



# Quarterly Investment Report

## As of September 30, 2015

Tim Paulissen - Mayor

Geri Bentley - Mayor Pro Tem

Dan Becker - Councilmember

Tommy Cones - Councilmember

Heidi Hansing - Councilmember

Todd Kinsey - Councilmember

Nick Long - Councilmember

Keith Gross - Councilmember

R. Mark Rohr - City Manager

Rebecca Underhill, CPA – Asst. City Manager



Compliance Certification

We certify that the Quarterly Investment Report represents the investment position of the City of League City as of September 30, 2015 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 24, 2015.

R. Mark Rohr - City Manager

Rebecca Underhill, CPA – Asst. City Manager

Lonna Stein – Asst. Director of Finance

Quencelia Goins - Accounting Manager

Gabe Allen - Finance Committee

Nick Long - Finance Committee

Gabe Iverson - Finance Committee

Geri Bentley – Mayor Pro Tem

Juan Guerrero - Finance Committee

Edward Cantu – Finance Committee

Audrey Ayers - Finance Committee

Jean Kranz,- Finance Committee Chair

Tom Dill - Finance Committee Vice Chair



**CITY OF LEAGUE CITY, TEXAS**  
**Quarterly Investment Report**  
**06/30/2015 - 09/30/2015**

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 Asst. City Manager, Asst. Director of Finance and the Accounting Manager, who have 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	3,079,920.37	3,079,920.37	3,079,920.37	2.32	0.01	1
Cert of Dep	6,095,064.31	6,095,064.31	6,095,064.31	4.60	0.39	272
Lone Star	3,000,544.00	3,000,544.00	3,000,544.00	2.26	0.09	1
Security Inv	20,315,000.00	20,359,639.17	20,348,832.79	15.33	0.63	478
TexPool	47,556,229.09	47,556,229.09	47,556,229.09	35.88	0.08	1
TexSTAR	52,500,447.86	52,500,447.86	52,500,447.86	39.61	0.10	1
<b>Total / Average</b>	<b>132,547,205.63</b>	<b>132,591,844.80</b>	<b>132,581,038.42</b>	<b>100.00</b>	<b>0.19</b>	<b>87</b>

Rebecca Underhill  
 Rebecca Underhill, CPA - Asst. City Manager

11-10-15  
 Date

Quencelia Goins  
 Quencelia Goins - Accounting Manager

11/10/15  
 Date

Lonna Stein  
 Lonna Stein - Asst. Director of Finance

11-10-15  
 Date



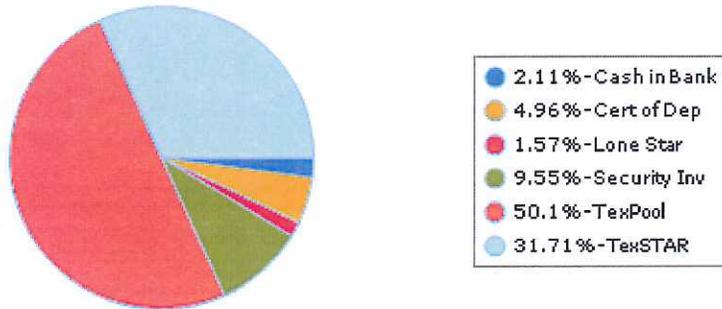
## City of League City Distribution by Asset Category - Book Value Report Group: Quarterly Investment Report

Begin Date: 6/30/2015, End Date: 9/30/2015

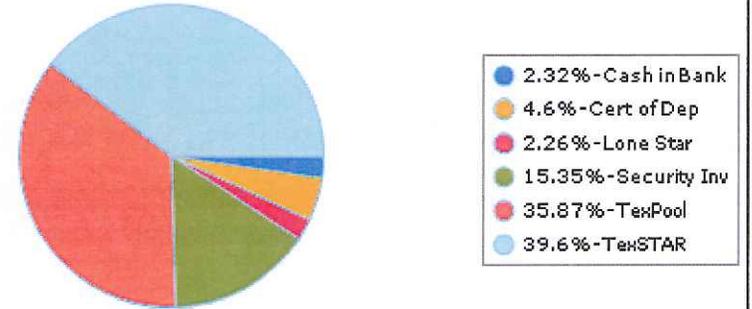
### Asset Category Allocation

Asset Category	Book Value 6/30/2015	% of Portfolio 6/30/2015	Book Value 9/30/2015	% of Portfolio 9/30/2015
Cash in Bank	2,694,843.21	2.11	3,079,920.37	2.32
Cert of Dep	6,339,431.48	4.96	6,095,064.31	4.60
Lone Star	2,000,113.42	1.57	3,000,544.00	2.26
Security Inv	12,208,885.97	9.55	20,348,832.79	15.35
TexPool	64,026,666.47	50.10	47,556,229.09	35.87
TexSTAR	40,531,744.02	31.71	52,500,447.86	39.60
<b>Total / Average</b>	<b>127,801,684.57</b>	<b>100.00</b>	<b>132,581,038.42</b>	<b>100.00</b>

