



City of Texarkana, Texas



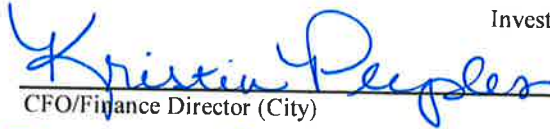
QUARTERLY INVESTMENT REPORT

For the Quarter Ended
June 30, 2017

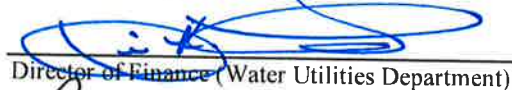
Prepared by

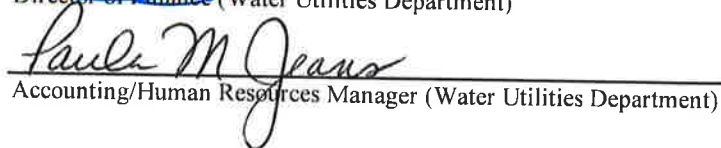
Valley View Consulting, L.L.C.

The investment portfolio of the City of Texarkana, TX is in compliance with the Public Funds Investment Act and the Investment Policy and Strategies.


CFO/Finance Director (City)


Assistant CFO (City)


Director of Finance (Water Utilities Department)


Accounting/Human Resources Manager (Water Utilities Department)

Disclaimer: These reports were compiled using information provided by the City. 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 advisor fees.

Summary

City Funds

Asset Type	Ave. Yield	June 30, 2017		March 31, 2017	
		Book Value	Market Value	Book Value	Market Value
DDA/MMA/Pools	0.69%	\$ 29,158,933	\$ 29,158,933	\$ 20,729,675	\$ 20,729,675
CDs/Securities	1.14%	4,341,834	4,341,834	4,336,969	4,336,969
Totals		\$ 33,500,768	\$ 33,500,768	\$ 25,066,644	\$ 25,066,644
Total Portfolio Average - Quarter	0.75%				
Fiscal Year-to-Date Average Yield (2)	0.60%				
Quarterly Interest Income		\$ 50,041			
Year-to-date Interest Income		\$ 113,446			

Water Utility

Asset Type	Ave. Yield	June 30, 2017		March 31, 2017	
		Book Value	Market Value	Book Value	Market Value
DDA/MMA/Pools	0.92%	\$ 5,531,380	\$ 5,531,380	\$ 5,572,908	\$ 5,572,908
CDs/Securities	1.08%	10,725,000	10,725,000	10,725,000	10,725,000
Totals		\$ 16,256,380	\$ 16,256,380	\$ 16,297,908	\$ 16,297,908
Total Portfolio Average - Quarter	1.03%				
Fiscal Year-to-Date Average Yield (2)	0.87%				
Quarterly Interest Income		\$ 23,331			
Year-to-date Interest Income		\$ 49,473			

	QTR		YTD
Rolling Three Mo. Treas. Yield	0.91%	Rolling Three Mo. Treas. Yield	0.65%
Rolling Six Mo. Treas. Yield	0.88%	Rolling Six Mo. Treas. Yield	0.68%
		Quarterly TexPool Yield	0.65%

(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.

