



Quarterly Investment Report

As of March 31, 2019

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

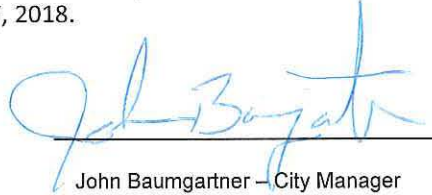
John Baumgartner – City Manager

Angie Steelman – Interim Director of Finance



Compliance Certification

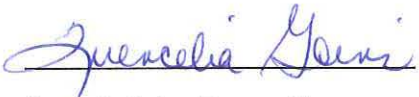
The undersigned have acknowledged that they have reviewed the March 31, 2019 Quarterly Investment Report for the City of League City. The City Officials designated as Investment Officers by the City's Investment Policy have signed a statement that certifies that all investments are in compliance with 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

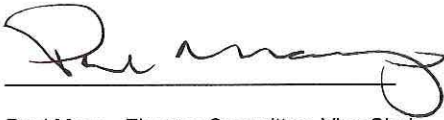
Angie Steelman – Interim Director of Finance



Teresa McKenzie – Asst. Director of Finance



Quencelia Goins - Treasury Manager

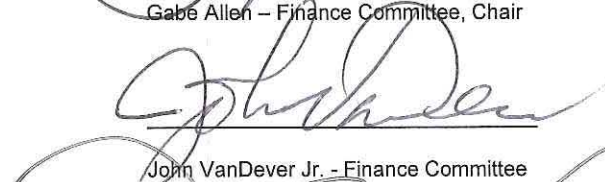


Paul Maaz - Finance Committee, Vice Chair

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
12/31/2018 - 03/31/2019



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	3,550,971.18	3,550,971.18	3,550,971.18	1.91	0.00	1
Cert of Dep	7,257,974.71	7,257,974.71	7,257,974.71	3.91	2.05	369
Lone Star	3,111,656.25	3,111,656.25	3,111,656.25	1.67	2.41	1
Security Inv	33,521,000.00	33,458,212.58	33,448,247.02	18.04	2.31	247
Texas Class	11,670,939.87	11,670,939.87	11,670,939.87	6.28	2.47	1
TexPool	74,101,108.36	74,101,108.36	74,101,108.36	39.88	2.42	1
TexSTAR	52,614,676.54	52,614,676.54	52,614,676.54	28.31	2.41	1
Total / Average	185,828,326.91	185,765,539.49	185,755,573.93	100.00	2.34	60

Angie - Interim Director of Finance

Date




Quencelia Goins - Treasury Manager



Date



Teresa McKenzie - Asst. Director of Finance



Date



City of League City

Distribution by Asset Category - Book Value

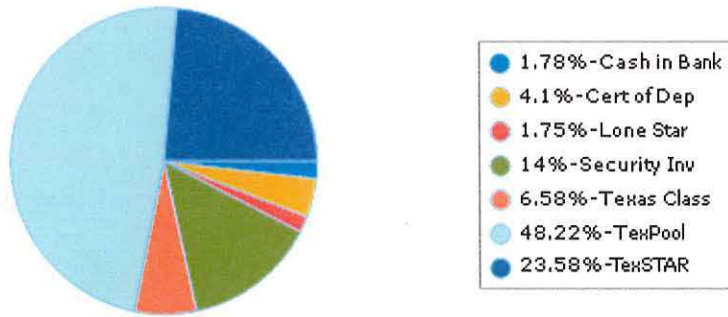
Report Group: Quarterly Investment Report

