



Quarterly Investment Report

As of December 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

Allena Portis, CPA – Director of Finance




Compliance Certification

We certify that the Quarterly Investment Report represents the investment position of the City of League City as of December 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 27, 2018.



Allena Portis – Director of Finance



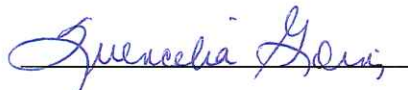
John Baumgartner – City Manager



Paul Maaz – Finance Committee

Vacant – Asst. Director of Finance

Juan Guerrero - Finance Committee



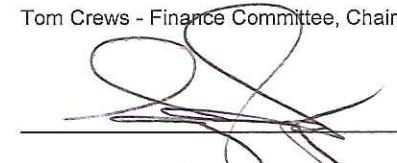
Quencelia Goins - Treasury Manager



Tom Crews - Finance Committee, Chair



Hank Dugie - Finance Committee




Audrey Ayers - Finance Committee

Gabe Allen - Finance Committee, Vice Chair



Gabriel Iverson - Finance Committee



Nick Long - Finance Committee

Marc Elliott - Finance Committee



CITY OF LEAGUE CITY, TEXAS
Quarterly Investment Report
09/30/2017 - 12/31/2017



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 Director of Finance, Asst. Director of Finance and the Treasury 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	3,076,311.02	3,076,311.02	3,076,311.02	1.72	0.00	1
Cert of Dep	7,176,208.90	7,176,208.90	7,176,208.90	4.01	0.74	167
Lone Star	3,037,813.80	3,037,813.80	3,037,813.80	1.70	1.17	1
Security Inv	31,591,000.00	31,579,599.53	31,675,279.99	17.65	1.30	305
TexPool	79,763,807.45	79,763,807.45	79,763,807.45	44.57	1.18	1
TexSTAR	54,336,812.08	54,336,812.08	54,336,812.08	30.36	1.18	1
Total / Average	178,981,953.25	178,970,552.78	179,066,233.24	100.00	1.16	61


Allena Portis - Director of Finance

5/16/18
Date


Quencelia Goins - Treasury Manager

5/16/18
Date

Vacant - Asst. Director of Finance

Date



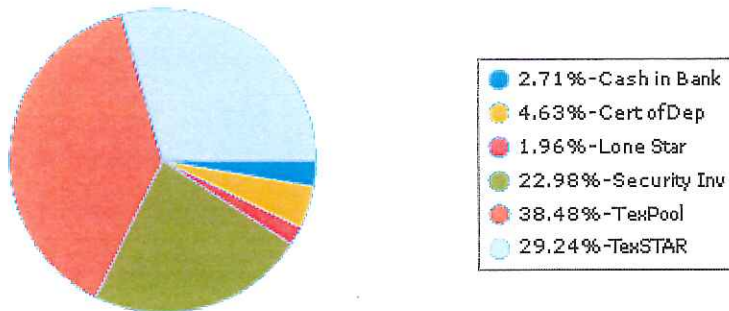
City of League City
Distribution by Asset Category - Book Value
Report Group: Quarterly Investment Report

Begin Date: 9/30/2017, End Date: 12/31/2017

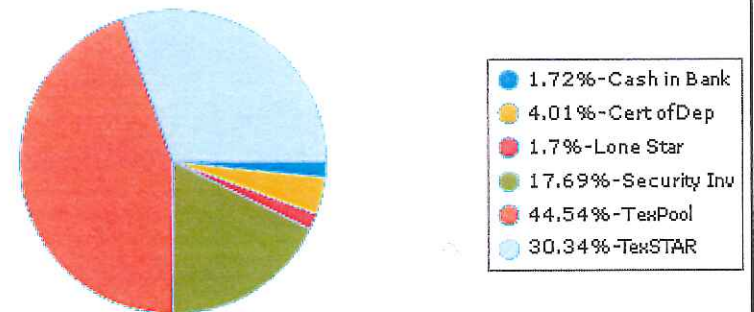
Asset Category Allocation

Asset Category	Book Value 9/30/2017	% of Portfolio 9/30/2017	Book Value 12/31/2017	% of Portfolio 12/31/2017
Cash in Bank	4,187,351.28	2.71	3,076,311.02	1.72
Cert of Dep	7,162,993.82	4.63	7,176,208.90	4.01
Lone Star	3,029,563.14	1.96	3,037,813.80	1.70
Security Inv	35,527,425.24	22.98	31,675,279.99	17.69
TexPool	59,481,354.42	38.48	79,763,807.45	44.54
TexSTAR	45,204,039.38	29.24	54,336,812.08	30.34
Total / Average	154,592,727.28	100.00	179,066,233.24	100.00

