



Quarterly Investment Report

As of June 30, 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

Kristine Polian – Director of Finance



Compliance Certification

The undersigned have acknowledged that they have reviewed the June 30, 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 June 25, 2019.

Kristine Polian – 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

John Baumgartner – City Manager

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
03/31/2019 - 06/30/2019

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	2,087,687.65	2,087,687.65	2,087,687.65	1.20	0.18	1
Cert of Dep	20,295,004.41	20,295,004.41	20,295,004.41	11.63	2.29	345
Lone Star	3,130,304.10	3,130,304.10	3,130,304.10	1.79	2.38	1
Money Market	15,004,323.63	15,004,323.63	15,004,323.63	8.60	2.63	1
Security Inv	27,521,000.00	27,563,277.54	27,488,770.56	15.77	2.39	197
Texas Class	10,748,612.17	10,748,612.17	10,748,612.17	6.16	2.48	1
TexPool	57,759,585.35	57,759,585.35	57,759,585.35	33.11	2.38	1
TexSTAR	37,921,771.67	37,921,771.67	37,921,771.67	21.74	2.38	1
Total / Average	174,468,288.98	174,510,566.52	174,436,059.54	100.00	2.37	72


Kristine Polian - Director of Finance

8/13/19
Date


Quencelia Goins - Treasury Manager

8/13/19
Date


Teresa McKenzie - Asst. Director of Finance

8/13/19
Date



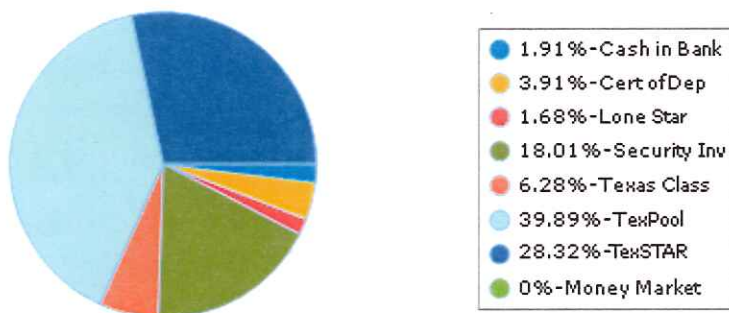
City of League City
Distribution by Asset Category - Book Value
Report Group: Quarterly Investment Report

Begin Date: 3/31/2019, End Date: 6/30/2019

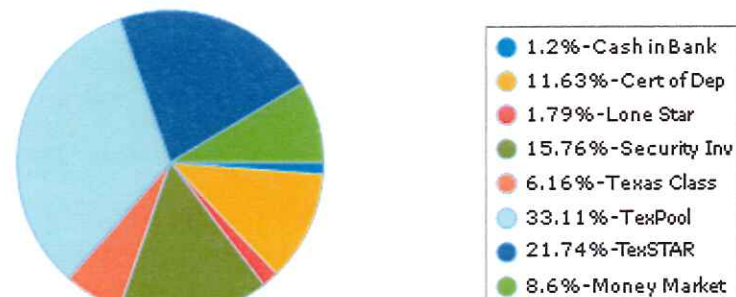
Asset Category Allocation

Asset Category	Book Value 3/31/2019	% of Portfolio 3/31/2019	Book Value 6/30/2019	% of Portfolio 6/30/2019
Cash in Bank	3,550,971.18	1.91	2,087,687.65	1.20
Cert of Dep	7,257,974.71	3.91	20,295,004.41	11.63
Lone Star	3,111,656.25	1.68	3,130,304.10	1.79
Security Inv	33,448,247.02	18.01	27,488,770.56	15.76
Texas Class	11,670,939.87	6.28	10,748,612.17	6.16
TexPool	74,101,108.36	39.89	57,759,585.35	33.11
TexSTAR	52,614,676.54	28.32	37,921,771.67	21.74
Money Market	0.00	0.00	15,004,323.63	8.60
Total / Average	185,755,573.93	100.00	174,436,059.54	100.00

