



Quarterly Investment Report

As of December 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

Kristine Polian – Director of Finance



Compliance Certification

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

John Baumgartner – City Manager

Kristine Polian – Director of Finance

Gabe Allen – Finance Committee, Chair

Teresa McKenzie – Asst. Director of Finance

John VanDever Jr. - Finance Committee

Quencelia Goins - Treasury Manager

Traci Jacobs - Finance Committee

Paul Maaz - Finance Committee, Vice Chair

Steve Burzinski - Finance Committee

Hank Dugie - Finance Committee

Charles Howard - Finance Committee

Nick Long - Finance Committee

Zak Kone - Finance Committee



CITY OF LEAGUE CITY, TEXAS
Quarterly Investment Report
09/30/2019 - 12/31/2019

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	3,667,923.39	3,667,923.39	3,667,923.39	1.84	0.15	1
Cert of Dep	31,476,977.90	31,476,977.90	31,476,977.90	15.81	2.23	199
Lone Star	3,161,643.69	3,161,643.69	3,161,643.69	1.59	1.62	1
Money Market	15,170,794.21	15,170,794.21	15,170,794.21	7.62	1.80	1
Security Inv	15,226,000.00	15,268,539.15	15,220,373.14	7.65	2.57	129
Texas Class	28,724,018.62	28,724,018.62	28,724,018.62	14.43	1.63	1
TexPool	65,835,117.94	65,835,117.94	65,835,117.94	33.08	1.62	1
TexSTAR	35,778,927.62	35,778,927.62	35,778,927.62	17.98	1.56	1
Total / Average	199,041,403.37	199,083,942.52	199,035,776.51	100.00	1.77	42

Kristine Polian - Director of Finance

Date

Quencelia Goins - Treasury Manager

Date

Teresa McKenzie - Asst. Director of Finance

Date



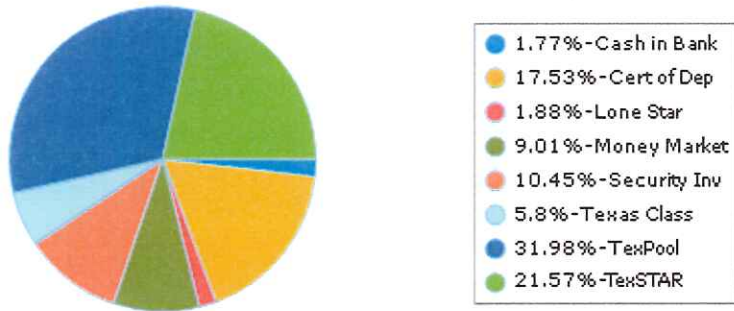
City of League City
Distribution by Asset Category - Book Value
Report Group: Quarterly Investment Report

Begin Date: 9/30/2019, End Date: 12/31/2019

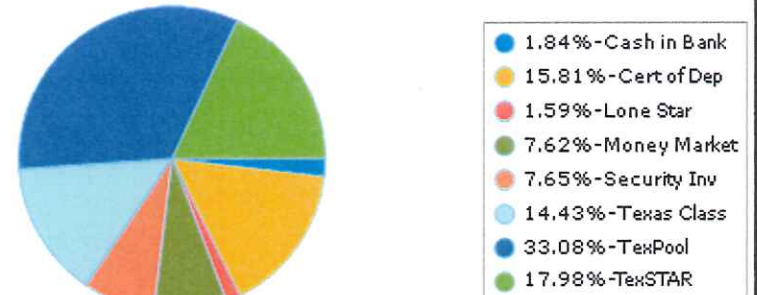
Asset Category Allocation

Asset Category	Book Value 9/30/2019	% of Portfolio 9/30/2019	Book Value 12/31/2019	% of Portfolio 12/31/2019
Cash in Bank	2,963,209.08	1.77	3,667,923.39	1.84
Cert of Dep	29,367,591.61	17.53	31,476,977.90	15.81
Lone Star	3,147,786.58	1.88	3,161,643.69	1.59
Money Market	15,097,940.87	9.01	15,170,794.21	7.62
Security Inv	17,509,041.55	10.45	15,220,373.14	7.65
Texas Class	9,707,519.57	5.80	28,724,018.62	14.43
TexPool	53,563,713.02	31.98	65,835,117.94	33.08
TexSTAR	36,127,543.36	21.57	35,778,927.62	17.98
Total / Average	167,484,345.64	100.00	199,035,776.51	100.00