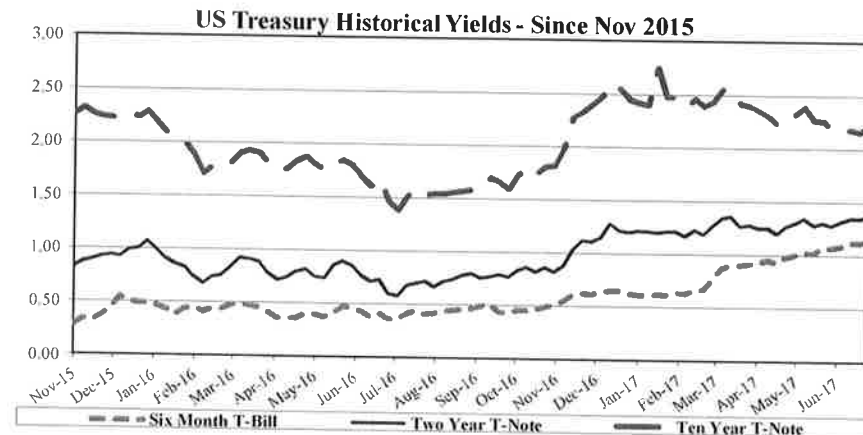
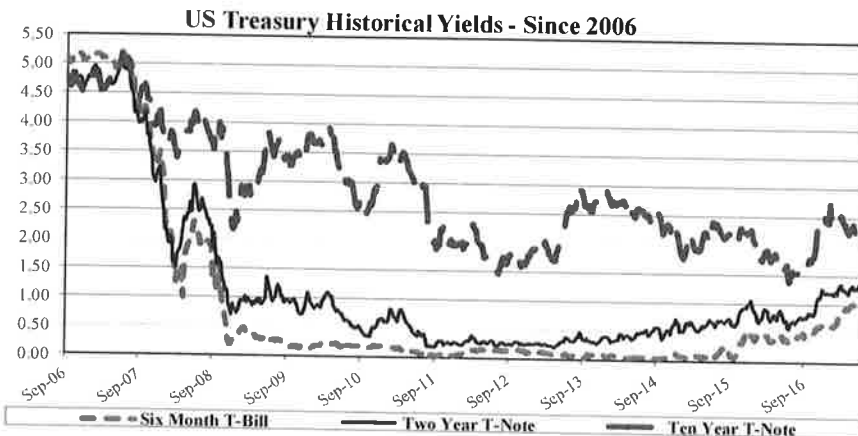
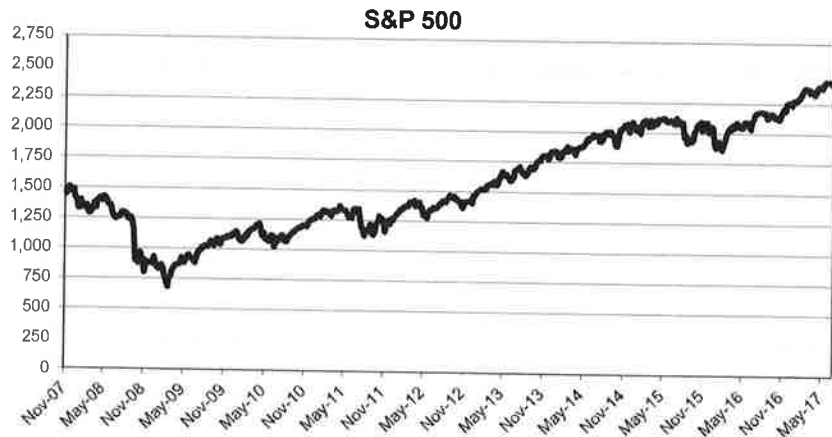
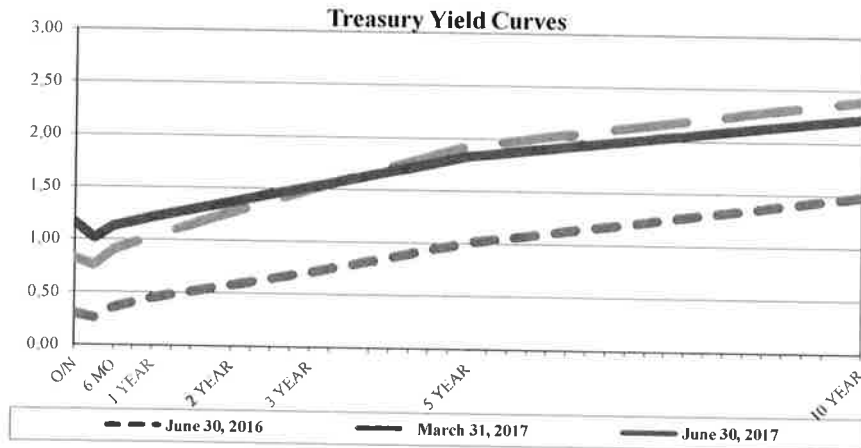
(2) Fiscal Year-to-Date Average Yields calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

Valley View Consulting, L.L.C. currently provides advisory services to the City.

Economic Overview

6/30/2017

The Federal Open Market Committee (FOMC) raised the Fed Funds target range to 1.00% - 1.25% (Effective Fed Funds are trading +/-1.16%) at the June FOMC meeting. The market is not confident additional increases will occur during 2017. The Fed anticipates gradually reducing its government bond holdings. Third revision 1st Quarter 2017 GDP was increased to 1.4%. June Non-Farm Payroll increased 222k, with +47k adjustment to Apr/May. Other US data remained volatile with some negative numbers. The Stock Markets remain high. Monitoring estimated balances and needs will determine laddering opportunities.



Investment Holdings

June 30, 2017

City Funds

Description	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Guaranty B&T MMA	0.55%	07/01/17	06/30/17	\$ 24,140,307	\$ 24,140,307	1.00	\$ 24,140,307	1	0.55%
Southside Bank MMA	1.02%	07/01/17	06/30/17	6,135	6,135	1.00	6,135	1	1.02%
NexBank MMA	1.36%	07/01/17	06/30/17	5,012,492	5,012,492	1.00	5,012,492	1	1.36%
Third Coast Bank, SSB CD	0.85%	07/28/17	07/28/16	2,418,779	2,418,779	100.00	2,418,779	28	0.85%
Southside Bank CD	1.50%	04/18/19	04/18/17	1,523,055	1,523,055	100.00	1,523,055	657	1.50%
Texas Security Bank CD	1.55%	05/17/19	05/17/17	400,000	400,000	100.00	400,000	686	1.55%
				\$ 33,500,768	\$ 33,500,768		\$ 33,500,768	41	0.75%