**Portfolio Holdings as of 6/30/2015**



**Portfolio Holdings as of 9/30/2015**





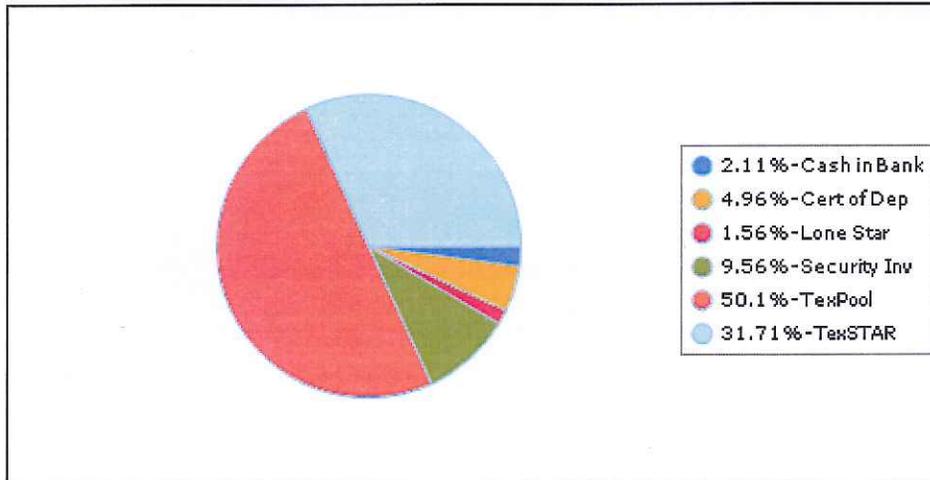
## City of League City Distribution by Asset Category - Market Value Report Group: Quarterly Investment Report

Begin Date: 6/30/2015, End Date: 9/30/2015

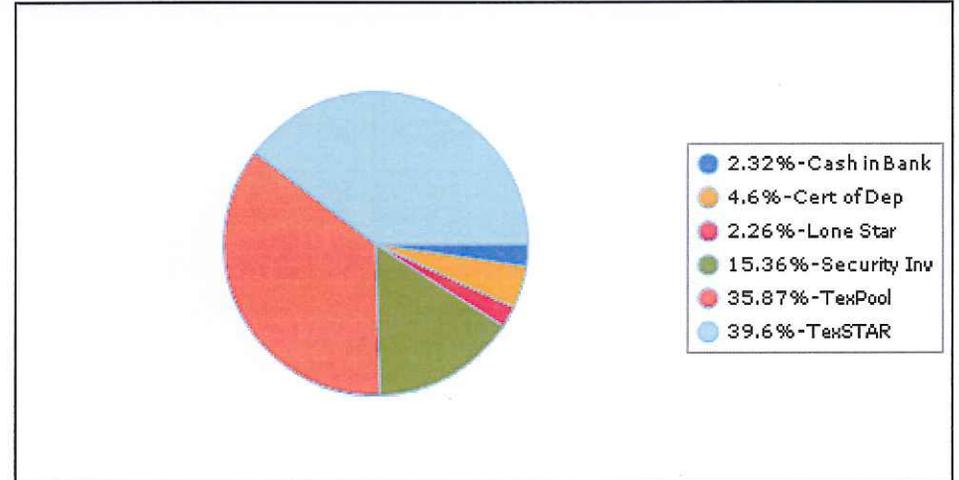
### Asset Category Allocation

Asset Category	Market Value 6/30/2015	% of Portfolio 6/30/2015	Market Value 9/30/2015	% of Portfolio 9/30/2015
Cash in Bank	2,694,843.21	2.11	3,079,920.37	2.32
Cert of Dep	6,339,431.48	4.96	6,095,064.31	4.60
Lone Star	2,000,113.42	1.56	3,000,544.00	2.26
Security Inv	12,213,993.40	9.56	20,359,639.17	15.36
TexPool	64,026,666.47	50.10	47,556,229.09	35.87
TexSTAR	40,531,744.02	31.71	52,500,447.86	39.60
<b>Total / Average</b>	<b>127,806,792.00</b>	<b>100.00</b>	<b>132,591,844.80</b>	<b>100.00</b>

**Portfolio Holdings as of 6/30/2015**



**Portfolio Holdings as of 9/30/2015**





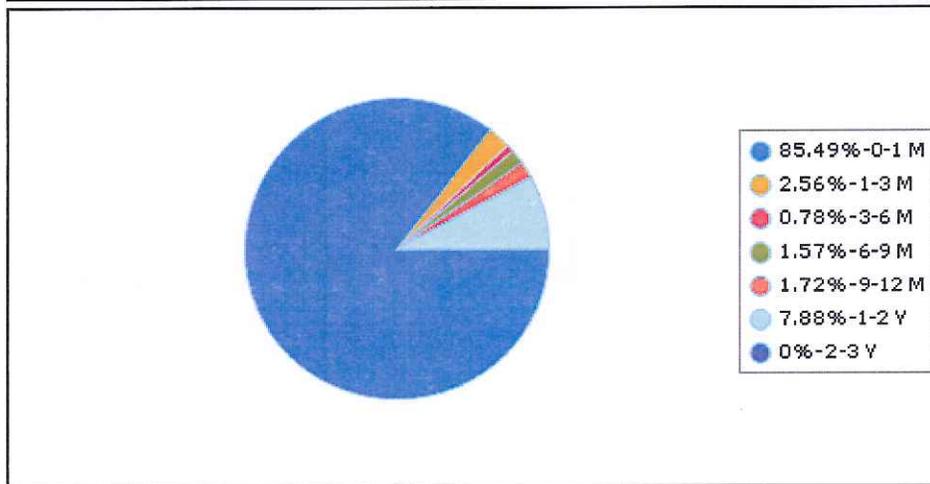
## City of League City Distribution by Maturity Range - Book Value Report Group: Quarterly Investment Report

