



RESOLUTION NO. 20170228-02

**APPROVAL OF 4TH QUARTER REVISED 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 4th Quarter 2016 Revised Report on the Investment Program and Investment Activity of TexAmericas Center.

PASSED AND APPROVED THIS 28th day of February 2017.



Denis Washington, Chairman of the Board

ATTEST:



Melford Pierce, Secretary

Attached: FY16 4th Quarter Revised Investment Report



INVESTMENT PORTFOLIO SUMMARY


For the Quarter Ended

September 30, 2016

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



Controller

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

FYE Results by Investment Category:

Asset Type	September 30, 2016			September 30, 2015		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
DDA/MMA/NOW	0.46%	\$ 8,738,794	\$ 8,738,794	0.39%	\$ 12,855,773	\$ 12,855,773
CD/Security	0.97%	3,007,310	3,007,310	0.90%	5,660,204	5,660,204
Totals		\$ 11,746,104	\$ 11,746,104		\$ 18,515,977	\$ 18,515,977

	<u>2016</u>	<u>2015</u>	<u>Change</u>
Total Portfolio	0.54%	0.54%	0.00%
Rolling Three Mo. Treas. Yield	0.25%	0.03%	0.22%
Rolling Six Mo. Treas. Yield	0.37%	0.09%	0.28%
Quarterly TexPool Yield	0.31%	0.06%	0.26%

(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	Ave. Yield	September 30, 2016		June 30, 2016	
		Book Value	Market Value	Book Value	Market Value
DDA/MMA/NOW	0.46%	\$ 8,738,794	\$ 8,738,794	\$ 8,249,648	\$ 8,249,648
CD/Security	0.97%	3,007,310	3,007,310	3,000,000	3,000,000
Totals		\$ 11,746,104	\$ 11,746,104	\$ 11,249,648	\$ 11,249,648

Quarterly Portfolio Performance

Average Quarterly Yield	0.59%
Rolling Three Mo. Treas. Yield	0.30%
Rolling Six Mo. Treas. Yield	0.42%

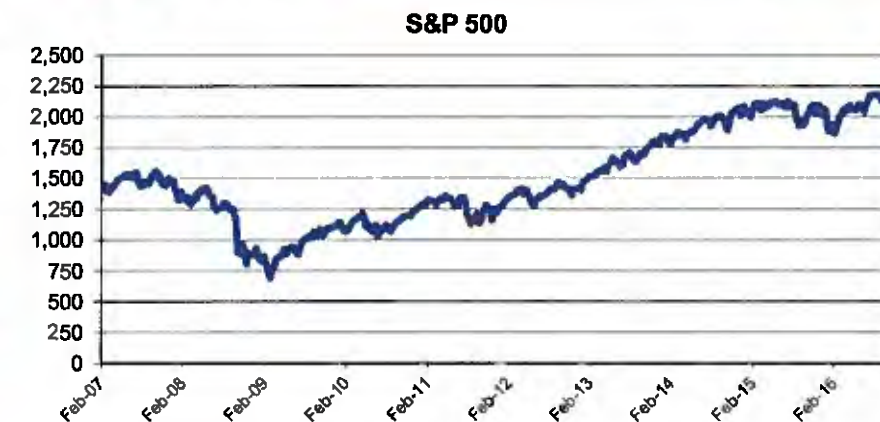
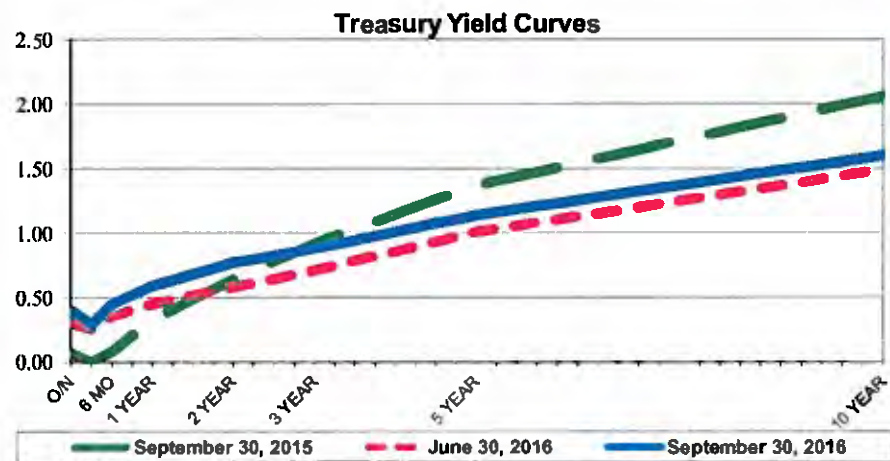
Fiscal Year to Date Portfolio Performance