Water Utility

Description	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Guaranty B&T MMA	0.55%	07/01/17	06/30/17	\$ 3,031,380	\$ 3,031,380	1.00	\$ 3,031,380	1	0.55%
NexBank MMA	1.36%	07/01/17	06/30/17	2,500,000	2,500,000	1.00	2,500,000	1	1.36%
Texas Security Bank CD	0.75%	07/13/17	08/24/16	1,250,000	1,250,000	100.00	1,250,000	13	0.75%
Farmers Bank & Trust CD	0.75%	09/05/17	03/05/16	775,000	775,000	100.00	775,000	67	0.75%
Farmers Bank & Trust CD	1.17%	12/16/17	12/16/16	250,000	250,000	100.00	250,000	169	1.17%
LegacyTexas CD	1.10%	02/19/18	02/27/17	1,000,000	1,000,000	100.00	1,000,000	234	1.10%
Farmers Bank & Trust CD	1.00%	02/24/18	02/24/16	500,000	500,000	100.00	500,000	239	1.00%
Farmers Bank & Trust CD	0.98%	04/28/18	04/28/16	700,000	700,000	100.00	700,000	302	0.98%
Farmers Bank & Trust CD	0.95%	04/28/18	04/28/17	250,000	250,000	100.00	250,000	302	0.95%
Texas Security Bank CD	1.15%	06/14/18	08/24/16	1,250,000	1,250,000	100.00	1,250,000	349	1.15%
Texas Security Bank CD	1.20%	08/15/18	08/24/16	1,250,000	1,250,000	100.00	1,250,000	411	1.20%
BTH Bank CD	1.15%	11/04/18	11/04/16	1,550,000	1,550,000	100.00	1,550,000	492	1.15%
Texas Security Bank CD	1.40%	11/16/18	05/11/17	1,250,000	1,250,000	100.00	1,250,000	504	1.40%
Farmers Bank & Trust CD	1.15%	04/28/19	04/28/16	700,000	700,000	100.00	700,000	667	1.15%
				\$ 16,256,380	\$ 16,256,380		\$ 16,256,380	219	1.03%

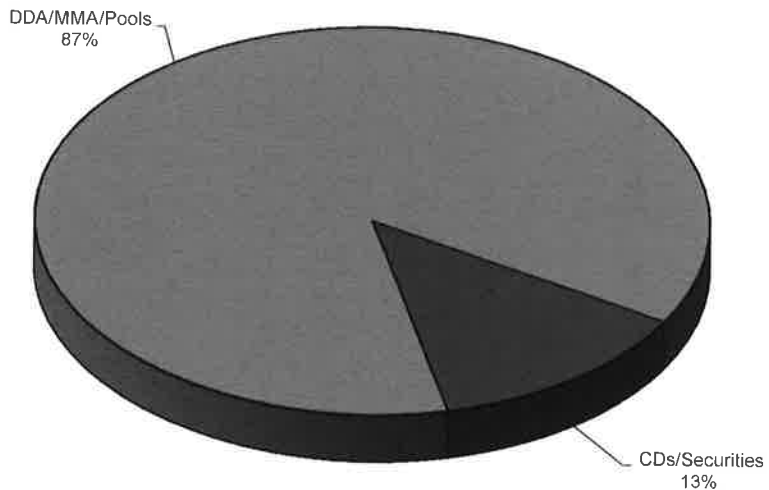
Combined Portfolio

				\$ 49,757,147	\$ 49,757,147		\$ 49,757,147	99	0.84%
								(1)	(2)

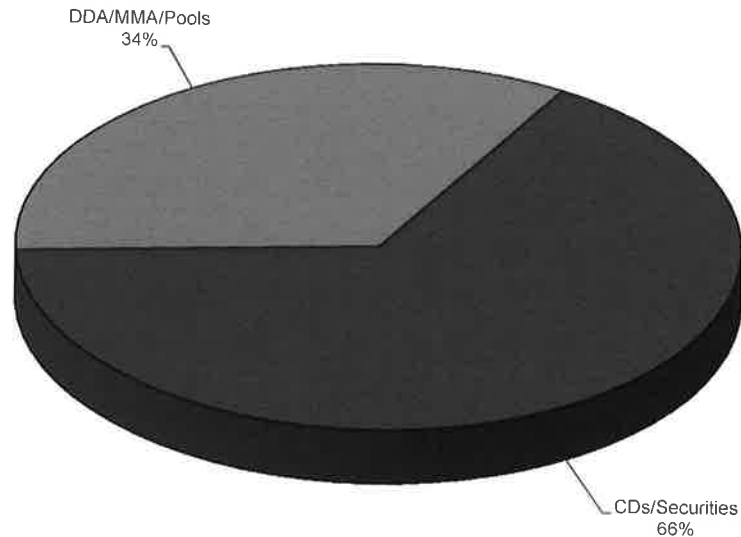
(1) **Weighted average life** - For purposes of calculating weighted average life, cash equivalent investments are assumed to have a one day maturity.

(2) **Weighted average yield to maturity** - The weighted average yield to maturity is 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 cash equivalent investments.

