



Quarterly Investment Report

As of December 31, 2015

Tim Paulissen - Mayor

Geri Bentley - Mayor Pro Tem

Dan Becker - 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 December 31, 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.

A handwritten signature in blue ink, appearing to read "R. Mark Rohr", written over a horizontal line.

R. Mark Rohr - City Manager

A handwritten signature in blue ink, appearing to read "Geri Bentley", written over a horizontal line.

Geri Bentley - Mayor Pro Tem

A handwritten signature in blue ink, appearing to read "Rebecca Underhill", written over a horizontal line.

Rebecca Underhill, CPA - Asst. City Manager

A handwritten signature in blue ink, appearing to read "Juan Guerrero", written over a horizontal line.

Juan Guerrero - Finance Committee

A handwritten signature in blue ink, appearing to read "Lonna Stein", written over a horizontal line.

Lonna Stein - Asst. Director of Finance

A handwritten signature in blue ink, appearing to read "Tom Crews", written over a horizontal line.

Tom Crews - Finance Committee

A handwritten signature in blue ink, appearing to read "Quencelia Goins", written over a horizontal line.

Quencelia Goins - Accounting Manager

A handwritten signature in blue ink, appearing to read "Audrey Ayers", written over a horizontal line.

Audrey Ayers - Finance Committee

A handwritten signature in blue ink, appearing to read "Gabe Allen", written over a horizontal line.

Gabe Allen - Finance Committee

A handwritten signature in blue ink, appearing to read "Gabe Iverson", written over a horizontal line.

Gabe Iverson - Finance Committee

A handwritten signature in blue ink, appearing to read "Nick Long", written over a horizontal line.

Nick Long - Finance Committee

A handwritten signature in blue ink, appearing to read "Tom Dill", written over a horizontal line.

Tom Dill - Finance Committee Vice Chair



CITY OF LEAGUE CITY, TEXAS
Quarterly Investment Report
09/30/2015 - 12/31/2015

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	2,911,946.22	2,911,946.22	2,911,946.22	1.99	0.01	1
Cert of Dep	5,097,524.16	5,097,524.16	5,097,524.16	3.49	0.40	218
Lone Star	3,001,447.17	3,001,447.17	3,001,447.17	2.05	0.17	1
Security Inv	22,315,000.00	22,284,959.91	22,344,266.90	15.28	0.63	389
TexPool	64,442,409.46	64,442,409.46	64,442,409.46	44.11	0.19	1
TexSTAR	48,317,931.58	48,317,931.58	48,317,931.58	33.07	0.19	1
Total / Average	146,086,258.59	146,056,218.50	146,115,525.49	100.00	0.26	68

Rebecca Underhill

Rebecca Underhill, CPA - Asst. City Manager

2/10/16

Date

Quencelia Goins

Quencelia Goins - Accounting Manager

2/10/16

Date

Lonna Stein

Lonna Stein - Asst. Director of Finance

2/10/16

Date



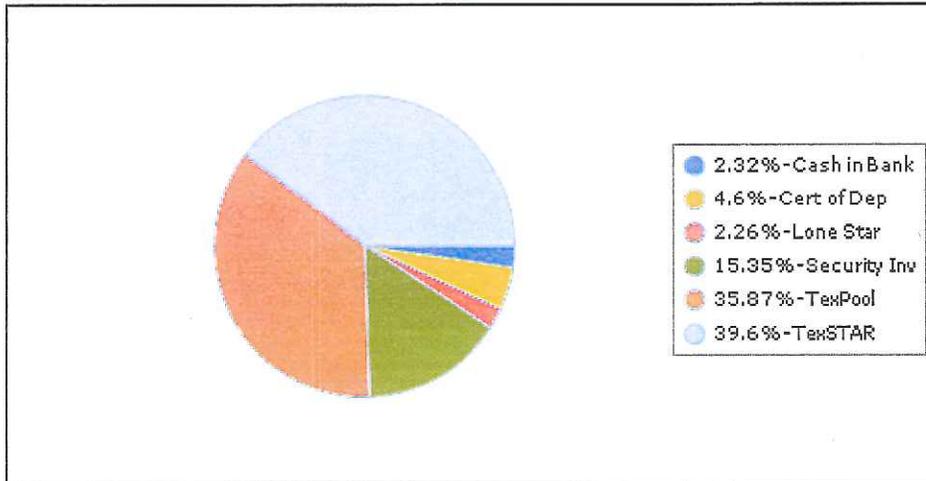
City of League City
Distribution by Asset Category - Book Value
Report Group: Quarterly Investment Report

