



**RESOLUTION NO. 20160223-02**

**APPROVAL OF 1ST QUARTER INVESTMENT REPORT FOR FISCAL YEAR 2016**

**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 1<sup>st</sup> Quarter 2016 Report on the Investment Program and Investment Activity of TexAmericas Center.

**PASSED AND APPROVED THIS 23<sup>rd</sup> day of February, 2016.**

  
\_\_\_\_\_  
Gabe Tarr, Vice-Chairman of the Board

**ATTEST:**

  
\_\_\_\_\_  
Boyd Sartin, Secretary/Treasurer

Attached: FY16 – 1<sup>st</sup> Quarter Investment Report



## INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

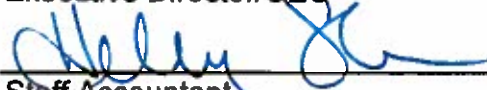
December 31, 2015

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/CEO

  
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.

**Summary**

**Quarter End Results by Investment Category:**

<b>Asset Type</b>	<b>Ave. Yield</b>	<b>December 31, 2015</b>		<b>September 30, 2015</b>	
		<b>Book Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>Market Value</b>
DDA/MMA/NOW	0.37%	\$ 11,998,981	\$ 11,998,981	\$ 12,855,773	\$ 12,855,773
CD/Security	0.91%	5,167,359	5,167,359	5,660,204	5,660,204
<b>Totals</b>		<b>\$ 17,166,339</b>	<b>\$ 17,166,339</b>	<b>\$ 18,515,977</b>	<b>\$ 18,515,977</b>