Begin Date: 12/31/2018, End Date: 3/31/2019

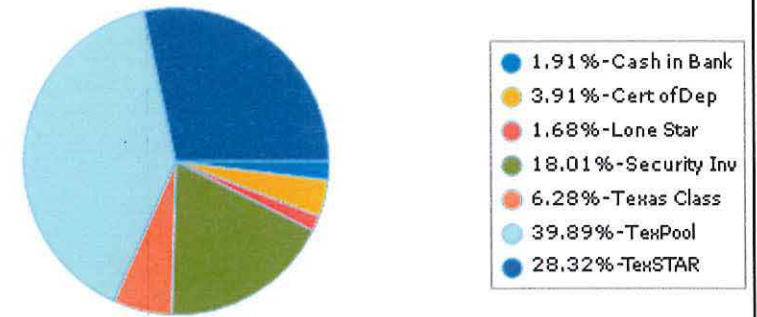
Asset Category Allocation

Asset Category	Book Value 12/31/2018	% of Portfolio 12/31/2018	Book Value 3/31/2019	% of Portfolio 3/31/2019
Cash in Bank	3,137,267.14	1.78	3,550,971.18	1.91
Cert of Dep	7,228,192.41	4.10	7,257,974.71	3.91
Lone Star	3,093,288.81	1.75	3,111,656.25	1.68
Security Inv	24,686,834.99	14.00	33,448,247.02	18.01
Texas Class	11,601,517.51	6.58	11,670,939.87	6.28
TexPool	85,050,267.68	48.22	74,101,108.36	39.89
TexSTAR	41,599,658.87	23.58	52,614,676.54	28.32
Total / Average	176,397,027.41	100.00	185,755,573.93	100.00

Portfolio Holdings as of 12/31/2018



Portfolio Holdings as of 3/31/2019





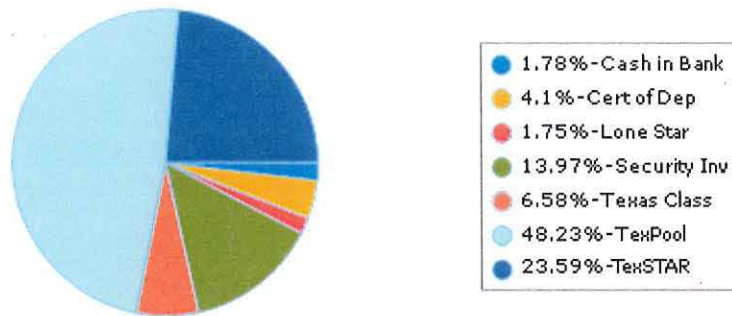
City of League City
Distribution by Asset Category - Market Value
Report Group: Quarterly Investment Report

Begin Date: 12/31/2018, End Date: 3/31/2019

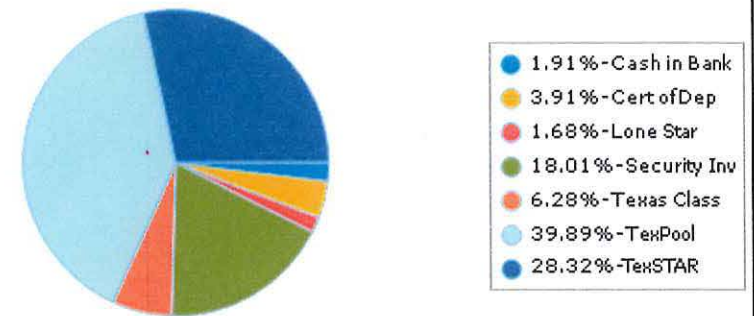
Asset Category Allocation

Asset Category	Market Value 12/31/2018	% of Portfolio 12/31/2018	Market Value 3/31/2019	% of Portfolio 3/31/2019
Cash in Bank	3,137,267.14	1.78	3,550,971.18	1.91
Cert of Dep	7,228,192.41	4.10	7,257,974.71	3.91
Lone Star	3,093,288.81	1.75	3,111,656.25	1.68
Security Inv	24,638,904.69	13.97	33,458,212.58	18.01
Texas Class	11,601,517.51	6.58	11,670,939.87	6.28
TexPool	85,050,267.68	48.23	74,101,108.36	39.89
TexSTAR	41,599,658.87	23.59	52,614,676.54	28.32
Total / Average	176,349,097.11	100.00	185,765,539.49	100.00

