



Quarterly Investment Report

As of December 31, 2018

Pat Hallisey - Mayor

Todd Kinsey - Mayor Pro Tem

Andy Mann - Councilmember

Hank Dugie - Councilmember

Larry Millican - Councilmember

Greg Gripon - Councilmember

Chad Tressler - Councilmember

Nick Long - Councilmember

John Baumgartner – City Manager

Angie Steelman – Interim Director of Finance



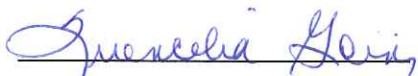
Compliance Certification

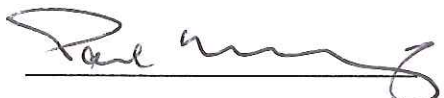
We certify that the Quarterly Investment Report represents the investment position of the City of League City as of December 31, 2018 and that all investments have been and are in compliance with the Texas Public Funds Investment Act and the City's Investment Policy as adopted by City Council on February 27, 2018.

John Baumgartner – City Manager

Angie Steelman – Interim Director of Finance


Teresa McKenzie – Asst. Director of Finance


Quencelia Goins - Treasury Manager


Paul Maaz - Finance Committee, Vice Chair

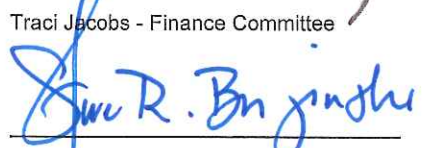

Hank Dugie - Finance Committee

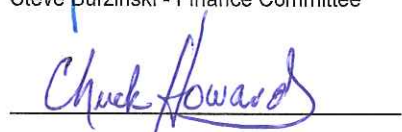

Nick Long - Finance Committee


Gabe Allen – Finance Committee, Chair


John VanDever Jr. - Finance Committee


Traci Jacobs - Finance Committee


Steve Burzinski - Finance Committee


Charles Howard - Finance Committee


Zak Kone - Finance Committee



CITY OF LEAGUE CITY, TEXAS
Quarterly Investment Report
09/30/2018 - 12/31/2018



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	3,137,267.14	3,137,267.14	3,137,267.14	1.78	0.00	1
Cert of Dep	7,228,192.41	7,228,192.41	7,228,192.41	4.10	1.67	356
Lone Star	3,093,288.81	3,093,288.81	3,093,288.81	1.75	2.29	1
Security Inv	24,721,000.00	24,638,904.69	24,686,834.99	14.01	2.00	232
Texas Class	11,601,517.51	11,601,517.51	11,601,517.51	6.58	2.55	1
TexPool	85,050,267.68	85,050,267.68	85,050,267.68	48.21	2.29	1
TexSTAR	41,599,658.87	41,599,658.87	41,599,658.87	23.58	2.31	1
Total / Average	176,431,192.42	176,349,097.11	176,397,027.41	100.00	2.20	48

Angie - Interim Director of Finance

Date

Quencelia Goins
Quencelia Goins - Treasury Manager

4/12/19
Date

Teresa McKenzie
Teresa McKenzie - Asst. Director of Finance

4/12/19
Date

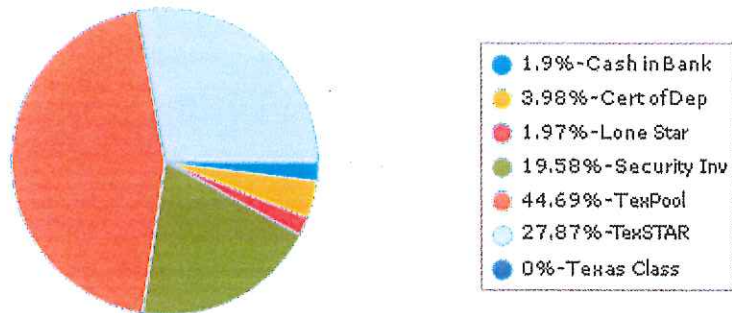


City of League City
Distribution by Asset Category - Book Value
Report Group: Quarterly Investment Report

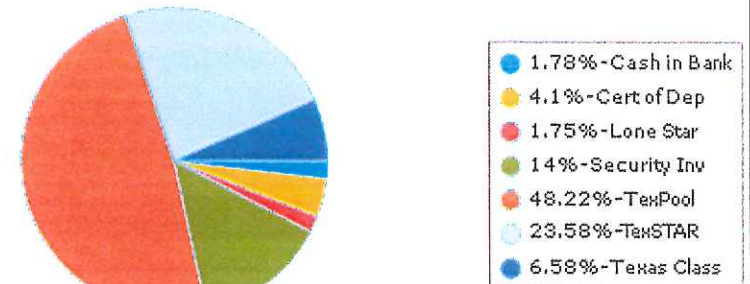
Begin Date: 9/30/2018, End Date: 12/31/2018