Begin Date: 6/30/2015, End Date: 9/30/2015

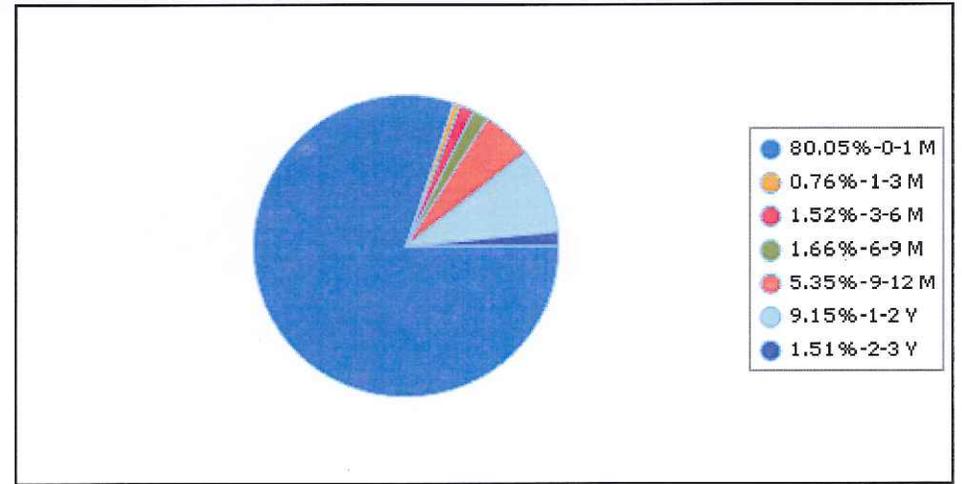
### Maturity Range Allocation

Maturity Range	Book Value 6/30/2015	% of Portfolio 6/30/2015	Book Value 9/30/2015	% of Portfolio 9/30/2015
0-1 Month	109,253,367.12	85.49	106,137,141.32	80.05
1-3 Months	3,268,401.61	2.56	1,002,629.69	0.76
3-6 Months	1,001,745.96	0.78	2,008,990.90	1.52
6-9 Months	2,007,962.05	1.57	2,201,008.63	1.66
9-12 Months	2,201,516.71	1.72	7,091,989.82	5.35
1-2 Years	10,068,691.12	7.88	12,133,778.06	9.15
2-3 Years	0.00	0.00	2,005,500.00	1.51
<b>Total / Average</b>	<b>127,801,684.57</b>	<b>100.00</b>	<b>132,581,038.42</b>	<b>100.00</b>

**Portfolio Holdings as of 6/30/2015**



**Portfolio Holdings as of 9/30/2015**



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



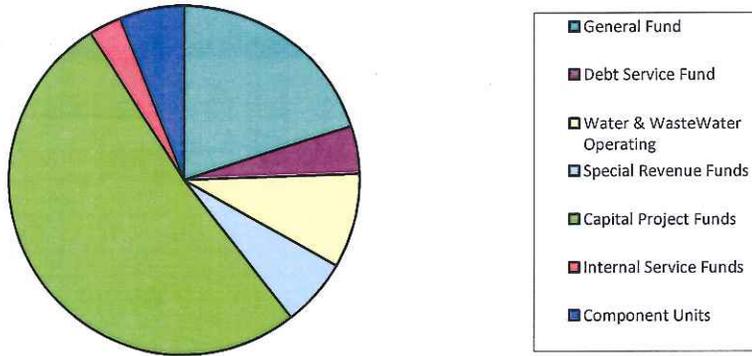
## City of League City Distribution by Fund Categories Report Group: Quarterly Investment Report