Portfolio Holdings as of 9/30/2017



Portfolio Holdings as of 12/31/2017





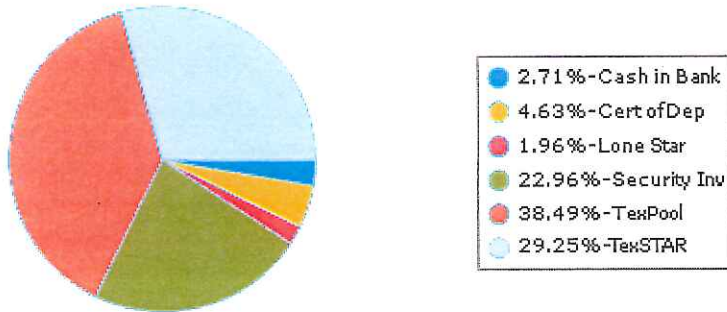
City of League City
Distribution by Asset Category - Market Value
Report Group: Quarterly Investment Report

Begin Date: 9/30/2017, End Date: 12/31/2017

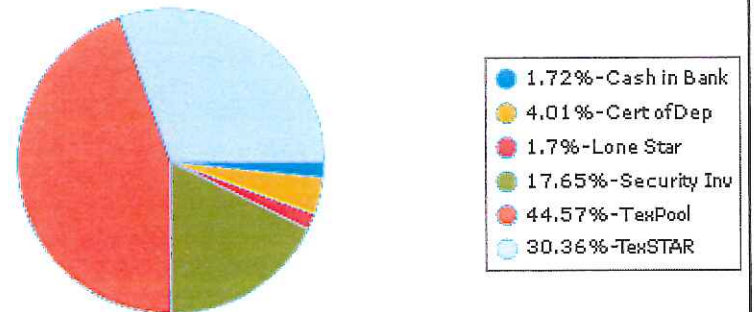
Asset Category Allocation

Asset Category	Market Value 9/30/2017	% of Portfolio 9/30/2017	Market Value 12/31/2017	% of Portfolio 12/31/2017
Cash in Bank	4,187,351.28	2.71	3,076,311.02	1.72
Cert of Dep	7,162,993.82	4.63	7,176,208.90	4.01
Lone Star	3,029,563.14	1.96	3,037,813.80	1.70
Security Inv	35,481,578.04	22.96	31,579,599.53	17.65
TexPool	59,481,354.42	38.49	79,763,807.45	44.57
TexSTAR	45,204,039.38	29.25	54,336,812.08	30.36
Total / Average	154,546,880.08	100.00	178,970,552.78	100.00

Portfolio Holdings as of 9/30/2017



Portfolio Holdings as of 12/31/2017





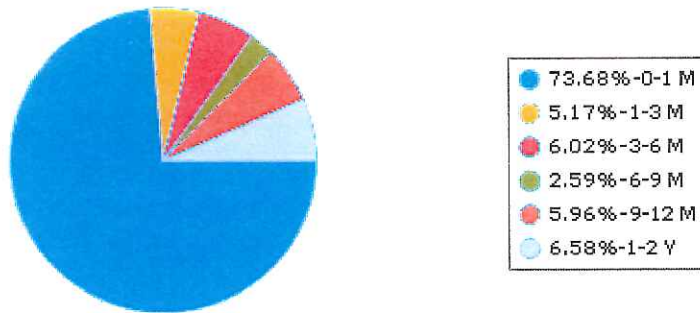
City of League City
Distribution by Maturity Range - Book Value
Report Group: Quarterly Investment Report