Asset Category Allocation				
Asset Category	Book Value 9/30/2018	% of Portfolio 9/30/2018	Book Value 12/31/2018	% of Portfolio 12/31/2018
Cash in Bank	2,957,672.75	1.90	3,137,267.14	1.78
Cert of Dep	6,203,729.20	3.98	7,228,192.41	4.10
Lone Star	3,076,150.51	1.97	3,093,288.81	1.75
Security Inv	30,506,181.08	19.58	24,686,834.99	14.00
TexPool	69,622,864.17	44.69	85,050,267.68	48.22
TexSTAR	43,421,768.96	27.87	41,599,658.87	23.58
Texas Class	0.00	0.00	11,601,517.51	6.58
Total / Average	155,788,366.67	100.00	176,397,027.41	100.00

Portfolio Holdings as of 9/30/2018



Portfolio Holdings as of 12/31/2018



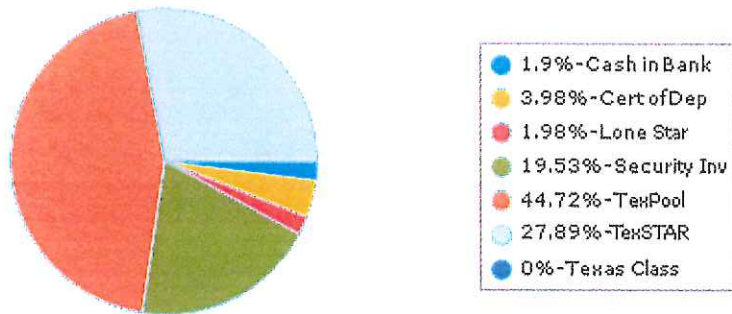


City of League City
Distribution by Asset Category - Market Value
Report Group: Quarterly Investment Report

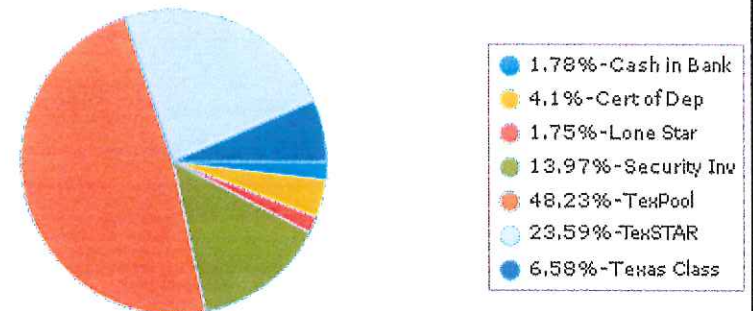
Begin Date: 9/30/2018, End Date: 12/31/2018

Asset Category Allocation				
Asset Category	Market Value 9/30/2018	% of Portfolio 9/30/2018	Market Value 12/31/2018	% of Portfolio 12/31/2018
Cash in Bank	2,957,672.75	1.90	3,137,267.14	1.78
Cert of Dep	6,203,729.20	3.98	7,228,192.41	4.10
Lone Star	3,076,150.51	1.98	3,093,288.81	1.75
Security Inv	30,399,989.62	19.53	24,638,904.69	13.97
TexPool	69,622,864.17	44.72	85,050,267.68	48.23
TexSTAR	43,421,768.96	27.89	41,599,658.87	23.59
Texas Class	0.00	0.00	11,601,517.51	6.58
Total / Average	155,682,175.21	100.00	176,349,097.11	100.00