Begin Date: 9/30/2015, End Date: 12/31/2015

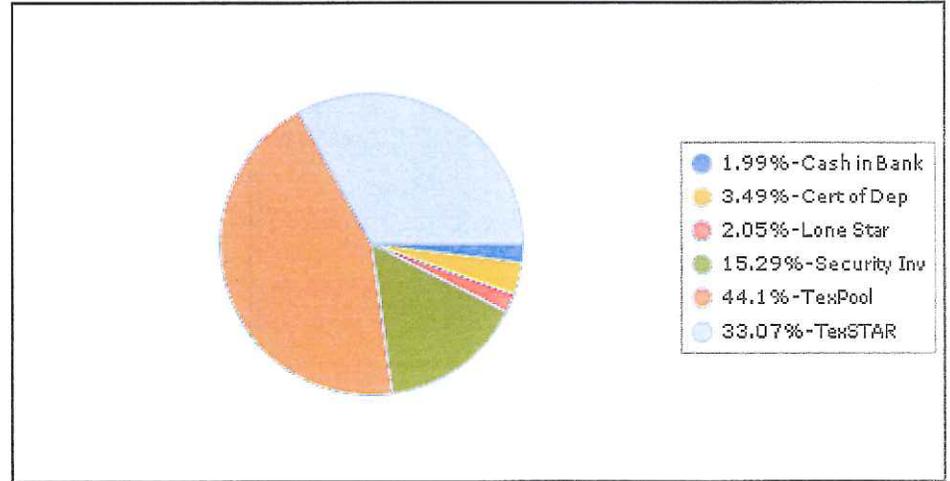
Asset Category Allocation

Asset Category	Book Value 9/30/2015	% of Portfolio 9/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
Cash in Bank	3,079,920.37	2.32	2,911,946.22	1.99
Cert of Dep	6,095,064.31	4.60	5,097,524.16	3.49
Lone Star	3,000,544.00	2.26	3,001,447.17	2.05
Security Inv	20,348,832.79	15.35	22,344,266.90	15.29
TexPool	47,556,229.09	35.87	64,442,409.46	44.10
TexSTAR	52,500,447.86	39.60	48,317,931.58	33.07
Total / Average	132,581,038.42	100.00	146,115,525.49	100.00

Portfolio Holdings as of 9/30/2015



Portfolio Holdings as of 12/31/2015





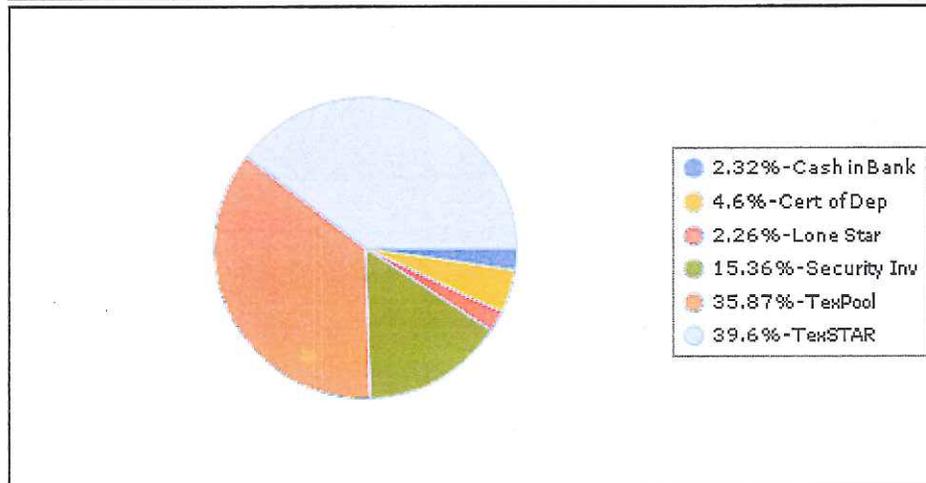
City of League City Distribution by Asset Category - Market Value Report Group: Quarterly Investment Report

Begin Date: 9/30/2015, End Date: 12/31/2015

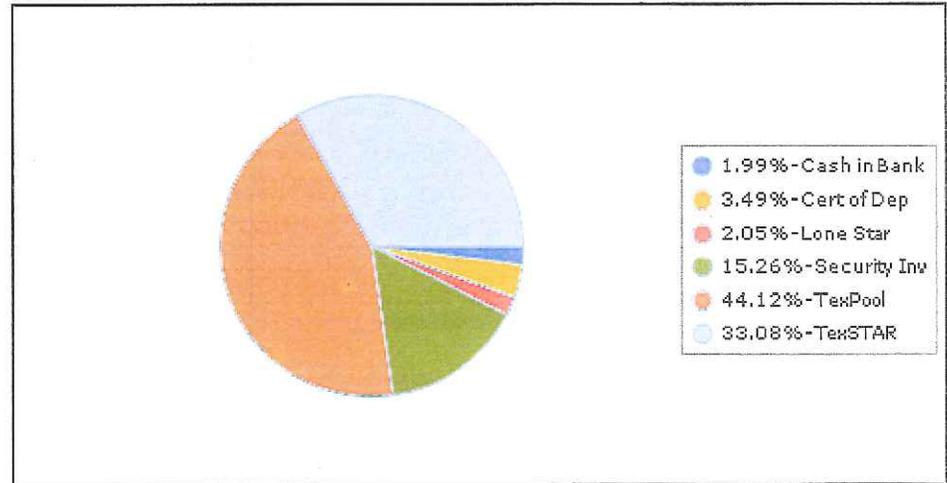
Asset Category Allocation

Asset Category	Market Value 9/30/2015	% of Portfolio 9/30/2015	Market Value 12/31/2015	% of Portfolio 12/31/2015
Cash in Bank	3,079,920.37	2.32	2,911,946.22	1.99
Cert of Dep	6,095,064.31	4.60	5,097,524.16	3.49
Lone Star	3,000,544.00	2.26	3,001,447.17	2.05
Security Inv	20,359,639.17	15.36	22,284,959.91	15.26
TexPool	47,556,229.09	35.87	64,442,409.46	44.12
TexSTAR	52,500,447.86	39.60	48,317,931.58	33.08
Total / Average	132,591,844.80	100.00	146,056,218.50	100.00