Portfolio Holdings as of 12/31/2018



Portfolio Holdings as of 3/31/2019





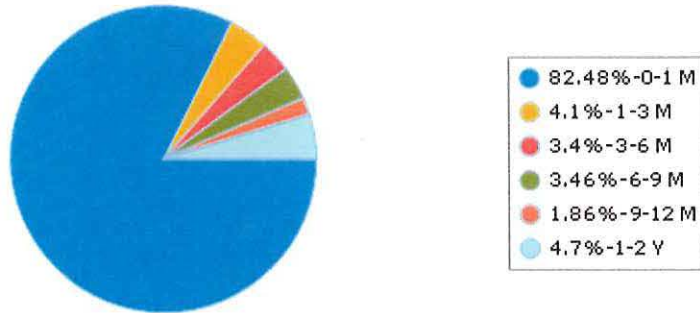
City of League City
Distribution by Maturity Range - Book Value
Report Group: Quarterly Investment Report

Begin Date: 12/31/2018, End Date: 3/31/2019

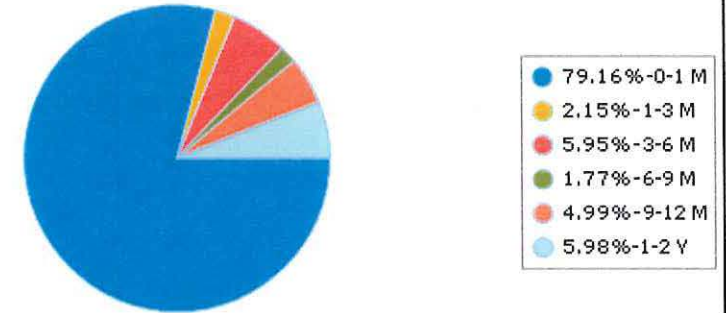
Maturity Range Allocation

Maturity Range	Book Value 12/31/2018	% of Portfolio 12/31/2018	Book Value 3/31/2019	% of Portfolio 3/31/2019
0-1 Month	145,499,874.55	82.48	147,048,964.54	79.16
1-3 Months	7,236,698.02	4.10	3,996,853.37	2.15
3-6 Months	5,990,693.96	3.40	11,053,383.82	5.95
6-9 Months	6,097,402.02	3.46	3,286,030.05	1.77
9-12 Months	3,273,990.68	1.86	9,268,618.83	4.99
1-2 Years	8,298,368.18	4.70	11,101,723.32	5.98
Total / Average	176,397,027.41	100.00	185,755,573.93	100.00

Portfolio Holdings as of 12/31/2018



Portfolio Holdings as of 3/31/2019





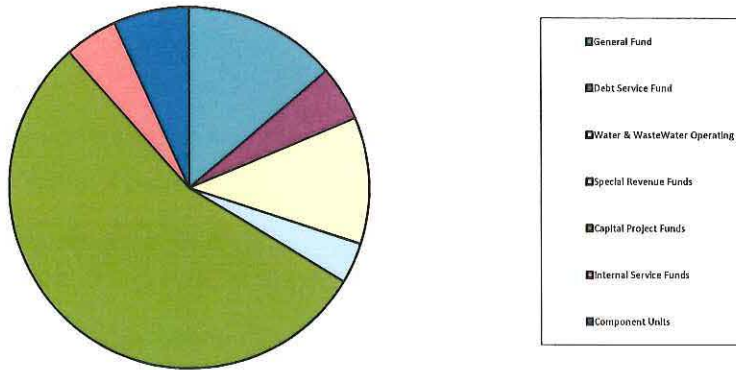
City of League City
Distribution by Fund Categories
Report Group: Quarterly Investment Report