**Quarterly Portfolio Performance**

Average Quarterly Yield 0.54%

Rolling Three Mo. Treas. Yield 0.13%

Rolling Six Mo. Treas. Yield 0.25%

**Yearly Portfolio Performance**

Average Quarter End Yield 0.54%

Rolling Three Mo. Treas. Yield 0.13%

Rolling Six Mo. Treas. Yield 0.25%

Average Quarter End TexPool Yield 0.19%

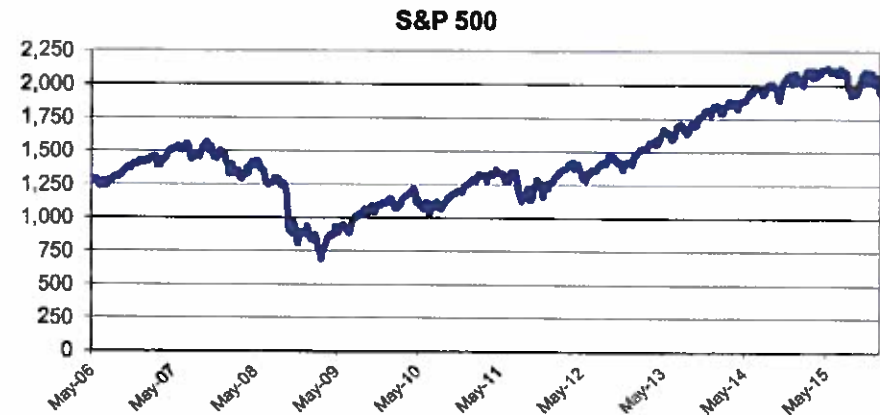
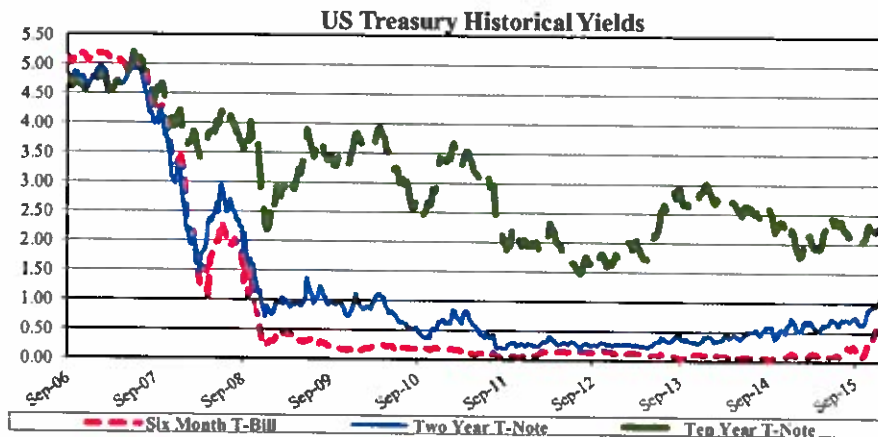
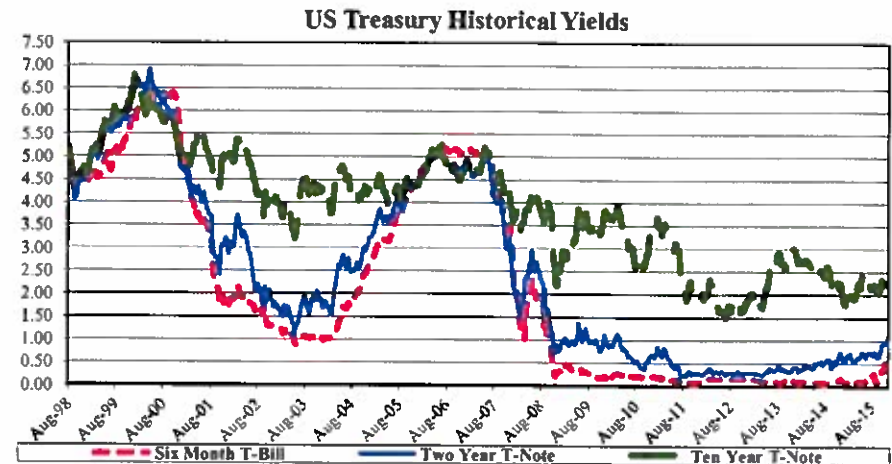
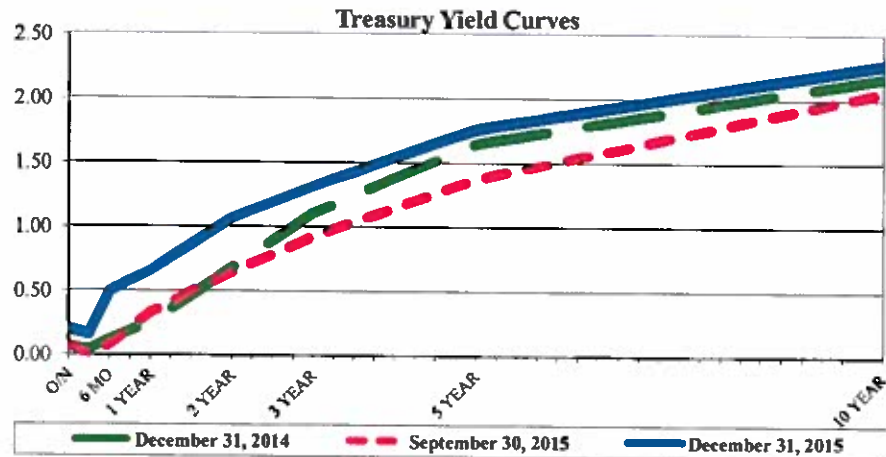
Quarterly Interest Earnings (Reported Separately)

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.

## Economic Overview

12/31/2015

The Federal Open Market Committee (FOMC) raised the Fed Funds target range to 0.25% - 0.50% (actual Fed Funds traded +/-30 bps). The market reacted with higher short to medium term yields. Ten year and longer yields did not increase beyond the current trading range. The December new payroll numbers jumped +292k, with additional positive Oct/Nov adjustments. The Chinese economy and stock market turmoil grabbed international attention. US stock markets dropped in sympathy, but tried to stabilize. Broader international social and economic concerns continue, with the European Central Bank continuing its easing program. Treasury and Agency security yields are attractive for cash-flow based laddering. Although Bank CDs and municipal bonds may still offer the best interest earnings opportunity, if available.



