



**RESOLUTION NO. 20190924-05**

**APPROVAL OF 3RD QUARTER INVESTMENT REPORT FOR FISCAL YEAR 2019**

**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 3<sup>rd</sup> Quarter 2019 Report on the Investment Program and Investment Activity of TexAmericas Center.

**PASSED AND APPROVED THIS 24<sup>th</sup> day of September, 2019.**

A handwritten signature in blue ink that reads "Boyd Sartin".

**Boyd Sartin, Chairman of the Board**

**ATTEST:**

A handwritten signature in blue ink that reads "Ben King".  

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**Ben King, Secretary**

Attached: FY19 3<sup>rd</sup> Quarter Investment Report



## INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

June 30, 2019

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.

## Summary

### Quarter End Results by Investment Category:

Asset Type	March 31, 2019		June 30, 2019		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
DDA/MMA/NOW	\$ 3,373,088	\$ 3,373,088	\$ 3,470,111	\$ 3,470,111	1.92%
CD/Security	10,086,011	10,086,011	10,587,917	10,587,917	2.60%
<b>Totals</b>	<b>\$ 13,459,099</b>	<b>\$ 13,459,099</b>	<b>\$ 14,058,028</b>	<b>\$ 14,058,028</b>	

#### Current Quarter Portfolio Performance

Average Quarterly Yield	2.43%
Rolling Three Month Treasury	2.36%
Rolling Six Month Treasury	2.43%
TexPool	2.38%

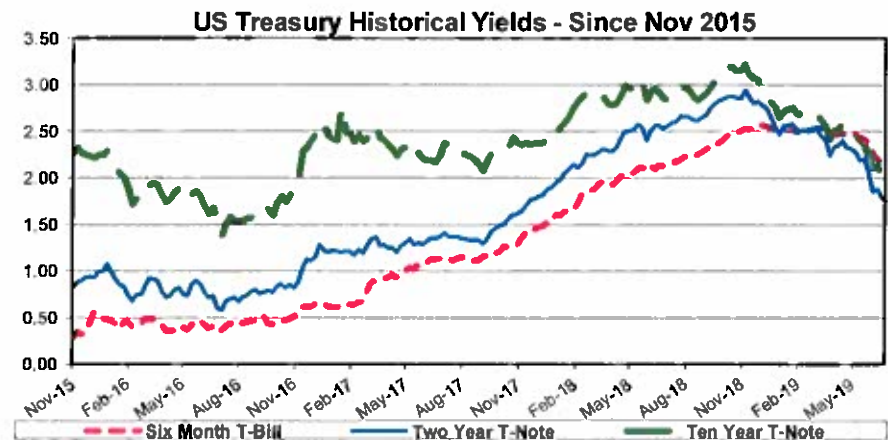
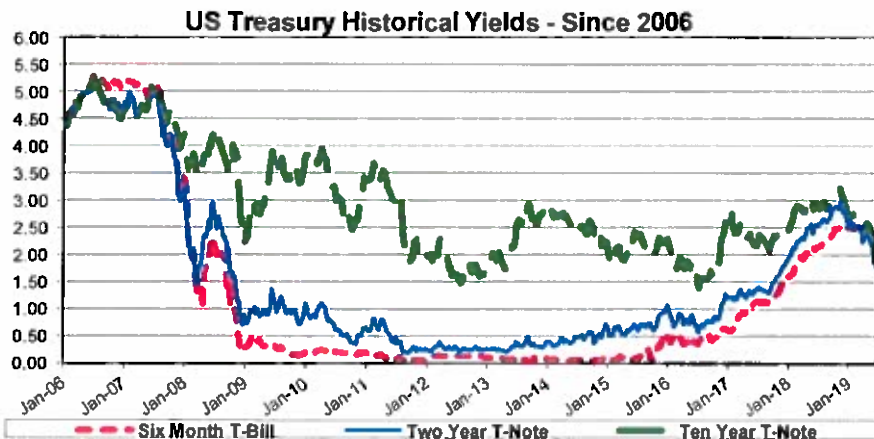
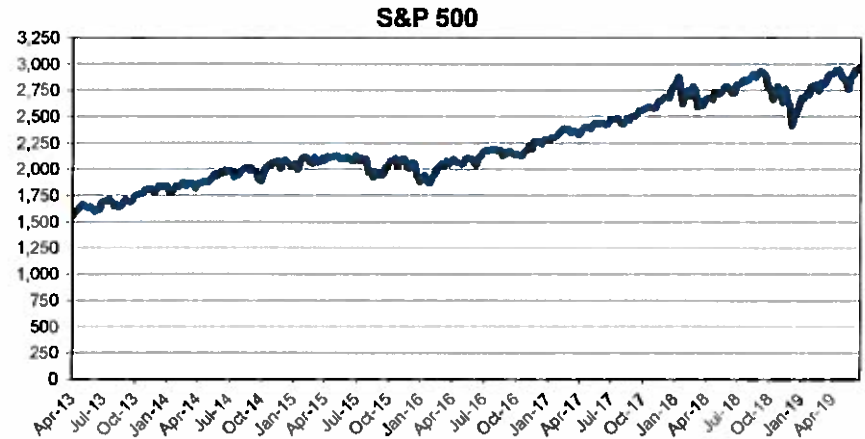
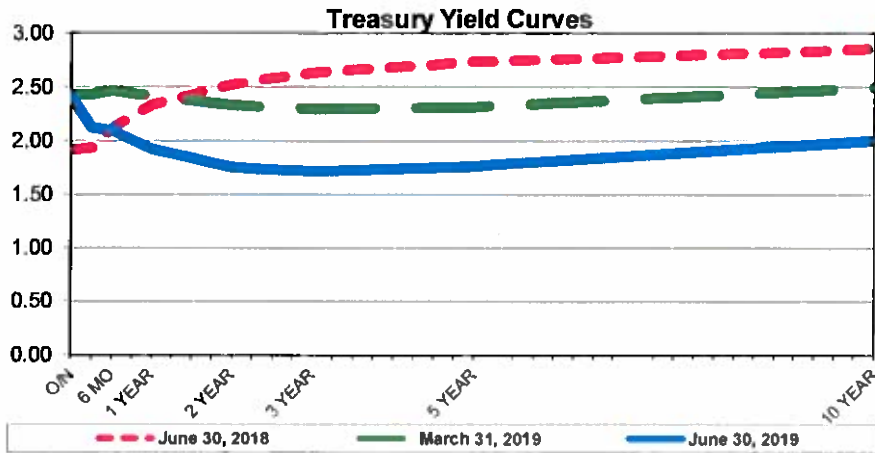
#### Fiscal Year-to-Date Portfolio Performance