Portfolio Holdings as of 9/30/2019



Portfolio Holdings as of 12/31/2019





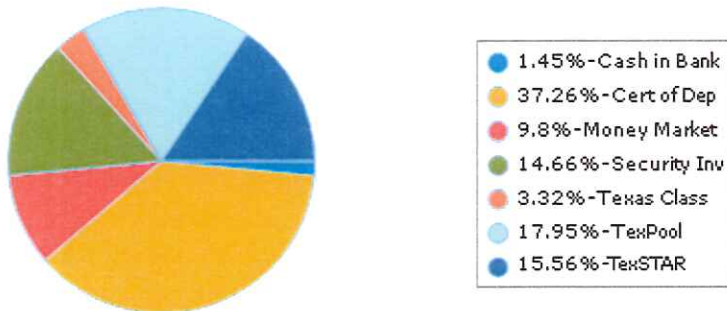
City of League City
Distribution by Asset Category - Market Value
Report Group: Major Funds

Begin Date: 9/30/2019, End Date: 12/31/2019

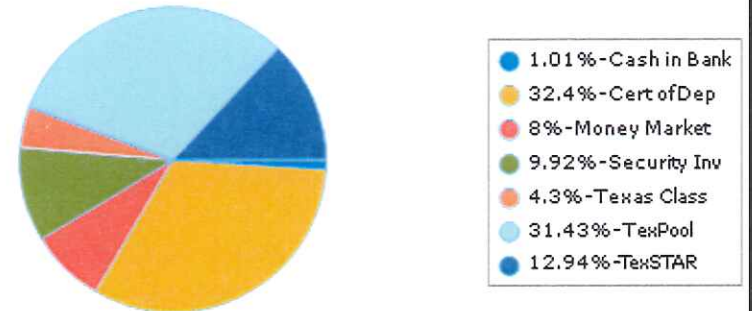
Asset Category Allocation

Asset Category	Market Value 9/30/2019	% of Portfolio 9/30/2019	Market Value 12/31/2019	% of Portfolio 12/31/2019
Cash in Bank	596,301.64	1.45	511,344.40	1.01
Cert of Dep	15,310,899.30	37.26	16,393,018.02	32.40
Money Market	4,026,117.58	9.80	4,045,545.13	8.00
Security Inv	6,023,211.78	14.66	5,021,093.75	9.92
Texas Class	1,364,140.50	3.32	2,176,117.44	4.30
TexPool	7,375,653.72	17.95	15,900,415.12	31.43
TexSTAR	6,393,609.58	15.56	6,545,694.62	12.94
Total / Average	41,089,934.10	100.00	50,593,228.48	100.00

Portfolio Holdings as of 9/30/2019



Portfolio Holdings as of 12/31/2019





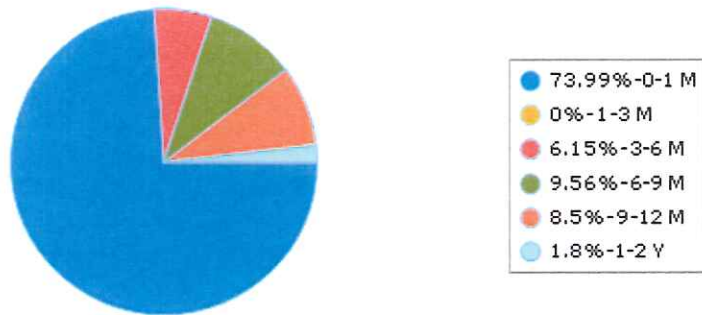
City of League City
Distribution by Maturity Range - Book Value
Report Group: Quarterly Investment Report