Average Quarter End Yield	0.54%
Rolling Three Mo. Treas. Yield	0.25%
Rolling Six Mo. Treas. Yield	0.37%
Average Quarter End TexPool Yield	0.31%

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 of 0.25% - 0.50% (actual Fed Funds traded +/-40 bps). The September FOMC meeting recorded dissenting votes for maintaining rates. More hawkish members wanted to raise the range by 0.25%. The current probability of a December FOMC meeting vote to raise the Fed Funds target is +/-60%. Second Quarter US GDP revised to 1.4% (from 1.1%, no more revision is expected). Other economic data reflected modest, yet inconsistent, growth. The US Stock markets have maintained higher levels. Treasury yields drifted slightly higher on tightening rumors. Taxable municipal bonds or CDs offer the best interest earnings opportunity, if available.



Investment Holdings
September 30, 2016

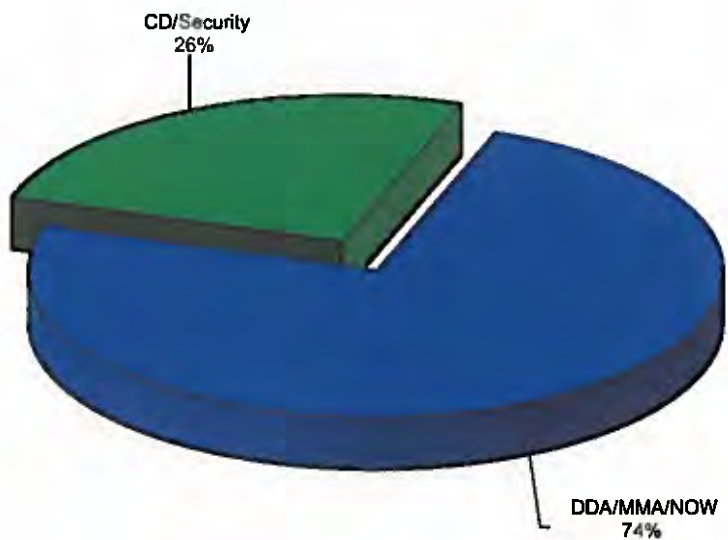
Description	Coupon/ Discount	Maturity Date	Settlement Date	Original Face\ Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Guaranty B&T Checking	0.00%	10/01/16	09/30/16	\$ 674,714	\$ 674,714	1.00	\$ 674,714	1	0.00%
Guaranty B&T MMA	0.50%	10/01/16	09/30/16	8,064,080	8,064,080	1.00	8,064,080	1	0.50%
Guaranty B&T CD	0.90%	05/04/17	05/04/16	1,002,268	1,002,268	100.00	1,002,268	216	0.90%
Guaranty B&T CD	1.00%	05/05/18	05/05/16	2,005,041	2,005,041	100.00	2,005,041	582	1.00%
				\$ 11,746,104	\$ 11,746,104		\$ 11,746,104	119	0.59%

(1) (2)