Begin Date: 6/30/2015, End Date: 9/30/2015

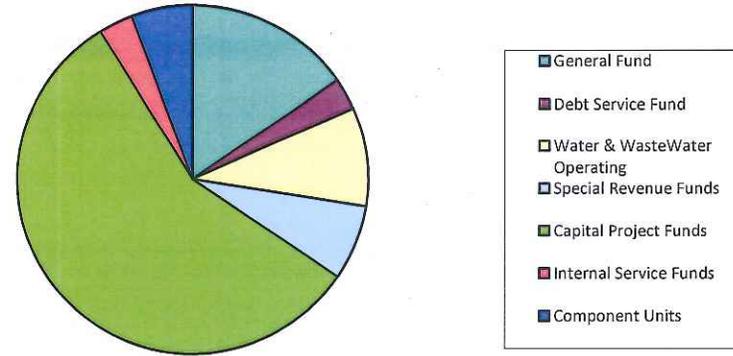
### Fund Categories Allocation

Fund Categories	Book Value 06/30/2015	% of Portfolio 06/30/2015	Book Value 09/30/2015	% of Portfolio 09/30/2015
General Fund	25,538,004.37	19.98	20,379,934.98	15.37
Debt Service Fund	5,760,538.11	4.51	3,890,159.54	2.93
Water & WasteWater Operating	11,197,021.97	8.76	12,209,393.36	9.21
Special Revenue Funds	8,023,631.16	6.28	9,261,312.12	6.99
Capital Project Funds	65,839,853.54	51.52	75,151,113.35	56.68
Internal Service Funds	3,786,462.82	2.96	4,207,685.68	3.17
Component Units	7,656,172.60	5.99	7,481,439.39	5.64
Total / Average	127,801,684.57	100.00	132,581,038.42	100.00

**Fund Categories as of 06/30/2015**



**Fund Categories as of 9/30/2015**





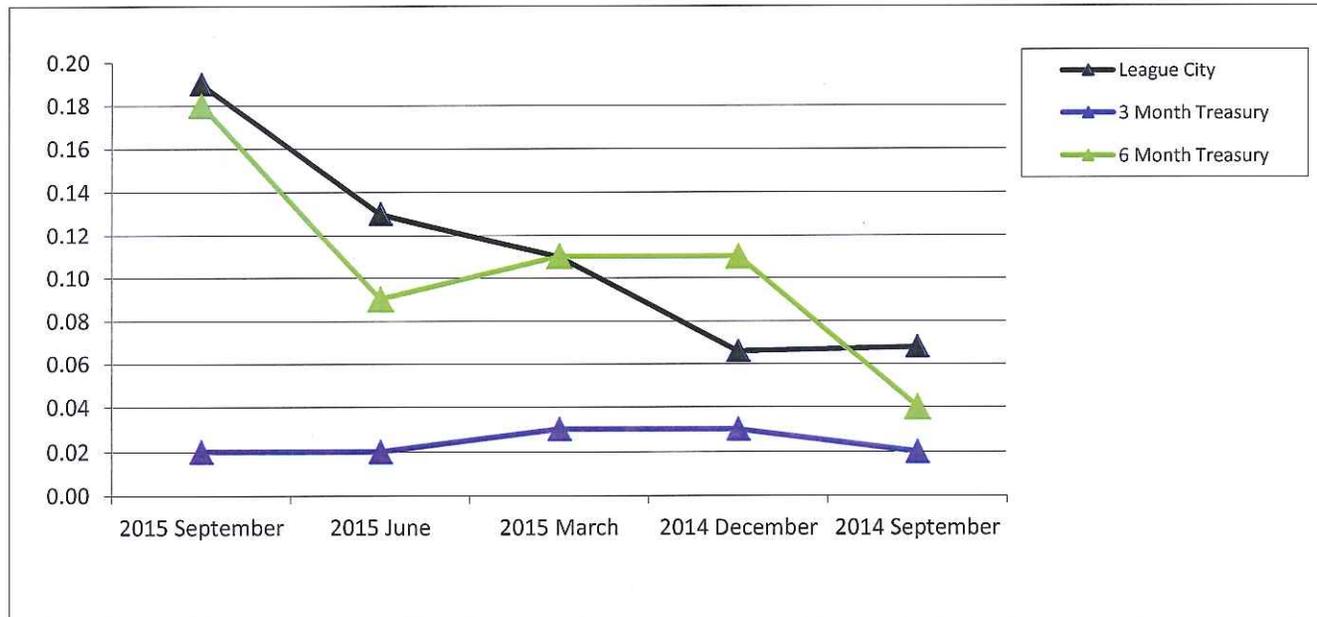
## City of League City Interest Income Report Group: Quarterly Investment Report

Begin Date: 6/30/2015, End Date: 9/30/2015

### Interest Income

			Benchmark	
Date Range	Ending Book Value	Interest Income	Weighted Average Yield	Treasury 3 Month Average
<b>Current Quarter</b>				
06/30/2015 - 09/30/2015	132,581,038.42	57,505.85	0.19	0.04
03/31/2015 - 06/30/2015	127,801,684.57	40,884.29	0.13	0.02
12/31/2014 - 03/31/2015	132,519,661.98	35,006.87	0.10	0.03
09/30/2014 - 12/31/2014	132,453,938.00	17,727.59	0.05	0.02
06/30/2014 - 09/30/2014	137,454,775.00	24,201.82	0.07	0.03

### Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
<b>2015 September</b>	0.02	0.18
August	0.07	0.22
July	0.03	0.12
<b>2015 June</b>	0.02	0.09
May	0.02	0.08
April	0.02	0.09
<b>2015 March</b>	0.03	0.11
February	0.02	0.07
January	0.03	0.08
<b>2014 December</b>	0.03	0.11
November	0.02	0.07
October	0.02	0.05
<b>2014 September</b>	0.02	0.04
August	0.03	0.05
July	0.03	0.06