## Detail of Investment Holdings

December 31, 2015

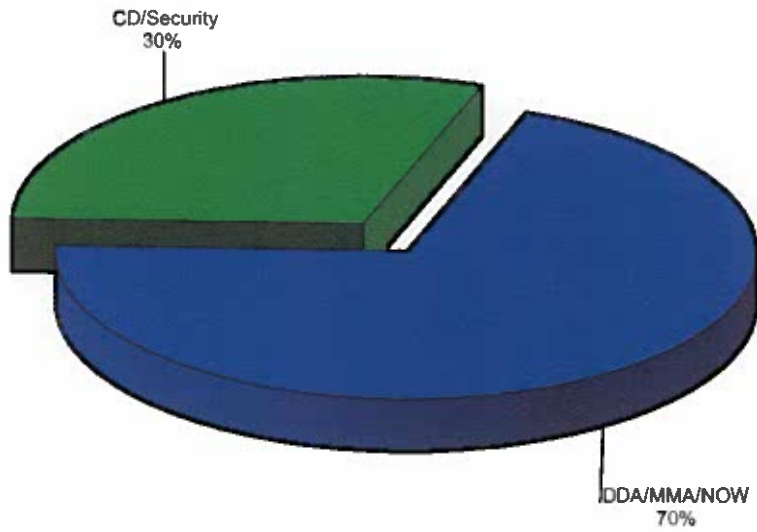
Description	Coupon/ Discount	Maturity Date	Settlement Date	Original Face/ Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Regions Bank DDA	0.05%	01/01/16	12/31/15	\$ 1,369,921	\$ 1,369,921	1.00	\$ 1,369,921	1	0.05%
Guaranty B&T Checking	0.00%	01/01/16	12/31/15	1,789,011	1,789,011	1.00	1,789,011	1	0.00%
Guaranty B&T MMA	0.50%	01/01/16	12/31/15	8,840,049	8,840,049	1.00	8,840,049	1	0.50%
Guaranty B&T CD	0.80%	02/01/16	04/23/14	303,568	303,568	100.00	303,568	32	0.80%
Farmers Bank & Trust CD	0.80%	05/17/16	04/17/14	912,090	912,090	100.00	912,090	138	0.80%
Farmers Bank & Trust CD	0.90%	08/17/16	04/17/14	913,612	913,612	100.00	913,612	230	0.90%
Guaranty B&T CD	1.15%	09/19/16	09/01/14	507,225	507,225	100.00	507,225	263	1.15%
Guaranty B&T CD	0.80%	11/01/16	11/01/14	708,218	708,218	100.00	708,218	306	0.80%
Farmers Bank & Trust CD	1.00%	11/17/16	04/17/14	610,091	610,091	100.00	610,091	322	1.00%
Guaranty B&T CD	0.95%	02/01/17	02/01/15	706,038	706,038	100.00	706,038	398	0.95%
Guaranty B&T CD	0.95%	05/01/17	05/01/15	506,518	506,518	100.00	506,518	487	0.95%
				<b>\$ 17,166,339</b>	<b>\$ 17,166,339</b>		<b>\$ 17,166,339</b>	<b>83</b>	<b>0.54%</b>

(1) (2)