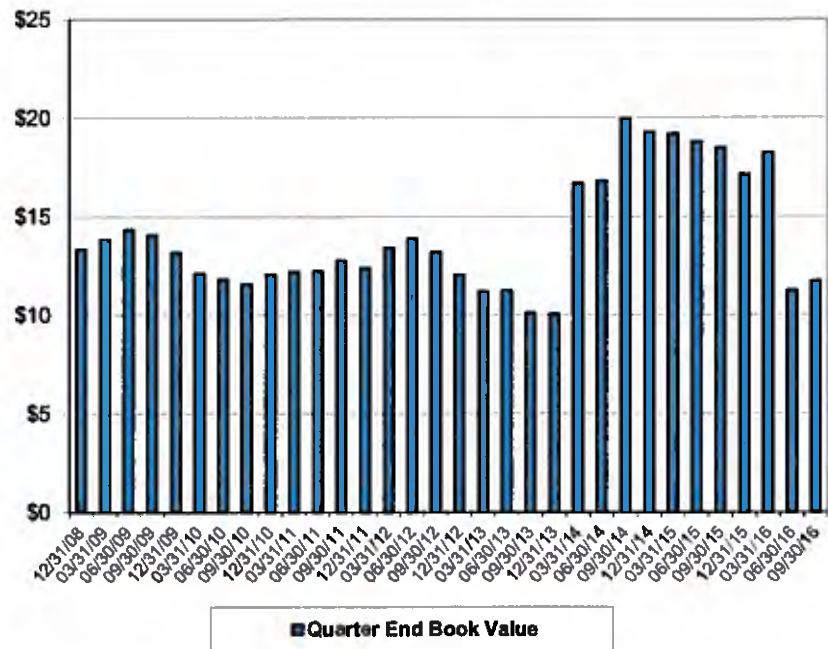
(1) **Weighted average life** - Pools, Money Market Funds, and Bank Deposits are assumed to have a one day maturity.

(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	June 30, 2016			September 30, 2016		
			Par Value	Book Value	Purchases/ Adjustments	Sales/Adjust/ Maturities	Par Value	Book Value
Guaranty B&T Checking	0.00%	10/01/16	\$ 2,774,684	\$ 2,774,684	\$ -	\$ (2,099,969)	\$ 674,714	\$ 674,714
Guaranty B&T MMA	0.50%	10/01/16	5,474,965	5,474,965	2,589,115		8,064,080	8,064,080
Guaranty B&T CD	0.90%	05/04/17	1,000,000	1,000,000	2,268		1,002,268	1,002,268
Guaranty B&T CD	1.00%	05/05/18	2,000,000	2,000,000	5,041		2,005,041	2,005,041
TOTAL			\$ 11,249,648	\$ 11,249,648	\$ 2,596,425	\$ (2,099,969)	\$ 11,746,104	\$ 11,746,104

Market Value Comparison

Description	Maturity Date	June 30, 2016			Qtr to Qtr Change	September 30, 2016		
		Par Value	Market Price	Market Value		Par Value	Market Price	Market Value
Guaranty B&T Checking	10/01/16	\$ 2,774,684	1.00	\$ 2,774,684	\$ (2,099,969)	\$ 674,714	1.00	\$ 674,714
Guaranty B&T MMA	10/01/16	5,474,965	1.00	5,474,965	2,589,115	8,064,080	1.00	8,064,080
Guaranty B&T CD	05/04/17	1,000,000	100.00	1,000,000	2,268	1,002,268	100.00	1,002,268
Guaranty B&T CD	05/05/18	2,000,000	100.00	2,000,000	5,041	2,005,041	100.00	2,005,041
TOTAL		\$ 11,249,648		\$ 11,249,648	\$ 496,455	\$ 11,746,104		\$ 11,746,104

Allocation**September 30, 2016****Book & Market Value**

	Total	General	Required Reserve- Riverbend
Regions Bank DDA	\$ -	\$ -	\$ -
Guaranty B&T Checking	674,714	674,714	
Guaranty B&T MMA	8,064,080	8,064,080	
05/04/17-Guaranty B&T CD	1,002,268		1,002,268
05/05/18-Guaranty B&T CD	2,005,041		2,005,041
Totals	\$ 11,746,104	\$ 8,738,794	\$ 3,007,310

Allocation

June 30, 2016

Book & Market Value

	Total	General	Required Reserve- Riverbend
Regions Bank DDA	\$ --	\$ --	\$ --
Guaranty B&T Checking	2,774,684	2,774,684	
Guaranty B&T MMA	5,474,965	5,474,965	
05/04/17-Guaranty B&T CD	1,000,000		1,000,000
05/05/18-Guaranty B&T CD	2,000,000		2,000,000
Totals	\$ 11,249,648	\$ 8,249,648	\$ 3,000,000