Portfolio Holdings as of 9/30/2015



Portfolio Holdings as of 12/31/2015



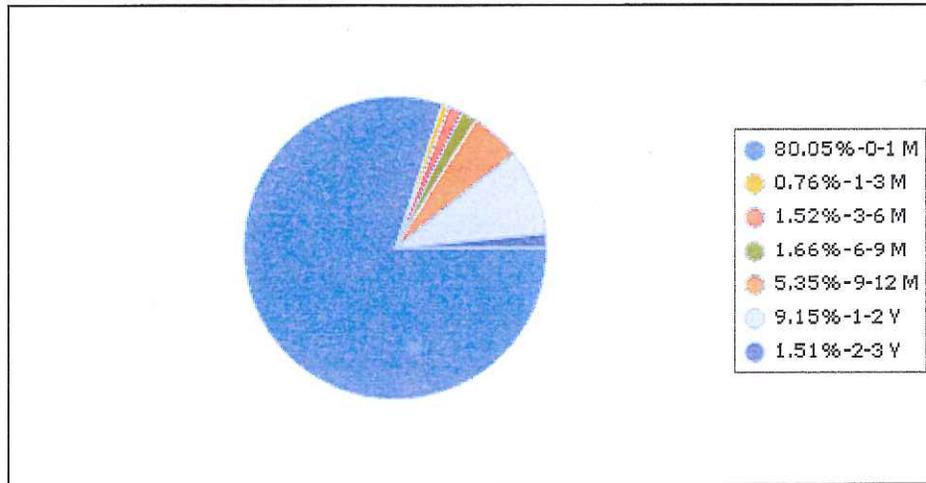


City of League City Distribution by Maturity Range - Book Value Report Group: Quarterly Investment Report

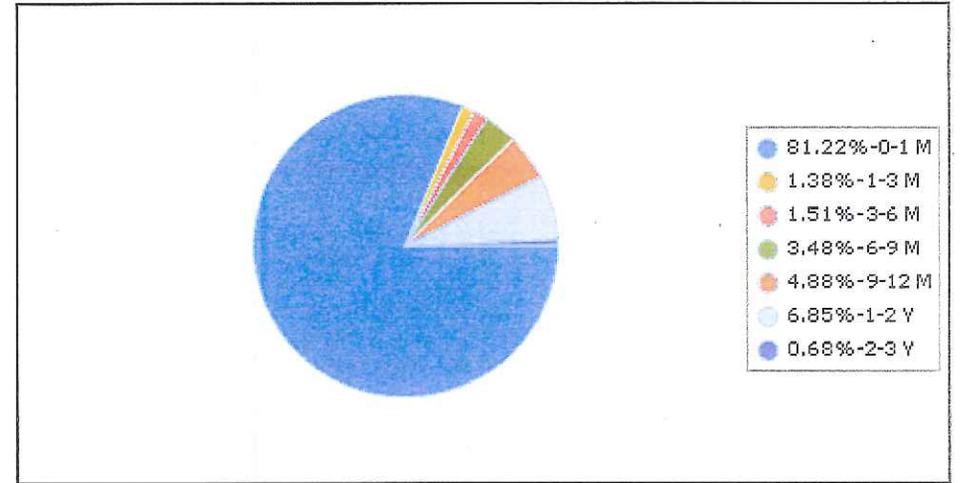
Begin Date: 9/30/2015, End Date: 12/31/2015

Maturity Range Allocation				
Maturity Range	Book Value 9/30/2015	% of Portfolio 9/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
0-1 Month	106,137,141.32	80.05	118,673,734.43	81.22
1-3 Months	1,002,629.69	0.76	2,010,020.78	1.38
3-6 Months	2,008,990.90	1.52	2,200,500.53	1.51
6-9 Months	2,201,008.63	1.66	5,087,339.65	3.48
9-12 Months	7,091,989.82	5.35	7,136,795.50	4.88
1-2 Years	12,133,778.06	9.15	10,007,134.60	6.85
2-3 Years	2,005,500.00	1.51	1,000,000.00	0.68
Total / Average	132,581,038.42	100.00	146,115,525.49	100.00