Average Quarter End Yield	2.35%
Rolling Three Month Treasury	2.39%
Rolling Six Month Treasury	2.44%
TexPool	2.36%

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 2.25% - 2.50% (Effective Fed Funds are trading +/-2.40%). The Futures Market projects multiple decreases beginning later this summer. Gradual FRB portfolio reduction continues by limiting reinvestment of maturing holdings, but that strategy will end this summer. May Non Farm Payroll only generated 75,000 new jobs, lowering the three month rolling average to 151k. Crude oil bounced up and down this spring around +/- \$60. The Stock Markets reached new highs. Overall economic activity, including housing, remains mostly favorable but mixed. The inverted Yield Curve continues towards lower yields.



## Investment Holdings

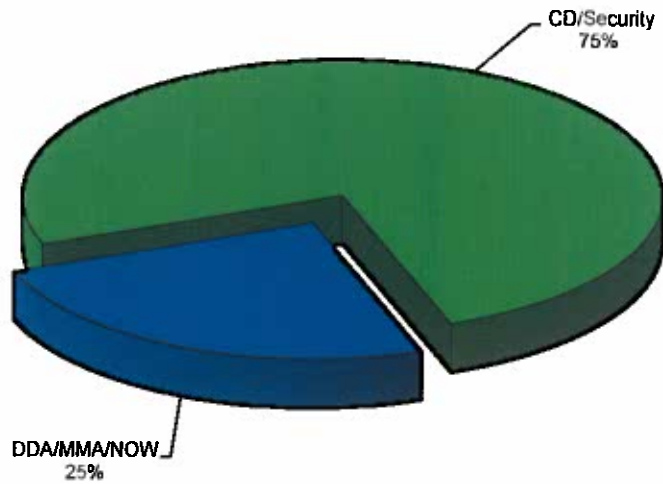
June 30, 2019

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%	07/01/19	06/30/19	\$ 545,898	\$ 545,898	1.00	\$ 545,898	1	0.00%
Guaranty B&T MMA	2.28%	07/01/19	06/30/19	2,924,213	2,924,213	1.00	2,924,213	1	2.28%
Guaranty B&T CD	2.56%	07/18/19	04/18/19	1,000,000	1,000,000	100.00	1,000,000	18	2.56%
Guaranty B&T CD	2.57%	08/03/19	05/03/19	1,000,000	1,000,000	100.00	1,000,000	34	2.59%
Guaranty B&T CD	2.65%	08/27/19	02/27/19	1,006,388	1,006,388	100.00	1,006,388	58	2.65%
East West Bank CD	2.35%	09/21/19	03/21/18	1,030,523	1,030,523	100.00	1,030,523	83	2.38%
Guaranty B&T CD	2.65%	11/14/19	02/14/19	1,006,460	1,006,460	100.00	1,006,460	137	2.65%
East West Bank CD	2.40%	12/21/19	03/21/18	1,031,182	1,031,182	100.00	1,031,182	174	2.43%
Guaranty B&T CD	2.68%	01/16/20	01/16/19	1,006,608	1,006,608	100.00	1,006,608	200	2.71%
Herring Bank CDARS	2.75%	02/20/20	02/21/19	1,000,000	1,000,000	100.00	1,000,000	235	2.78%
Guaranty B&T CD	2.68%	03/28/20	03/28/19	1,006,755	1,006,755	100.00	1,006,755	272	2.71%
Guaranty B&T CD	2.58%	06/06/20	06/06/19	1,000,000	1,000,000	100.00	1,000,000	342	2.60%
Guaranty B&T CD	2.45%	06/24/20	06/24/19	500,000	500,000	100.00	500,000	360	2.47%
				<b>\$ 14,058,028</b>	<b>\$ 14,058,028</b>		<b>\$ 14,058,028</b>	<b>124</b>	<b>2.43%</b>
								(1)	(2)

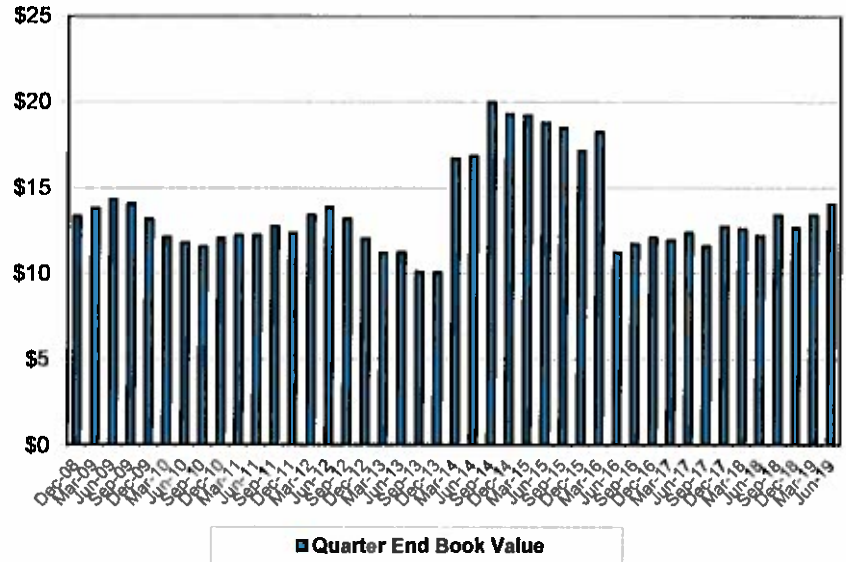
(1) Weighted average life - Pools, Money Market Funds, and Bank Deposits are assumed to have a one day maturity.

(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.