Begin Date: 9/30/2017, End Date: 12/31/2017

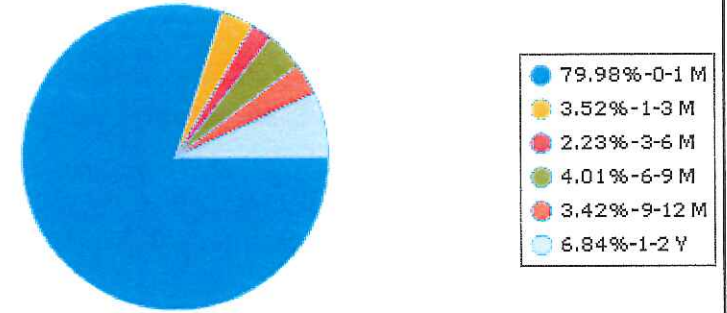
Maturity Range Allocation

Maturity Range	Book Value 9/30/2017	% of Portfolio 9/30/2017	Book Value 12/31/2017	% of Portfolio 12/31/2017
0-1 Month	113,902,590.09	73.68	143,224,353.50	79.98
1-3 Months	7,998,553.79	5.17	6,297,539.79	3.52
3-6 Months	9,301,884.35	6.02	4,000,115.29	2.23
6-9 Months	4,000,281.41	2.59	7,176,143.43	4.01
9-12 Months	9,212,951.21	5.96	6,125,610.41	3.42
1-2 Years	10,176,466.43	6.58	12,242,470.82	6.84
Total / Average	154,592,727.28	100.00	179,066,233.24	100.00

Portfolio Holdings as of 9/30/2017



Portfolio Holdings as of 12/31/2017





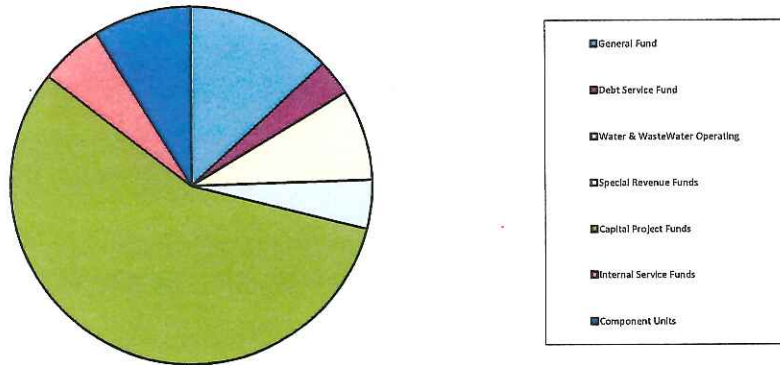
City of League City Distribution by Fund Categories Report Group: Quarterly Investment Report

Begin Date: 09/30/2017, End Date: 12/31/2017

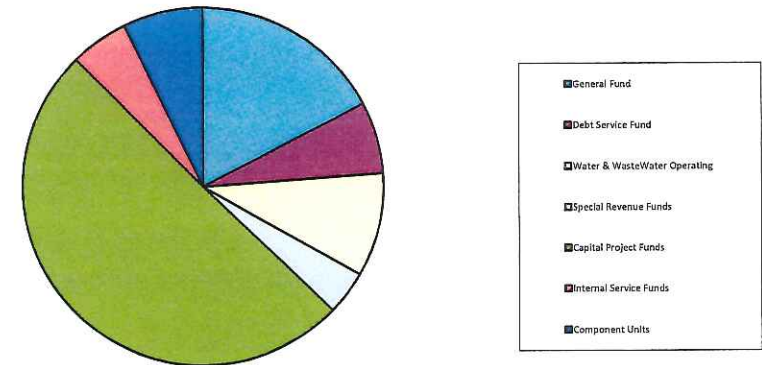
Fund Categories Allocation

Fund Categories	Book Value 09/30/2017	% of Portfolio 09/30/2017	Book Value 12/31/2017	% of Portfolio 12/31/2017
General Fund	20,115,628.00	13.01	31,058,466.36	17.34
Debt Service Fund	5,028,147.76	3.25	11,640,314.89	6.50
Water & WasteWater Operating	12,734,356.23	8.24	16,970,859.32	9.48
Special Revenue Funds	6,836,017.29	4.42	7,103,059.42	3.97
Capital Project Funds	87,534,245.20	56.62	90,208,969.46	50.38
Internal Service Funds	8,809,864.66	5.70	9,325,904.38	5.21
Component Units	13,534,468.14	8.75	12,758,659.41	7.13
Total / Average	154,592,727.28	100.00	179,066,233.24	100.00