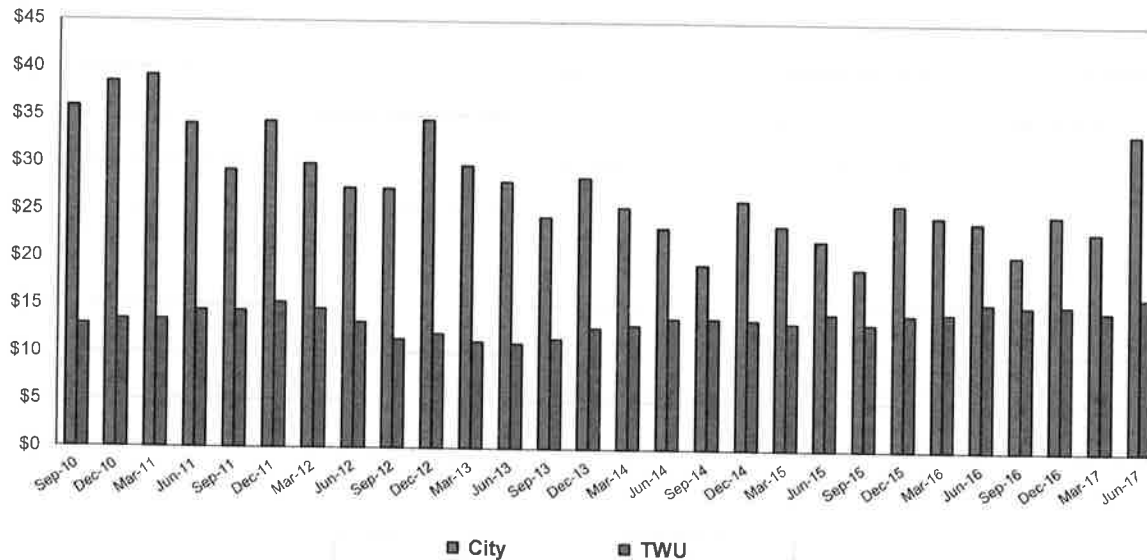
City Portfolio Composition



TWU Portfolio Composition



Quarter End Portfolio (Millions)



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	March 31, 2017		Purchases/ Adjustments	Sales/Adjust/ Maturities	June 30, 2017	
			Par Value	Book Value			Par Value	Book Value
Guaranty B&T MMA	0.55%	07/01/17	\$ 21,551,904	\$ 21,551,904	\$ 5,619,782	\$ —	\$ 27,171,686	\$ 27,171,686
Southside Bank MMA	1.02%	07/01/17	4,750,678	4,750,678		(4,744,543)	6,135	6,135
NexBank MMA	1.36%	07/01/17	—	—	7,512,492		7,512,492	7,512,492
Commercial National Bank CD	0.75%	04/01/17	1,523,055	1,523,055		(1,523,055)	—	—
Farmers Bank & Trust CD	0.60%	04/28/17	250,000	250,000		(250,000)	—	—
Commercial National Bank CD	0.75%	05/05/17	405,307	405,307		(405,307)	—	—
Texas Security Bank CD	0.75%	05/11/17	1,250,000	1,250,000		(1,250,000)	—	—
Texas Security Bank CD	0.75%	07/13/17	1,250,000	1,250,000			1,250,000	1,250,000
Third Coast Bank, SSB CD	0.85%	07/28/17	2,408,607	2,408,607	10,172		2,418,779	2,418,779
Farmers Bank & Trust CD	0.75%	09/05/17	775,000	775,000			775,000	775,000
Farmers Bank & Trust CD	1.17%	12/16/17	250,000	250,000			250,000	250,000
LegacyTexas CD	1.10%	02/19/18	1,000,000	1,000,000			1,000,000	1,000,000
Farmers Bank & Trust CD	1.00%	02/24/18	500,000	500,000			500,000	500,000
Farmers Bank & Trust CD	0.98%	04/28/18	700,000	700,000			700,000	700,000
Farmers Bank & Trust CD	0.95%	04/28/18	—	—	250,000		250,000	250,000
Texas Security Bank CD	1.15%	06/14/18	1,250,000	1,250,000			1,250,000	1,250,000
Texas Security Bank CD	1.20%	08/15/18	1,250,000	1,250,000			1,250,000	1,250,000
BTH Bank CD	1.15%	11/04/18	1,550,000	1,550,000			1,550,000	1,550,000
Texas Security Bank CD	1.40%	11/16/18	—	—	1,250,000		1,250,000	1,250,000
Southside Bank CD	1.50%	04/18/19	—	—	1,523,055		1,523,055	1,523,055
Farmers Bank & Trust CD	1.15%	04/28/19	700,000	700,000			700,000	700,000
Texas Security Bank CD	1.55%	05/17/19	—	—	400,000		400,000	400,000
TOTAL			\$ 41,364,551	\$ 41,364,551	\$ 16,565,501	\$ (8,172,905)	\$ 49,757,147	\$ 49,757,147

