



RESOLUTION NO. 20191126-02

APPROVAL OF 4TH 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

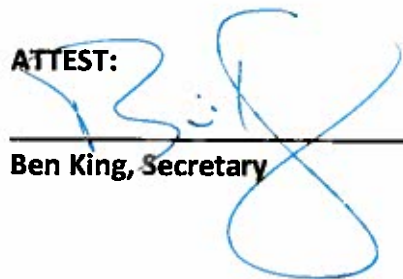
WHEREAS, the Investment Committee has reviewed the report provided by the Executive Director/CEO and recommends acceptance by the Board of Directors;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of TexAmericas Center accepts and approves the attached 4th Quarter 2019 Report on the Investment Program and Investment Activity of TexAmericas Center.

PASSED AND APPROVED THIS 26th day of November, 2019.



Boyd Sartin, Chairman of the Board

ATTEST:


Ben King, Secretary

Attached: FY19 4th Quarter Investment Report



INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

September 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.

Annual Comparison of Portfolio Performance

FYE Results by Investment Category:

Asset Type	September 30, 2018			September 30, 2019		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
DDA/MMA/NOW	2.05%	\$ 4,896,704	\$ 4,896,704	1.90%	\$ 2,872,646	\$ 2,872,646
CD/Security	2.21%	8,542,923	8,542,923	2.48%	11,603,687	11,603,687
Totals		\$ 13,439,626	\$ 13,439,626		\$ 14,476,332	\$ 14,476,332
Fourth Quarter-End Yield	2.16%			2.36%		

Average Quarter-End Yields (1):

	2018 Fiscal Year	2019 Fiscal Year
TexAmericas	1.79%	2.35%
Rolling Three Month Treasury	1.69%	2.30%
Rolling Six Month Treasury	1.73%	2.37%
TexPool	1.62%	2.31%

Fiscal YTD Interest Earnings (Reported Separately)

(Reported Separately)

(1) Average Quarterly Yield calculated using quarter-end report average yield and adjusted book value.

Summary

Quarter End Results by Investment Category:

Asset Type	June 30, 2019		September 30, 2019		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
DDA/MMA/NOW	\$ 3,470,111	\$ 3,470,111	\$ 2,872,646	\$ 2,872,646	1.90%
CD/Security	10,587,917	10,587,917	11,603,687	11,603,687	2.48%
Totals	\$ 14,058,028	\$ 14,058,028	\$ 14,476,332	\$ 14,476,332	

Current Quarter Portfolio Performance (1)

Average Quarterly Yield	2.36%
Rolling Three Month Treasury	2.02%
Rolling Six Month Treasury	2.17%
TexPool	2.16%

Fiscal Year-to-Date Portfolio Performance (2)

Average Quarter End Yield	2.35%
Rolling Three Month Treasury	2.30%
Rolling Six Month Treasury	2.37%
TexPool	2.31%

Quarterly Interest Earnings (Reported Separately)

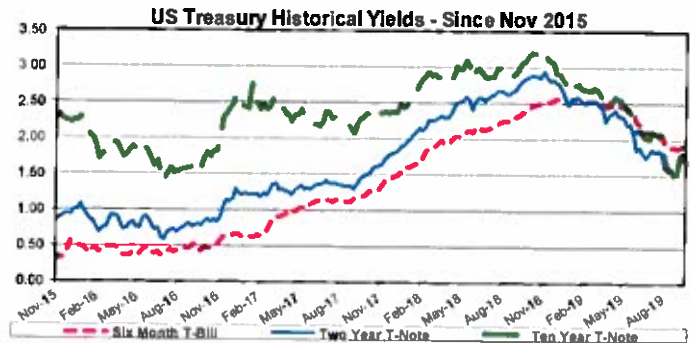
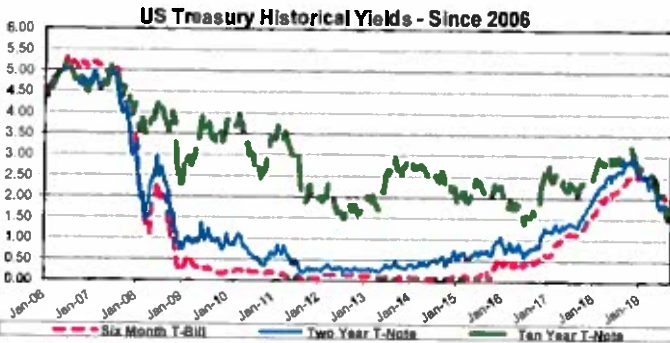
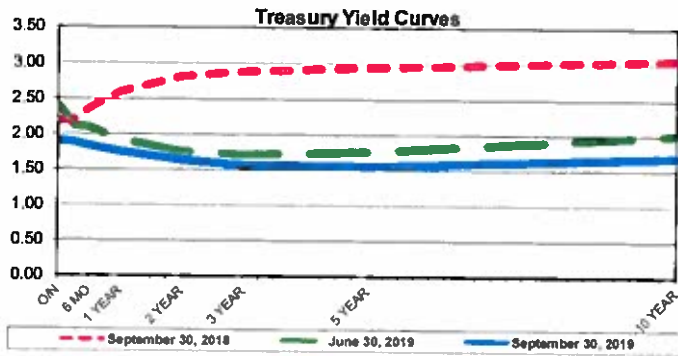
(1) **Current Quarter Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances