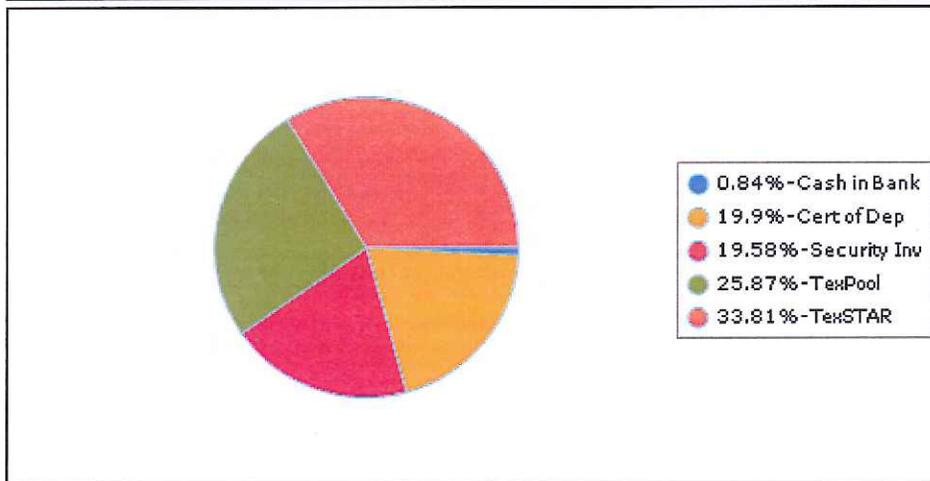
## City of League City Distribution by Asset Category - Book Value 010 - General Fund

Begin Date: 6/30/2015, End Date: 9/30/2015

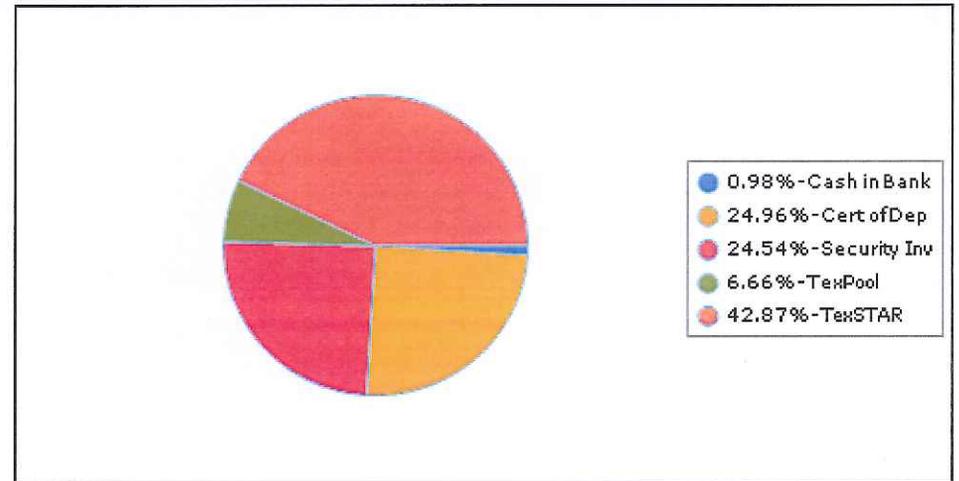
### Asset Category Allocation

Asset Category	Book Value 6/30/2015	% of Portfolio 6/30/2015	Book Value 9/30/2015	% of Portfolio 9/30/2015
Cash in Bank	215,518.93	0.84	200,136.85	0.98
Cert of Dep	5,081,432.95	19.90	5,086,049.50	24.96
Security Inv	5,000,245.85	19.58	5,000,243.38	24.54
TexPool	6,606,805.00	25.87	1,357,368.40	6.66
TexSTAR	8,634,001.64	33.81	8,736,136.85	42.87
<b>Total / Average</b>	<b>25,538,004.37</b>	<b>100.00</b>	<b>20,379,934.98</b>	<b>100.00</b>

**Portfolio Holdings as of 6/30/2015**



**Portfolio Holdings as of 9/30/2015**





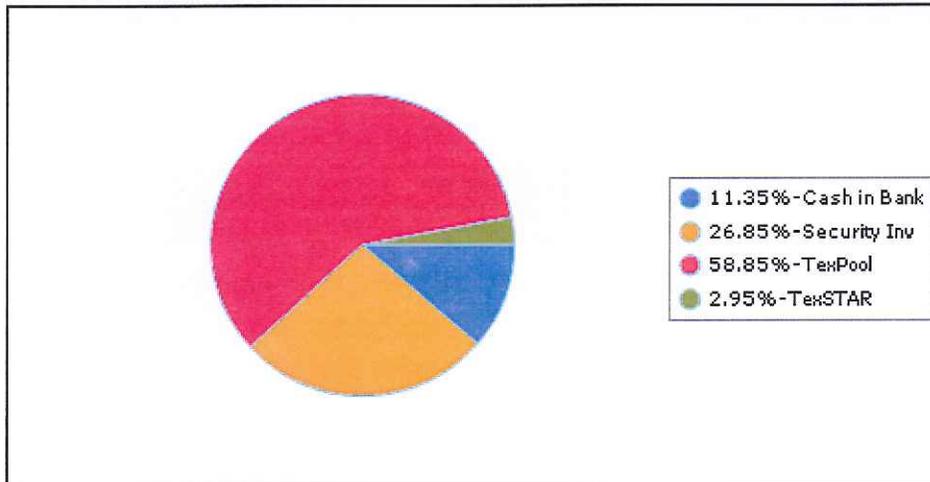
## City of League City Distribution by Asset Category - Book Value Report Group: Water & WasteWater Operating

