



Quarterly Investment Report

As of March 31, 2017

Pat Hallisey - Mayor

Todd Kinsey - Mayor Pro Tem

Dan Becker - Councilmember

Hank Dugie - Councilmember

Larry Millican - Councilmember

Greg Gripon - Councilmember

Keith Gross - Councilmember

Nick Long - Councilmember

John Baumgartner –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, 2017 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 14, 2017.

A handwritten signature in blue ink, appearing to read "Rebecca Underhill", written over a horizontal line.

Rebecca Underhill, CPA – Asst. City Manager

A handwritten signature in blue ink, appearing to read "Allena Portis", written over a horizontal line.

Allena Portis
Lenna Stein – Asst. Director of Finance

A handwritten signature in blue ink, appearing to read "Quencelia Goins", written over a horizontal line.

Quencelia Goins - Accounting Manager

Hank Dugie - Finance Committee

A handwritten signature in black ink, appearing to read "Gabe Allen", written over a horizontal line.

Gabe Allen - Finance Committee, Vice Chair

A handwritten signature in black ink, appearing to read "Nick Long", written over a horizontal line.

Nick Long - Finance Committee

A handwritten signature in blue ink, appearing to read "John Baumgartner", written over a horizontal line.

John Baumgartner – City Manager

A handwritten signature in black ink, appearing to read "Paul Maaz", written over a horizontal line.

Paul Maaz – Finance Committee

A handwritten signature in black ink, appearing to read "Juan Guerrero", written over a horizontal line.

Juan Guerrero - Finance Committee

Tom Crews - Finance Committee, Chair

A handwritten signature in black ink, appearing to read "Audrey Ayers", written over a horizontal line.

Audrey Ayers - Finance Committee

A handwritten signature in black ink, appearing to read "Gabriel Iverson", written over a horizontal line.

Gabriel Iverson - Finance Committee

A handwritten signature in black ink, appearing to read "Marc Elliott", written over a horizontal line.

Marc Elliott - Finance Committee



CITY OF LEAGUE CITY, TEXAS
Quarterly Investment Report
12/31/2016 - 03/31/2017

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 been 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	1,297,281.21	1,297,281.21	1,297,281.21	0.83	0.00	1
Cert of Dep	7,138,888.44	7,138,888.44	7,138,888.44	4.59	0.67	235
Lone Star	3,016,424.09	3,016,424.09	3,016,424.09	1.94	0.59	1
Security Inv	34,197,000.00	34,176,328.52	34,225,098.17	21.98	0.79	239
TexPool	57,792,514.65	57,792,514.65	57,792,514.65	37.15	0.62	1
TexSTAR	52,124,933.39	52,124,933.39	52,124,933.39	33.51	0.63	1
Total / Average	155,567,041.78	155,546,370.30	155,595,139.95	100.00	0.66	64

Rebecca Underhill, CPA - Asst. City Manager

5-9-17

Date

Quencelia Goins - Accounting Manager

5/8/17

Date

Lonna Stein - Asst. Director of Finance

5/8/17

Date



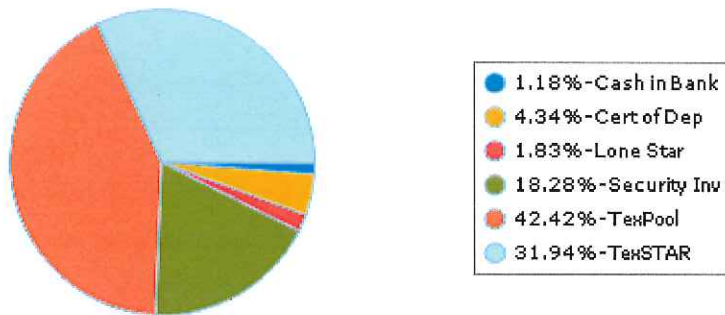
City of League City
Distribution by Asset Category - Book Value
Report Group: Quarterly Investment Report

