



**RESOLUTION NO. 20151124-02**

**APPROVAL OF 4TH QUARTER INVESTMENT REPORT FOR FISCAL YEAR 2015**

**WHEREAS**, TexAmericas Center is a political subdivision of the State of Texas with the powers and authorities specified in Chapter 3503 of the Special District Local Laws Code of the State of Texas; and

**WHEREAS**, TexAmericas Center has adopted an Investment Policy as required by applicable law to manage the funds of TexAmericas Center; and

**WHEREAS**, the Investment Policy Paragraph III.D.2 requires the Executive Director/CEO or his designee to provide quarterly reports on the Investment Program and Investment Activity at the conclusion of each quarter to both the Investment Committee and the Board of Directors; and

**WHEREAS**, the Investment Committee has reviewed the report provided by the Executive Director/CEO and recommends acceptance by the Board of Directors;

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Directors of TexAmericas Center accepts and approves the attached 4<sup>th</sup> Quarter 2015 Report on the Investment Program and Investment Activity of TexAmericas Center.

**PASSED AND APPROVED THIS 24th day of November, 2015.**

  
Denis Washington, Chairman of the Board

**ATTEST:**

  
Boyd Sartin, Secretary/Treasurer

Attached: FY15 – 4<sup>th</sup> Quarter Investment Report



## INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

September 30, 2015

Prepared by

Valley View Consulting, L.L.C.

The investment portfolio of the TexAmericas Center is in compliance with the Public Funds Investment Act and the Investment Policy.

  
Executive Director/GEO

  
Staff Accountant

**Disclaimer:** This report was compiled using information provided by the TexAmericas Center. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields, and do not account for investment adviser fees.

## Annual Comparison of Portfolio Performance

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range between 0.00% and 0.25% (actual Fed Funds traded +/-10 bps). Although the domestic employment and economic conditions reflect moderate growth, longer term uncertainty and international conditions influenced the FOMC to delay "lift-off." The US stock markets retrenched from their peaks, but seem to have stabilized. International military conflicts require ongoing concern. Financial institution deposits and laddering targeted cash flows still provide the best interest earnings opportunity.

### FYE Results by Investment Category:

Asset Type	September 30, 2015			September 30, 2014		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
DDA/MMA/NOW	0.39%	\$ 12,855,773	\$ 12,855,773	0.34%	\$ 13,884,013	\$ 13,884,013
CD/Security	0.90%	5,660,204	5,660,204	0.84%	6,114,907	6,114,907
<b>Totals</b>		<b>\$ 18,515,977</b>	<b>\$ 18,515,977</b>		<b>\$ 19,998,920</b>	<b>\$ 19,998,920</b>
			<b>2015</b>	<b>2014</b>	<b>Change</b>	
		Total Portfolio	0.54%	0.43%	0.11%	
	Rolling Three Mo. Treas. Yield		0.03%	0.04%	-0.02%	
	Rolling Six Mo. Treas. Yield		0.09%	0.07%	0.02%	
	Quarterly TexPool Yield		0.06%	0.03%	0.03%	

(1) Average Yield calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

(2) Fiscal Year-to-Date Average Yields calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

**Summary**

**Quarter End Results by Investment Category:**

Asset Type	September 30, 2015		June 30, 2015		
	Ave. Yield	Book Value	Market Value	Book Value	Market Value
DDA/MMA/NOW	0.39%	\$ 12,855,773	\$ 12,855,773	\$ 12,676,921	\$ 12,676,921
CD/Security	0.90%	5,660,204	5,660,204	6,151,015	6,151,015
<b>Totals</b>		<b>\$ 18,515,977</b>	<b>\$ 18,515,977</b>	<b>\$ 18,827,936</b>	<b>\$ 18,827,936</b>