Begin Date: 6/30/2015, End Date: 9/30/2015

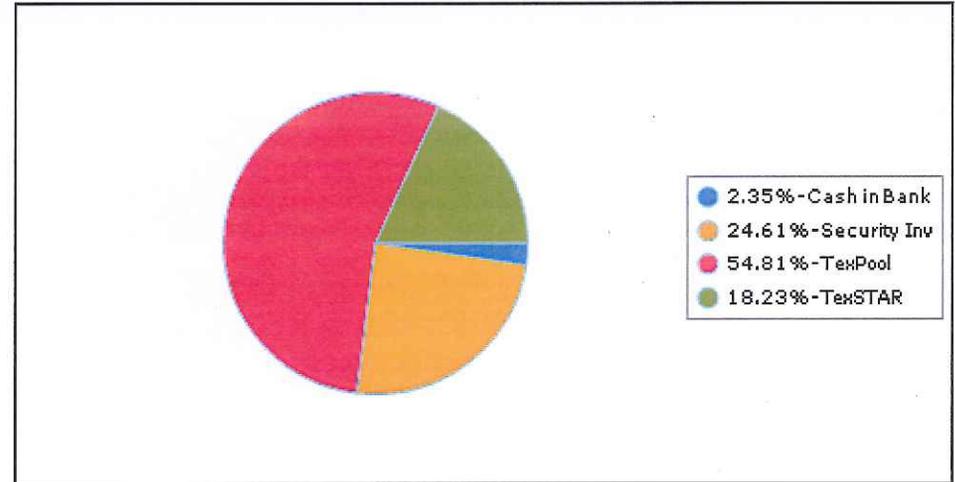
### Asset Category Allocation

Asset Category	Book Value 6/30/2015	% of Portfolio 6/30/2015	Book Value 9/30/2015	% of Portfolio 9/30/2015
Cash in Bank	1,271,362.69	11.35	286,629.45	2.35
Security Inv	3,006,218.20	26.85	3,005,067.10	24.61
TexPool	6,588,923.40	58.85	6,692,487.47	54.81
TexSTAR	330,517.68	2.95	2,225,209.34	18.23
<b>Total / Average</b>	<b>11,197,021.97</b>	<b>100.00</b>	<b>12,209,393.36</b>	<b>100.00</b>

**Portfolio Holdings as of 6/30/2015**



**Portfolio Holdings as of 9/30/2015**





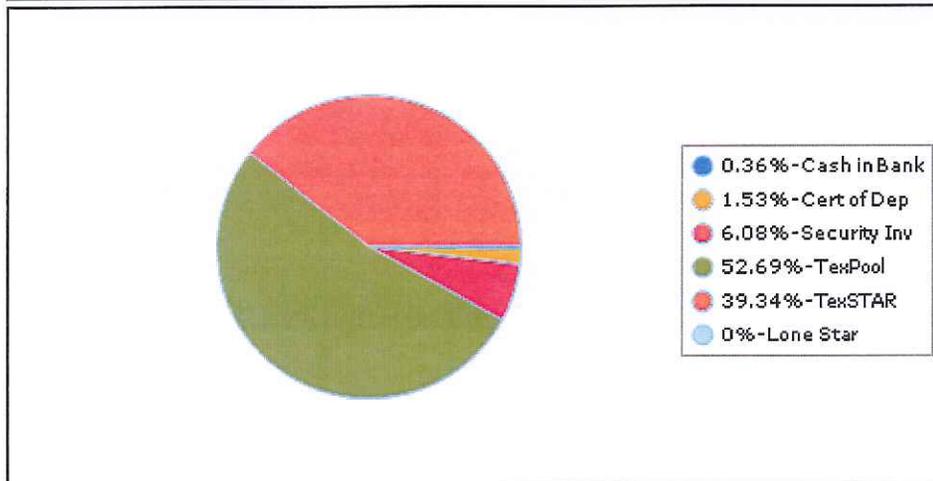
## City of League City Distribution by Asset Category - Book Value Report Group: Capital Project Funds