Begin Date: 12/31/2016, End Date: 3/31/2017

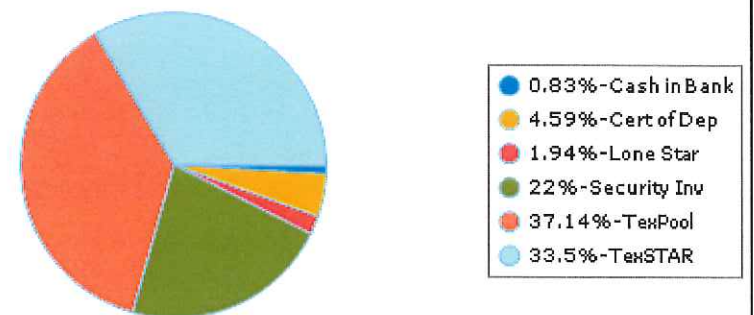
Asset Category Allocation

Asset Category	Book Value 12/31/2016	% of Portfolio 12/31/2016	Book Value 3/31/2017	% of Portfolio 3/31/2017
Cash in Bank	1,935,765.88	1.18	1,297,281.21	0.83
Cert of Dep	7,127,645.29	4.34	7,138,888.44	4.59
Lone Star	3,012,370.80	1.83	3,016,424.09	1.94
Security Inv	30,021,382.36	18.28	34,225,098.17	22.00
TexPool	69,644,540.82	42.42	57,792,514.65	37.14
TexSTAR	52,445,535.60	31.94	52,124,933.39	33.50
Total / Average	164,187,240.75	100.00	155,595,139.95	100.00

Portfolio Holdings as of 12/31/2016



Portfolio Holdings as of 3/31/2017





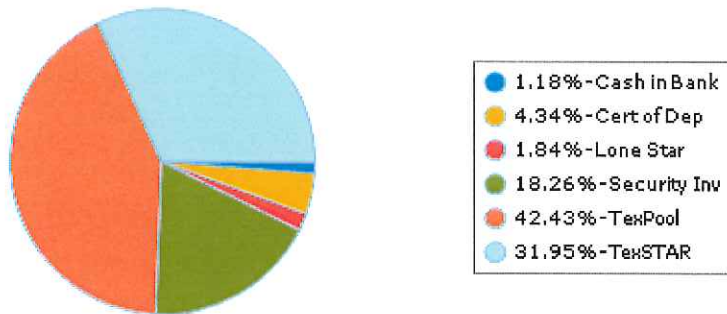
City of League City
Distribution by Asset Category - Market Value
Report Group: Quarterly Investment Report

Begin Date: 12/31/2016, End Date: 3/31/2017

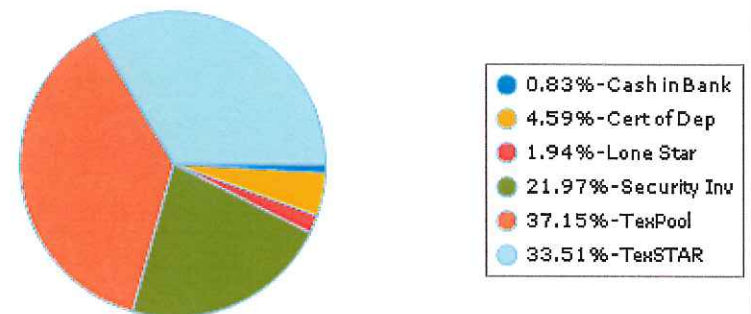
Asset Category Allocation

Asset Category	Market Value 12/31/2016	% of Portfolio 12/31/2016	Market Value 3/31/2017	% of Portfolio 3/31/2017
Cash in Bank	1,935,765.88	1.18	1,297,281.21	0.83
Cert of Dep	7,127,645.29	4.34	7,138,888.44	4.59
Lone Star	3,012,370.80	1.84	3,016,424.09	1.94
Security Inv	29,980,066.41	18.26	34,176,328.52	21.97
TexPool	69,644,540.82	42.43	57,792,514.65	37.15
TexSTAR	52,445,535.60	31.95	52,124,933.39	33.51
Total / Average	164,145,924.80	100.00	155,546,370.30	100.00

Portfolio Holdings as of 12/31/2016



Portfolio Holdings as of 3/31/2017





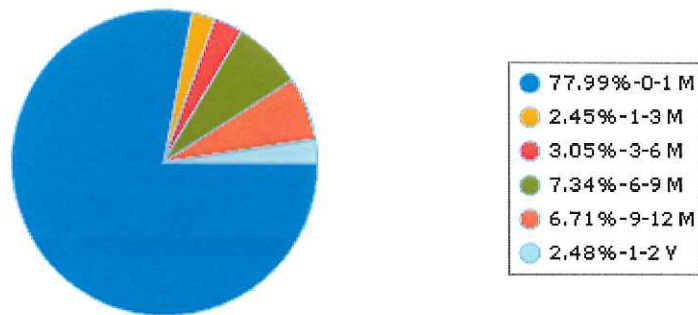
City of League City
Distribution by Maturity Range - Book Value
Report Group: Quarterly Investment Report