Portfolio Holdings as of 3/31/2019



Portfolio Holdings as of 6/30/2019





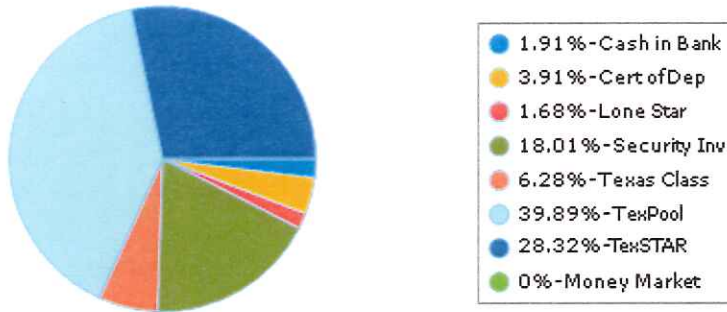
City of League City
Distribution by Asset Category - Market Value
Report Group: Quarterly Investment Report

Begin Date: 3/31/2019, End Date: 6/30/2019

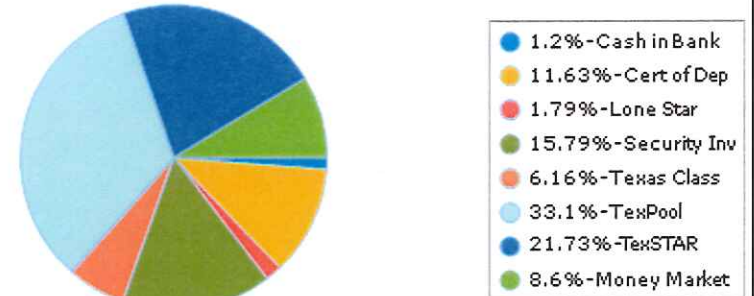
Asset Category Allocation

Asset Category	Market Value 3/31/2019	% of Portfolio 3/31/2019	Market Value 6/30/2019	% of Portfolio 6/30/2019
Cash in Bank	3,550,971.18	1.91	2,087,687.65	1.20
Cert of Dep	7,257,974.71	3.91	20,295,004.41	11.63
Lone Star	3,111,656.25	1.68	3,130,304.10	1.79
Security Inv	33,458,212.58	18.01	27,563,277.54	15.79
Texas Class	11,670,939.87	6.28	10,748,612.17	6.16
TexPool	74,101,108.36	39.89	57,759,585.35	33.10
TexSTAR	52,614,676.54	28.32	37,921,771.67	21.73
Money Market	0.00	0.00	15,004,323.63	8.60
Total / Average	185,765,539.49	100.00	174,510,566.52	100.00

Portfolio Holdings as of 3/31/2019



Portfolio Holdings as of 6/30/2019





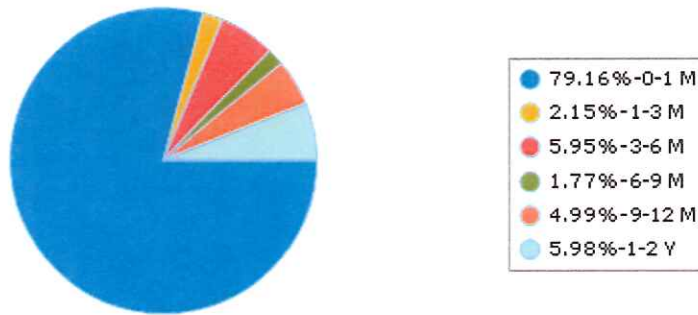
City of League City
Distribution by Maturity Range - Book Value
Report Group: Quarterly Investment Report