Portfolio Holdings as of 9/30/2015



Portfolio Holdings as of 12/31/2015



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



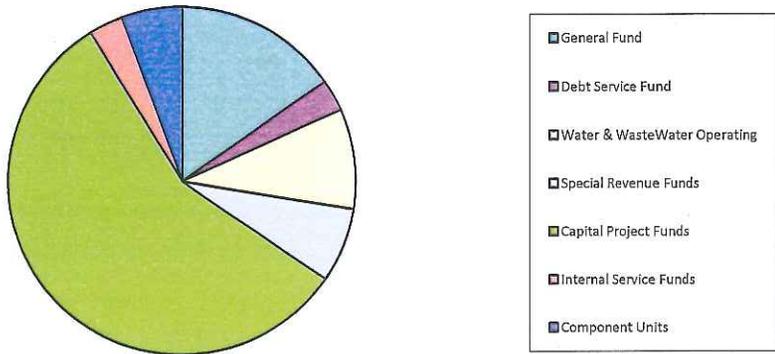
City of League City Distribution by Fund Categories Report Group: Quarterly Investment Report

Begin Date: 9/30/2015, End Date: 12/31/2015

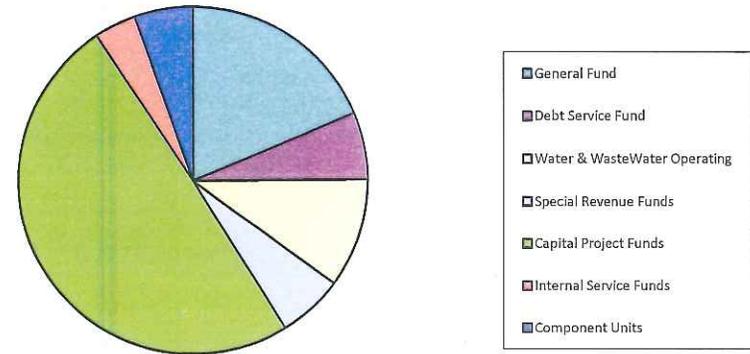
Fund Categories Allocation

Fund Categories	Book Value 09/30/2015	% of Portfolio 09/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
General Fund	20,379,934.98	15.37	27,288,989.51	18.68
Debt Service Fund	3,890,159.54	2.93	9,048,523.52	6.19
Water & WasteWater Operating	12,209,393.36	9.21	14,906,684.20	10.20
Special Revenue Funds	9,261,312.12	6.99	8,905,414.06	6.09
Capital Project Funds	75,151,113.35	56.68	72,296,019.10	49.48
Internal Service Funds	4,207,685.68	3.17	5,703,749.35	3.90
Component Units	7,481,439.39	5.64	7,966,145.75	5.45
Total / Average	132,581,038.42	100.00	146,115,525.49	100.00

Fund Categories as of 09/30/2015



Fund Categories as of 12/31/2015



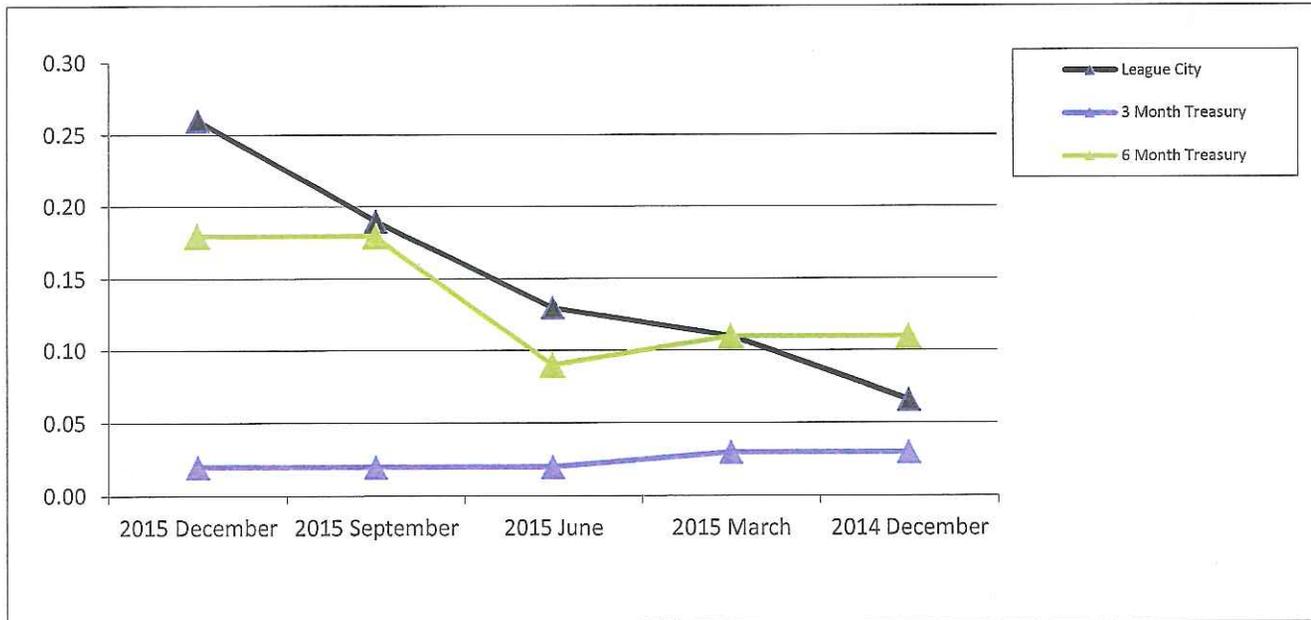


City of League City Interest Income Report Group: Quarterly Investment Report

Begin Date: 9/30/2015, End Date: 12/31/2015

Interest Income				
			Benchmark	
Date Range	Ending Book Value	Interest Income	Weighted Average Yield	Treasury 3 Month Average
Current Quarter				
09/30/2015 - 12/31/2015	146,115,525.49	79,738.43	0.26	0.13
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