Fund Categories as of 09/30/2017



Fund Categories as of 12/31/2017



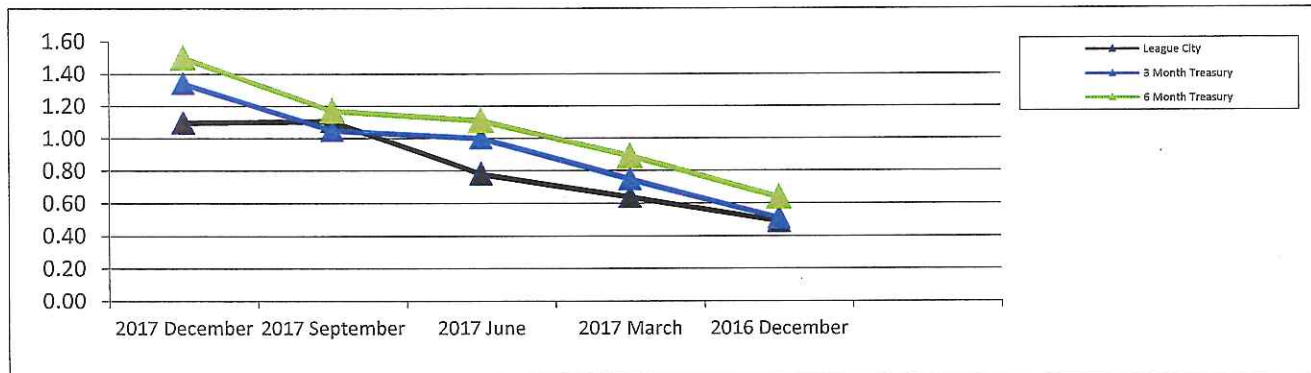


City of League City Interest Income Report Group: Quarterly Investment Report

Begin Date: 09/30/2017, End Date: 12/31/2017

			Interest Income	
			Benchmark	
Date Range	Ending Book Value	Interest Income	Weighted Average Yield	Treasury 3 Month Average
Current Quarter				
09/30/2017 - 12/31/2017	179,066,233.24	452,322.29	1.10	1.23
06/30/2017 - 09/30/2017	154,592,727.28	435,165.77	1.11	1.15
03/31/2017 - 06/30/2017	149,574,249.24	299,760.19	0.79	0.91
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

Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
2017 December	1.34	1.50
November	1.25	1.39
October	1.09	1.25
2017 September	1.05	1.17
August	1.03	1.13
July	1.09	1.13
2017 June	1.00	1.11
May	0.91	1.04
April	0.81	0.95
2017 March	0.75	0.89
February	0.53	0.65
January	0.52	0.62
2016 December	0.51	0.64
November	0.45	0.58
October	0.33	0.48



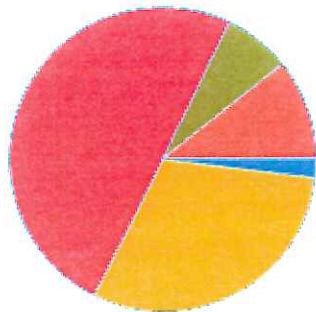
City of League City
Distribution by Asset Category - Book Value
(0100) 010 - General Fund

Begin Date: 9/30/2017, End Date: 12/31/2017

Asset Category Allocation

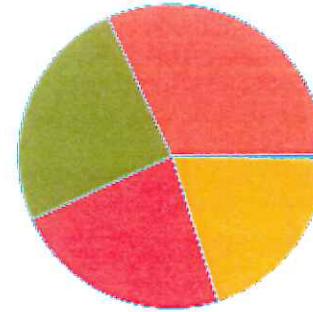
Asset Category	Book Value 9/30/2017	% of Portfolio 9/30/2017	Book Value 12/31/2017	% of Portfolio 12/31/2017
Cash in Bank	396,004.39	1.97	121,850.90	0.39
Cert of Dep	6,142,333.40	30.54	6,153,490.38	19.81
Security Inv	9,998,035.00	49.70	7,178,298.45	23.11
TexPool	1,418,932.34	7.05	7,745,185.17	24.94
TexSTAR	2,160,322.87	10.74	9,859,641.46	31.75
Total / Average	20,115,628.00	100.00	31,058,466.36	100.00