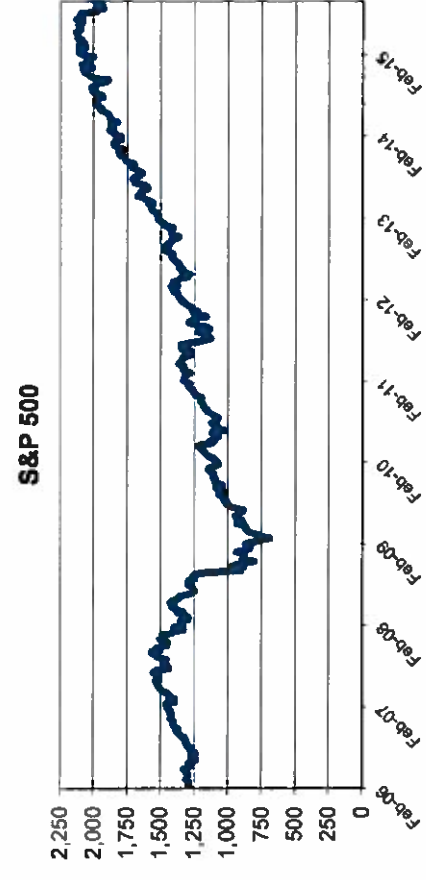
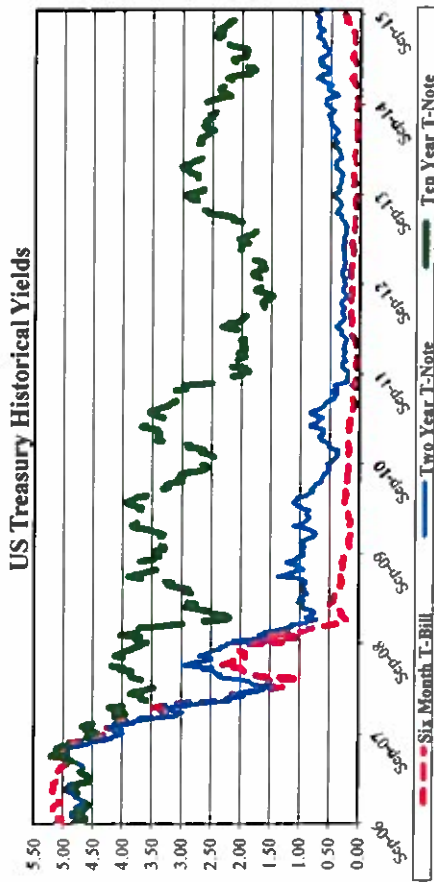
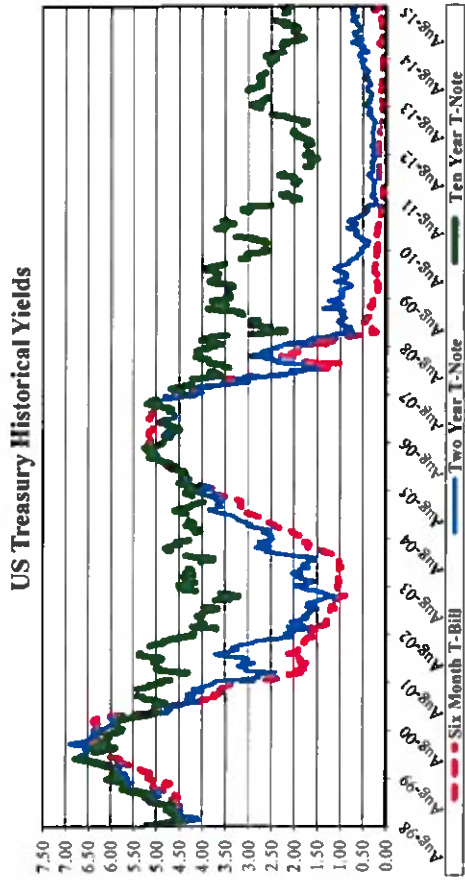
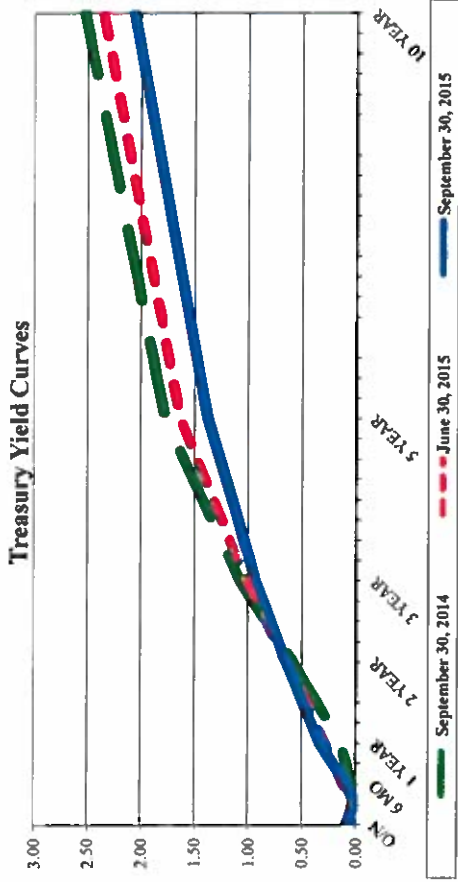
**Quarterly Portfolio Performance**

