,440.33	1,997,675.39	2,000,773.55	2,003,168.93	0.740
FNMA	3135G0VM2	03/17/2016	03/14/2017	1,000,288.40	999,080.00	1,000,212.98	1,001,270.00	0.720
FHLB	3130A62S5	03/17/2016	08/28/2017	999,221.17	1,000,114.50	999,358.79	1,001,616.80	0.806
FNMA	3135G0RT2	05/06/2016	12/20/2017			1,002,554.82	1,004,057.30	0.700
FFCB	3133EF6U6	05/10/2016	08/10/2017			1,000,000.00	1,000,611.80	0.650
FFCB	3133EEN48	06/14/2016	05/22/2017			999,618.71	1,000,006.50	0.668
FNMA	3135G0MZ3	06/14/2016	08/28/2017			1,002,424.14	1,002,760.00	0.666
SubTotal / US Agency				20,137,156.96	20,131,279.75	22,134,069.62	22,150,648.90	
SubTotal / Security Inv				21,337,446.54	21,333,383.75	23,134,162.62	23,151,748.90	
Total / Average				145,427,461.59	145,423,398.80	141,022,021.09	141,039,607.37	



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

Begin Date: 03/31/2016, End Date: 06/30/2016

Purchases

Description	Cusip No.	Interest Rate	Settlement Date	Maturity Date	Face Amount Shares
Certificate of Deposit					
					0.00
Municipal Bond					
					0.00
US Agency					
FNMA	3135G0RT2	0.700	05/06/2016	12/20/2017	1,000,000.00
FFCB	3133EF6U6	0.650	05/10/2017	08/10/2017	1,000,000.00
FFCB	3133EEN48	0.668	06/14/2016	05/22/2017	1,000,000.00
FNMA	3135G0MZ3	0.666	06/14/2016	08/28/2017	1,000,000.00
					4,000,000.00

Total **4,000,000.00**

Maturities

Description	Cusip No.	Maturity Date	Face Amount Shares
Certificate of Deposit			
			0.00
Municipal Bond			
Denton Cty	248775L89	04/15/2016	200,000.00 Matured
			200,000.00
US Agency			
FHLB	3130A5AE9	05/04/2016	1,000,000.00 Matured
FHLB	3130A2C61	06/10/2016	1,000,000.00 Matured
			2,000,000.00

Total **2,200,000.00**



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

Begin Date: 03/31/2016, End Date: 06/30/2016

Investments

Description	Market Value
JPMorgan Cash (End of Day Ledger Balance)	184,384.38
JPMorgan Cash Repo	2,669,306.74
Prosperity Bank - Certificate of Deposit	6,109,456.99
Accrued Interest	2,521.45
	<u>6,111,978.44</u>

Total	6,296,362.82
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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	5,129,064.00	
FDIC Coverage	<u>250,000.00</u>	
	5,379,064.00	2917.31%
Pledged Securities	2,726,693.00	102.15%
Pledged Securities	7,531,515.19	127.32%
FDIC Coverage	<u>250,000.00</u>	
	7,781,515.19	

Total	13,160,579.19	209.02%
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