Begin Date: 6/30/2015, End Date: 9/30/2015

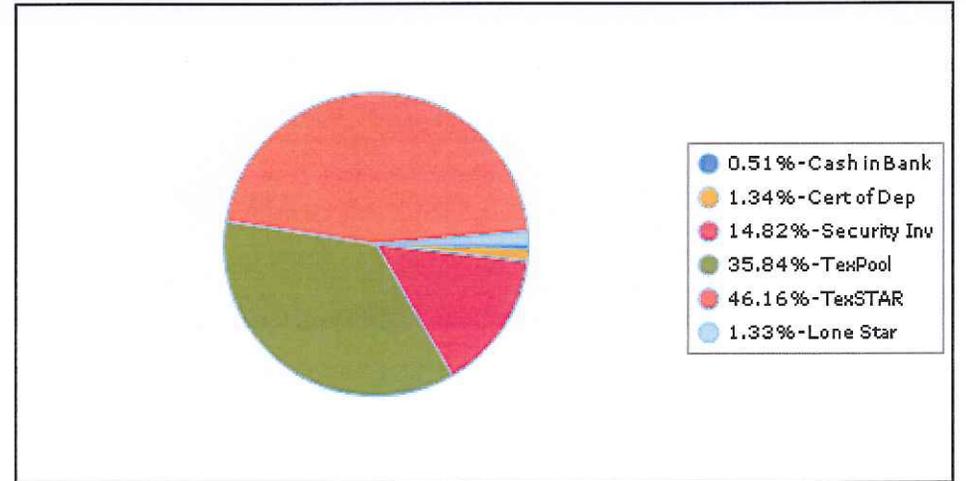
### Asset Category Allocation

Asset Category	Book Value 6/30/2015	% of Portfolio 6/30/2015	Book Value 9/30/2015	% of Portfolio 9/30/2015
Cash in Bank	239,453.01	0.36	380,707.86	0.51
Cert of Dep	1,007,998.53	1.53	1,009,014.81	1.34
Security Inv	4,000,380.77	6.08	11,136,628.69	14.82
TexPool	34,692,176.89	52.69	26,931,280.38	35.84
TexSTAR	25,899,844.34	39.34	34,693,432.18	46.16
Lone Star	0.00	0.00	1,000,049.43	1.33
<b>Total / Average</b>	<b>65,839,853.54</b>	<b>100.00</b>	<b>75,151,113.35</b>	<b>100.00</b>

**Portfolio Holdings as of 6/30/2015**



**Portfolio Holdings as of 9/30/2015**





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

Begin Date: 6/30/2015, End Date: 9/30/2015

Investment Type Description	Cusip No.	Settlement Date	Maturity Date	06/30/2015		09/30/2015		YTM @ Cost
				Book Value	Market Value	Book Value	Market Value	
<b>Cash</b>								
Cash		n/a	n/a	2,694,843.21	2,694,843.21	3,079,920.37	3,079,920.37	0.010
<b>SubTotal / Cash</b>				<b>2,694,843.21</b>	<b>2,694,843.21</b>	<b>3,079,920.37</b>	<b>3,079,920.37</b>	
<b>Local Government Investment Pools</b>								
TexPool		n/a	n/a	64,026,666.47	64,026,666.47	47,556,229.09	47,556,229.09	0.085
TexSTAR				40,531,744.02	40,531,744.02	52,500,447.86	52,500,447.86	0.099
Lonestar		n/a	n/a	2,000,113.42	2,000,113.42	3,000,544.00	3,000,544.00	0.087
<b>SubTotal / Local Government Investment Pool</b>				<b>106,558,523.91</b>	<b>106,558,523.91</b>	<b>103,057,220.95</b>	<b>103,057,220.95</b>	
<b>Certificate of Deposit</b>								
Town North Bank, TX		08/26/2013	08/26/2015	250,000.00	250,000.00	-	-	0.600
Prosperity Bank		09/17/2015	09/17/2016	3,018,401.61	3,018,401.61	3,021,064.42	3,021,064.42	0.400
Prosperity Bank		12/16/2014	12/16/2015	1,001,745.96	1,001,745.96	1,002,629.69	1,002,629.69	0.350
Prosperity Bank		02/27/2015	02/27/2016	1,007,998.53	1,007,998.53	1,009,014.81	1,009,014.81	0.400
Prosperity Bank		03/04/2015	09/04/2016	1,061,285.38	1,061,285.38	1,062,355.39	1,062,355.39	0.400
<b>SubTotal / Local Government Investment Pool</b>				<b>6,339,431.48</b>	<b>6,339,431.48</b>	<b>6,095,064.31</b>	<b>6,095,064.31</b>	
<b>Security Inv</b>								
<b>Municipal Bonds</b>								
Denton County, TX	248775L89	08/01/2013	04/15/2016	202,041.15	202,658.00	201,393.62	201,934.00	0.700
Harris County Flood	4140185H0	01/20/2015	10/01/2016	1,000,459.00	999,960.00	1,000,367.00	1,001,870.00	0.600
<b>SubTotal / Municipal</b>				<b>1,202,500.15</b>	<b>1,202,618.00</b>	<b>1,201,760.62</b>	<b>1,203,804.00</b>	