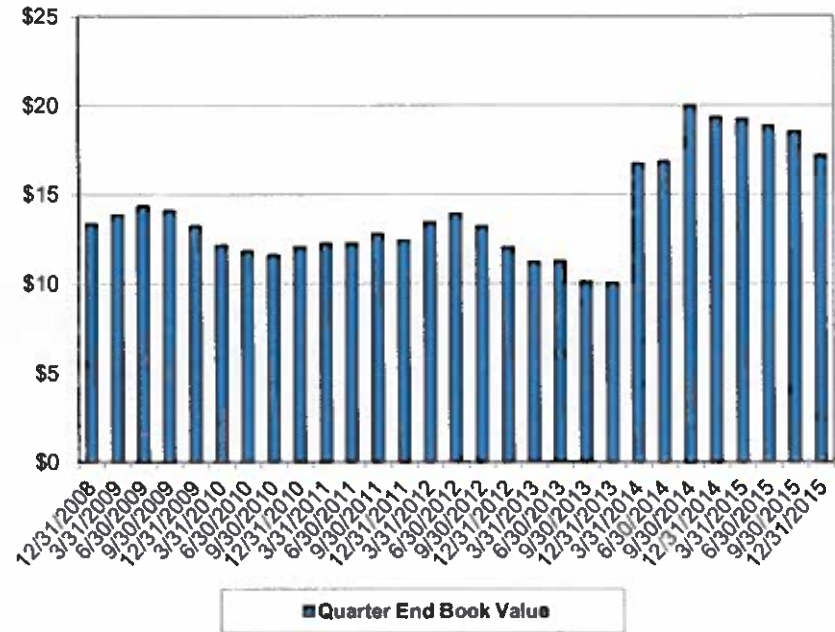
(1) Weighted average life - Pools, Money Market Funds, and Bank Deposits are assumed to have a one day maturity.

(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	September 30, 2015			December 31, 2015		
			Par Value	Book Value	Purchases/ Adjustments	Sales/Adjust/ Maturities	Par Value	Book Value
Regions Bank DDA	0.05%	01/01/16	\$ 1,372,839	\$ 1,372,839	\$ -	\$ (2,918)	\$ 1,369,921	\$ 1,369,921
Guaranty B&T Checking	0.00%	01/01/16	1,712,421	1,712,421	76,590		1,789,011	1,789,011
Guaranty B&T MMA	0.50%	01/01/16	9,770,513	9,770,513		(930,464)	8,840,049	8,840,049
Guaranty B&T CD	0.80%	11/01/15	504,951	504,951		(504,951)	-	-
Guaranty B&T CD	0.80%	02/01/16	302,971	302,971	598		303,568	303,568
Farmers Bank & Trust CD	0.80%	05/17/16	910,273	910,273	1,817		912,090	912,090
Farmers Bank & Trust CD	0.90%	08/17/16	911,565	911,565	2,047		913,612	913,612
Guaranty B&T CD	1.15%	09/19/16	505,775	505,775	1,450		507,225	507,225
Guaranty B&T CD	0.80%	11/01/16	706,793	706,793	1,425		708,218	708,218
Farmers Bank & Trust CD	1.00%	11/17/16	608,572	608,572	1,519		610,091	610,091
Guaranty B&T CD	0.95%	02/01/17	703,998	703,998	2,041		706,038	706,038
Guaranty B&T CD	0.95%	05/01/17	505,308	505,308	1,210		506,518	506,518
<b>TOTAL</b>			<b>\$ 18,515,977</b>	<b>\$ 18,515,977</b>	<b>\$ 88,695</b>	<b>\$ (1,438,332)</b>	<b>\$ 17,166,339</b>	<b>\$ 17,166,339</b>