Begin Date: 12/31/2018, End Date: 03/31/2019

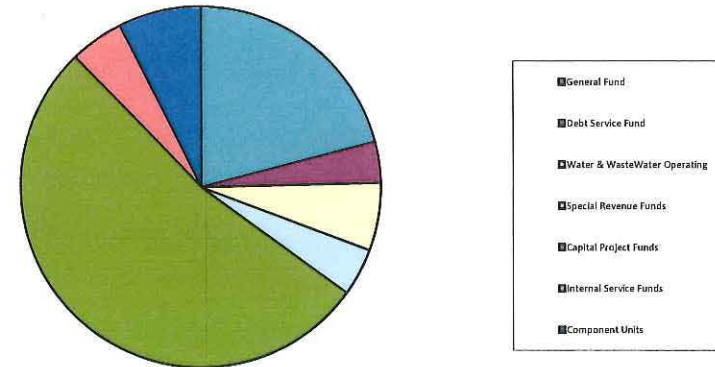
Fund Categories Allocation

Fund Categories	Book Value 12/31/2018	% of Portfolio 12/31/2018	Book Value 03/31/2019	% of Portfolio 03/31/2019
General Fund	24,257,210.34	13.75	38,915,562.21	20.95
Debt Service Fund	8,611,469.47	4.88	6,830,345.28	3.68
Water & WasteWater Operating	20,025,381.98	11.35	11,234,213.96	6.05
Special Revenue Funds	6,456,718.97	3.66	7,925,941.12	4.27
Capital Project Funds	96,678,435.75	54.81	98,098,663.78	52.81
Internal Service Funds	8,440,285.42	4.78	8,901,195.86	4.79
Component Units	11,927,525.48	6.76	13,849,651.72	7.46
Total / Average	176,397,027.41	100.00	185,755,573.93	100.00

Fund Categories as of 12/31/2018



Fund Categories as of 03/31/2019





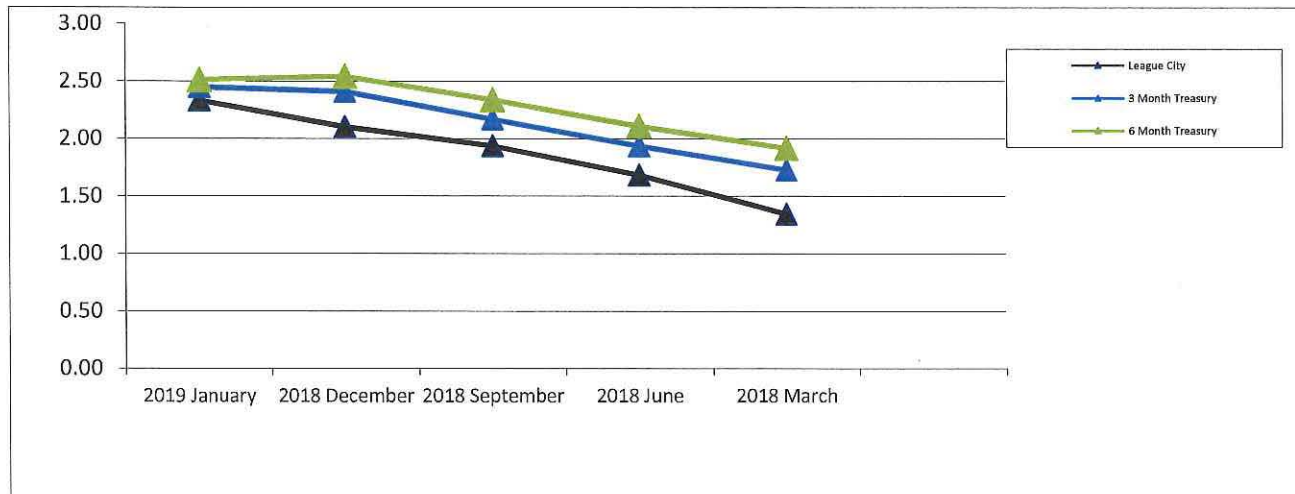
City of League City Interest Income Report Group: Quarterly Investment Report

Begin Date: 12/31/2018, End Date: 03/31/2019

Interest Income

				Benchmark
Date Range	Ending Book Value	Interest Income	Weighted Average Yield	Treasury 3 Month Average
Current Quarter				
12/31/2018 - 03/31/2019	185,755,573.93	1,111,231.72	2.33	2.44
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

Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
2019 March	2.45	2.51
February	2.44	2.50
January	2.42	2.51
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



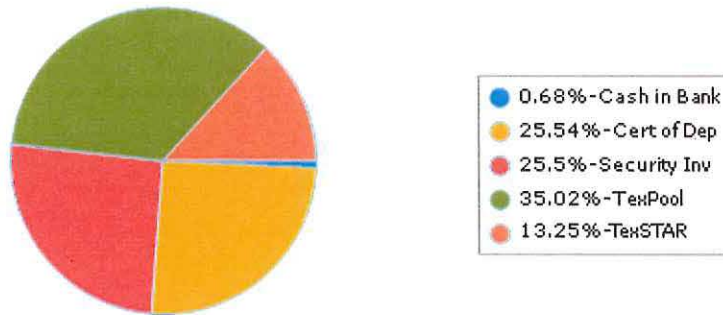
City of League City
Distribution by Asset Category - Book Value
0100 - 010 - General Fund

Begin Date: 12/31/2018, End Date: 3/31/2019

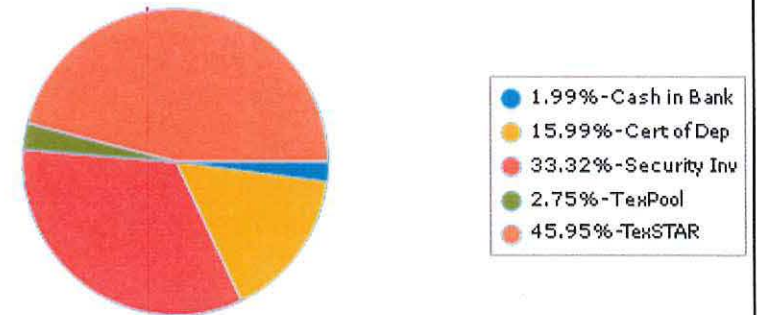
Asset Category Allocation

Asset Category	Book Value 12/31/2018	% of Portfolio 12/31/2018	Book Value 3/31/2019	% of Portfolio 3/31/2019
Cash in Bank	165,137.51	0.68	775,034.85	1.99
Cert of Dep	6,196,497.84	25.54	6,223,939.75	15.99
Security Inv	6,185,846.49	25.50	12,965,783.61	33.32
TexPool	8,494,869.64	35.02	1,071,043.83	2.75
TexSTAR	3,214,858.86	13.25	17,879,760.17	45.95
Total / Average	24,257,210.34	100.00	38,915,562.21	100.00

Portfolio Holdings as of 12/31/2018



Portfolio Holdings as of 3/31/2019





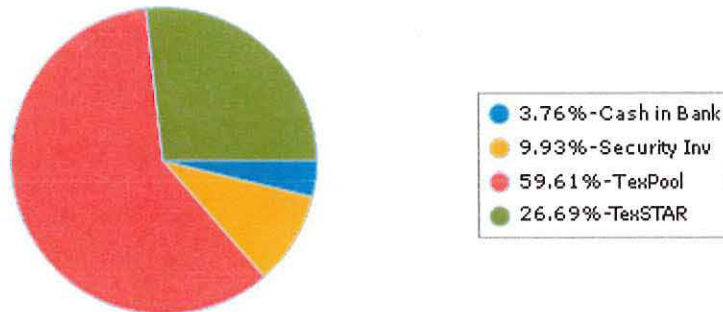
City of League City
Distribution by Asset Category - Book Value
Report Group: Water and WasteWater