Market Value Comparison

Description	Coupon/ Discount	Maturity Date	March 31, 2017		Qtr to Qtr Change	June 30, 2017	
			Par Value	Market Value		Par Value	Market Value
Guaranty B&T MMA	0.55%	07/01/17	\$ 21,551,904	\$ 21,551,904	\$ 5,619,782	\$ 27,171,686	\$ 27,171,686
Southside Bank MMA	1.02%	07/01/17	4,750,678	4,750,678	(4,744,543)	6,135	6,135
NexBank MMA	1.36%	07/01/17	—	—	7,512,492	7,512,492	7,512,492
Commercial National Bank CD	0.75%	04/01/17	1,523,055	1,523,055	(1,523,055)	—	—
Farmers Bank & Trust CD	0.60%	04/28/17	250,000	250,000	(250,000)	—	—
Commercial National Bank CD	0.75%	05/05/17	405,307	405,307	(405,307)	—	—
Texas Security Bank CD	0.75%	05/11/17	1,250,000	1,250,000	(1,250,000)	—	—
Texas Security Bank CD	0.75%	07/13/17	1,250,000	1,250,000	—	1,250,000	1,250,000
Third Coast Bank, SSB CD	0.85%	07/28/17	2,408,607	2,408,607	10,172	2,418,779	2,418,779
Farmers Bank & Trust CD	0.75%	09/05/17	775,000	775,000	—	775,000	775,000
Farmers Bank & Trust CD	1.17%	12/16/17	250,000	250,000	—	250,000	250,000
LegacyTexas CD	1.10%	02/19/18	1,000,000	1,000,000	—	1,000,000	1,000,000
Farmers Bank & Trust CD	1.00%	02/24/18	500,000	500,000	—	500,000	500,000
Farmers Bank & Trust CD	0.98%	04/28/18	700,000	700,000	—	700,000	700,000
Farmers Bank & Trust CD	0.95%	04/28/18	—	—	250,000	250,000	250,000
Texas Security Bank CD	1.15%	06/14/18	1,250,000	1,250,000	—	1,250,000	1,250,000
Texas Security Bank CD	1.20%	08/15/18	1,250,000	1,250,000	—	1,250,000	1,250,000
BTH Bank CD	1.15%	11/04/18	1,550,000	1,550,000	—	1,550,000	1,550,000
Texas Security Bank CD	1.40%	11/16/18	—	—	1,250,000	1,250,000	1,250,000
Southside Bank CD	1.50%	04/18/19	—	—	1,523,055	1,523,055	1,523,055
Farmers Bank & Trust CD	1.15%	04/28/19	700,000	700,000	—	700,000	700,000
Texas Security Bank CD	1.55%	05/17/19	—	—	400,000	400,000	400,000
TOTAL			\$ 41,364,551	\$ 41,364,551	\$ 8,392,596	\$ 49,757,147	\$ 49,757,147

City Fund Allocation
Book & Market Value

June 30, 2017

Fund #	Fund Name	Total	Guaranty B&T MMA	Southside Bank MMA	NexBank MMA	0.85% Third Coast Bank, SSB CD: 07/28/16 - 07/28/17	1.5% Southside Bank CD: 04/18/17 - 04/18/19	1.55% Texas Security Bank CD: 05/17/17 - 05/17/19
101	GENERAL FUND - Pooled Cash	\$ 6,979,040	\$ 495,573	\$ 3,975	\$ 2,537,659	\$ 2,418,779	\$ 1,523,055	\$ -
101	GENERAL FUND	83,940	83,940					
102	NARCOTICS DIVISION OPERATIONS	98,605	98,605					
103	PERSONNEL POLICY	1,289,222	584,625	684	703,913			
104	WORKER'S COMP	381,908	381,908					
107	COURT SECURITY FUND	363,590	363,590					
109	GENERAL PROPERTY & LIAB	232,267	232,267					
111	POLICE EVIDENCE ESCROW FUND	16,845	16,845					
113	ENERGY CONSERVATION REV. LOAN	33,724	33,724					
114	COURT TECHNOLOGY FUND	16,379	16,379					
115	TECHNOLOGY FUND	142,922	142,922					
116	TIRZ #1	1,199,703	1,199,703					
117	DONATION FUND	14,597	14,597					
200	PEROT ENHANCEMENT FUND	233,229	233,229					
203	CDBG REVOLVING LOAN FUND	125,498	125,498					
204	HCD FUND	15,786	15,786					
207	EPA REVOLVINGLOAN GRANT	3,325	3,325					
209	HOME PROGRAM	47,702	47,702					
211	THEATRE FUND	130,263	130,263					
212	HOTEL/MOTEL TAX FD	34,777	34,777					
213	PEROT THEATRE BLDG MAINT	497,841	97,841					
215	HOUSING FUND	261,579	60,265	195	201,118			400,000
216	POLICE ENTERPRISE TRAINING	297	297					
217	LAW ENFORCEMENT BLOCK GRANT	35	35					
219	LAW ENFORCEMENT PROGRAM	26,624	26,624					
220	METRO PLANNING ORG	31,038	31,038					
221	TEXARKANA URBAN TRANSIT	100	100					
223	ECONOMIC DEVELOPMENT	1,450,333	734,138	695	715,501			
228	BUILDING MAINTENANCE	90,791	90,791					
230	ROTARY SPLASH PARK FUND	7,857	7,857					
301	INTEREST & SINKING	581,832	581,832					
415	2003 BOND FUND	6	6					
417	2005 BOND FUND	514,583	514,583					
420	2009 BOND FUND	74	74					
422	TIRZ BOND FUND	536,579	536,579					
423	2017 BOND FUND	12,641,259	12,641,259					
501	HEALTH FUND	448,216	347,559	98	100,559			
502	PUBLIC LIBRARY	44,310	44,310					
601	DRUG ESCROW	120,316	120,316					
605	FEDERAL ASSET FORFEITURE	121,192	121,192					
701	EMPLOYEE BENEFIT	1,420,306	666,076	488	753,742			
702	BENEFIT PAYMENT	1,204,627	1,204,627					
703	FLEET SERVICES	363,756	363,756					
704	CAPITAL REPLACEMENT	1,646,841	1,646,841					
810	MEMBER CITY WATER REVENUE	47,053	47,053					
TOTAL		\$ 33,500,768	\$ 24,140,307	\$ 6,136	\$ 5,012,492	\$ 2,418,779	\$ 1,523,055	\$ 400,000