Portfolio Holdings as of 9/30/2017



- 1.97%-Cash in Bank
- 30.54%-Cert of Dep
- 49.7%-Security Inv
- 7.05%-TexPool
- 10.74%-TexSTAR

Portfolio Holdings as of 12/31/2017



- 0.39%-Cash in Bank
- 19.81%-Cert of Dep
- 23.11%-Security Inv
- 24.94%-TexPool
- 31.75%-TexSTAR



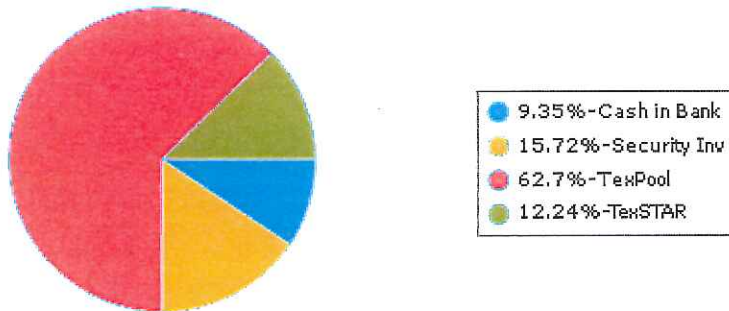
City of League City
Distribution by Asset Category - Book Value
Report Group: Water and WasteWater

Begin Date: 9/30/2017, End Date: 12/31/2017

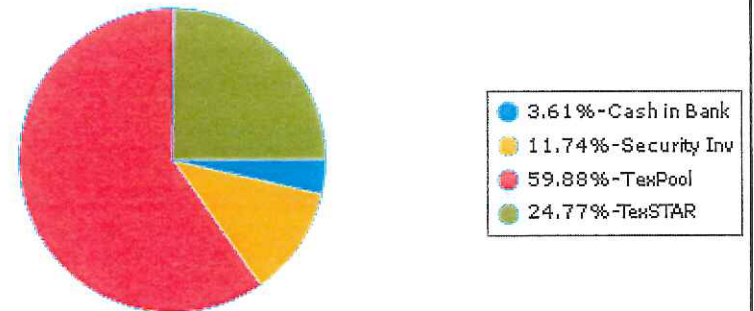
Asset Category Allocation

Asset Category	Book Value 9/30/2017	% of Portfolio 9/30/2017	Book Value 12/31/2017	% of Portfolio 12/31/2017
Cash in Bank	1,190,169.18	9.35	612,255.07	3.61
Security Inv	2,001,290.98	15.72	1,991,933.57	11.74
TexPool	7,984,388.86	62.70	10,162,329.21	59.88
TexSTAR	1,558,507.21	12.24	4,204,341.47	24.77
Total / Average	12,734,356.23	100.00	16,970,859.32	100.00

Portfolio Holdings as of 9/30/2017



Portfolio Holdings as of 12/31/2017





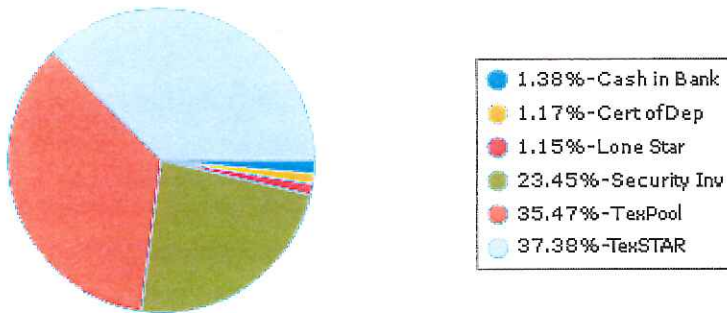
City of League City
Distribution by Asset Category - Book Value
Report Group: Capital Project Funds