Begin Date: 12/31/2016, End Date: 3/31/2017

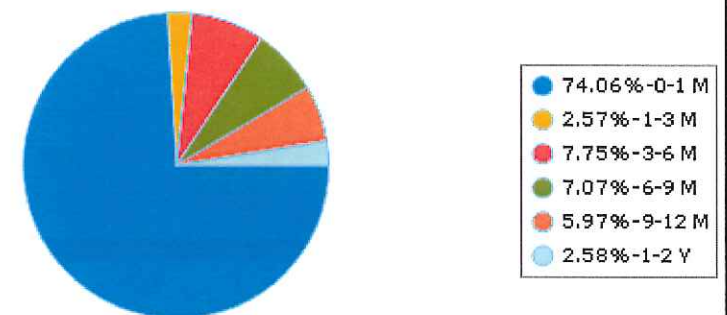
Maturity Range Allocation

Maturity Range	Book Value 12/31/2016	% of Portfolio 12/31/2016	Book Value 3/31/2017	% of Portfolio 3/31/2017
0-1 Month	128,042,336.25	77.99	115,231,265.41	74.06
1-3 Months	4,015,277.92	2.45	4,000,313.35	2.57
3-6 Months	5,001,199.68	3.05	12,052,267.57	7.75
6-9 Months	12,048,865.86	7.34	11,006,558.06	7.07
9-12 Months	11,010,360.12	6.71	9,291,459.80	5.97
1-2 Years	4,069,200.92	2.48	4,013,275.76	2.58
Total / Average	164,187,240.75	100.00	155,595,139.95	100.00

Portfolio Holdings as of 12/31/2016



Portfolio Holdings as of 3/31/2017



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



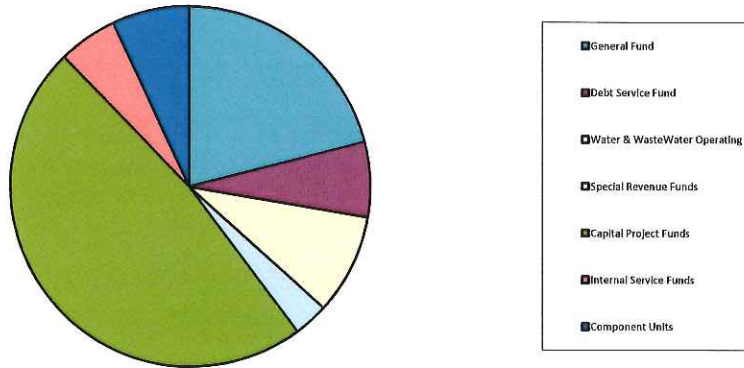
City of League City Distribution by Fund Categories Report Group: Quarterly Investment Report

Begin Date: 12/31/2016, End Date: 03/31/2017

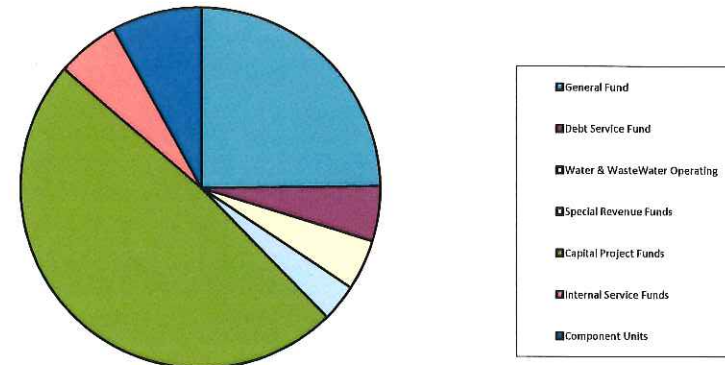
Fund Categories Allocation

Fund Categories	Book Value 12/31/2016	% of Portfolio 12/31/2016	Book Value 03/31/2017	% of Portfolio 03/31/2017
General Fund	34,377,085.44	20.94	38,562,312.51	24.78
Debt Service Fund	11,024,088.89	6.71	7,626,123.19	4.90
Water & WasteWater Operating	14,859,069.17	9.05	7,135,439.66	4.59
Special Revenue Funds	5,123,881.15	3.12	5,273,756.01	3.39
Capital Project Funds	78,569,676.61	47.85	75,838,283.67	48.74
Internal Service Funds	8,722,618.53	5.31	8,760,908.19	5.63
Component Units	11,510,820.96	7.01	12,398,316.72	7.97
Total / Average	164,187,240.75	100.00	155,595,139.95	100.00