Begin Date: 3/31/2019, End Date: 6/30/2019

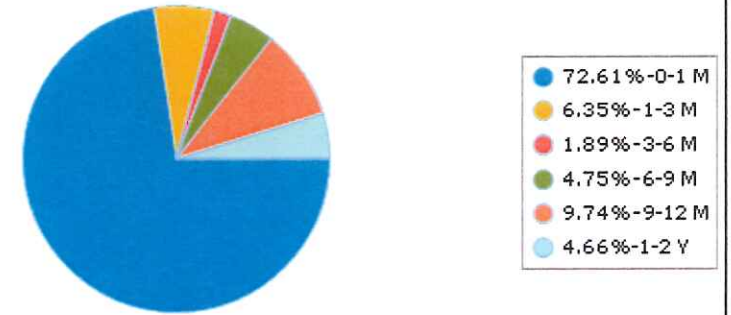
Maturity Range Allocation

Maturity Range	Book Value 3/31/2019	% of Portfolio 3/31/2019	Book Value 6/30/2019	% of Portfolio 6/30/2019
0-1 Month	147,048,964.54	79.16	126,652,284.57	72.61
1-3 Months	3,996,853.37	2.15	11,080,958.12	6.35
3-6 Months	11,053,383.82	5.95	3,298,172.35	1.89
6-9 Months	3,286,030.05	1.77	8,286,411.30	4.75
9-12 Months	9,268,618.83	4.99	16,996,039.74	9.74
1-2 Years	11,101,723.32	5.98	8,122,193.46	4.66
Total / Average	185,755,573.93	100.00	174,436,059.54	100.00

Portfolio Holdings as of 3/31/2019



Portfolio Holdings as of 6/30/2019





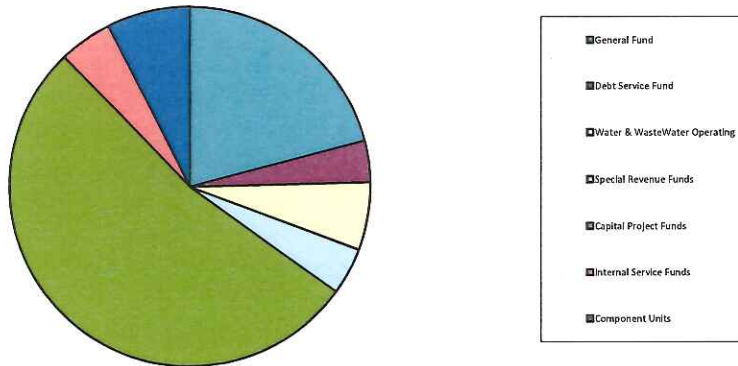
City of League City Distribution by Fund Categories Report Group: Quarterly Investment Report

Begin Date: 03/31/2019, End Date: 06/30/2019

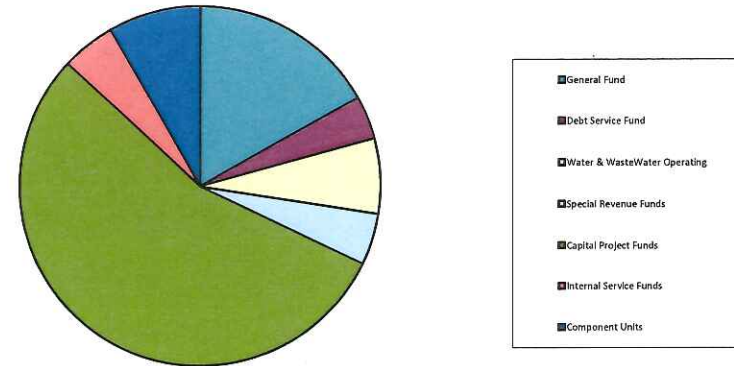
Fund Categories Allocation

Fund Categories	Book Value 03/31/2019	% of Portfolio 03/31/2019	Book Value 06/30/2019	% of Portfolio 06/30/2019
General Fund	38,915,562.21	20.95	29,566,584.96	16.95
Debt Service Fund	6,830,345.28	3.68	6,735,484.77	3.86
Water & WasteWater Operating	11,234,213.96	6.05	11,620,540.97	6.66
Special Revenue Funds	7,925,941.12	4.27	8,083,229.77	4.63
Capital Project Funds	98,098,663.78	52.81	95,570,882.74	54.79
Internal Service Funds	8,901,195.86	4.79	8,427,817.98	4.83
Component Units	13,849,651.72	7.46	14,431,518.35	8.27
Total / Average	185,755,573.93	100.00	174,436,059.54	100.00