Yield Comparison



	Treasury	
	3 MONTH	6 MONTH
2015 December	0.23	0.50
November	0.13	0.33
October	0.02	0.11
2015 September	0.02	0.18
August	0.07	0.22
July	0.03	0.12
2015 June	0.02	0.09
May	0.02	0.08
April	0.02	0.09
2015 March	0.03	0.11
February	0.02	0.07
January	0.03	0.08
2014 December	0.03	0.11
November	0.02	0.07
October	0.02	0.05



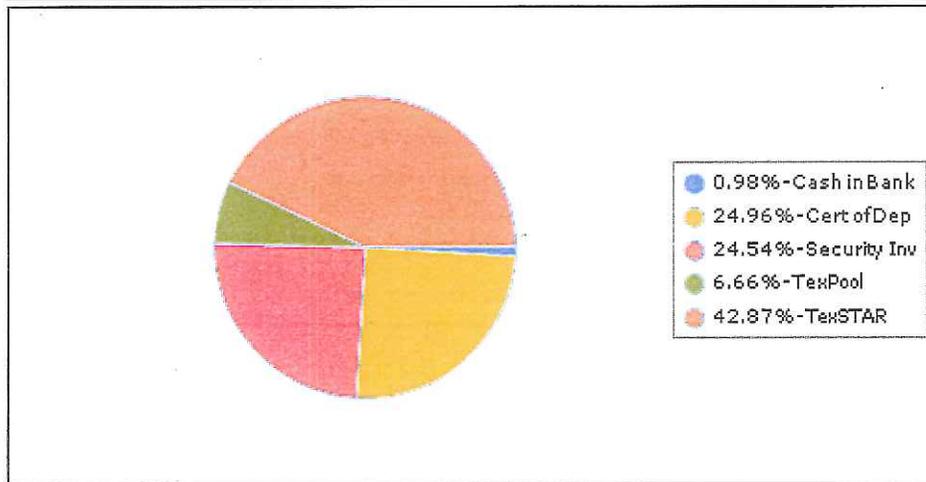
City of League City
Distribution by Asset Category - Book Value
010 - General Fund

Begin Date: 9/30/2015, End Date: 12/31/2015

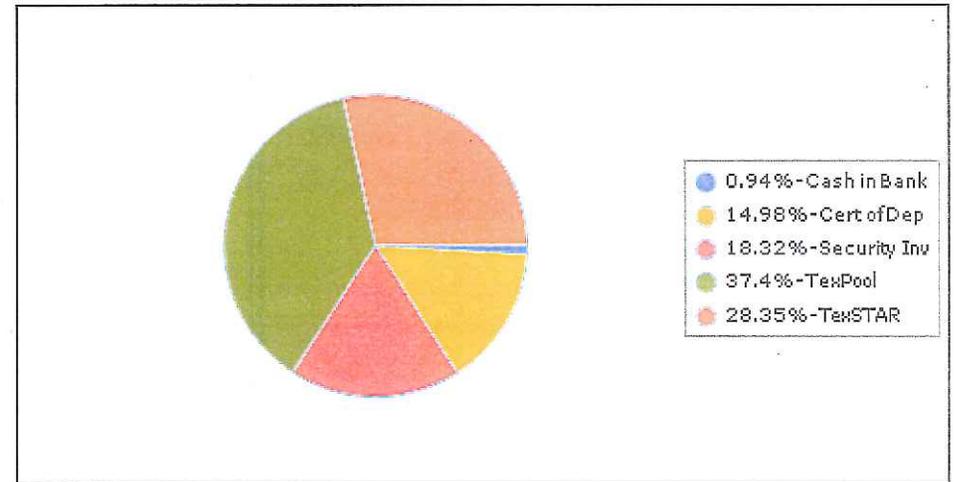
Asset Category Allocation

Asset Category	Book Value 9/30/2015	% of Portfolio 9/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
Cash in Bank	200,136.85	0.98	257,582.45	0.94
Cert of Dep	5,086,049.50	24.96	4,087,492.04	14.98
Security Inv	5,000,243.38	24.54	5,000,240.90	18.32
TexPool	1,357,368.40	6.66	10,206,798.32	37.40
TexSTAR	8,736,136.85	42.87	7,736,875.80	28.35
Total / Average	20,379,934.98	100.00	27,288,989.51	100.00