**Water Fund Allocation
June 30, 2017
Book & Market Value**

Fund Name	Total	Guaranty B&T MMA	NexBank MMA	0.75% Texas Security Bank CD: 08/24/16- 07/13/17	0.75% Farmers Bank & Trust CD: 03/05/16 - 09/05/17	1.165% Farmers Bank & Trust CD: 12/16/16 - 12/16/17	1.10% LegacyTexas CD: 02/27/17 - 02/19/18
Revenue	\$ 468,058	\$ 468,058	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Loan	40,296	40,296					
Water Plant Construction	46	46					
Technology	644,763	294,763	350,000				
2004 Bond	39,930	39,930					
2005 Bond	175,242	175,242					
2013 Bond	128,174	128,174					
2013 Construction	28,253	28,253					
LTWSC Capital Improvement	745,836	70,836		325,000			
Capital Improvement	1,667,183	182,183		380,000			
COE Cost	2,779,009	604,009	1,000,000				
Compost	360,759	759					
Customer Deposit	789,642	89,642					360,000
Equipment Acquisition	365,527	527		165,000			100,000
Infrastructure	1,540,375	300,375	100,000		500,000		540,000
Personnel	146,943	146,943					
Reserve	704,134	4,134					
Revenue	2,460,000		800,000	380,000			
WWTP Depreciation	287,293	287,293					
Waggoner Creek CIP	2,884,917	169,917	250,000		275,000	250,000	
\$ 16,256,380	\$ 3,031,380	\$ 2,500,000	\$ 1,250,000	\$ 775,000	\$ 250,000	\$ 1,000,000	

Water Fund Allocation (Continued)
June 30, 2017
Book & Market Value

Fund Name	1.00% Farmers Bank & Trust CD: 02/24/16 - 02/24/18	0.98% Farmers Bank & Trust CD: 04/28/16 - 04/28/18	0.95% Farmers Bank & Trust CD: 04/28/17 - 04/28/18	1.15% Texas Security Bank CD: 08/24/16 - 06/14/18	1.20% Texas Security Bank CD: 08/24/16 - 08/15/18	1.15% BTH Bank CD: 11/04/16 - 11/04/18	1.4% Texas Security Bank CD: 05/11/17 - 11/16/18	1.15% Farmers Bank & Trust CD: 04/28/16 - 04/28/19
Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Loan								
Water Plant Construction								
Technology								
2004 Bond								
2005 Bond								
2013 Bond								
2013 Construction								
LTWSC Capital Improvement				275,000		75,000		
Capital Improvement				95,000	50,000	285,000	675,000	
COE Cost		250,000					275,000	650,000
Compost								
Customer Deposit	400,000							
Equipment Acquisition							200,000	
Infrastructure	100,000					100,000	100,000	
Personnel								
Reserve								
Revenue					700,000			
WWTP Depreciation				380,000		900,000		
Waggoner Creek CIP		450,000	250,000	500,000	500,000	190,000		50,000
	\$ 500,000	\$ 700,000	\$ 250,000	\$ 1,250,000	\$ 1,250,000	\$ 1,550,000	\$ 1,250,000	\$ 700,000