Average Quarterly Yield	0.54%	Yearly Portfolio Performance	Average Quarter End Yield	0.54%
Rolling Three Mo. Treas. Yield	0.04%		Rolling Three Mo. Treas. Yield	0.03%
Rolling Six Mo. Treas. Yield	0.13%		Rolling Six Mo. Treas. Yield	0.09%
			Average Quarter End TexPool Yield	0.06%

**Quarterly Interest Earnings (Reported Separately)**

Note: Average yields calculated using quarter end report average yield and adjusted book value, but do not include adviser fees and realized and unrealized gains or losses.

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range between 0.00% and 0.25% (actual Fed Funds traded +/-10 bps). The FOMC met 9/16 & 17 and chose to delay "lift-off" citing global economic concerns for the first time. The September new payroll numbers were a disappointing +142k and included downward Aug and July revisions. The overall unemployment rate remained 5.1%. US stock markets experienced volatility, but did stem the decline and advanced slightly. Chinese stock market and economic concerns continue. Continuing to ladder provides strategic advantage. Municipal bonds and financial institution deposits generally provide the best interest earnings opportunity, if available. Short to medium term US Government security yields fell on the non-FOMC action and, then again, on the September payroll weakness.



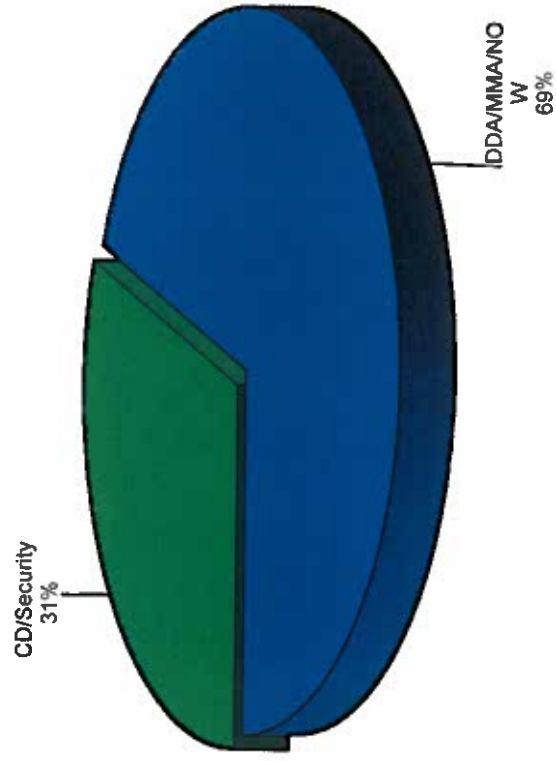
**Detail of Investment Holdings  
September 30, 2015**