Portfolio Holdings as of 9/30/2015



Portfolio Holdings as of 12/31/2015



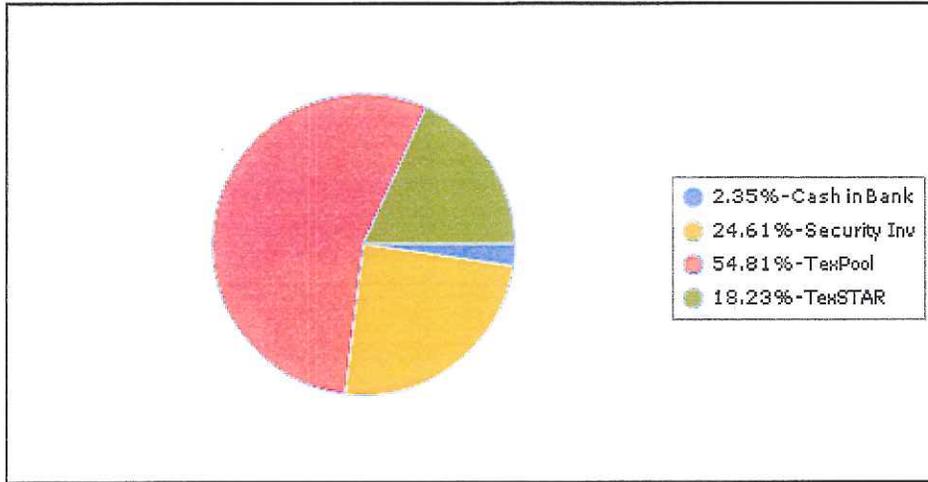


City of League City
Distribution by Asset Category - Book Value
Report Group: Water & WasteWater Operating

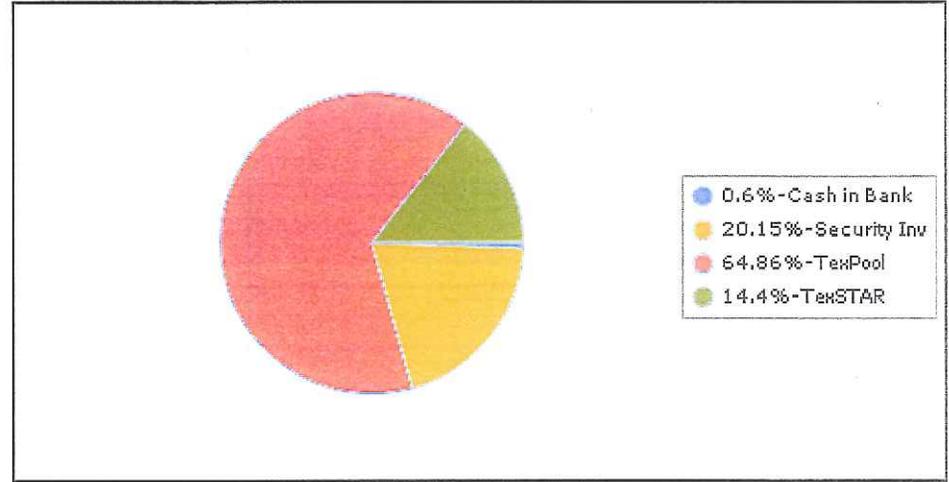
Begin Date: 9/30/2015, End Date: 12/31/2015

Asset Category Allocation				
Asset Category	Book Value 9/30/2015	% of Portfolio 9/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
Cash in Bank	286,629.45	2.35	88,898.26	0.60
Security Inv	3,005,067.10	24.61	3,003,916.01	20.15
TexPool	6,692,487.47	54.81	9,667,901.80	64.86
TexSTAR	2,225,209.34	18.23	2,145,968.13	14.40
Total / Average	12,209,393.36	100.00	14,906,684.20	100.00

Portfolio Holdings as of 9/30/2015



Portfolio Holdings as of 12/31/2015





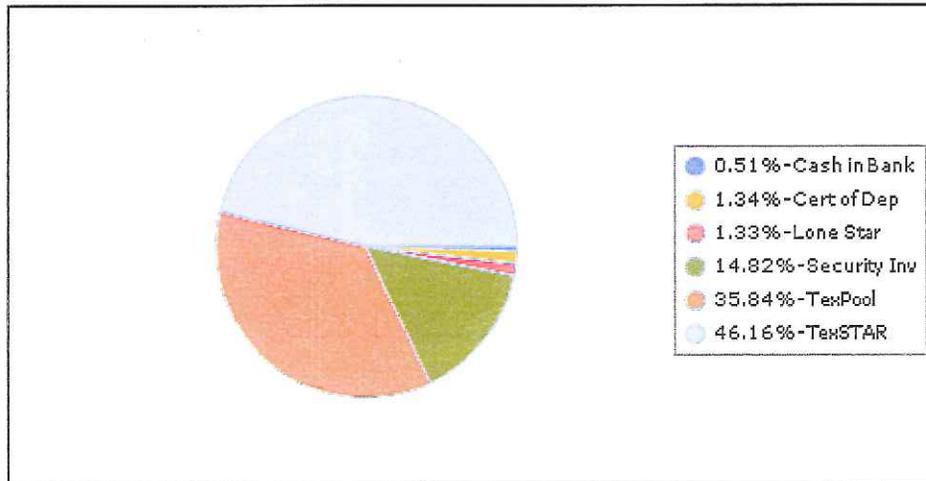
City of League City
Distribution by Asset Category - Book Value
Report Group: Capital Project Funds