Portfolio Holdings as of 9/30/2018



Portfolio Holdings as of 12/31/2018

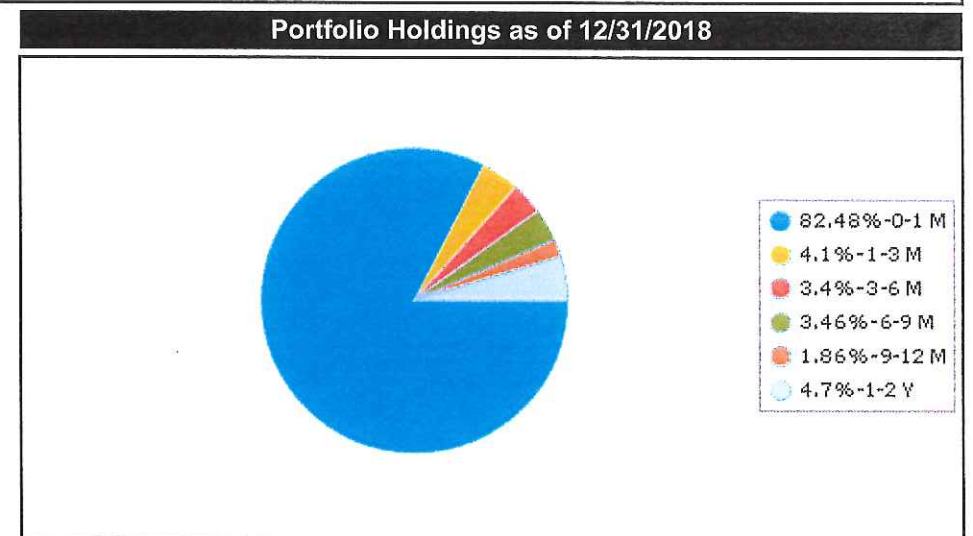
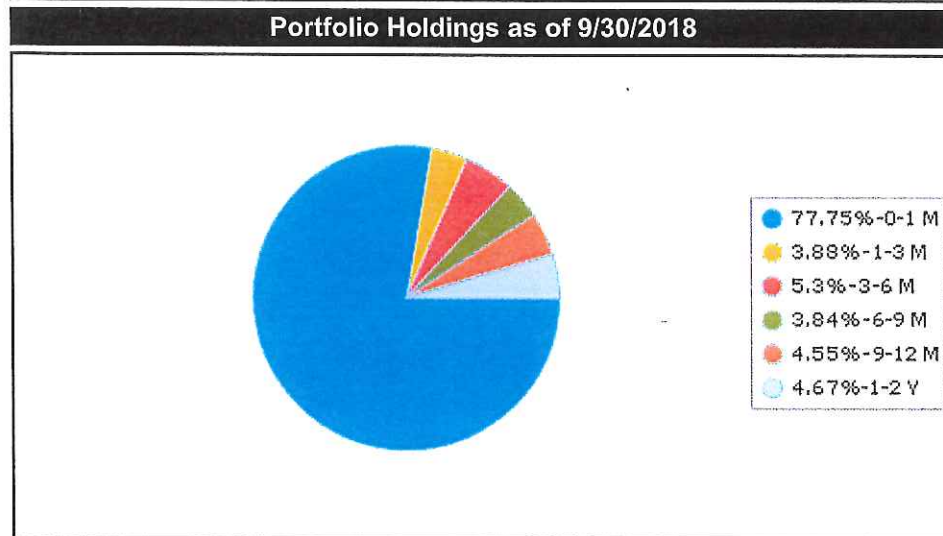




City of League City
Distribution by Maturity Range - Book Value
Report Group: Quarterly Investment Report

Begin Date: 9/30/2018, End Date: 12/31/2018

Maturity Range Allocation				
Maturity Range	Book Value 9/30/2018	% of Portfolio 9/30/2018	Book Value 12/31/2018	% of Portfolio 12/31/2018
0-1 Month	121,128,435.28	77.75	145,499,874.55	82.48
1-3 Months	6,047,421.97	3.88	7,236,698.02	4.10
3-6 Months	8,255,798.00	5.30	5,990,693.96	3.40
6-9 Months	5,984,793.95	3.84	6,097,402.02	3.46
9-12 Months	7,088,950.75	4.55	3,273,990.68	1.86
1-2 Years	7,282,966.72	4.67	8,298,368.18	4.70
Total / Average	155,788,366.67	100.00	176,397,027.41	100.00



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



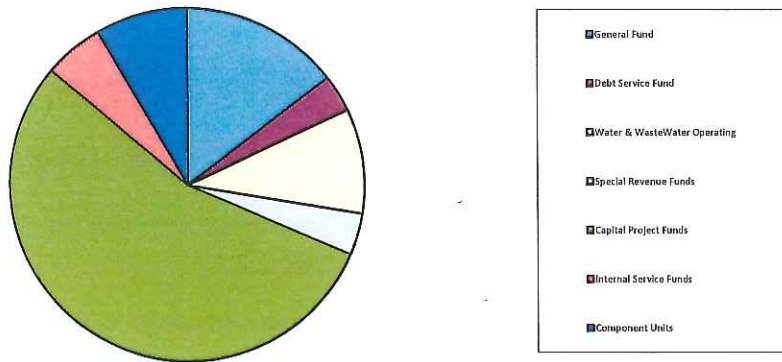
City of League City Distribution by Fund Categories Report Group: Quarterly Investment Report