Begin Date: 9/30/2017, End Date: 12/31/2017

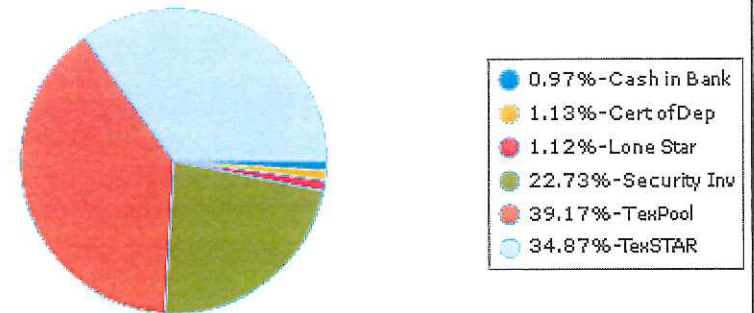
Asset Category Allocation

Asset Category	Book Value 9/30/2017	% of Portfolio 9/30/2017	Book Value 12/31/2017	% of Portfolio 12/31/2017
Cash in Bank	1,209,929.87	1.38	876,476.30	0.97
Cert of Dep	1,020,660.42	1.17	1,022,718.52	1.13
Lone Star	1,009,721.20	1.15	1,012,471.06	1.12
Security Inv	20,527,311.44	23.45	20,504,545.35	22.73
TexPool	31,049,611.20	35.47	35,337,410.19	39.17
TexSTAR	32,717,011.07	37.38	31,455,348.04	34.87
Total / Average	87,534,245.20	100.00	90,208,969.46	100.00

Portfolio Holdings as of 9/30/2017



Portfolio Holdings as of 12/31/2017





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

Begin Date: 09/30/2017, End Date: 12/31/2017

Purchases

Description	Cusip No.	Interest Rate	Settlement Date	Maturity Date	Face Amount Shares
Certificate of Deposit					
					0.00
Municipal Bond					
					0.00
US Agency					
FHLB	313376BR5	1.720	12/14/2017	12/14/2018	1,000,000.00
FFCB	3133EHZF3	1.804	12/14/2017	06/19/2019	2,000,000.00
FNMA	3136G14U0	1.790	12/14/2017	06/24/2019	1,000,000.00
FHLMC	3137EADK2	1.800	12/14/2017	08/01/2019	1,000,000.00
					5,000,000.00
Total					5,000,000.00

Maturities

Description	Cusip No.	Maturity Date	Face Amount Shares
Certificate of Deposit			
			0.00
Municipal Bond			
			0.00
US Agency		Matured/Called Date	
FNMA	3135G0PQ0	10/26/2017	1,000,000.00 Matured
FNMA	3135G0PQ0	10/26/2017	1,000,000.00 Matured
FHLB	3130AA3K2	11/16/2017	1,000,000.00 Matured
FFCB	3133EGJ97	11/21/2017	1,000,000.00 Matured
FFCB	3133EFWC7	11/27/2017	1,997,000.00 Matured
FHLB	3130A3LY8	11/28/2017	1,000,000.00 Matured
FHLMC	3134G45U8	12/12/2017	2,000,000.00 Matured
FNMA	3135GORT2	12/20/2017	1,000,000.00 Matured
			9,997,000.00
Total			9,997,000.00