Fund Categories as of 12/31/2016



Fund Categories as of 03/31/2017





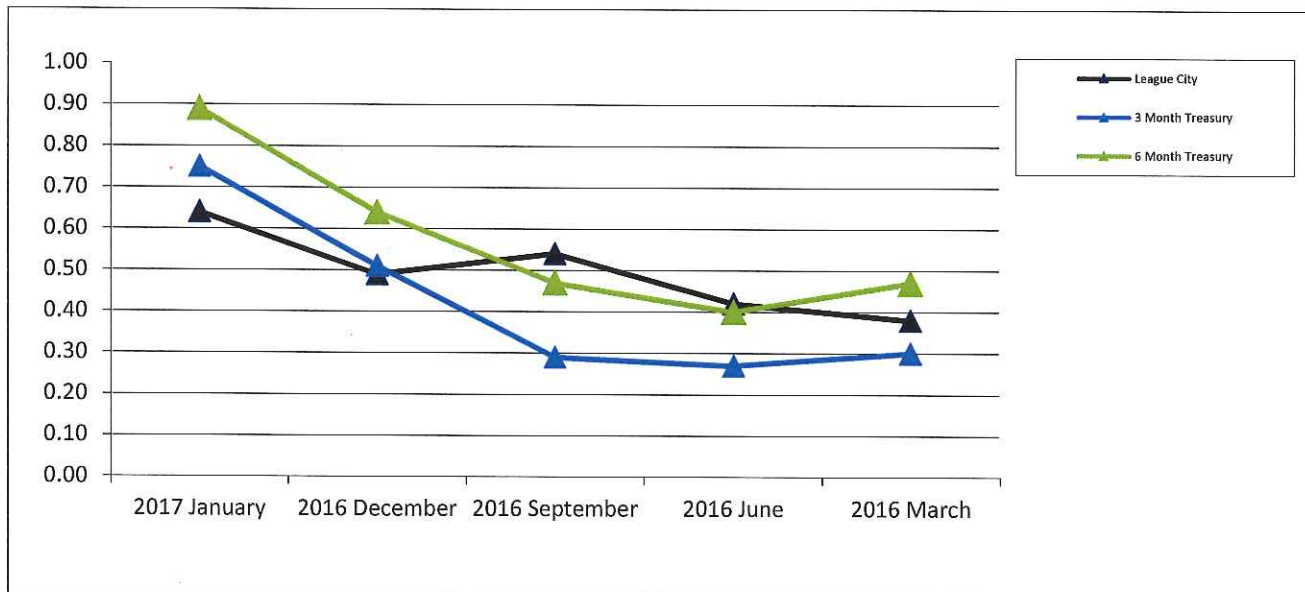
City of League City Interest Income Report Group: Quarterly Investment Report

Begin Date: 12/31/2016, End Date: 03/31/2017

Interest Income

				Benchmark
Date Range	Ending Book Value	Interest Income	Weighted Average Yield	Treasury 3 Month Average
Current Quarter				
12/31/2016 - 03/31/2017	155,595,139.95	261,530.29	0.64	0.60
09/30/2016 - 12/31/2016	164,187,240.75	184,258.49	0.49	0.43
06/30/2016 - 09/30/2016	141,365,327.18	191,955.84	0.54	0.30
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

Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
2017 March		
February	0.75	0.89
January	0.53	0.65
2016 December		
November	0.52	0.62
October	0.51	0.64
2016 September		
August	0.45	0.58
July	0.33	0.48
2016 June		
May	0.29	0.47
April	0.30	0.45
2016 March		
February	0.27	0.40
January	0.28	0.42
	0.23	0.37
	0.30	0.47
	0.31	0.45
	0.26	0.43