Begin Date: 9/30/2019, End Date: 12/31/2019

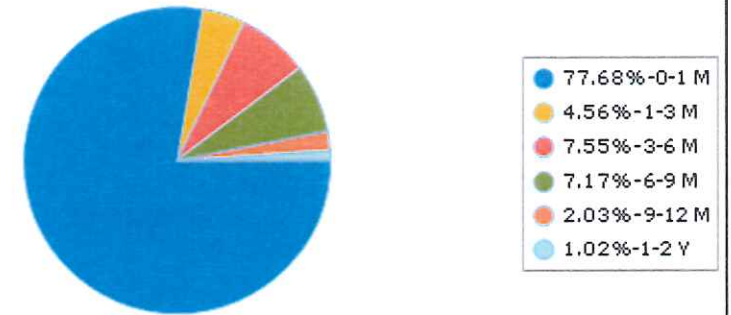
Maturity Range Allocation

Maturity Range	Book Value 9/30/2019	% of Portfolio 9/30/2019	Book Value 12/31/2019	% of Portfolio 12/31/2019
0-1 Month	123,918,191.12	73.99	154,601,683.11	77.68
1-3 Months	0.00	0.00	9,066,305.13	4.56
3-6 Months	10,305,875.85	6.15	15,032,057.07	7.55
6-9 Months	16,009,169.93	9.56	14,273,088.62	7.17
9-12 Months	14,232,507.10	8.50	4,040,460.44	2.03
1-2 Years	3,018,601.64	1.80	2,022,182.14	1.02
Total / Average	167,484,345.64	100.00	199,035,776.51	100.00

Portfolio Holdings as of 9/30/2019



Portfolio Holdings as of 12/31/2019





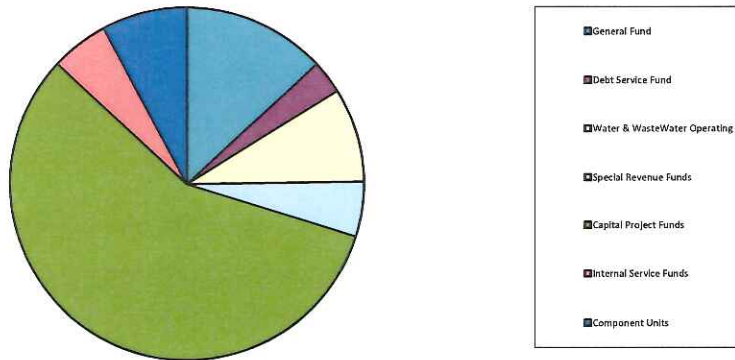
City of League City Distribution by Fund Categories Report Group: Quarterly Investment Report

Begin Date: 09/30/2019, End Date: 12/31/2019

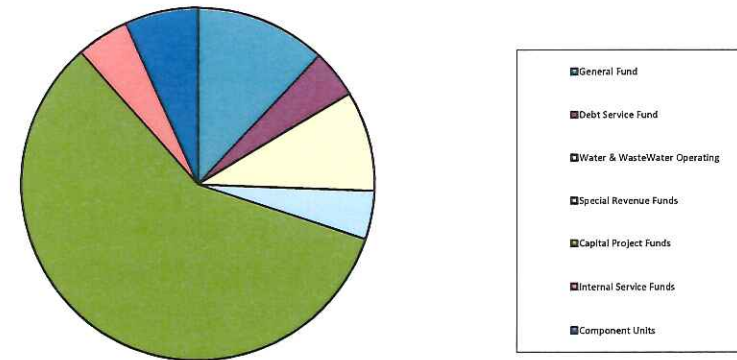
Fund Categories Allocation

Fund Categories	Book Value 09/30/2019	% of Portfolio 09/30/2019	Book Value 12/31/2019	% of Portfolio 12/31/2019
General Fund	21,933,144.13	13.10	23,924,968.41	12.02
Debt Service Fund	5,061,719.15	3.02	8,703,622.83	4.37
Water & WasteWater Operating	14,487,482.34	8.65	18,365,868.36	9.23
Special Revenue Funds	8,580,149.02	5.12	9,003,870.92	4.52
Capital Project Funds	95,529,930.21	57.04	116,103,775.69	58.33
Internal Service Funds	8,793,091.11	5.25	9,576,923.95	4.81
Component Units	13,098,829.68	7.82	13,356,746.35	6.71
Total / Average	167,484,345.64	100.00	199,035,776.51	100.00