Fund Categories as of 03/31/2019



Fund Categories as of 06/30/2019



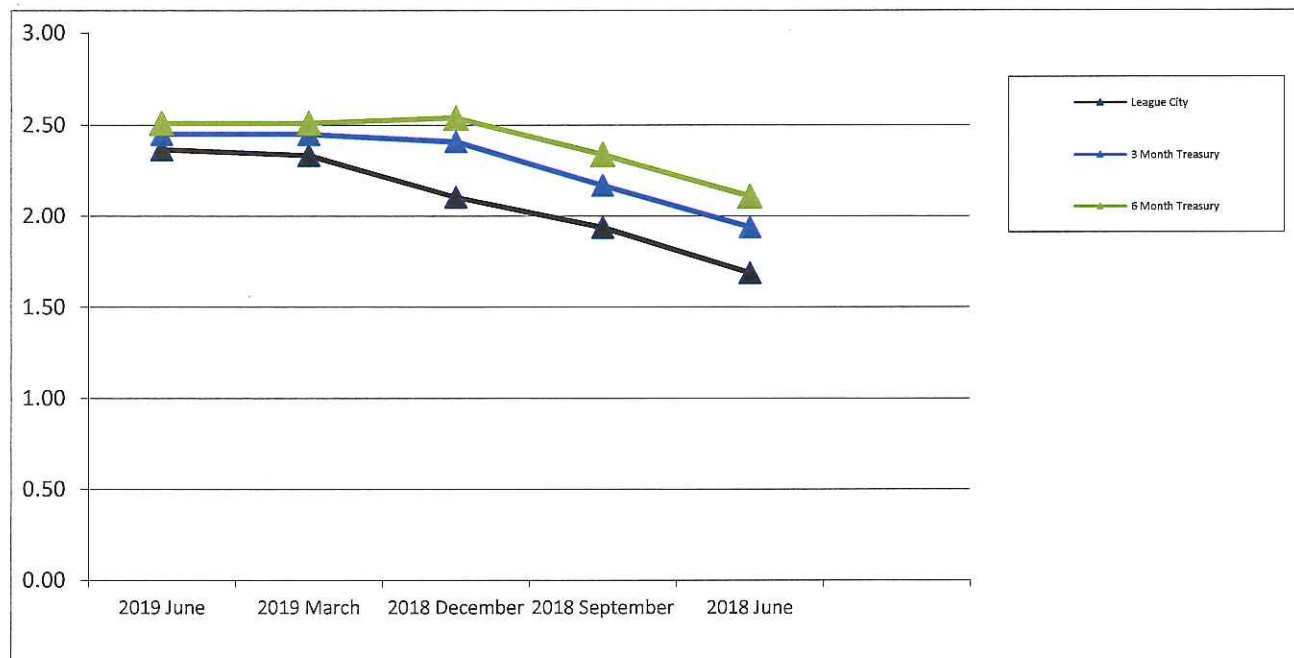


City of League City
Interest Income
Report Group: Quarterly Investment Report

Begin Date: 03/31/2019, End Date: 06/30/2019

Interest Income				
				Benchmark
Date Range	Ending Book Value	Interest Income	Weighted Average Yield	Treasury 3 Month Average
Current Quarter				
03/31/2019 - 06/30/2019	174,436,059.54	1,057,868.11	2.37	2.35
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

Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
2019 June	2.22	2.17
May	2.40	2.42
April	2.43	2.46
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



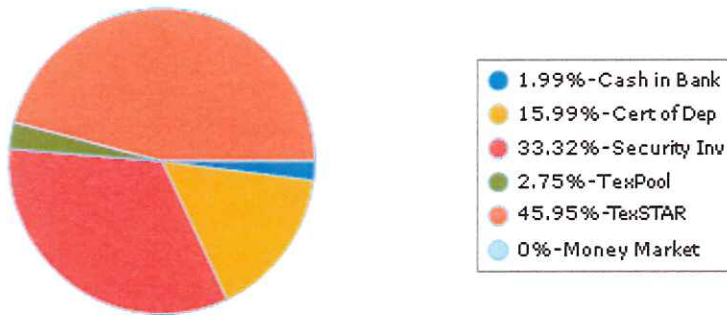
City of League City
Distribution by Asset Category - Book Value
0100 - 010 - General Fund