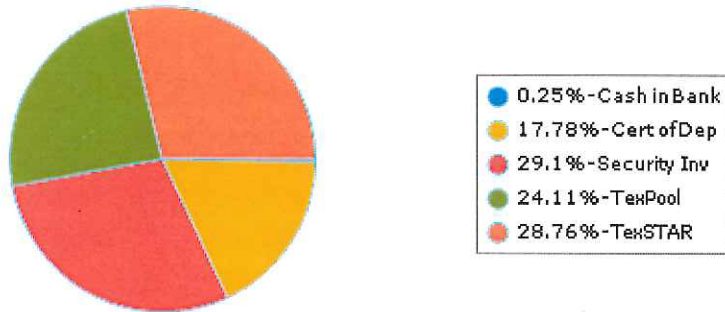
City of League City
Distribution by Asset Category - Book Value
(0100) 010 - General Fund

Begin Date: 12/31/2016, End Date: 3/31/2017

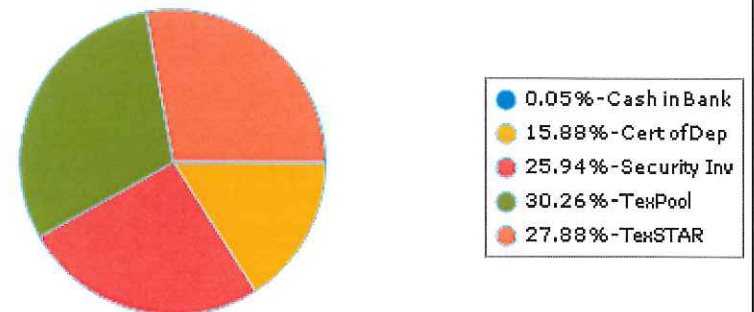
Asset Category Allocation

Asset Category	Book Value 12/31/2016	% of Portfolio 12/31/2016	Book Value 3/31/2017	% of Portfolio 3/31/2017
Cash in Bank	85,533.39	0.25	18,545.03	0.05
Cert of Dep	6,112,427.87	17.78	6,122,265.09	15.88
Security Inv	10,004,127.18	29.10	10,002,080.32	25.94
TexPool	8,287,618.43	24.11	11,668,839.00	30.26
TexSTAR	9,887,378.57	28.76	10,750,583.07	27.88
Total / Average	34,377,085.44	100.00	38,562,312.51	100.00

Portfolio Holdings as of 12/31/2016



Portfolio Holdings as of 3/31/2017



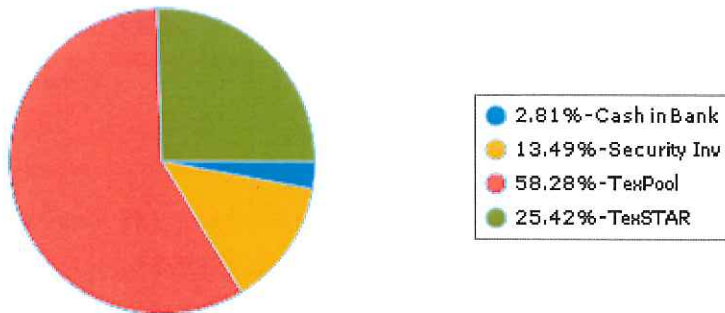


City of League City
Distribution by Asset Category - Book Value
Report Group: Water & WasteWater Operating

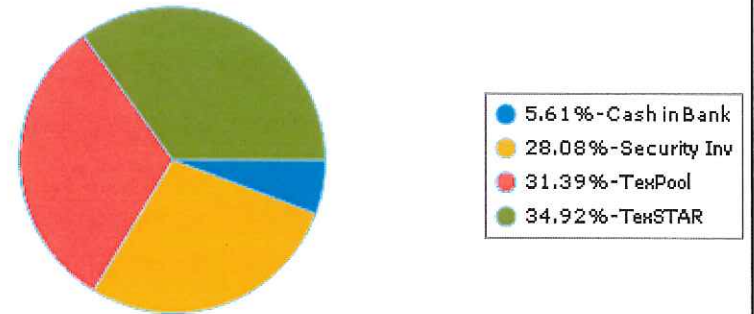
Begin Date: 12/31/2016, End Date: 3/31/2017

Asset Category Allocation				
Asset Category	Book Value 12/31/2016	% of Portfolio 12/31/2016	Book Value 3/31/2017	% of Portfolio 3/31/2017
Cash in Bank	417,859.61	2.81	400,554.51	5.61
Security Inv	2,004,870.19	13.49	2,003,690.22	28.08
TexPool	8,659,792.97	58.28	2,239,643.55	31.39
TexSTAR	3,776,546.40	25.42	2,491,551.38	34.92
Total / Average	14,859,069.17	100.00	7,135,439.66	100.00