Fund Categories as of 09/30/2019



Fund Categories as of 12/31/2019





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

Begin Date: 09/30/2019, End Date: 12/31/2019

Interest Income				
				Benchmark
Date Range	Ending Book Value	Interest Income	Weighted Average Yield	Treasury 3 Month Average
Current Quarter				
09/30/2019 - 12/31/2019	199,035,776.51	892,806.61	1.92	1.61
06/30/2019 - 09/30/2019	167,484,345.64	977,713.98	2.30	2.03
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

Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
2019 December	1.57	1.58
November	1.57	1.59
October	1.69	1.67
2019 September	1.94	1.90
August	1.99	1.93
July	2.15	2.08
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



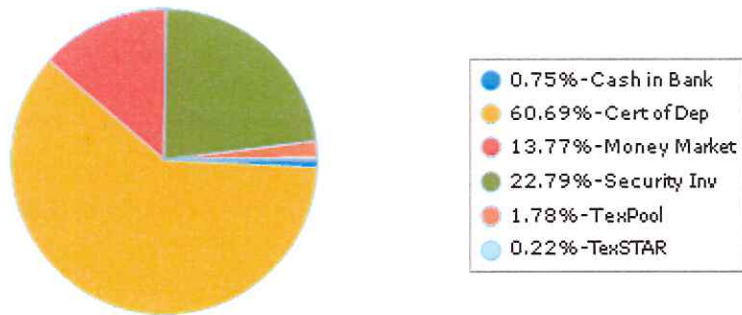
City of League City
Distribution by Asset Category - Book Value
0100 - 010 - General Fund

Begin Date: 9/30/2019, End Date: 12/31/2019

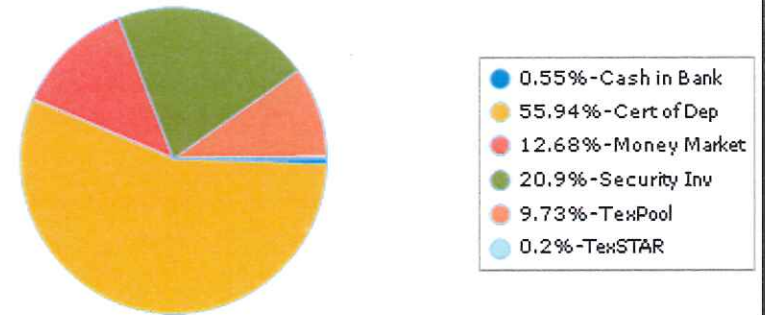
Asset Category Allocation

Asset Category	Book Value 9/30/2019	% of Portfolio 9/30/2019	Book Value 12/31/2019	% of Portfolio 12/31/2019
Cash in Bank	165,205.72	0.75	131,107.92	0.55
Cert of Dep	13,310,899.30	60.69	13,384,741.25	55.94
Money Market	3,019,588.18	13.77	3,034,158.85	12.68
Security Inv	4,998,996.58	22.79	4,999,333.50	20.90
TexPool	390,145.51	1.78	2,327,113.40	9.73
TexSTAR	48,308.84	0.22	48,513.49	0.20
Total / Average	21,933,144.13	100.00	23,924,968.41	100.00

Portfolio Holdings as of 9/30/2019



Portfolio Holdings as of 12/31/2019





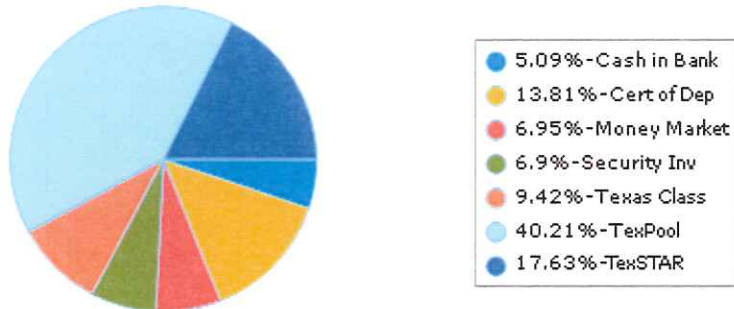
City of League City
Distribution by Asset Category - Book Value
Report Group: Water and WasteWater