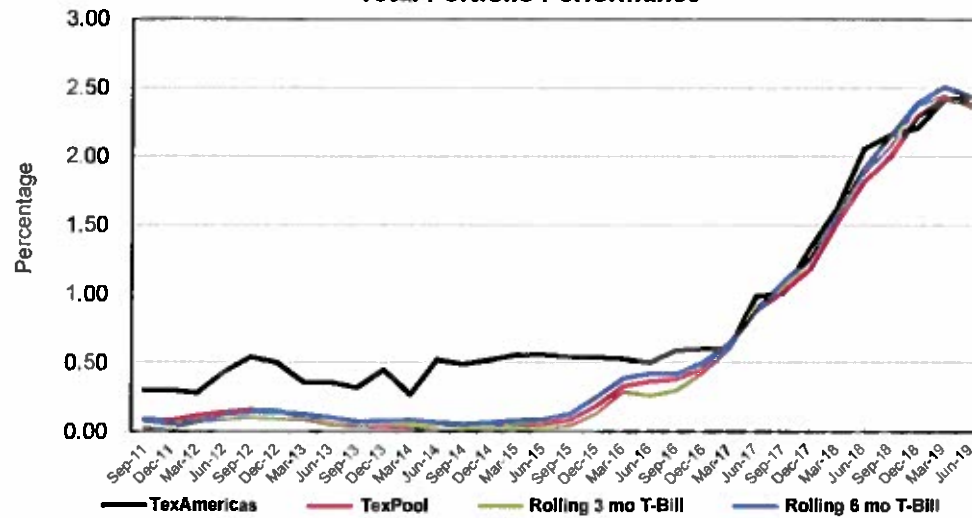
**Portfolio Composition**



**Total Portfolio (Millions)**



**Total Portfolio Performance**



## Book & Market Value Comparison

Description	Coupon/ Discount	Maturity Date	March 31, 2019		Purchases/ Adjustments	Sales/Adjust/ Maturities	June 30, 2019	
			Par Value	Book & Market Value			Par Value	Book & Market Value
Guaranty B&T Checking	0.00%	07/01/19	\$ 699,486	\$ 699,486	\$ -	\$ (153,588)	\$ 545,898	\$ 545,898
Guaranty B&T MMA	2.28%	07/01/19	2,673,602	2,673,602	250,611		2,924,213	2,924,213
Guaranty B&T CD	2.41%	04/10/19	1,006,075	1,006,075		(1,006,075)	-	-
Guaranty B&T CD	2.55%	05/13/19	1,006,427	1,006,427		(1,006,427)	-	-
East West Bank CD	2.30%	06/21/19	1,023,975	1,023,975		(1,023,975)	-	-
Guaranty B&T CD	2.56%	07/18/19	-	-	1,000,000		1,000,000	1,000,000
Guaranty B&T CD	2.57%	08/03/19	-	-	1,000,000		1,000,000	1,000,000
Guaranty B&T CD	2.65%	08/27/19	1,000,000	1,000,000	6,388		1,006,388	1,006,388
East West Bank CD	2.35%	09/21/19	1,024,503	1,024,503	6,020		1,030,523	1,030,523
Guaranty B&T CD	2.65%	11/14/19	1,000,000	1,000,000	6,460		1,006,460	1,006,460
East West Bank CD	2.40%	12/21/19	1,025,031	1,025,031	6,152		1,031,182	1,031,182
Guaranty B&T CD	2.68%	01/16/20	1,000,000	1,000,000	6,608		1,006,608	1,006,608
Herring Bank CDARS	2.75%	02/20/20	1,000,000	1,000,000			1,000,000	1,000,000
Guaranty B&T CD	2.68%	03/28/20	1,000,000	1,000,000	6,755		1,006,755	1,006,755
Guaranty B&T CD	2.58%	06/06/20	-	-	1,000,000		1,000,000	1,000,000
Guaranty B&T CD	2.45%	06/24/20	-	-	500,000		500,000	500,000
<b>TOTAL</b>			<b>\$ 13,459,099</b>	<b>\$ 13,459,099</b>	<b>\$ 3,788,995</b>	<b>\$ (3,190,066)</b>	<b>\$ 14,058,028</b>	<b>\$ 14,058,028</b>