Begin Date: 09/30/2018, End Date: 12/31/2018

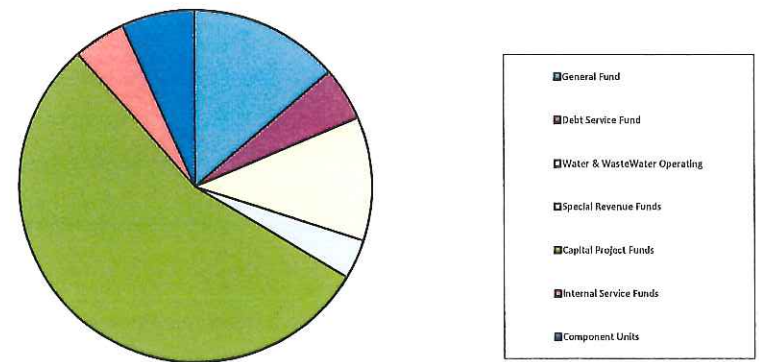
Fund Categories Allocation

Fund Categories	Book Value 09/30/2018	% of Portfolio 09/30/2018	Book Value 12/31/2018	% of Portfolio 12/31/2018
General Fund	22,817,573.48	14.65	24,257,210.34	13.75
Debt Service Fund	5,255,405.00	3.37	8,611,469.47	4.88
Water & WasteWater Operating	14,902,910.74	9.57	20,025,381.98	11.35
Special Revenue Funds	5,984,862.52	3.84	6,456,718.97	3.66
Capital Project Funds	85,238,043.95	54.71	96,678,435.75	54.81
Internal Service Funds	8,441,003.78	5.42	8,440,285.42	4.78
Component Units	13,148,567.20	8.44	11,927,525.48	6.76
Total / Average	155,788,366.67	100.00	176,397,027.41	100.00