Description	Coupon/ Discount	Maturity Date	Settlement Date	Original Face/ Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Regions Bank DDA	0.05%	10/01/15	09/30/15	\$ 1,372,839	\$ 1,372,839	1.00	\$ 1,372,839	1	0.05%
Guaranty B&T Checking	0.00%	10/01/15	09/30/15	1,712,421	1,712,421	1.00	1,712,421	1	0.00%
Guaranty B&T MMA	0.50%	10/01/15	09/30/15	9,770,513	9,770,513	1.00	9,770,513	1	0.50%
Guaranty B&T CD	0.80%	11/01/15	04/23/14	504,951	504,951	100.00	504,951	32	0.80%
Guaranty B&T CD	0.80%	02/01/16	04/23/14	302,971	302,971	100.00	302,971	124	0.80%
Farmers Bank & Trust CD	0.80%	05/17/16	04/17/14	910,273	910,273	100.00	910,273	230	0.80%
Farmers Bank & Trust CD	0.90%	08/17/16	04/17/14	911,565	911,565	100.00	911,565	322	0.90%
Guaranty B&T CD	1.15%	09/19/16	09/01/14	505,775	505,775	100.00	505,775	355	1.15%
Guaranty B&T CD	0.80%	11/01/16	11/01/14	706,793	706,793	100.00	706,793	398	0.80%
Farmers Bank & Trust CD	1.00%	11/17/16	04/17/14	608,572	608,572	100.00	608,572	414	1.00%
Guaranty B&T CD	0.95%	02/01/17	02/01/15	703,998	703,998	100.00	703,998	490	0.95%
Guaranty B&T CD	0.95%	05/01/17	05/01/15	505,308	505,308	100.00	505,308	579	0.95%
				<b>\$ 18,515,977</b>	<b>\$ 18,515,977</b>		<b>\$ 18,515,977</b>	<b>104</b>	<b>0.54%</b>

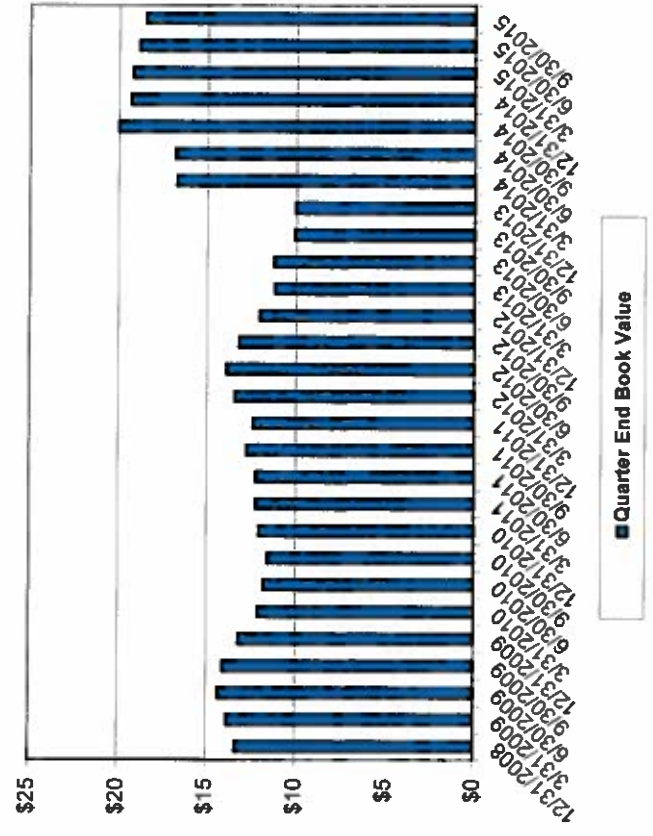
(1) Weighted average life - Pools, Money Market Funds, and Bank Deposits are assumed to have a one day maturity.