Begin Date: 12/31/2018, End Date: 3/31/2019

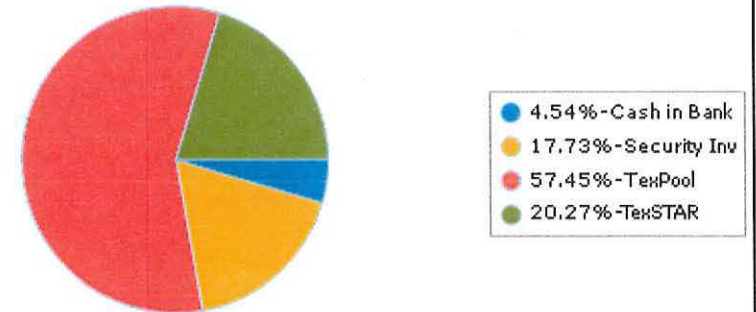
Asset Category Allocation

Asset Category	Book Value 12/31/2018	% of Portfolio 12/31/2018	Book Value 3/31/2019	% of Portfolio 3/31/2019
Cash in Bank	753,896.27	3.76	510,354.56	4.54
Security Inv	1,988,183.78	9.93	1,992,351.01	17.73
TexPool	11,937,788.99	59.61	6,454,068.68	57.45
TexSTAR	5,345,512.94	26.69	2,277,439.71	20.27
Total / Average	20,025,381.98	100.00	11,234,213.96	100.00

Portfolio Holdings as of 12/31/2018



Portfolio Holdings as of 3/31/2019





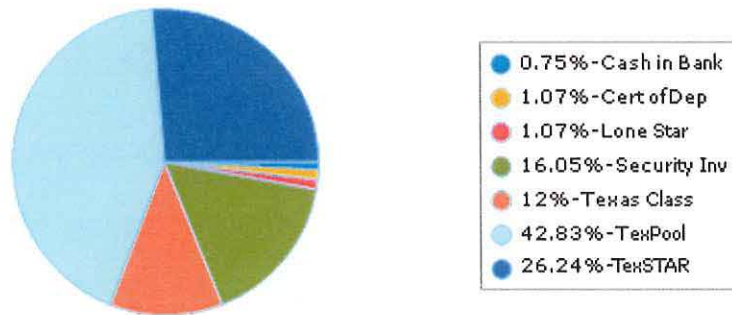
City of League City
Distribution by Asset Category - Book Value
Report Group: Capital Project Funds

Begin Date: 12/31/2018, End Date: 3/31/2019

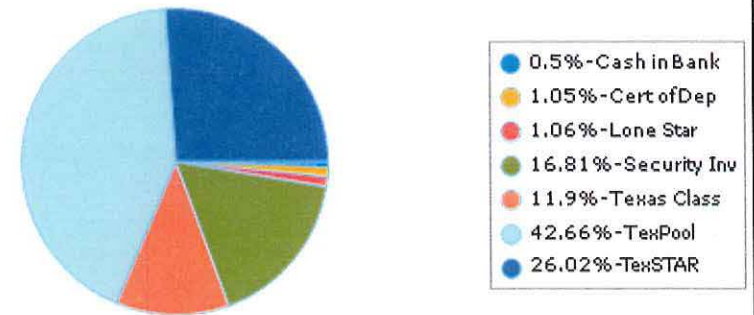
Asset Category Allocation

Asset Category	Book Value 12/31/2018	% of Portfolio 12/31/2018	Book Value 3/31/2019	% of Portfolio 3/31/2019
Cash in Bank	729,400.02	0.75	494,536.00	0.50
Cert of Dep	1,031,694.57	1.07	1,034,034.96	1.05
Lone Star	1,030,960.29	1.07	1,037,081.97	1.06
Security Inv	15,512,687.90	16.05	16,490,485.10	16.81
Texas Class	11,601,517.51	12.00	11,670,939.87	11.90
TexPool	41,403,319.52	42.83	41,849,267.41	42.66
TexSTAR	25,368,855.94	26.24	25,522,318.47	26.02
Total / Average	96,678,435.75	100.00	98,098,663.78	100.00

Portfolio Holdings as of 12/31/2018



Portfolio Holdings as of 3/31/2019





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

Begin Date: 12/31/2018, End Date: 03/31/2019

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	313384JV2	2.444	03/08/2019	07/31/2019	5,000,000.00
FHLB	3130AG2D6	2.546	03/11/2019	03/11/2020	5,000,000.00
T-Note	912828XY1	2.526	03/08/2019	06/30/2020	5,000,000.00
					15,000,000.00
Total					15,000,000.00