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

Begin Date: 09/30/2017, End Date: 12/31/2017

Investment Type				09/30/2017		12/31/2017		
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value	Market Value	YTM @ Cost
Cash								
Cash		n/a	n/a	4,187,351.28	3,017,589.11	3,076,311.02	3,076,311.02	0.000
SubTotal / Cash				4,187,351.28	3,017,589.11	3,076,311.02	3,076,311.02	
Local Government Investment Pools								
TexPool		n/a	n/a	59,481,354.42	59,481,354.42	79,763,807.45	79,763,807.45	1.344
TexSTAR				45,204,039.38	45,204,039.38	54,336,812.08	54,336,812.08	1.176
Lonestar		n/a	n/a	3,029,563.14	3,029,563.14	3,037,813.80	3,037,813.80	1.168
SubTotal / Local Government Investment Pool				107,714,956.94	107,714,956.94	137,138,433.33	137,138,433.33	
Certificate of Deposit								
Prosperity Bank		09/17/2017	09/17/2018	3,054,447.54	3,054,447.54	3,060,158.94	3,060,158.94	0.750
Prosperity Bank		01/07/2017	01/07/2018	1,008,255.91	1,008,255.91	1,009,653.66	1,009,653.66	0.550
Prosperity Bank		02/27/2017	02/27/2018	1,020,660.42	1,020,660.42	1,022,718.52	1,022,718.52	0.800
Prosperity Bank		09/04/2016	03/04/2018	1,073,023.37	1,073,023.37	1,074,628.50	1,074,628.50	0.600
JP Morgan Chase Bank		09/22/2017	09/22/2018	1,006,606.58	1,006,606.58	1,009,049.28	1,009,049.28	0.960
SubTotal / Local Government Investment Pool				7,162,993.82	7,162,993.82	7,176,208.90	7,176,208.90	
Security Inv								
Municipal Bonds								
SubTotal / Municipal				-	-	-	-	



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

Begin Date: 09/30/2017, End Date: 12/31/2017

Investment Type				09/30/2017		12/31/2017		
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value	Market Value	YTM @ Cost
US Agency								
FNMA	3135G0PQ0	09/28/2016	10/26/2017	1,000,156.53	999,903.00	-	-	0.654
FNMA	3135G0PQ0	10/28/2016	10/26/2017	1,000,125.34	999,871.00	-	-	0.698
FHLB	3030AA3K2	11/16/2016	11/16/2017	999,948.49	999,611.00	-	-	0.790
FFCB	3133EGJ97	11/21/2016	11/21/2017	999,943.35	999,431.00	-	-	0.790
FFCB	3133EFWC7	02/11/2016	11/27/2017	1,997,424.98	1,996,370.95	-	-	0.740
FHLB	3130A3LY8	09/30/2015	11/28/2017	1,000,410.76	999,924.00	-	-	0.743
FHLMC	3134G45U8	10/28/2016	12/12/2017	1,000,208.32	999,518.01	-	-	0.745
FHLMC	3134G45U8	09/28/2016	12/12/2017	1,000,233.24	999,545.99	-	-	0.733
FNMA	3135G0RT2	05/06/2016	12/20/2017	1,000,384.65	999,524.00	-	-	0.700
FHLB	3130A8NZ2	07/26/2016	01/08/2018	999,633.90	998,933.00	999,970.71	999,932.00	0.785
FFCB	3133EGKP9	08/11/2016	01/08/2018	999,809.71	998,953.00	999,984.78	999,896.00	0.740
FHLB	3130AAUT3	02/24/2017	02/23/2018	999,940.38	999,049.00	999,977.95	999,464.00	0.890
FHLMC	3137EADP1	02/24/2017	03/07/2018	999,848.72	998,578.00	999,936.81	999,135.00	0.910
FHLB	313378A43	12/21/2016	03/09/2018	1,001,134.45	1,000,873.00	1,000,482.14	1,000,072.00	1.114
FNMA	3136G1GP8	03/28/2017	03/27/2018	1,199,577.49	1,198,387.20	1,199,795.87	1,198,903.20	1.073
FFCB	3133EG3A1	01/25/2017	04/04/2018	1,000,428.57	999,194.00	1,000,216.59	999,010.00	0.956
FHLB	3130A4GJ5	03/28/2017	04/25/2018	1,000,465.62	999,242.00	1,000,258.68	998,933.00	1.042
FHLB	3130ABF35	05/19/2017	05/11/2018	999,743.27	999,051.95	999,849.18	998,666.96	1.167
FHLB	3130ABF35	05/19/2017	05/11/2018	999,643.95	998,952.05	999,790.84	998,611.04	1.184
FHLB	3130ABXW1	07/28/2017	07/27/2018	1,000,081.52	999,377.00	1,000,056.52	997,964.00	1.240
FHLMC	3134G3MV9	04/27/2017	08/21/2018	1,002,945.95	1,001,885.00	1,002,112.02	998,822.00	1.215
FFCB	31331KWH9	07/28/2017	08/28/2018	1,106,593.89	1,106,281.00	1,104,766.67	1,101,921.70	1.286
FHLB	3130A9AE1	08/18/2017	10/01/2018	1,046,194.58	1,045,392.60	1,047,151.14	1,043,013.30	1.240
FHLB	3130A9AE1	08/18/2017	10/01/2018	996,081.15	995,612.00	997,066.22	993,346.00	1.270
FFCB	3133EFSJ7	08/18/2017	12/14/2018	1,000,437.27	998,316.00	1,000,345.84	994,879.00	1.263
FHLB	313376BR5	08/18/2017	12/14/2018	1,005,730.02	1,003,601.00	1,004,531.93	1,001,023.69	1.268
FHLB	313376BR5	12/14/2017	12/14/2018	-	-	1,000,286.03	996,792.31	1.720
FHLMC	3134GA4ZZ0	08/18/2017	12/14/2018	1,085,542.73	1,083,358.29	1,076,229.25	1,072,278.93	1.401
FHLB	3130AAUE6	08/18/2017	02/21/2019	999,843.24	997,278.00	999,871.58	993,955.00	1.311
FHLB	313378A27	08/18/2017	02/27/2019	1,004,337.81	1,000,351.00	1,003,562.90	996,815.00	1.313
FHLB	313378QK0	01/25/2017	03/08/2019	1,008,559.12	1,005,766.00	1,007,056.37	1,000,094.00	1.270
FHLMC	3134GA6X7	03/15/2017	03/15/2019	1,000,000.00	996,763.00	1,000,000.00	992,838.00	1.400