(2) **Fiscal Year-to-Date Average Yields** calculated using quarter end report yields.

Economic Overview

9/30/2019

The Federal Open Market Committee (FOMC) reduced the Fed Funds target range to 1.75% - 2.00% (Effective Fed Funds are trading +/- 1.83%). The Futures Market continues to project additional decreases. Gradual Federal Reserve Bank portfolio reduction ended. August Non Farm Payroll added 138,000 new jobs, with the rolling three month averaging 157,000. Crude oil settled back and trades +/- \$55. The Stock Markets waffled near the recent highs. Consumer spending continues albeit less robustly. Overall economic activity remains mostly positive with 2nd Quarter GDP recorded at 2.0%. Brexit, Chinese trade concerns, growth outlook, and other factors may weigh on US growth. The inverted Yield Curve persists with yields declining.



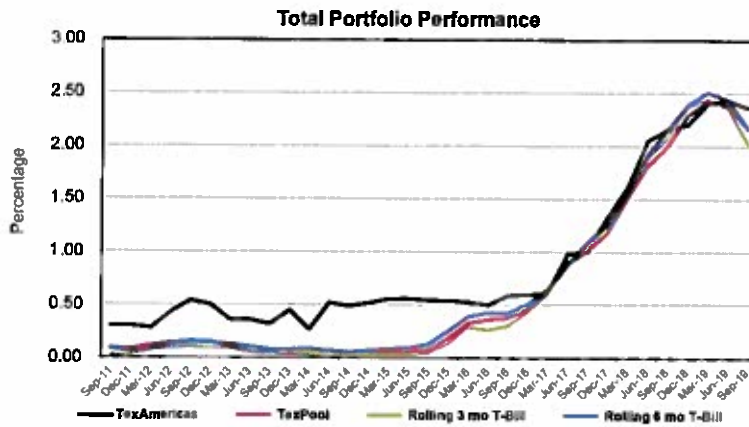
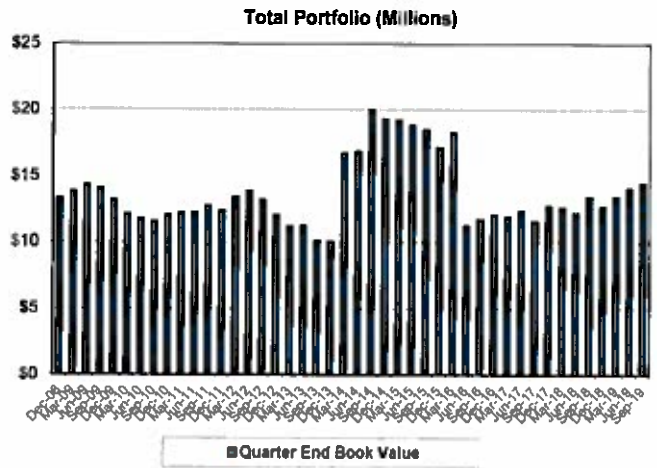
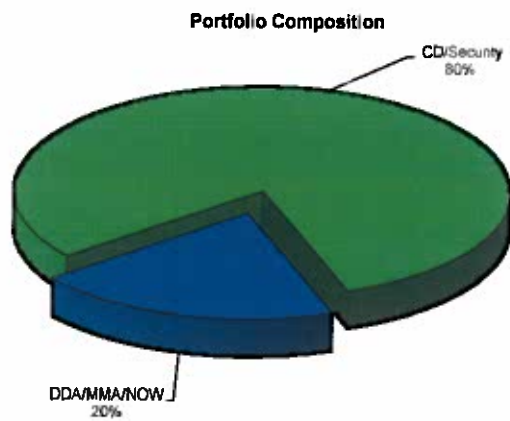
Investment Holdings
September 30, 2019