Maturities

Description	Cusip No.	Maturity Date	Face Amount Shares
Certificate of Deposit			
			0.00
Municipal Bond			
			0.00
US Agency		Matured/Called Date	
FHLB	3130AAUE6	02/21/2019	1,000,000.00 Matured
FHLB	313378A27	02/27/2019	1,000,000.00 Matured
FNMA	3136FTP37	02/27/2019	1,200,000.00 Matured
FHLB	313378QK0	03/08/2019	1,000,000.00 Matured
FHLMC	3134GA6X7	03/15/2019	1,000,000.00 Matured
FHLMC	3137EACA5	03/27/2019	1,000,000.00 Matured
			6,200,000.00
Total			6,200,000.00



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

Begin Date: 12/31/2018, End Date: 03/31/2019

Investment Type				12/31/2018		03/31/2019		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value**	Market Value	
Cash								
Cash		n/a	n/a	3,137,267.14	3,137,267.14	3,550,971.18	3,550,971.18	0.180
SubTotal / Cash				3,137,267.14	3,137,267.14	3,550,971.18	3,550,971.18	
Local Government Investment Pools								
TexPool		n/a	n/a	85,050,267.68	85,050,267.68	74,101,108.36	74,101,108.36	2.416
TexSTAR				41,599,658.87	41,599,658.87	52,614,676.54	52,614,676.54	2.411
Texas Class		n/a	n/a	11,601,517.51	11,601,517.51	11,670,939.87	11,670,939.87	2.465
Lonestar		n/a	n/a	3,093,288.81	3,093,288.81	3,111,656.25	3,111,656.25	2.407
SubTotal / Local Government Investment Pool				141,344,732.87	141,344,732.87	141,498,381.02	141,498,381.02	
Certificate of Deposit								
Prosperity Bank		01/07/2019	01/07/2020	1,017,874.54	1,017,874.54	1,020,183.58	1,020,183.58	2.250
Prosperity Bank		02/27/2019	02/27/2020	1,031,694.57	1,031,694.57	1,034,034.96	1,034,034.96	2.250
Prosperity Bank		03/04/2018	09/04/2019	1,083,939.83	1,083,939.83	1,086,478.92	1,086,478.92	0.950
Prosperity Bank		09/17/2018	09/17/2020	3,094,683.47	3,094,683.47	3,111,852.60	3,111,852.60	2.250
Allegiance Bank		10/25/2018	10/25/2019	1,000,000.00	1,000,000.00	1,005,424.65	1,005,424.65	2.200
SubTotal / Local Government Investment Pool				7,228,192.41	7,228,192.41	7,257,974.71	7,257,974.71	
Security Inv								
Municipal Bonds								
SubTotal / Municipal				-	-	-	-	