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

Begin Date: 6/30/2015, End Date: 9/30/2015

Investment Type	Description	Cusip No.	Settlement Date	Maturity Date	06/30/2015		09/30/2015		YTM @ Cost
					Book Value	Market Value	Book Value	Market Value	
<b>US Agency</b>									
	FFCB	3133EEUP3	03/23/2015	03/23/2016	999,963.52	999,980.30	999,976.09	1,000,364.50	0.335
	FHLB	3130A2C61	12/17/2014	06/10/2016	999,475.56	999,457.50	999,615.01	1,000,001.60	0.431
	FHLMC	3137EADS5	02/10/2015	10/14/2016	1,003,405.19	1,004,650.00	1,002,741.47	1,003,630.00	0.610
	FFCB	3133EEUS7	03/23/2015	11/23/2016	1,000,347.77	1,001,719.80	1,000,285.28	1,001,948.20	0.600
	FHLB	3130A3Q64	01/15/2015	12/12/2016	1,002,813.01	1,002,341.10	1,002,325.63	1,002,953.80	0.505
	FHLB	3130A3US1	01/27/2015	01/27/2017	1,000,000.00	1,002,230.80	1,000,000.00	1,002,122.40	0.800
	FHLB	3130A46U1	02/13/2015	02/13/2017	1,000,000.00	1,001,744.30	1,000,000.00	1,002,414.60	0.720
	FHLMC	3134G6FD0	02/24/2015	02/24/2017	1,000,000.00	1,002,056.00	1,000,000.00	1,000,530.00	0.800
	FHLMC	3134G6YC1	04/29/2015	05/30/2017	1,000,380.77	999,010.00	1,000,330.72	999,910.00	0.650
	FHLB	3130A5AE9	05/04/2015	05/04/2016	1,000,000.00	999,082.30	1,000,000.00	999,832.20	0.300
	FHLB	3130A4ZB1	06/01/2015	03/30/2017	1,000,000.00	999,103.30	1,000,000.00	1,000,647.60	0.625
	FHLB	3130A66Q5	08/14/2015	08/04/2016	-	-	999,783.01	999,430.20	0.401
	FHLB	313371PV2	08/14/2015	12/09/2016	-	-	1,129,055.71	1,129,348.27	0.561
	FFCB	3133EE7M6	08/19/2015	06/19/2017	-	-	999,039.25	999,506.40	0.706
	FHLB	3130A66Z5	08/26/2015	05/26/2017	-	-	1,000,000.00	1,000,402.40	0.750
	FHLMC	3134G7SH5	08/27/2015	02/27/2018	-	-	1,000,000.00	1,000,770.00	1.125
	FHLMC	3134G7SP7	08/31/2015	08/29/2017	-	-	1,000,000.00	1,001,241.00	0.850
	FNMA	3135G0CM3	09/30/2015	09/28/2016	-	-	1,008,420.00	1,007,330.00	0.401
	FHLB	3130A3LY8	09/30/2015	11/28/2017	-	-	1,005,500.00	1,003,452.00	0.743
<b>SubTotal / US Agency</b>					<b>11,006,385.82</b>	<b>11,011,375.40</b>	<b>19,147,072.17</b>	<b>19,155,835.17</b>	
<b>SubTotal / Security Inv</b>					<b>12,208,885.97</b>	<b>12,213,993.40</b>	<b>20,348,832.79</b>	<b>20,359,639.17</b>	
<b>Total / Average</b>					<b>127,801,684.57</b>	<b>127,806,792.00</b>	<b>132,581,038.42</b>	<b>132,591,844.80</b>	



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

Begin Date: 6/30/2015, End Date: 9/30/2015

**Purchases**

Description	Cusip No.	Interest Rate	Settlement Date	Maturity Date	Face Amount Shares
<b>Certificate of Deposit</b>					
Prosperity Bank - Renewed		0.40	09/17/2015	09/17/2016	3,021,064.00
					3,021,064.00

**Municipal Bond**

0.00

**US Agency**

FHLB	3130A66Q5	0.401	08/14/2015	08/04/2016	1,000,000.00
FHLB	313371PV2	0.561	08/14/2015	12/09/2016	1,115,000.00
FFCB	3133EE7M6	0.706	08/19/2015	06/19/2017	1,000,000.00
FHLB	3130A66Z5	0.750	08/26/2015	05/26/2017	1,000,000.00
FHLMC	3134G7SH5	1.125	08/27/2015	02/27/2018	1,000,000.00
FHLMC	3134G7SP7	0.850	08/31/2015	08/29/2017	1,000,000.00
FNMA	3135G0CM3	0.401	09/30/2015	09/28/2016	1,000,000.00
FHLB	3130A3LY8	0.743	09/30/2015	11/28/2017	1,000,000.00
					8,115,000.00

**Total** **11,136,064.00**

**Maturities**

Description	Cusip No.	Maturity Date	Face Amount Shares
<b>Certificate of Deposit</b>			
Prosperity Bank		09/17/2015	3,021,064.00
			3,021,064.00

**Municipal Bond**

0.00

**US Agency**

**Total** **3,021,064.00**



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

Begin Date: 6/30/2015, End Date: 9/30/2015

**Investments**

Description	Market Value
JPMorgan Cash (End of Day Ledger Balance)	172,012.31
JPMorgan Cash Repo	2,444,551.68
<hr/>	
Prosperity Bank - Certificate of Deposit	6,095,064.31
Accrued Interest	1,243.66
	<hr/>
	6,096,307.97

<b>Total</b>	<b>6,268,320.28</b>
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**Collateral**

Description	Market Value	Collateralized Percentage
Pledged Securities	5,079,374.40	
FDIC Coverage	250,000.00	
	<hr/>	
	5,329,374.40	3098.25%
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Pledged Securities	2,493,443.00	102.00%
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Pledged Securities	8,857,953.10	145.33%
FDIC Coverage	250,000.00	
	<hr/>	
	9,107,953.10	

<b>Total</b>	<b>14,187,327.50</b>	<b>226.33%</b>
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**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.