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%	10/01/19	09/30/19	\$ 66,330	\$ 66,330	1.00	\$ 66,330	1	0.00%
Guaranty B&T MMA	1.95%	10/01/19	09/30/19	2,806,315	2,806,315	1.00	2,806,315	1	1.95%
Guaranty B&T CD	2.28%	10/16/19	07/16/19	1,000,000	1,000,000	100.00	1,000,000	16	2.30%
Guaranty B&T CD	2.62%	11/14/19	02/14/19	1,012,962	1,012,962	100.00	1,012,962	45	2.65%
East West Bank CD	2.40%	12/21/19	03/21/18	1,037,439	1,037,439	100.00	1,037,439	82	2.43%
Guaranty B&T CD	2.68%	01/16/20	01/16/19	1,013,334	1,013,334	100.00	1,013,334	108	2.71%
Herring Bank CDARS	2.75%	02/20/20	02/21/19	1,016,818	1,016,818	100.00	1,016,818	143	2.78%
Guaranty B&T CD	2.68%	03/28/20	03/28/19	1,013,556	1,013,556	100.00	1,013,556	180	2.71%
Guaranty B&T CD	2.29%	04/18/20	07/18/19	1,000,000	1,000,000	100.00	1,000,000	201	2.31%
Guaranty B&T CD	2.26%	05/07/20	08/07/19	1,000,000	1,000,000	100.00	1,000,000	220	2.28%
Guaranty B&T CD	2.58%	06/06/20	06/06/19	1,006,490	1,006,490	100.00	1,006,490	250	2.60%
Guaranty B&T CD	2.45%	06/24/20	06/24/19	503,088	503,088	100.00	503,088	268	2.47%
Guaranty B&T CD	2.24%	08/20/20	08/20/19	1,000,000	1,000,000	100.00	1,000,000	325	2.26%
Guaranty B&T CD	2.20%	09/17/20	09/17/19	1,000,000	1,000,000	100.00	1,000,000	353	2.22%
				\$ 14,476,332	\$ 14,476,332		\$ 14,476,332	143	2.36%

(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.



Book & Market Value Comparison

Description	Coupon/ Discount	Maturity Date	June 30, 2019		Purchases/ Adjustments	Sales/Adjust/ Maturities	September 30, 2019	
			Par Value	Book & Market Value			Par Value	Book & Market Value
Guaranty B&T Checking	0.00%	10/01/19	\$ 545,898	\$ 545,898	\$ -	\$ (479,567)	\$ 66,330	\$ 66,330
Guaranty B&T MMA	1.95%	10/01/19	2,924,213	2,924,213		(117,898)	2,806,315	2,806,315
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	1,006,388	1,006,388		(1,006,388)	-	-
East West Bank CD	2.35%	09/21/19	1,030,523	1,030,523		(1,030,523)	-	-
Guaranty B&T CD	2.28%	10/16/19	-	-	1,000,000		1,000,000	1,000,000
Guaranty B&T CD	2.62%	11/14/19	1,006,460	1,006,460	6,502		1,012,962	1,012,962
East West Bank CD	2.40%	12/21/19	1,031,182	1,031,182	6,257		1,037,439	1,037,439
Guaranty B&T CD	2.68%	01/16/20	1,006,608	1,006,608	6,726		1,013,334	1,013,334
Herring Bank CDARS	2.75%	02/20/20	1,000,000	1,000,000	16,818		1,016,818	1,016,818
Guaranty B&T CD	2.68%	03/28/20	1,006,755	1,006,755	6,801		1,013,556	1,013,556
Guaranty B&T CD	2.29%	04/18/20	-	-	1,000,000		1,000,000	1,000,000
Guaranty B&T CD	2.26%	05/07/20	-	-	1,000,000		1,000,000	1,000,000
Guaranty B&T CD	2.58%	06/06/20	1,000,000	1,000,000	6,490		1,006,490	1,006,490
Guaranty B&T CD	2.45%	06/24/20	500,000	500,000	3,088		503,088	503,088
Guaranty B&T CD	2.24%	08/20/20	-	-	1,000,000		1,000,000	1,000,000
Guaranty B&T CD	2.20%	09/17/20	-	-	1,000,000		1,000,000	1,000,000
TOTAL			\$ 14,058,028	\$ 14,058,028	\$ 5,052,681	\$ (4,634,377)	\$ 14,476,332	\$ 14,476,332