Begin Date: 3/31/2019, End Date: 6/30/2019

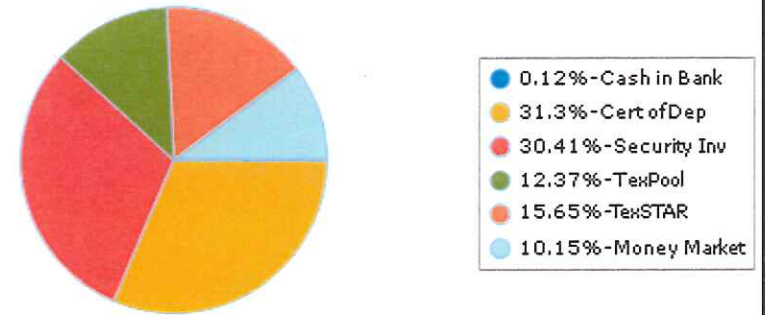
Asset Category Allocation

Asset Category	Book Value 3/31/2019	% of Portfolio 3/31/2019	Book Value 6/30/2019	% of Portfolio 6/30/2019
Cash in Bank	775,034.85	1.99	34,014.15	0.12
Cert of Dep	6,223,939.75	15.99	9,255,296.42	31.30
Security Inv	12,965,783.61	33.32	8,990,282.12	30.41
TexPool	1,071,043.83	2.75	3,657,945.39	12.37
TexSTAR	17,879,760.17	45.95	4,628,182.15	15.65
Money Market	0.00	0.00	3,000,864.73	10.15
Total / Average	38,915,562.21	100.00	29,566,584.96	100.00

Portfolio Holdings as of 3/31/2019



Portfolio Holdings as of 6/30/2019





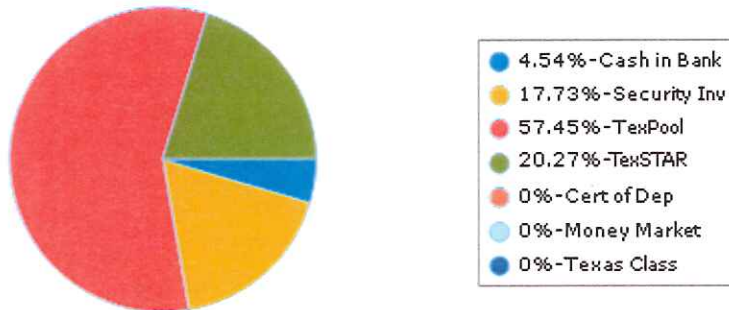
City of League City
Distribution by Asset Category - Book Value
Report Group: Water and WasteWater

Begin Date: 3/31/2019, End Date: 6/30/2019

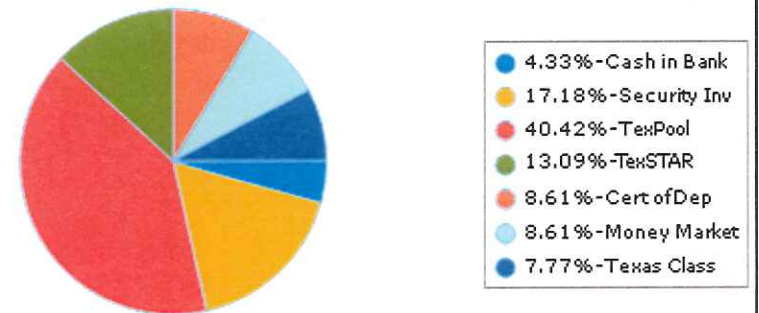
Asset Category Allocation

Asset Category	Book Value 3/31/2019	% of Portfolio 3/31/2019	Book Value 6/30/2019	% of Portfolio 6/30/2019
Cash in Bank	510,354.56	4.54	502,751.37	4.33
Security Inv	1,992,351.01	17.73	1,996,564.54	17.18
TexPool	6,454,068.68	57.45	4,697,583.17	40.42
TexSTAR	2,277,439.71	20.27	1,520,997.01	13.09
Cert of Dep	0.00	0.00	1,000,000.00	8.61
Money Market	0.00	0.00	1,000,288.24	8.61
Texas Class	0.00	0.00	902,356.64	7.77
Total / Average	11,234,213.96	100.00	11,620,540.97	100.00