Begin Date: 9/30/2019, End Date: 12/31/2019

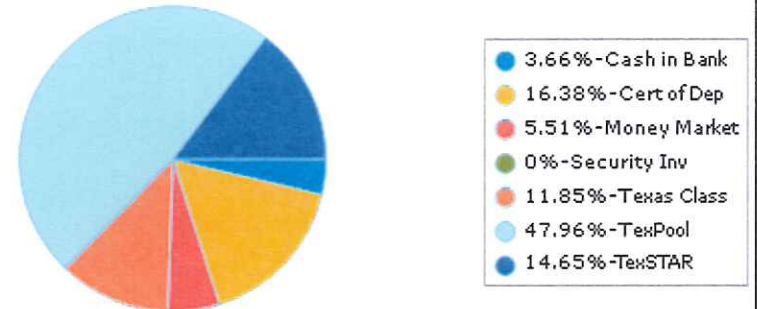
Asset Category Allocation

Asset Category	Book Value 9/30/2019	% of Portfolio 9/30/2019	Book Value 12/31/2019	% of Portfolio 12/31/2019
Cash in Bank	736,945.11	5.09	671,988.52	3.66
Cert of Dep	2,000,000.00	13.81	3,008,276.77	16.38
Money Market	1,006,529.40	6.95	1,011,386.28	5.51
Security Inv	999,936.97	6.90	0.00	0.00
Texas Class	1,364,140.50	9.42	2,176,117.44	11.85
TexPool	5,825,264.38	40.21	8,807,611.12	47.96
TexSTAR	2,554,665.98	17.63	2,690,488.23	14.65
Total / Average	14,487,482.34	100.00	18,365,868.36	100.00

Portfolio Holdings as of 9/30/2019



Portfolio Holdings as of 12/31/2019





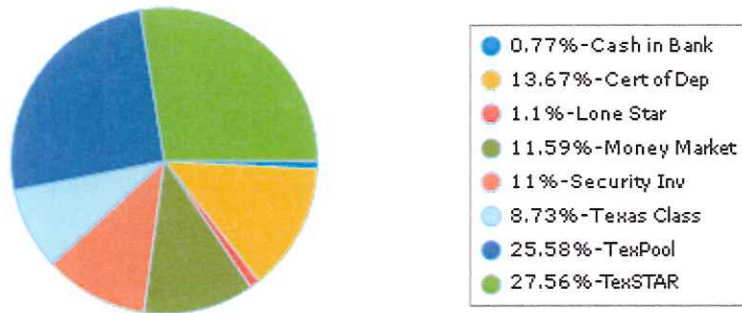
City of League City
Distribution by Asset Category - Book Value
Report Group: Capital Project Funds

Begin Date: 9/30/2019, End Date: 12/31/2019

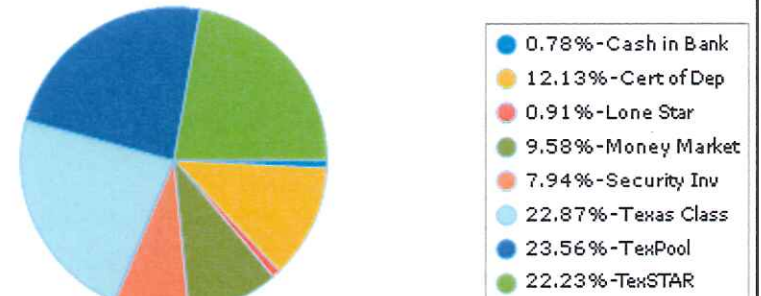
Asset Category Allocation

Asset Category	Book Value 9/30/2019	% of Portfolio 9/30/2019	Book Value 12/31/2019	% of Portfolio 12/31/2019
Cash in Bank	739,347.72	0.77	905,793.47	0.78
Cert of Dep	13,056,692.31	13.67	14,083,959.88	12.13
Lone Star	1,049,123.82	1.10	1,053,742.24	0.91
Money Market	11,071,823.29	11.59	11,125,249.08	9.58
Security Inv	10,510,308.41	11.00	9,221,126.94	7.94
Texas Class	8,343,379.07	8.73	26,547,901.18	22.87
TexPool	24,432,302.84	25.58	27,354,183.81	23.56
TexSTAR	26,326,952.75	27.56	25,811,819.09	22.23
Total / Average	95,529,930.21	100.00	116,103,775.69	100.00