Fund Categories as of 09/30/2018



Fund Categories as of 12/31/2018



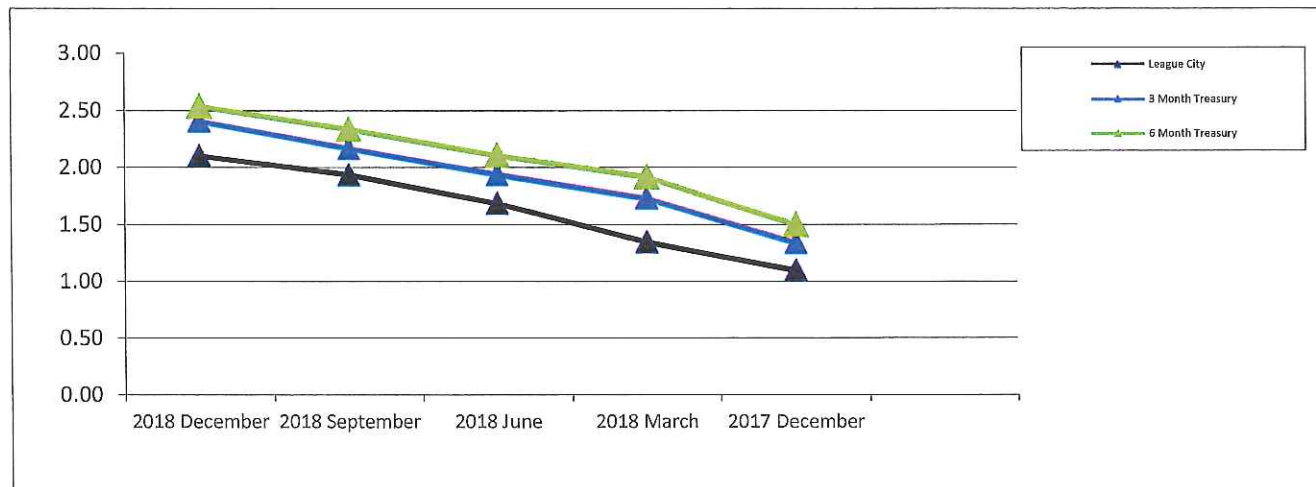


City of League City
Interest Income
Report Group: Quarterly Investment Report

Begin Date: 09/30/2018, End Date: 12/31/2018

		Interest Income		
		Benchmark		
Date Range	Ending Book Value	Interest Income	Weighted Average Yield	Treasury 3 Month Average
Current Quarter				
09/30/2018 - 12/31/2018	176,397,027.41	906,583.68	2.10	2.36
06/30/2018 - 09/30/2018	155,788,366.67	782,825.22	1.94	2.08
03/31/2018 - 06/30/2018	166,551,801.89	716,022.33	1.69	1.88
12/31/2017 - 03/31/2018	174,024,394.75	601,833.66	1.35	1.59
09/30/2017 - 12/31/2017	179,066,233.24	452,322.29	1.10	1.23

Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
2018 December	2.41	2.54
November	2.37	2.52
October	2.29	2.46
2018 September	2.17	2.34
August	2.07	2.24
July	1.99	2.17
2018 June	1.94	2.11
May	1.90	2.07
April	1.79	1.98
2018 March	1.73	1.92
February	1.59	1.79
January	1.43	1.62
2017 December	1.34	1.50
November	1.25	1.39
October	1.09	1.25

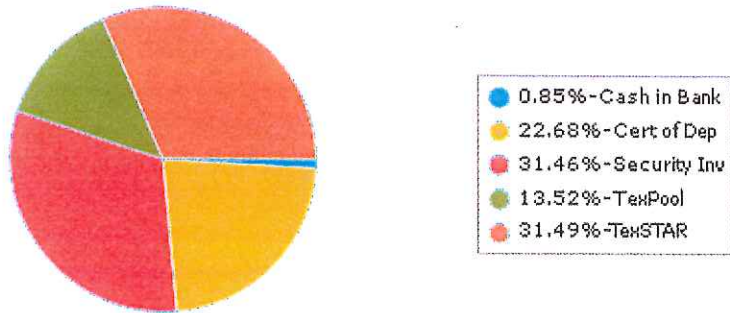


City of League City
Distribution by Asset Category - Book Value
0100 - 010 - General Fund

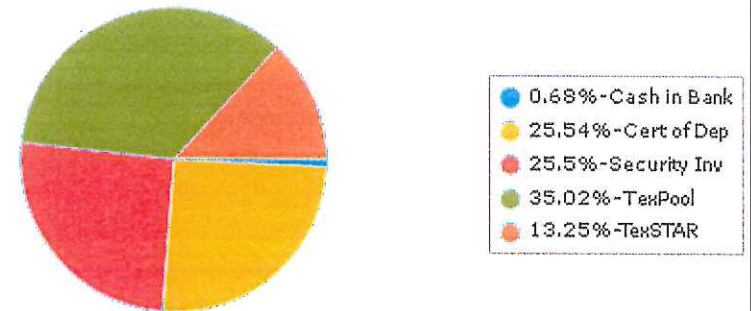
Begin Date: 9/30/2018, End Date: 12/31/2018

Asset Category Allocation				
Asset Category	Book Value 9/30/2018	% of Portfolio 9/30/2018	Book Value 12/31/2018	% of Portfolio 12/31/2018
Cash in Bank	194,929.54	0.85	165,137.51	0.68
Cert of Dep	5,174,369.72	22.68	6,196,497.84	25.54
Security Inv	7,179,501.98	31.46	6,185,846.49	25.50
TexPool	3,084,069.51	13.52	8,494,869.64	35.02
TexSTAR	7,184,702.73	31.49	3,214,858.86	13.25
Total / Average	22,817,573.48	100.00	24,257,210.34	100.00

Portfolio Holdings as of 9/30/2018



Portfolio Holdings as of 12/31/2018



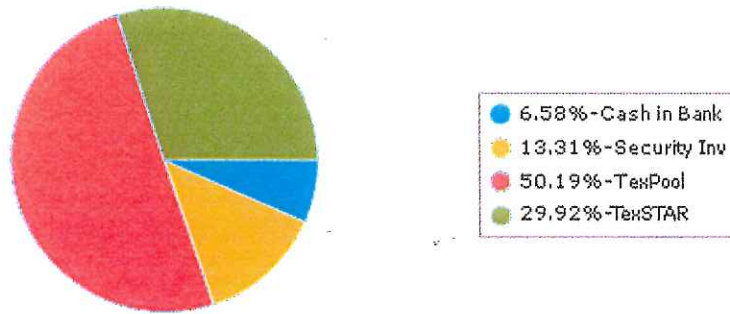


City of League City
Distribution by Asset Category - Book Value
Report Group: Water and WasteWater