Portfolio Holdings as of 12/31/2016



Portfolio Holdings as of 3/31/2017





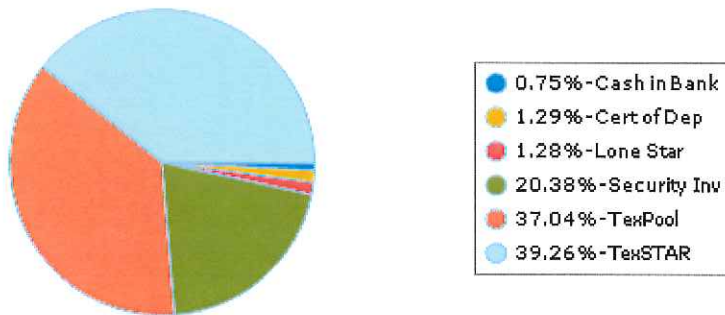
City of League City
Distribution by Asset Category - Book Value
Report Group: Capital Project Funds

Begin Date: 12/31/2016, End Date: 3/31/2017

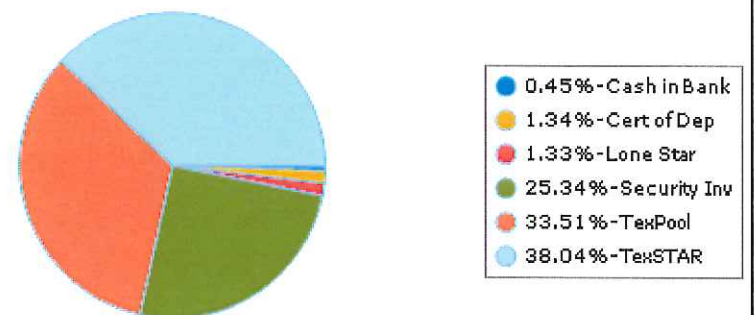
Asset Category Allocation

Asset Category	Book Value 12/31/2016	% of Portfolio 12/31/2016	Book Value 3/31/2017	% of Portfolio 3/31/2017
Cash in Bank	591,449.90	0.75	340,322.73	0.45
Cert of Dep	1,015,217.42	1.29	1,016,623.35	1.34
Lone Star	1,003,991.17	1.28	1,005,342.09	1.33
Security Inv	16,010,424.28	20.38	19,217,044.64	25.34
TexPool	29,099,840.37	37.04	25,412,209.15	33.51
TexSTAR	30,848,753.47	39.26	28,846,741.71	38.04
Total / Average	78,569,676.61	100.00	75,838,283.67	100.00

Portfolio Holdings as of 12/31/2016



Portfolio Holdings as of 3/31/2017





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

Begin Date: 12/31/2016, End Date: 03/31/2017

Purchases

Description	Cusip No.	Interest Rate	Settlement Date	Maturity Date	Face Amount Shares
Certificate of Deposit					

Municipal Bond					0.00
----------------	--	--	--	--	------

					0.00
--	--	--	--	--	------

US Agency

FFCB	3133EG3A1	0.956	01/25/2017	04/04/2018	1,000,000.00
FHLB	313378QK0	1.270	01/25/2017	03/08/2019	1,000,000.00
FHLB	3130AAUT3	0.890	02/24/2017	02/23/2018	1,000,000.00
FHLMC	3137EADP1	0.910	02/24/2017	03/07/2018	1,000,000.00
FHLMC	3134GA6X7	1.400	03/15/2017	03/15/2019	1,000,000.00
FNMA	3136G1GP8	1.073	03/28/2017	03/27/2018	1,200,000.00
FHLB	3130A4GJ5	1.042	03/28/2017	04/25/2018	1,000,000.00

7,200,000.00

Total					7,200,000.00
--------------	--	--	--	--	---------------------

Maturities

Description	Cusip No.	Maturity Date	Face Amount Shares
Certificate of Deposit			
Prosperity Bank		02/27/2018	1,016,623.35 Renewed

Municipal Bond			1,016,623.35
----------------	--	--	--------------

			0.00
--	--	--	------

US Agency

		Matured/Called Date	
FHLB	3130A46U1	02/13/2017	1,000,000.00 Matured
FNMA	3135G0VM2	03/14/2017	1,000,000.00 Matured
FHLB	3130A4ZB1	03/30/2017	1,000,000.00 Matured