### Market Value Comparison

Description	Maturity Date	September 30, 2015			Qtr to Qtr Change	December 31, 2015		
		Par Value	Market Price	Market Value		Par Value	Market Price	Market Value
Regions Bank DDA	01/01/16	\$ 1,372,839	1.00	\$ 1,372,839	\$ (2,918)	\$ 1,369,921	1.00	\$ 1,369,921
Guaranty B&T Checking	01/01/16	1,712,421	1.00	1,712,421	76,590	1,789,011	1.00	1,789,011
Guaranty B&T MMA	01/01/16	9,770,513	1.00	9,770,513	(930,464)	8,840,049	1.00	8,840,049
Guaranty B&T CD	11/01/15	504,951	100.00	504,951	(504,951)	-	-	-
Guaranty B&T CD	02/01/16	302,971	100.00	302,971	598	303,568	100.00	303,568
Farmers Bank & Trust CD	05/17/16	910,273	100.00	910,273	1,817	912,090	100.00	912,090
Farmers Bank & Trust CD	08/17/16	911,565	100.00	911,565	2,047	913,612	100.00	913,612
Guaranty B&T CD	09/19/16	505,775	100.00	505,775	1,450	507,225	100.00	507,225
Guaranty B&T CD	11/01/16	706,793	100.00	706,793	1,425	708,218	100.00	708,218
Farmers Bank & Trust CD	11/17/16	608,572	100.00	608,572	1,519	610,091	100.00	610,091
Guaranty B&T CD	02/01/17	703,998	100.00	703,998	2,041	706,038	100.00	706,038
Guaranty B&T CD	05/01/17	505,308	100.00	505,308	1,210	506,518	100.00	506,518
<b>TOTAL</b>		<b>\$ 18,515,977</b>		<b>\$ 18,515,977</b>	<b>\$ (1,349,637)</b>	<b>\$ 17,166,339</b>		<b>\$ 17,166,339</b>

**Allocation  
Book & Market Value**

**December 31, 2015**

	Total	General	Bond Proceeds	Construction	Enterprise	Contingency Fund	I&S Reserve	Required Reserve	Replacement Reserve
Regions Bank DDA	\$ 1,369,921	\$ -	\$ -	\$ 343,479	\$ -	\$ 201,416	\$ 235,503	\$ 589,523	\$ -
Guaranty B&T Checking	1,789,011	1,707,412			81,599				
Guaranty B&T MMA	8,840,049	3,597,445	1,314,512		2,420,260		630,266	675,738	201,827
02/01/16—Guaranty B&T CD	303,568		303,568						
05/17/16—Farmers Bank & Trust CD	912,090		912,090						
08/17/16—Farmers Bank & Trust CD	913,612		913,612						
09/19/16—Guaranty B&T CD	507,225		507,225						
11/01/16—Guaranty B&T CD	708,218		708,218						
11/17/16—Farmers Bank & Trust CD	610,091		610,091						
02/01/17—Guaranty B&T CD	706,038		706,038						
05/01/17—Guaranty B&T CD	506,518		506,518						
<b>Totals</b>	<b>\$ 17,166,339</b>	<b>\$ 5,304,857</b>	<b>\$ 6,481,871</b>	<b>\$ 343,479</b>	<b>\$ 2,501,860</b>	<b>\$ 201,416</b>	<b>\$ 865,770</b>	<b>\$ 1,265,261</b>	<b>\$ 201,827</b>



**Allocation  
Book & Market Value**

**September 30, 2015**

	<b>Total</b>	<b>General</b>	<b>Bond Proceeds</b>	<b>Construction</b>	<b>Enterprise</b>	<b>Contingency Fund</b>	<b>I&amp;S Reserve</b>	<b>Required Reserve</b>	<b>Replacement Reserve</b>
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-Guaranty B&T CD	504,951		504,951						
02/01/16-Guaranty B&T CD	302,971		302,971						
05/17/16-Farmers Bank & Trust CD	910,273		910,273						
08/17/16-Farmers Bank & Trust CD	911,565		911,565						
09/19/16-Guaranty B&T CD	505,775		505,775						
11/01/16-Guaranty B&T CD	706,793		706,793						
11/17/16-Farmers Bank & Trust CD	608,572		608,572						
02/01/17-Guaranty B&T CD	703,998		703,998						
05/01/17-Guaranty B&T CD	505,308		505,308						
<b>Totals</b>	<b>\$ 18,515,977</b>	<b>\$ 7,394,874</b>	<b>\$ 6,467,389</b>	<b>\$ 343,435</b>	<b>\$ 1,896,225</b>	<b>\$ 201,391</b>	<b>\$ 746,754</b>	<b>\$ 1,264,336</b>	<b>\$ 201,573</b>