Portfolio Holdings as of 3/31/2019



Portfolio Holdings as of 6/30/2019





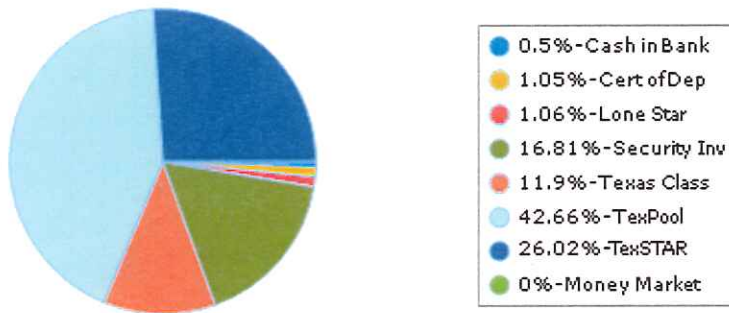
City of League City
Distribution by Asset Category - Book Value
Report Group: Capital Project Funds

Begin Date: 3/31/2019, End Date: 6/30/2019

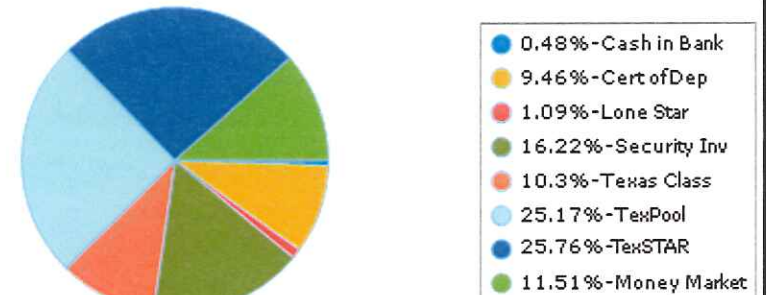
Asset Category Allocation

Asset Category	Book Value 3/31/2019	% of Portfolio 3/31/2019	Book Value 6/30/2019	% of Portfolio 6/30/2019
Cash in Bank	494,536.00	0.50	461,508.22	0.48
Cert of Dep	1,034,034.96	1.05	9,039,707.99	9.46
Lone Star	1,037,081.97	1.06	1,043,297.10	1.09
Security Inv	16,490,485.10	16.81	15,502,237.42	16.22
Texas Class	11,670,939.87	11.90	9,846,255.53	10.30
TexPool	41,849,267.41	42.66	24,059,817.75	25.17
TexSTAR	25,522,318.47	26.02	24,614,888.07	25.76
Money Market	0.00	0.00	11,003,170.66	11.51
Total / Average	98,098,663.78	100.00	95,570,882.74	100.00

Portfolio Holdings as of 3/31/2019



Portfolio Holdings as of 6/30/2019





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

Begin Date: 03/31/2019, End Date: 06/30/2019

Purchases

Description	Cusip No.	Interest Rate	Settlement Date	Maturity Date	Face Amount Shares
Certificate of Deposit					
Bank OZK CD		2.411	06/20/2019	06/18/2020	10,000,000.00
Independent Bank CD		2.46	06/17/2019	10/17/2020	3,000,000.00

					13,000,000.00
Money Market					
NexBank Money Market		2.630	06/20/2019	N/A	15,000,000.00
					15,000,000.00