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

Begin Date: 09/30/2017, End Date: 12/31/2017

Investment Type				09/30/2017		12/31/2017		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value	Market Value	
FFCB	3133EHUK7	08/18/2017	08/14/2019	1,000,178.75	997,031.00	1,000,154.67	993,367.00	1.390
FHLB	3133X8AS1	08/18/2017	08/15/2019	1,068,776.34	1,065,812.00	1,059,525.72	1,051,389.00	1.391
FNMA	3136G0ZB0	08/18/2017	08/28/2019	1,003,061.15	999,842.00	1,002,657.09	994,222.00	1.387
FFCB	3133EHZF3	12/14/2017	06/19/2019	-	-	1,987,636.18	1,985,144.00	1.804
FHLMC	3137EADK2	12/14/2017	08/01/2019	-	-	991,451.43	990,219.00	1.800
FNMA	3136G14U0	12/14/2017	06/24/2019	-	-	991,420.11	990,726.00	1.790
FNMA	3136FTP37	12/14/2017	02/27/2019	-	-	1,199,134.77	1,198,166.40	1.743
SubTotal / US Agency				35,527,425.24	35,481,578.04	31,675,279.99	31,579,599.53	
SubTotal / Security Inv				35,527,425.24	35,481,578.04	31,675,279.99	31,579,599.53	
Total / Average				154,592,727.28	153,377,117.91	179,066,233.24	178,970,552.78	

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



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

Begin Date: 09/30/2017, End Date: 12/31/2017

Investments

Description	Market Value
JPMorgan Cash (End of Day Ledger Balance)	0.00
JP Morgan Chase Bank - Certificate of Deposit	1,009,049.28
JP Morgan Chase Bank - Accrued Interest	238.86
	<u>1,009,288.14</u>
Wells Fargo Cash (End of Day Ledger Balance)	3,261,939.68
	<u>3,261,939.68</u>
Prosperity Bank - Certificate of Deposit	6,169,602.32
Accrued Interest	1,824.69
	<u>6,171,427.01</u>
Total	10,442,654.83

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	1,702,509.89	
FDIC Coverage	250,000.00	
	<u>1,952,509.89</u>	193.45%
Pledged Securities	5,272,154.35	
FDIC Coverage	250,000.00	
	<u>5,522,154.35</u>	169.29%
Pledged Securities	6,214,833.61	
FDIC Coverage	250,000.00	
	<u>6,464,833.61</u>	104.75%
Total	13,939,497.85	133.49%