(2) Weighted average yield to maturity - The weighted average yield to maturity is based on Book Value, adviser fees and realized and unrealized gains/losses are not considered. The Bank Deposit, Pool, and Money Market Fund yields are the average for the last month of the quarter.

**Portfolio Composition**



**Total Portfolio (Millions)**



### Book Value Comparison

Description	Coupon/ Discount	Maturity Date	June 30, 2015			September 30, 2015		
			Par Value	Book Value	Purchases/ Adjustments	Sales/Adjust/ Maturities	Par Value	Book Value
Regions Bank DDA	0.05%	10/01/15	\$ 1,246,607	\$ 1,246,607	\$ 126,232	\$ -	\$ 1,372,839	\$ 1,372,839
Guaranty B&T Checking	0.00%	10/01/15	1,770,080	1,770,080		(57,659)	1,712,421	1,712,421
Guaranty B&T MMA	0.50%	10/01/15	9,660,234	9,660,234	110,279		9,770,513	9,770,513
Guaranty B&T CD	0.80%	08/01/15	503,957	503,957		(503,957)	-	-
Guaranty B&T CD	0.80%	11/01/15	503,957	503,957	994		504,951	504,951
Guaranty B&T CD	0.80%	02/01/16	302,374	302,374	597		302,971	302,971
Farmers Bank & Trust CD	0.80%	05/17/16	908,440	908,440	1,833		910,273	910,273
Farmers Bank & Trust CD	0.90%	08/17/16	909,500	909,500	2,065		911,565	911,565
Guaranty B&T CD	1.15%	09/19/16	504,313	504,313	1,462		505,775	505,775
Guaranty B&T CD	0.80%	11/01/16	705,370	705,370	1,423		706,793	706,793
Farmers Bank & Trust CD	1.00%	11/17/16	607,041	607,041	1,531		608,572	608,572
Guaranty B&T CD	0.95%	02/01/17	701,963	701,963	2,035		703,998	703,998
Guaranty B&T CD	0.95%	05/01/17	504,100	504,100	1,208		505,308	505,308
<b>TOTAL</b>			<b>\$ 18,827,936</b>	<b>\$ 18,827,936</b>	<b>\$ 249,656</b>	<b>\$ (561,616)</b>	<b>\$ 18,515,977</b>	<b>\$ 18,515,977</b>

### Market Value Comparison

Description	Maturity Date	Par Value	June 30, 2015		September 30, 2015			
			Market Price	Market Value	Qtr to Qtr Change	Market Price	Market Value	
Regions Bank DDA	10/01/15	\$ 1,246,607	1.00	\$ 1,246,607	\$ 126,232	\$ 1,372,839	1.00	\$ 1,372,839
Guaranty B&T Checking	10/01/15	1,770,080	1.00	1,770,080	(57,659)	1,712,421	1.00	1,712,421
Guaranty B&T MMA	10/01/15	9,660,234	1.00	9,660,234	110,279	9,770,513	1.00	9,770,513
Guaranty B&T CD	08/01/15	503,957	100.00	503,957	(503,957)	-	100.00	-
Guaranty B&T CD	11/01/15	503,957	100.00	503,957	994	504,951	100.00	504,951
Guaranty B&T CD	02/01/16	302,374	100.00	302,374	597	302,971	100.00	302,971
Farmers Bank & Trust CD	05/17/16	908,440	100.00	908,440	1,833	910,273	100.00	910,273
Farmers Bank & Trust CD	08/17/16	909,500	100.00	909,500	2,065	911,565	100.00	911,565
Guaranty B&T CD	09/19/16	504,313	100.00	504,313	1,462	505,775	100.00	505,775
Guaranty B&T CD	11/01/16	705,370	100.00	705,370	1,423	706,793	100.00	706,793
Farmers Bank & Trust CD	11/17/16	607,041	100.00	607,041	1,531	608,572	100.00	608,572
Guaranty B&T CD	02/01/17	701,963	100.00	701,963	2,035	703,998	100.00	703,998
Guaranty B&T CD	05/01/17	504,100	100.00	504,100	1,208	505,308	100.00	505,308
<b>TOTAL</b>		<b>\$ 18,827,936</b>		<b>\$ 18,827,936</b>	<b>\$ (311,959)</b>	<b>\$ 18,515,977</b>		<b>\$ 18,515,977</b>