Portfolio Holdings as of 9/30/2019



Portfolio Holdings as of 12/31/2019





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

Begin Date: 09/30/2019, End Date: 12/31/2019

Purchases

Description	Cusip No.	Interest Rate	Settlement Date	Maturity Date	Face Amount Shares
Certificate of Deposit					
Allegiance Bank CD		1.900	10/25/2019	04/25/2021	1,022,182.14
Allegiance Bank CD		1.900	10/25/2019	04/28/2021	1,000,000.00
Central Bank CD		2.000	12/07/2019	10/06/2020	1,000,000.00

3,022,182.14

Money Market

0.00

US Agency

0.00

Total 3,022,182.14

Maturities

Description	Cusip No.	Maturity Date	Face Amount Shares
Certificate of Deposit			
Allegiance Bank CD		10/25/2019	1,016,423.34

1,016,423.34

Money Market

0.00

US Agency

Matured/Called Date

FHLB	3130ACM92	10/21/2019	1,295,000.00	Matured
FHLMC	3137EADM8	10/02/2019	1,000,000.00	Matured

2,295,000.00

Total 3,311,423.34



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

Begin Date: 09/30/2019, End Date: 12/31/2019

Investment Type				09/30/2019		12/31/2019		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value**	Market Value	
Cash								
Cash		n/a	n/a	2,963,209.08	2,963,209.08	3,667,923.39	2,963,209.08	0.180
SubTotal / Cash				2,963,209.08	2,963,209.08	3,667,923.39	2,963,209.08	
Local Government Investment Pools								
TexPool		n/a	n/a	53,563,713.02	53,563,713.02	65,835,117.94	53,563,713.02	2.164
TexSTAR				36,127,543.36	36,127,543.36	35,778,927.62	36,127,543.36	2.107
Texas Class		n/a	n/a	9,707,519.57	9,707,519.57	28,724,018.62	9,707,519.57	2.155
Lonestar		n/a	n/a	3,147,786.58	3,147,786.58	3,161,643.69	3,147,786.58	2.096
SubTotal / Local Government Investment Pool				102,546,562.53	102,546,562.53	133,499,707.87	102,546,562.53	
Certificate of Deposit								
Prosperity Bank		01/07/2019	01/07/2020	1,031,591.04	1,031,591.04	1,037,441.43	1,037,441.43	2.250
Prosperity Bank		02/27/2019	02/27/2020	1,045,604.42	1,045,604.42	1,051,534.29	1,051,534.29	2.250
Prosperity Bank		09/17/2018	09/17/2020	3,147,248.77	3,147,248.77	3,164,903.54	3,164,903.54	2.250
Prosperity Bank		09/04/2019	09/04/2020	1,091,688.35	1,091,688.35	1,097,131.84	1,097,131.84	2.000
Prosperity Bank		09/12/2019	09/12/2020	1,000,000.00	1,000,000.00	1,004,931.51	1,004,931.51	2.000
Allegiance Bank		10/25/2018	10/25/2019	1,016,423.34	1,016,423.34	-	-	2.200
Allegiance Bank		10/25/2019	04/25/2021	-	-	1,022,182.14	1,022,182.14	2.200
Allegiance Bank		10/28/2019	04/28/2021	-	-	1,000,000.00	1,000,000.00	2.200
Independent Bank		08/13/2019	08/03/2020	2,000,000.00	2,000,000.00	2,010,334.25	2,010,334.25	2.460
Independent Bank		06/17/2019	10/17/2020	3,018,601.64	3,018,601.64	3,037,115.18	3,037,115.18	2.460
Bank OZK		06/20/2019	06/20/2020	10,000,000.00	10,000,000.00	10,000,000.00	10,000,000.00	2.410
Central Bank		10/07/2019	10/06/2020	-	-	1,003,345.26	1,003,345.26	
East West Bank		08/14/2019	06/20/2020	6,016,434.05	6,016,434.05	6,048,058.46	6,048,058.46	2.410
SubTotal / Local Government Investment Pool				29,367,591.61	29,367,591.61	31,476,977.90	31,476,977.90	
Money Market								
		06/20/2019	N/A	15,097,940.87	15,097,940.87	15,170,794.21	15,097,940.87	2.630
SubTotal / Money Market				15,097,940.87	15,097,940.87	15,170,794.21	15,097,940.87	
Security Inv								
Municipal Bonds								
				-	-	-	-	
SubTotal / Municipal				-	-	-	-	