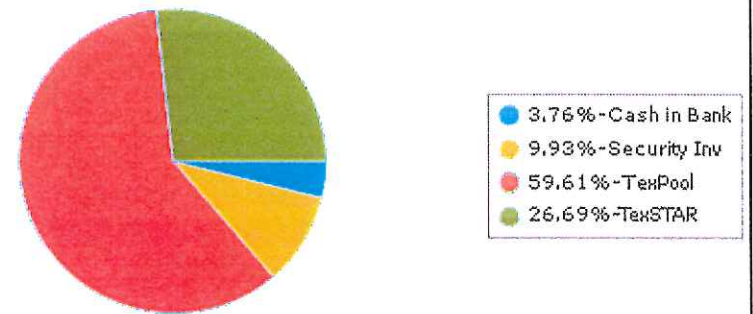
Begin Date: 9/30/2018, End Date: 12/31/2018

Asset Category Allocation				
Asset Category	Book Value 9/30/2018	% of Portfolio 9/30/2018	Book Value 12/31/2018	% of Portfolio 12/31/2018
Cash in Bank	980,900.66	6.58	753,896.27	3.76
Security Inv	1,983,923.95	13.31	1,988,183.78	9.93
TexPool	7,479,350.64	50.19	11,937,788.99	59.61
TexSTAR	4,458,735.49	29.92	5,345,512.94	26.69
Total / Average	14,902,910.74	100.00	20,025,381.98	100.00

Portfolio Holdings as of 9/30/2018



Portfolio Holdings as of 12/31/2018



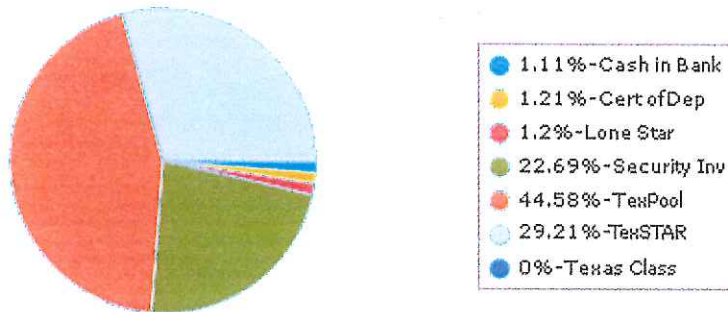


City of League City
Distribution by Asset Category - Book Value
Report Group: Capital Project Funds

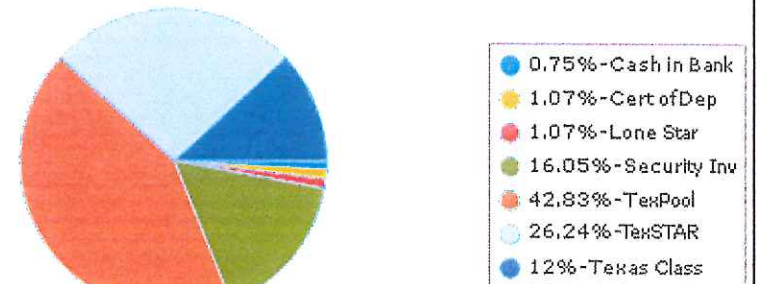
Begin Date: 9/30/2018, End Date: 12/31/2018

Asset Category Allocation				
Asset Category	Book Value 9/30/2018	% of Portfolio 9/30/2018	Book Value 12/31/2018	% of Portfolio 12/31/2018
Cash in Bank	942,174.70	1.11	729,400.02	0.75
Cert of Dep	1,029,359.48	1.21	1,031,694.57	1.07
Lone Star	1,025,248.28	1.20	1,030,960.29	1.07
Security Inv	19,342,511.15	22.69	15,512,687.90	16.05
TexPool	38,000,661.16	44.58	41,403,319.52	42.83
TexSTAR	24,898,089.18	29.21	25,368,855.94	26.24
Texas Class	0.00	0.00	11,601,517.51	12.00
Total / Average	85,238,043.95	100.00	96,678,435.75	100.00

Portfolio Holdings as of 9/30/2018



Portfolio Holdings as of 12/31/2018





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

Begin Date: 09/30/2018, End Date: 12/31/2018

Purchases

Description	Cusip No.	Interest Rate	Settlement Date	Maturity Date	Face Amount Shares
Certificate of Deposit					
Allegiance Bank CD		2.20	10/25/2018	10/25/2019	1,000,000.00