**City Fund Allocation
Book & Market Value**

March 31, 2017

Fund #	Fund Name	Total	Guaranty B&T MMA	Southside Bank MMA	0.75% Commercial	0.75% Commercial Bank	0.85% Third Coast Bank,
					Bank CD: 03/31/15 - 04/01/17	CD: 05/06/15 - 05/05/17	SSB CD: 07/28/16 - 07/28/17
101	GENERAL FUND - Pooled Cash	\$ 9,771,407	\$ 3,307,410	\$ 2,532,335	\$ 1,523,055	\$ -	\$ 2,408,607
101	GENERAL FUND	81,834	81,834				
102	NARCOTICS DIVISION OPERATIONS	98,304	98,304				
103	PERSONNEL POLICY	1,376,251	674,093	702,159			
104	WORKER'S COMP	365,009	365,009				
107	COURT SECURITY FUND	358,730	358,730				
109	GENERAL PROPERTY & LIAB	280,889	280,889				
111	POLICE EVIDENCE ESCROW FUND	16,838	16,838				
113	ENERGY CONSERVATION REV. LOAN	33,678	33,678				
114	COURT TECHNOLOGY FUND	9,011	9,011				
115	TECHNOLOGY FUND	158,016	158,016				
116	TIRZ #1	1,201,053	1,201,053				
117	DONATION FUND	15,132	15,132				
203	CDBG REVOLVING LOAN FUND	121,392	121,392				
204	HCD FUND	13,770	13,770				
207	EPA REVOLVINGLOAN GRANT	350	350				
208	EPA MULTI-PURPOSE GRANT	216	216				
209	HOME PROGRAM	47,067	47,067				
212	HOTEL/MOTEL TAX FD	102,592	102,592				
213	PEROT THEATRE BLDG MAINT	725,515	320,209				
215	HOUSING FUND	260,605	59,988	200,617		405,307	
216	POLICE ENTERPRISE TRAINING	185	185				
217	LAW ENFORCEMENT BLOCK GRANT	33	33				
219	LAW ENFORCEMENT PROGRAM	31,921	31,921				
221	TEXARKANA URBAN TRANSIT	100	100				
223	ECONOMIC DEVELOPMENT	1,387,465	673,748	713,717			
228	BUILDING MAINTENANCE	161,174	161,174				
230	ROTARY SPLASH PARK FUND	7,850	7,850				
301	INTEREST & SINKING	332,801	332,801				
415	2003 BOND FUND	6	6				
417	2005 BOND FUND	513,878	513,878				
420	2009 BOND FUND	74	74				
422	TIRZ BOND FUND	906,587	906,587				
501	HEALTH FUND	425,612	325,304	100,308			
502	PUBLIC LIBRARY	45,415	45,415				
601	DRUG ESCROW	116,903	116,903				
605	FEDERAL ASSET FORFEITURE	117,606	117,606				
701	EMPLOYEE BENEFIT	1,738,021	1,236,479	501,542			
702	BENEFIT PAYMENT	1,227,212	1,227,212				
703	FLEET SERVICES	274,311	274,311				
704	CAPITAL REPLACEMENT	2,622,789	2,622,789				
810	MEMBER CITY WATER REVENUE	119,041	119,041				
TOTAL		\$ 25,066,644	\$ 15,978,997	\$ 4,750,678	\$ 1,523,055	\$ 405,307	\$ 2,408,607

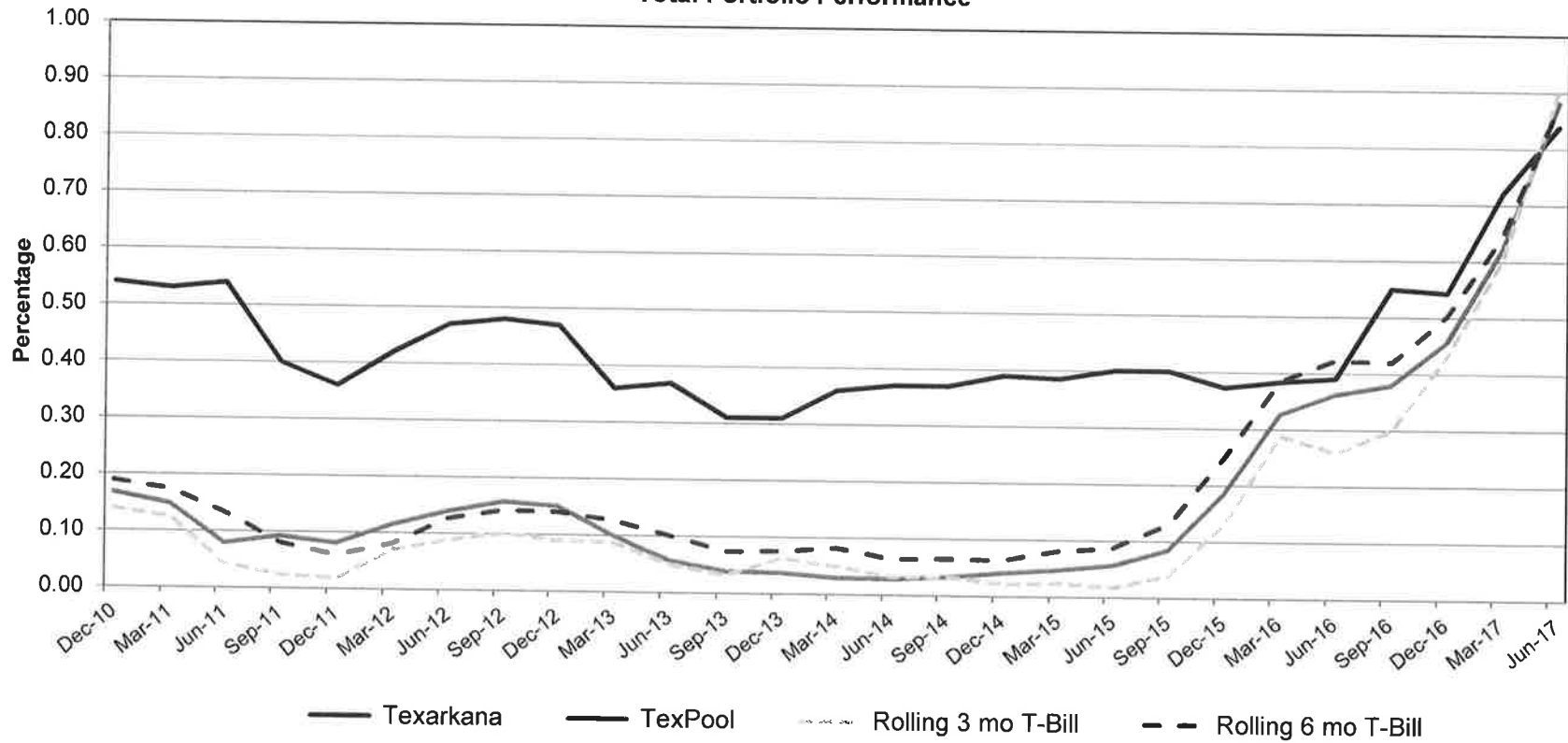
**Water Fund Allocation
March 31, 2017
Book & Market Value**