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

Begin Date: 09/30/2019, End Date: 12/31/2019

Investment Type				09/30/2019		12/31/2019		YTM @ Cost
Description	Cusip No.	Settlement Date	Maturity Date	Book Value**	Market Value	Book Value**	Market Value	
US Agency								
FHLMC	3137EADM8	06/13/2018	10/02/2019	999,936.97	999,969.58	-	-	2.426
FHLB	3130ACM92	10/10/2018	10/21/2019	1,294,118.33	1,294,755.59	-	-	2.707
FFCB	3133EH6L2	06/13/2018	01/10/2020	1,224,125.31	1,226,412.70	1,225,816.21	1,226,111.00	2.512
FHLB	3130AG2D6	03/11/2019	03/11/2020	4,998,997.95	5,013,876.45	4,999,563.51	5,007,999.75	2.546
FHLB	3130ADUJ9	10/10/2018	03/30/2020	997,888.53	1,002,517.97	998,955.87	1,001,906.98	2.810
FHLB	3130AECJ7	06/13/2018	05/28/2020	1,000,404.48	1,004,867.13	1,000,250.07	1,003,908.44	2.561
T-Note	912828XY1	03/08/2019	06/01/3020	4,998,996.58	5,023,242.20	4,999,333.50	5,021,093.75	2.526
FHLMC	3134GBVN9	07/11/2018	07/10/2020	992,487.74	998,336.96	994,921.29	1,000,258.58	2.649
FHLB	313370US5	08/15/2018	09/11/2020	1,002,085.66	1,009,466.49	1,001,532.69	1,007,260.65	2.647
SubTotal / US Agency				17,509,041.55	17,573,445.07	15,220,373.14	15,268,539.15	
SubTotal / Security Inv				17,509,041.55	17,573,445.07	15,220,373.14	15,268,539.15	
Total / Average				167,484,345.64	167,548,749.16	199,035,776.51	167,353,229.53	



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

Begin Date: 09/30/2019, End Date: 12/31/2019

Investments

Description	Market Value
Wells Fargo Cash (End of Day Ledger Balance)	3,605,226.06
	<u>3,605,226.06</u>
Allegiance Bank - Certificate of Deposit	2,022,182.14
Allegiance Bank - Accrued Interest	<u>6,896.55</u>
	2,029,078.69
Prosperity Bank - Certificate of Deposit	7,355,942.61
Accrued Interest	<u>13,040.55</u>
	7,368,983.16
Bank OZK - Certificate of Deposit	10,000,000.00
Accrued Interest	<u>129,624.22</u>
	10,129,624.22
Independent Bank - Certificate of Deposit	5,047,449.43
Accrued Interest	<u>8,285.34</u>
	5,055,734.77
East West Bank - Certificate of Deposit	6,048,058.46
Accrued Interest	<u>0.00</u>
	6,048,058.46
Central Bank - Certificate of Deposit	1,003,345.26
Accrued Interest	<u>1,319.47</u>
	1,004,664.73
NexBank - Money Market	15,170,794.21
Accrued Interest	<u>0.00</u>
	15,170,794.21
Total	49,407,499.57

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	5,120,020.24	
FDIC Coverage	<u>250,000.00</u>	
	5,370,020.24	148.95%
Pledged Securities	2,025,000.00	
FDIC Coverage	<u>250,000.00</u>	
	2,275,000.00	112.12%
Pledged Securities	7,406,013.46	
FDIC Coverage	<u>250,000.00</u>	
	7,656,013.46	103.90%
Pledged Securities	13,000,000.00	
FDIC Coverage	<u>250,000.00</u>	
	13,250,000.00	130.80%
Pledged Securities	5,310,000.00	
FDIC Coverage	<u>250,000.00</u>	
	5,560,000.00	109.97%
Pledged Securities	6,206,838.00	
FDIC Coverage	<u>250,000.00</u>	
	6,456,838.00	106.76%
Pledged Securities	1,004,774.68	
FDIC Coverage	<u>250,000.00</u>	
	1,254,774.68	124.89%
Pledged Securities	N/A	
FDIC Coverage	<u>16,250,000.00</u>	
	16,250,000.00	107.11%
Total	50,361,033.70	101.93%