US Agency

0.00

Total 28,000,000.00

Maturities

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

0.00

Money Market

0.00

US Agency

Matured/Called Date

FHLMC	3137EADZ9	04/15/2019	1,000,000.00	Matured
FFCB	3133EJAU3	04/29/2019	1,000,000.00	Matured
FHLB	3130AEG61	06/13/2019	1,000,000.00	Matured
FFCB	3133EHZF3	06/19/2019	2,000,000.00	Matured
FNMA	3136G14U0	06/24/2019	1,000,000.00	Matured

6,000,000.00

Total 6,000,000.00



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

Begin Date: 03/31/2019, End Date: 06/30/2019

Investment Type Description	Cusip No.	Settlement Date	Maturity Date	03/31/2019		06/30/2019		YTM @ Cost
				Book Value**	Market Value	Book Value**	Market Value	
Cash								
Cash		n/a	n/a	3,550,971.18	3,550,971.18	2,087,687.65	2,087,687.65	0.180
SubTotal / Cash				3,550,971.18	3,550,971.18	2,087,687.65	2,087,687.65	
Local Government Investment Pools								
TexPool		n/a	n/a	74,101,108.36	74,101,108.36	57,759,585.35	57,759,585.35	2.381
TexSTAR				52,614,676.54	52,614,676.54	37,921,771.67	37,921,771.67	2.405
Texas Class		n/a	n/a	11,670,939.87	11,670,939.87	10,748,612.17	10,748,612.17	2.479
Lonestar		n/a	n/a	3,111,656.25	3,111,656.25	3,130,304.10	3,130,304.10	2.377
SubTotal / Local Government Investment Pool				141,498,381.02	141,498,381.02	109,560,273.29	109,560,273.29	
Certificate of Deposit								
Prosperity Bank		01/07/2019	01/07/2020	1,020,183.58	1,020,183.58	1,025,836.52	1,025,836.52	2.250
Prosperity Bank		02/27/2019	02/27/2020	1,034,034.96	1,034,034.96	1,039,707.99	1,039,707.99	2.250
Prosperity Bank		03/04/2018	09/04/2019	1,086,478.92	1,086,478.92	1,089,080.52	1,089,080.52	0.950
Prosperity Bank		09/17/2018	09/17/2020	3,111,852.60	3,111,852.60	3,129,500.64	3,129,500.64	2.250
Allegiance Bank		10/25/2018	10/25/2019	1,005,424.65	1,005,424.65	1,010,878.74	1,010,878.74	2.200
Independent Bank		06/17/2019	10/17/2020	-	-	3,000,000.00	3,000,000.00	2.460
Bank OZK		06/20/2019	06/20/2020	-	-	10,000,000.00	10,000,000.00	2.410
SubTotal / Local Government Investment Pool				7,257,974.71	7,257,974.71	20,295,004.41	20,295,004.41	
Money Market		06/20/2019	N/A	-	-	15,004,323.63	15,004,323.63	2.630
SubTotal / Money Market				-	-	15,004,323.63	15,004,323.63	
Security Inv								
Municipal Bonds				-	-	-	-	
SubTotal / Municipal				-	-	-	-	