1,000,000.00

Municipal Bond

0.00

US Agency

FHLB	3130ACM92	2.707	10/10/2018	10/21/2019	1,295,000.00
FHLB	3130ADUJ9	2.810	10/10/2018	03/30/2020	1,000,000.00

2,295,000.00

Total 3,295,000.00

Maturities

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

0.00

Municipal Bond

0.00

US Agency

Matured/Called Date

FFCB	3133RFSJ7	12/14/2018	1,000,000.00	Matured
FHLB	3130A9AE1	10/01/2018	2,050,000.00	Matured
FHLB	313376BR5	12/14/2018	2,000,000.00	Matured
FHLMC	3134A4ZZ0	12/14/2018	1,041,000.00	Matured
FNMA	3136G06Q9	11/26/2018	1,000,000.00	Matured
FNMA	3135G0YT4	11/27/2018	1,000,000.00	Matured

8,091,000.00

Total 8,091,000.00



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

Begin Date: 09/30/2018, End Date: 12/31/2018

Investment Type				09/30/2018		12/31/2018		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value	Market Value	Book Value**	Market Value	
Cash								
Cash		n/a	n/a	2,957,672.75	2,957,672.75	3,137,267.14	3,137,267.14	0.180
SubTotal / Cash				2,957,672.75	2,957,672.75	3,137,267.14	3,137,267.14	
Local Government Investment Pools								
TexPool		n/a	n/a	69,622,864.17	69,622,864.17	85,050,267.68	85,050,267.68	2.287
TexSTAR				43,421,768.96	43,421,768.96	41,599,658.87	41,599,658.87	2.307
Texas Class		n/a	n/a	-	-	11,601,517.51	11,601,517.51	2.555
Lonestar		n/a	n/a	3,076,150.51	3,076,150.51	3,093,288.81	3,093,288.81	2.285
SubTotal / Local Government Investment Pool				116,120,783.64	116,120,783.64	141,344,732.87	141,344,732.87	
Certificate of Deposit								
Prosperity Bank		01/07/2018	01/07/2019	1,015,570.72	1,015,570.72	1,017,874.54	1,017,874.54	0.900
Prosperity Bank		02/27/2018	02/27/2019	1,029,359.48	1,029,359.48	1,031,694.57	1,031,694.57	0.900
Prosperity Bank		03/04/2018	09/04/2019	1,081,378.59	1,081,378.59	1,083,939.83	1,083,939.83	0.950
Prosperity Bank		09/17/2018	09/17/2020	3,077,420.41	3,077,420.41	3,094,683.47	3,094,683.47	2.250
Allegiance Bank		10/25/2018	10/25/2019	-	-	1,000,000.00	1,000,000.00	0.000
SubTotal / Local Government Investment Pool				6,203,729.20	6,203,729.20	7,228,192.41	7,228,192.41	
Security Inv								
Municipal Bonds								
SubTotal / Municipal				-	-	-	-	