3,000,000.00

Total			4,016,623.35
--------------	--	--	---------------------



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

Begin Date: 12/31/2016, End Date: 03/31/2017

Investment Type				12/31/2016		03/31/2017		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value**	Market Value	
Cash								
Cash		n/a	n/a	1,935,765.88	1,935,765.88	1,297,281.21	1,297,281.21	0.000
SubTotal / Cash				1,935,765.88	1,935,765.88	1,297,281.21	1,297,281.21	
Local Government Investment Pools								
TexPool		n/a	n/a	69,644,540.82	69,644,540.82	57,792,514.65	57,792,514.65	0.622
TexSTAR				52,445,535.60	52,445,535.60	52,124,933.39	52,124,933.39	0.627
Lonestar		n/a	n/a	3,012,370.80	3,012,370.80	3,016,424.09	3,016,424.09	0.587
SubTotal / Local Government Investment Pool				125,102,447.22	125,102,447.22	112,933,872.13	112,933,872.13	
Certificate of Deposit								
Prosperity Bank		09/17/2016	09/17/2017	3,038,455.49	3,038,455.49	3,043,697.56	3,043,697.56	0.700
Prosperity Bank		01/07/2017	01/07/2018	1,004,123.15	1,004,123.15	1,005,511.61	1,005,511.61	0.550
Prosperity Bank		02/27/2017	02/27/2018	1,015,217.42	1,015,217.42	1,016,623.35	1,016,623.35	0.800
Prosperity Bank		09/04/2016	03/04/2018	1,068,206.17	1,068,206.17	1,069,785.19	1,069,785.19	0.600
JP Morgan Chase Bank		09/22/2016	09/22/2017	1,001,643.06	1,001,643.06	1,003,270.73	1,003,270.73	0.650
SubTotal / Local Government Investment Pool				7,127,645.29	7,127,645.29	7,138,888.44	7,138,888.44	
Security Inv								
Municipal Bonds								
SubTotal / Municipal				-	-	-	-	