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

Begin Date: 12/31/2018, End Date: 03/31/2019

Investment Type				12/31/2018		03/31/2019		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value**	Market Value	
US Agency								
FHLB	3130AAUE6	08/18/2017	02/21/2019	999,983.99	998,402.00	-	-	0.000
FHLB	313378A27	08/18/2017	02/27/2019	1,000,488.53	998,707.00	-	-	0.000
FNMA	3136FTP37	12/14/2017	02/27/2019	1,199,881.36	1,198,524.00	-	-	0.000
FHLB	313378QK0	01/25/2017	03/08/2019	1,001,094.39	998,955.00	-	-	0.000
FHLMC	3134GA6X7	03/15/2017	03/15/2019	1,000,000.00	997,984.00	-	-	0.000
FHLMC	3137EACA5	08/15/2018	03/27/2019	1,003,555.18	1,003,084.00	-	-	0.000
FHLMC	3137EADZ9	02/28/2018	04/15/2019	997,286.35	996,272.00	999,612.34	999,481.34	2.080
FFCB	3133EJAU3	01/29/2018	04/29/2019	1,000,000.00	998,259.00	1,000,000.00	999,671.89	1.920
FHLB	3130AEG61	06/13/2018	06/13/2019	1,000,116.82	999,033.00	1,000,052.71	999,885.56	2.349
FFCB	3133EHZF3	12/14/2017	06/19/2019	1,996,071.31	1,989,576.00	1,998,151.20	1,995,854.44	1.804
FNMA	3136G14U0	12/14/2017	06/24/2019	997,219.48	993,630.00	998,649.46	997,080.94	1.790
FHLB	313384JV2	03/08/2019	07/31/2019	-	-	4,958,994.44	4,959,330.55	2.444
FHLMC	3137EADK2	12/14/2017	08/01/2019	996,849.75	991,678.00	998,180.84	995,980.00	1.800
FFCB	3133EHUK7	08/18/2017	08/14/2019	1,000,059.15	992,754.00	1,000,035.59	996,498.61	1.390
FHLB	3133XBAS1	08/18/2017	08/15/2019	1,022,824.90	1,015,102.00	1,013,775.38	1,009,964.07	1.391
FNMA	3136G0ZB0	08/18/2017	08/28/2019	1,001,054.05	992,946.00	1,000,658.78	996,237.25	1.387
FFCB	3133EHYJ6	06/13/2018	09/12/2019	992,674.34	991,442.00	995,259.87	995,625.44	2.447
FHLMC	3137EADM8	06/13/2018	10/02/2019	991,334.03	989,667.00	994,170.17	993,929.63	2.426
FHLB	3130ACM92	10/10/2018	10/21/2019	1,282,656.65	1,282,937.08	1,286,435.23	1,288,127.58	2.707
FFCB	3133EH6L2	06/13/2018	01/10/2020	1,219,107.74	1,219,059.61	1,220,761.88	1,222,003.19	2.512
FHLB	3130AG2D6	03/11/2019	03/11/2020	-	-	4,997,872.95	5,003,704.45	2.546
FHLB	3130ADUJ9	10/10/2018	03/30/2020	994,721.32	997,822.00	995,765.46	999,389.72	2.810
FHLB	3130AECJ7	06/13/2018	05/28/2020	1,000,862.66	1,001,443.00	1,000,711.61	1,002,155.21	2.561
T-Note	912828XY1	03/08/2019	06/01/3020	-	-	4,998,326.42	5,006,250.00	2.526
FHLMC	3134GBVN9	07/11/2018	07/10/2020	985,266.45	986,338.00	987,647.10	990,427.31	2.649
FHLB	313370US5	08/15/2018	09/11/2020	1,003,726.54	1,005,290.00	1,003,185.59	1,006,615.40	2.647
SubTotal / US Agency				24,686,834.99	24,638,904.69	33,448,247.02	33,458,212.58	
SubTotal / Security Inv				24,686,834.99	24,638,904.69	33,448,247.02	33,458,212.58	
Total / Average				176,397,027.41	176,349,097.11	185,755,573.93	185,765,539.49	



City of League City

Pledged Collateral

Report Group: Quarterly Investment Report

Begin Date: 12/31/2018, End Date: 03/31/2019

Investments

Description	Market Value
Allegiance Bank - Certificate of Deposit	1,005,424.65
Allegiance Bank - Accrued Interest	3,939.05
	<u>1,009,363.70</u>
Wells Fargo Cash (End of Day Ledger Balance)	3,252,365.97
	<u>3,252,365.97</u>
Prosperity Bank - Certificate of Deposit	6,252,550.06
Accrued Interest	10,708.55
	<u>6,263,258.61</u>
Total	10,524,988.28

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	104.03%
Pledged Securities	5,108,250.55	
FDIC Coverage	<u>250,000.00</u>	
	5,358,250.55	164.75%
Pledged Securities	6,915,517.32	
FDIC Coverage	<u>250,000.00</u>	
	7,165,517.32	114.41%
Total	13,573,767.87	128.97%