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

Begin Date: 03/31/2019, End Date: 06/30/2019

Investment Type				03/31/2019		06/30/2019		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value**	Market Value	
US Agency								
FHLMC	3137EADZ9	02/28/2018	04/15/2019	999,612.34	999,481.34	-	-	0.000
FFCB	3133EJAU3	01/29/2018	04/29/2019	1,000,000.00	999,671.89	-	-	0.000
FHLB	3130AEG61	06/13/2018	06/13/2019	1,000,052.71	999,885.56	-	-	0.000
FFCB	3133EHZF3	12/14/2017	06/19/2019	1,998,151.20	1,995,854.44	-	-	0.000
FNMA	3136G14U0	12/14/2017	06/24/2019	998,649.46	997,080.94	-	-	0.000
FHLB	313384JV2	03/08/2019	07/31/2019	4,958,994.44	4,959,330.55	4,989,580.55	4,990,833.35	2.444
FHLMC	3137EADK2	12/14/2017	08/01/2019	998,180.84	995,980.00	999,526.72	999,162.00	1.800
FFCB	3133EHUK7	08/18/2017	08/14/2019	1,000,035.59	996,498.61	1,000,011.78	998,954.53	1.390
FHLB	3133X8AS1	08/18/2017	08/15/2019	1,013,775.38	1,009,964.07	1,004,625.31	1,003,414.33	1.391
FNMA	3136G0ZB0	08/18/2017	08/28/2019	1,000,658.78	996,237.25	1,000,259.12	998,884.32	1.387
FFCB	3133EHYJ6	06/13/2018	09/12/2019	995,259.87	995,625.44	997,874.12	998,544.22	2.447
FHLMC	3137EADM8	06/13/2018	10/02/2019	994,170.17	993,929.63	997,037.82	997,574.94	2.426
FHLB	3130ACM92	10/10/2018	10/21/2019	1,286,435.23	1,288,127.58	1,290,255.79	1,292,205.18	2.707
FFCB	3133EH6L2	06/13/2018	01/10/2020	1,220,761.88	1,222,003.19	1,222,434.40	1,225,731.08	2.512
FHLB	3130AG2D6	03/11/2019	03/11/2020	4,997,872.95	5,003,704.45	4,998,432.39	5,014,633.90	2.546
FHLB	3130ADUJ9	10/10/2018	03/30/2020	995,765.46	999,389.72	996,821.19	1,002,903.65	2.810
FHLB	3130AECJ7	06/13/2018	05/28/2020	1,000,711.61	1,002,155.21	1,000,558.88	1,005,306.28	2.561
T-Note	912828XY1	03/08/2019	06/01/3020	4,998,326.42	5,006,250.00	4,998,659.67	5,026,171.90	2.526
FHLMC	3134GBVN9	07/11/2018	07/10/2020	987,647.10	990,427.31	990,054.19	997,922.05	2.649
FHLB	313370US5	08/15/2018	09/11/2020	1,003,185.59	1,006,615.40	1,002,638.63	1,011,035.81	2.647
SubTotal / US Agency				33,448,247.02	33,458,212.58	27,488,770.56	27,563,277.54	
SubTotal / Security Inv				33,448,247.02	33,458,212.58	27,488,770.56	27,563,277.54	
Total / Average				185,755,573.93	185,765,539.49	174,436,059.54	174,510,566.52	



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

Begin Date: 03/31/2019, End Date: 06/30/2019

Investments

Description	Market Value
Allegiance Bank - Certificate of Deposit	1,010,878.74
Allegiance Bank - Accrued Interest	4,021.36
	<u>1,014,900.10</u>
Wells Fargo Cash (End of Day Ledger Balance)	2,730,739.40
	<u>2,730,739.40</u>
Prosperity Bank - Certificate of Deposit	6,284,125.67
Accrued Interest	10,735.85
	<u>6,294,861.52</u>
Bank OZK - Certificate of Deposit	10,000,000.00
Accrued Interest	6,604.89
	<u>10,006,604.89</u>
Independent Bank - Certificate of Deposit	3,000,000.00
Accrued Interest	2,628.49
	<u>3,002,628.49</u>
NexBank - Money Market	15,000,000.00
Accrued Interest	4,323.63
	<u>15,004,323.63</u>
Total	38,054,058.03

Collateral

Description	Market Value	Collateralized Percentage
Pledged Securities	800,000.00	
FDIC Coverage	250,000.00	
	<u>1,050,000.00</u>	103.46%
Pledged Securities	22,173,388.72	
FDIC Coverage	250,000.00	
	<u>22,423,388.72</u>	821.15%
Pledged Securities	6,663,981.42	
FDIC Coverage	250,000.00	
	<u>6,913,981.42</u>	109.84%
Pledged Securities	N/A	
FDIC Coverage	13,000,000.00	
	<u>13,000,000.00</u>	129.91%
Pledged Securities	3,225,000.00	
FDIC Coverage	250,000.00	
	<u>3,475,000.00</u>	115.73%
Pledged Securities	N/A	
FDIC Coverage	16,250,000.00	
	<u>16,250,000.00</u>	108.30%
Total	63,112,370.14	165.85%

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.