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

Begin Date: 12/31/2016, End Date: 03/31/2017

Investment Type				12/31/2016		03/31/2017		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value**	Market Value	
US Agency								
FHLB	3130A46U1	02/13/2015	02/13/2017	1,000,000.00	999,920.10	-	-	0.000
FNMA	3135G0VM2	03/17/2016	03/14/2017	1,000,060.50	1,000,194.70	-	-	0.000
FHLB	3130A4ZB1	06/01/2015	03/30/2017	1,000,000.00	999,589.90	-	-	0.000
FNMA	3135G0ZB2	08/11/2016	04/20/2017	1,000,616.40	1,000,165.00	1,000,112.07	999,952.90	0.545
FFCB	3133EEN48	06/14/2016	05/22/2017	999,833.92	998,908.50	999,939.18	998,708.80	0.668
FHLMC	3134G6YC1	04/29/2015	05/30/2017	1,000,081.59	999,613.90	1,000,032.64	999,525.00	0.650
FFCB	3133EE7M6	08/19/2015	06/19/2017	999,739.93	999,296.30	999,877.61	999,209.20	0.706
FHLMC	3137EADH9	11/25/2015	06/29/2017	1,000,927.84	1,001,372.50	1,000,463.92	1,000,359.70	0.810
FHLB	3130A5QL6	08/11/2016	06/30/2017	1,001,019.88	999,989.00	1,000,512.76	999,794.80	0.594
FFCB	3133EF6U6	05/10/2016	08/10/2017	1,000,000.00	998,465.30	1,000,000.00	998,935.00	0.650
FFCB	3133EE7C8	08/11/2016	08/14/2017	1,000,554.50	999,392.30	1,000,333.68	999,248.50	0.660
FHLB	313383WF4	07/26/2016	08/21/2017	1,003,794.54	1,002,676.30	1,002,328.84	1,000,670.90	0.681
FHLB	3130A62S5	03/17/2016	08/28/2017	999,637.05	997,932.03	999,773.16	998,901.86	0.806
FHLB	3130A62S5	08/11/2016	08/28/2017	1,000,719.81	999,010.37	1,000,449.88	999,577.34	0.640
FNMA	3135G0MZ3	08/11/2016	08/28/2017	1,001,669.37	999,903.16	1,001,043.36	999,800.88	0.621
FNMA	3135G0MZ3	06/14/2016	08/28/2017	1,001,372.16	999,603.24	1,000,857.60	999,612.92	0.666
FHLMC	3137EADL0	08/11/2016	09/29/2017	1,002,312.66	1,001,327.90	1,001,547.44	1,000,212.10	0.688
FNMA	3135G0PQ0	10/28/2016	10/26/2017	1,001,441.46	1,000,087.25	1,001,007.58	999,149.09	0.698
FNMA	3135G0PQ0	09/28/2016	10/26/2017	1,001,800.09	1,000,443.35	1,001,258.25	999,396.91	0.654
FHLB	3030AA3K2	11/16/2016	11/16/2017	999,649.32	997,727.20	999,747.95	997,861.80	0.790
FFCB	3133EGJ97	11/21/2016	11/21/2017	999,645.94	997,369.60	999,743.99	997,709.10	0.790
FFCB	3133EFWC7	02/11/2016	11/27/2017	1,999,425.33	1,994,529.91	1,998,765.88	1,994,122.92	0.740
FHLB	3130A3LY8	09/30/2015	11/28/2017	1,002,311.39	999,880.40	1,001,684.81	999,364.70	0.743
FHLMC	3134G45U8	10/28/2016	12/12/2017	1,000,987.37	998,241.80	1,000,730.54	998,108.18	0.745
FHLMC	3134G45U8	09/28/2016	12/12/2017	1,001,105.51	998,357.60	1,000,817.95	998,192.02	0.733
FNMA	3135G0RT2	05/06/2016	12/20/2017	1,001,681.05	998,569.40	1,001,253.67	998,299.50	0.700
FHLB	3130A8NZ2	07/26/2016	01/08/2018	998,634.44	997,333.80	998,963.93	996,241.80	0.785
FFCB	3133EGKP9	08/11/2016	01/08/2018	999,290.21	997,537.00	999,461.48	996,394.60	0.740
FHLB	3130AAUT3	02/24/2017	02/23/2018	-	-	999,865.64	997,254.80	0.890
FHLMC	3137EADP1	02/24/2017	03/07/2018	-	-	999,673.51	998,221.50	0.910
FHLB	313378A43	12/21/2016	03/09/2018	1,003,070.10	1,002,628.60	1,002,431.97	1,003,120.00	1.114
FNMA	3136G1GP8	03/28/2017	03/27/2018	-	-	1,199,143.12	1,197,727.20	1.073



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

Begin Date: 12/31/2016, End Date: 03/31/2017

Investment Type				12/31/2016		03/31/2017		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value**	Market Value	
FFCB	3133EG3A1	01/25/2017	04/04/2018	-	-	1,000,850.23	1,000,783.70	0.956
FHLB	3130A4GJ5	03/28/2017	04/25/2017	-	-	1,000,877.25	1,000,282.40	1.042
FHLB	313378QK0	01/25/2017	03/08/2019	-	-	1,011,548.28	1,009,710.90	1.270
FHLMC	3134GA6X7	03/15/2017	03/15/2019	-	-	1,000,000.00	999,877.50	1.400
SubTotal / US Agency				30,021,382.36	29,980,066.41	34,225,098.17	34,176,328.52	
SubTotal / Security Inv				30,021,382.36	29,980,066.41	34,225,098.17	34,176,328.52	
Total / Average				164,187,240.75	164,145,924.80	155,595,139.95	155,546,370.30	

**For reporting purposes, Securities will be recorded at Market Value



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

Begin Date: 12/31/2016, End Date: 03/31/2017

Investments

Description	Market Value
JPMorgan Cash (End of Day Ledger Balance)	2,314,564.15
JP Morgan Chase Bank - Certificate of Deposit	1,003,270.73
JP Morgan Chase Bank - Accrued Interest	160.80
	<u>3,317,995.68</u>

Prosperity Bank - Certificate of Deposit	6,135,617.71
Accrued Interest	3,262.64
	<u>6,138,880.35</u>

Total	8,453,605.30
--------------	---------------------

Collateral

Description	Market Value	Collateralized Percentage
Pledged Securities	5,501,727.63	
FDIC Coverage	250,000.00	
	<u>5,751,727.63</u>	173.35%

Pledged Securities	6,187,203.06	104.86%
FDIC Coverage	250,000.00	
	<u>6,437,203.06</u>	

Total	12,188,930.69	144.19%
--------------	----------------------	----------------

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.