Begin Date: 9/30/2015, End Date: 12/31/2015

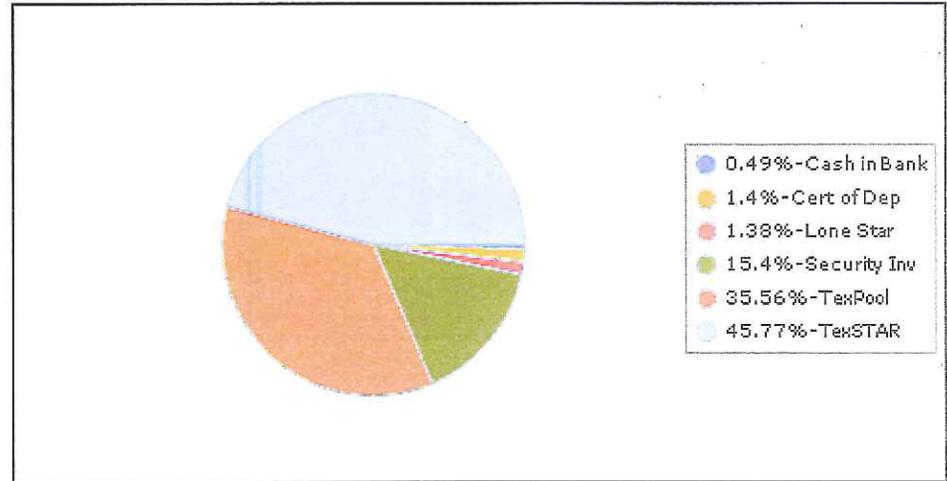
Asset Category Allocation

Asset Category	Book Value 9/30/2015	% of Portfolio 9/30/2015	Book Value 12/31/2015	% of Portfolio 12/31/2015
Cash in Bank	380,707.86	0.51	354,705.82	0.49
Cert of Dep	1,009,014.81	1.34	1,010,032.12	1.40
Lone Star	1,000,049.43	1.33	1,000,350.44	1.38
Security Inv	11,136,628.69	14.82	11,131,689.99	15.40
TexPool	26,931,280.38	35.84	25,706,831.70	35.56
TexSTAR	34,693,432.18	46.16	33,092,409.03	45.77
Total / Average	75,151,113.35	100.00	72,296,019.10	100.00

Portfolio Holdings as of 9/30/2015



Portfolio Holdings as of 12/31/2015





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

Begin Date: 9/30/2015, End Date: 12/31/2015

Investment Type	Description	Cusip No.	Settlement Date	Maturity Date	09/30/2015		12/31/2015		YTM @ Cost
					Book Value	Market Value	Book Value	Market Value	
Cash									
	Cash		n/a	n/a	3,079,920.37	3,079,920.37	2,911,946.22	2,911,946.22	0.010
	SubTotal / Cash				3,079,920.37	3,079,920.37	2,911,946.22	2,911,946.22	
Local Government Investment Pools									
	TexPool		n/a	n/a	47,556,229.09	47,556,229.09	64,442,409.46	64,442,409.46	0.186
	TexSTAR				52,500,447.86	52,500,447.86	48,317,931.58	48,317,931.58	0.187
	Lonestar		n/a	n/a	3,000,544.00	3,000,544.00	3,001,447.17	3,001,447.17	0.172
	SubTotal / Local Government Investment Pool				103,057,220.95	103,057,220.95	115,761,788.21	115,761,788.21	
Certificate of Deposit									
	Prosperity Bank		09/17/2015	09/17/2016	3,021,064.42	3,021,064.42	3,024,077.21	3,024,077.21	0.400
	Prosperity Bank		12/16/2014	12/16/2015	1,002,629.69	1,002,629.69	-	-	0.350
	Prosperity Bank		02/27/2015	02/27/2016	1,009,014.81	1,009,014.81	1,010,032.12	1,010,032.12	0.400
	Prosperity Bank		03/04/2015	09/04/2016	1,062,355.39	1,062,355.39	1,063,414.83	1,063,414.83	0.400
	SubTotal / Local Government Investment Pool				6,095,064.31	6,095,064.31	5,097,524.16	5,097,524.16	
Security Inv									
Municipal Bonds									
	Denton County, TX	248775L89	08/01/2013	04/15/2016	201,393.62	201,934.00	200,746.08	201,014.00	0.700
	Harris County Flood	4140185H0	01/20/2015	10/01/2016	1,000,367.00	1,001,870.00	1,000,275.00	999,370.00	0.600
	SubTotal / Municipal				1,201,760.62	1,203,804.00	1,201,021.08	1,200,384.00	