**Allocation Book & Market Value** **September 30, 2015**

	Total	General	Bond Proceeds	Construction	Enterprise	Contingency Fund	I&S Reserve	Required Reserve	Replacement Reserve	Unrestricted
Regions Bank DDA	\$ 1,372,839	\$ -	\$ -	\$ 343,435	\$ -	\$ 201,391	\$ 238,564	\$ 589,449	\$ -	\$ -
Guaranty B&T Checking	1,712,421	1,607,870	-	-	104,551	-	-	-	-	-
Guaranty B&T MMA	9,770,513	5,787,004	807,185	1,791,674	-	-	508,190	674,887	201,573	-
11/01/15	504,951	-	504,951	-	-	-	-	-	-	-
02/01/16	302,971	-	302,971	-	-	-	-	-	-	-
05/17/16	910,273	-	910,273	-	-	-	-	-	-	-
08/17/16	911,565	-	911,565	-	-	-	-	-	-	-
09/19/16	505,775	-	505,775	-	-	-	-	-	-	-
11/01/16	706,793	-	706,793	-	-	-	-	-	-	-
11/17/16	608,572	-	608,572	-	-	-	-	-	-	-
02/01/17	703,998	-	703,998	-	-	-	-	-	-	-
05/01/17	505,308	-	505,308	-	-	-	-	-	-	-

**Totals \$18,515,977 \$7,394,874 \$6,467,389 \$343,435 \$1,896,225 \$201,391 \$746,754 \$1,264,336 \$201,573 \$-**

**Allocation  
Book & Market Value**

**June 30, 2015**

	Total	General	Bond Proceeds	Construction	Enterprise	Contingency Fund	I&S Reserve	Required Reserve	Replacement Reserve	Unrestricted
Regions Bank DDA	\$ 1,246,607	\$ -	-	\$ 343,392	\$ -	\$ 201,365	\$ 112,476	\$ 589,374	\$ -	\$ -
Guaranty B&T Checking	1,770,080	1,445,654	-	-	323,517	-	-	-	-	909
Guaranty B&T MMA	9,660,234	5,896,670	301,040	2,263,726	-	-	323,442	674,037	201,319	-
08/01/15	503,957	-	503,957	-	-	-	-	-	-	-
11/01/15	503,957	-	503,957	-	-	-	-	-	-	-
02/01/16	302,374	-	302,374	-	-	-	-	-	-	-
05/17/16	908,440	-	908,440	-	-	-	-	-	-	-
08/17/16	909,500	-	909,500	-	-	-	-	-	-	-
09/19/16	504,313	-	504,313	-	-	-	-	-	-	-
11/01/14	705,370	-	705,370	-	-	-	-	-	-	-
11/17/16	607,041	-	607,041	-	-	-	-	-	-	-
02/01/17	701,963	-	701,963	-	-	-	-	-	-	-
05/01/17	504,100	-	504,100	-	-	-	-	-	-	-
<b>Totals</b>	<b>\$ 18,827,936</b>	<b>\$ 7,342,324</b>	<b>\$ 6,452,055</b>	<b>\$ 343,392</b>	<b>\$ 2,807,243</b>	<b>\$ 201,365</b>	<b>\$ 435,918</b>	<b>\$ 1,263,411</b>	<b>\$ 201,319</b>	<b>\$ 909</b>