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

Begin Date: 09/30/2018, End Date: 12/31/2018

Investment Type				09/30/2018		12/31/2018		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value	Market Value	Book Value**	Market Value	
US Agency								
FHLB	3130A9AE1	08/18/2017	10/01/2018	1,049,989.60	1,050,000.00	-	-	1.240
FHLB	3130A9AE1	08/18/2017	10/01/2018	999,989.29	1,000,000.00	-	-	1.270
FNMA	3136G06Q9	06/13/2018	11/26/2018	998,350.65	998,207.00	-	-	2.120
FNMA	3135G0YT4	06/13/2018	11/27/2018	999,365.93	999,057.00	-	-	2.028
FFCB	3133EFSJ7	08/18/2017	12/14/2018	1,000,074.53	998,064.00	-	-	1.263
FHLB	313376BR5	08/18/2017	12/14/2018	1,000,976.71	999,489.56	-	-	1.268
FHLB	313376BR5	12/14/2017	12/14/2018	1,000,061.64	998,578.44	-	-	1.720
FHLMC	3134A4ZZ0	08/18/2017	12/14/2018	1,048,592.51	1,046,785.88	-	-	1.401
FHLB	3130AAUE6	08/18/2017	02/21/2019	999,955.65	996,033.00	999,983.99	998,402.00	1.311
FHLB	313378A27	08/18/2017	02/27/2019	1,001,263.44	997,130.00	1,000,488.53	998,707.00	1.313
FNMA	3136FTP37	12/14/2017	02/27/2019	1,199,693.18	1,196,932.80	1,199,881.36	1,198,524.00	1.743
FHLB	313378QK0	01/25/2017	03/08/2019	1,002,597.14	997,929.00	1,001,094.39	998,955.00	1.270
FHLMC	3134GA6X7	03/15/2017	03/15/2019	1,000,000.00	995,513.00	1,000,000.00	997,984.00	1.400
FHLMC	3137EACA5	08/15/2018	03/27/2019	1,007,358.39	1,006,525.00	1,003,555.18	1,003,084.00	2.227
FHLMC	3137EADZ9	02/28/2018	04/15/2019	994,908.68	992,930.00	997,286.35	996,272.00	2.080
FFCB	3133EJAU3	01/29/2018	04/29/2019	1,000,000.00	996,834.00	1,000,000.00	998,259.00	1.920
FHLB	3130AEG61	06/13/2018	06/13/2019	1,000,182.36	998,799.00	1,000,116.82	999,033.00	2.349
FFCB	3133EHZF3	12/14/2017	06/19/2019	1,993,945.19	1,983,784.00	1,996,071.31	1,989,576.00	1.804
FNMA	3136G14U0	12/14/2017	06/24/2019	995,757.72	990,305.00	997,219.48	993,630.00	1.790
FHLMC	3137EADK2	12/14/2017	08/01/2019	995,489.08	989,074.00	996,849.75	991,678.00	1.800
FFCB	3133EHUK7	08/18/2017	08/14/2019	1,000,083.22	989,991.00	1,000,059.15	992,754.00	1.390
FHLB	3133X8AS1	08/18/2017	08/15/2019	1,032,075.52	1,021,346.00	1,022,824.90	1,015,102.00	1.391
FNMA	3136G0ZB0	08/18/2017	08/28/2019	1,001,458.11	990,278.00	1,001,054.05	992,946.00	1.387
FFCB	3133EHYJ6	06/13/2018	09/12/2019	990,031.36	988,506.00	992,674.34	991,442.00	2.447
FHLMC	3137EADM8	06/13/2018	10/02/2019	988,434.87	986,140.00	991,334.03	989,667.00	2.426
FHLB	3130ACM92	10/10/2018	10/21/2019	-	-	1,282,656.65	1,282,937.08	2.707
FFCB	3133EH6L2	06/13/2018	01/10/2020	1,217,416.84	1,214,368.94	1,219,107.74	1,219,059.61	2.512
FHLB	3130ADUJ9	10/10/2018	03/30/2020	-	-	994,721.32	997,822.00	2.810
FHLB	3130AECJ7	06/13/2018	05/28/2020	1,001,017.06	997,178.00	1,000,862.66	1,001,443.00	2.561
FHLMC	3134GBVN9	07/11/2018	07/10/2020	982,832.90	979,913.00	985,266.45	986,338.00	2.649
FHLB	313370US5	08/15/2018	09/11/2020	1,004,279.51	1,000,298.00	1,003,726.54	1,005,290.00	2.647
SubTotal / US Agency				30,506,181.08	30,399,989.62	24,686,834.99	24,638,904.69	
SubTotal / Security Inv				30,506,181.08	30,399,989.62	24,686,834.99	24,638,904.69	
Total / Average				155,788,366.67	155,682,175.21	176,397,027.41	176,349,097.11	



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

Begin Date: 09/30/2018, End Date: 12/31/2018

Investments

Description	Market Value
Allegiance Bank - Certificate of Deposit	1,000,000.00
Allegiance Bank - Accrued Interest	4,038.37
	<u>1,004,038.37</u>
Wells Fargo Cash (End of Day Ledger Balance)	3,353,949.39
	<u>3,353,949.39</u>
Prosperity Bank - Certificate of Deposit	6,228,192.41
Accrued Interest	6,430.77
	<u>6,234,623.18</u>
Total	10,592,610.94

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	800,000.00	
FDIC Coverage	<u>250,000.00</u>	
	1,050,000.00	104.58%
Pledged Securities	10,456,219.71	
FDIC Coverage	<u>250,000.00</u>	
	10,706,219.71	319.21%
Pledged Securities	7,111,669.19	
FDIC Coverage	<u>250,000.00</u>	
	7,361,669.19	118.08%
Total	19,117,888.90	180.48%