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

Begin Date: 9/30/2015, End Date: 12/31/2015

Investment Type	Description	Cusip No.	Settlement Date	Maturity Date	09/30/2015		12/31/2015		YTM @ Cost
					Book Value	Market Value	Book Value	Market Value	
US Agency									
	FFCB	3133EEUP3	03/23/2015	03/23/2016	999,976.09	1,000,364.50	999,988.66	999,774.00	0.335
	FHLB	3130A2C61	12/17/2014	06/10/2016	999,615.01	1,000,001.60	999,754.45	998,954.10	0.431
	FHLMC	3137EADS5	02/10/2015	10/14/2016	1,002,741.47	1,003,630.00	1,002,077.75	1,000,390.00	0.610
	FFCB	3133EEUS7	03/23/2015	11/23/2016	1,000,285.28	1,001,948.20	1,000,222.79	997,634.90	0.600
	FHLB	3130A3Q64	01/15/2015	12/12/2016	1,002,325.63	1,002,953.80	1,001,838.26	997,821.30	0.505
	FHLB	3130A3US1	01/27/2015	01/27/2017	1,000,000.00	1,002,122.40	1,000,000.00	999,019.40	0.800
	FHLB	3130A46U1	02/13/2015	02/13/2017	1,000,000.00	1,002,414.60	1,000,000.00	997,959.40	0.720
	FHLMC	3134G6FD0	02/24/2015	02/24/2017	1,000,000.00	1,000,530.00	1,000,000.00	998,600.00	0.800
	FHLMC	3134G6YC1	04/29/2015	05/30/2017	1,000,330.72	999,910.00	1,000,280.68	995,570.00	0.650
	FHLB	3130A5AE9	05/04/2015	05/04/2016	1,000,000.00	999,832.20	1,000,000.00	999,321.40	0.300
	FHLB	3130A4ZB1	06/01/2015	03/30/2017	1,000,000.00	1,000,647.60	1,000,000.00	996,186.20	0.625
	FHLB	3130A66Q5	08/14/2015	08/04/2016	999,783.01	999,430.20	999,847.61	997,783.00	0.401
	FHLB	313371PV2	08/14/2015	12/09/2016	1,129,055.71	1,129,348.27	1,126,089.83	1,122,004.21	0.561
	FFCB	3133EE7M6	08/19/2015	06/19/2017	999,039.25	999,506.40	999,180.00	994,716.20	0.706
	FHLB	3130A66Z5	08/26/2015	05/26/2017	1,000,000.00	1,000,402.40	1,000,000.00	996,997.70	0.750
	FHLMC	3134G7SH5	08/27/2015	02/27/2018	1,000,000.00	1,000,770.00	1,000,000.00	996,400.00	1.125
	FHLMC	3134G7SP7	08/31/2015	08/29/2017	1,000,000.00	1,001,241.00	1,000,000.00	998,402.00	0.850
	FNMA	3135G0CM3	09/30/2015	09/28/2016	1,008,420.00	1,007,330.00	1,006,291.87	1,003,320.00	0.401
	FHLB	3130A3LY8	09/30/2015	11/28/2017	1,005,500.00	1,003,452.00	1,004,859.49	997,192.10	0.743
	FHLMC	3134G3S50	11/25/2015	11/01/2016	-	-	1,000,000.00	997,620.00	0.625
	FHLMC	3137EADH9	11/25/2015	06/29/2017	-	-	1,002,814.43	998,910.00	0.810
SubTotal / US Agency					19,147,072.17	19,155,835.17	21,143,245.82	21,084,575.91	
SubTotal / Security Inv					20,348,832.79	20,359,639.17	22,344,266.90	22,284,959.91	
Total / Average					132,581,038.42	132,591,844.80	146,115,525.49	146,056,218.50	



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

Begin Date: 9/30/2015, End Date: 12/31/2015

Purchases

Description	Cusip No.	Interest Rate	Settlement Date	Maturity Date	Face Amount Shares
Certificate of Deposit					0.00
Municipal Bond					0.00
US Agency					
FHLMC	3134G3S50	0.625	11/25/2015	11/01/2016	1,000,000.00
FHLMC	3137EADH9	0.810	11/25/2015	06/29/2017	1,000,000.00
					2,000,000.00

Total **2,000,000.00**

Maturities

Description	Cusip No.	Maturity Date	Face Amount Shares
Certificate of Deposit			
Prosperity Bank		12/16/2015	1,002,629.69
Municipal Bond			1,002,629.69
US Agency			0.00

Total **1,002,629.69**



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

Begin Date: 9/30/2015, End Date: 12/31/2015

Investments

Description	Market Value
JPMorgan Cash (End of Day Ledger Balance)	537,529.60
JPMorgan Cash Repo	2,459,898.72
Prosperity Bank - Certificate of Deposit	5,097,524.16
Accrued Interest	1,155.74
	<u>5,098,679.90</u>

Total 5,636,209.50

Collateral

Description	Market Value	Collateralized Percentage
Pledged Securities	4,980,374.40	
FDIC Coverage	250,000.00	
	<u>5,230,374.40</u>	973.04%
Pledged Securities	2,509,094.00	102.00%
Pledged Securities	8,323,936.97	163.29%
FDIC Coverage	250,000.00	
	<u>8,573,936.97</u>	

Total 13,804,311.37 244.92%

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.