Fund Name	Total	Guaranty B&T MMA	0.60% Farmers	0.75% Texas	0.75% Texas	0.75% Farmers	1.165% Farmers
			Bank & Trust CD: 04/28/16 - 04/28/17	Security Bank CD: 08/24/16 - 05/11/17	Security Bank CD: 08/24/16 - 07/13/17	Bank & Trust CD: 03/05/16 - 09/05/17	Bank & Trust CD: 12/16/16 - 12/16/17
Revenue	\$ 1,565,453	\$ 1,565,453	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Loan	40,241	40,241					
Water Plant Construction	46	46					
Technology	881,255	881,255					
2004 Bond	39,875	39,875					
2005 Bond	88,679	88,679					
2013 Bond	59,283	59,283					
2013 Construction	28,214	28,214					
LTWSC Capital Improvement	744,446	69,446			325,000		
Capital Improvement	1,669,109	184,109		675,000	380,000		
COE Cost	2,380,289	1,480,289					
Compost	370,919	10,919					
Customer Deposit	786,962	86,962		200,000			
Equipment Acquisition	443,037	78,037		100,000	165,000		
Infrastructure	1,425,265	285,265				500,000	
Personnel	130,589	130,589					
Reserve	704,128	4,128					
Revenue	1,660,000				380,000		
WWTP Depreciation	442,637	167,637		275,000			
Waggoner Creek CIP	2,837,479	372,479	250,000			275,000	250,000
	\$ 16,297,908	\$ 5,572,908	\$ 250,000	\$ 1,250,000	\$ 1,250,000	\$ 775,000	\$ 250,000

Water Fund Allocation (Continued)
March 31, 2017
Book & Market Value

Fund Name	1.10% LegacyTexas CD: 02/27/17 - 02/19/18	1.00% Farmers Bank & Trust CD: 02/24/16 - 02/24/18	0.98% Farmers Bank & Trust CD: 04/28/16 - 04/28/18	1.15% Texas Security Bank CD: 08/24/16 - 06/14/18	1.20% Texas Security Bank CD: 08/24/16 - 08/15/18	1.15% BTH Bank CD: 11/04/16 - 11/04/18	1.15% Farmers Bank & Trust CD: 04/28/16 - 04/28/19
Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Loan							
Water Plant Construction							
Technology							
2004 Bond							
2005 Bond							
2013 Bond							
2013 Construction							
LTWSC Capital Improvement				275,000		75,000	
Capital Improvement				95,000	50,000	285,000	
COE Cost			250,000				650,000
Compost	360,000						
Customer Deposit	100,000	400,000					
Equipment Acquisition							
Infrastructure	540,000	100,000				100,000	
Personnel							
Reserve					700,000		
Revenue				380,000		900,000	
WWTP Depreciation							
Waggoner Creek CIP			450,000	500,000	500,000	190,000	50,000
	\$ 1,000,000	\$ 500,000	\$ 700,000	\$ 1,250,000	\$ 1,250,000	\$ 1,550,000	\$ 700,000

Total Portfolio Performance



**Collateral Position
June 30, 2017**

	CITY					WATER UTILITY					
	Guaranty B&T	Southside Bank	NexBank	Third Coast Bank, SSB	Texas Security Bank	Guaranty B&T	NexBank	BTH Bank	Farmers B&T	Legacy Texas Bank	Texas Security Bank
Collateral Value	\$ 25,808,423	\$ 1,565,938	\$ 5,120,000	\$ 2,200,000	\$ 200,000	\$ 3,896,300	\$ 2,550,000	\$ 1,581,000	\$ 4,750,000	\$ 1,050,000	\$ 5,000,000
+ FDIC Insurance	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
Total Enhancement	\$ 26,058,423	\$ 1,815,938	\$ 5,370,000	\$ 2,450,000	\$ 450,000	\$ 4,146,300	\$ 2,800,000	\$ 1,831,000	\$ 5,000,000	\$ 1,300,000	\$ 5,250,000
Total Deposits	\$ 24,140,307	\$ 1,529,190	\$ 5,012,492	\$ 2,418,779	\$ 400,000	\$ 3,031,380	\$ 2,500,000	\$ 1,550,000	\$ 3,175,000	\$ 1,000,000	\$ 5,000,000
Excess Coverage	\$ 1,918,116	\$ 286,748	\$ 357,508	\$ 31,221	\$ 50,000	\$ 1,114,920	\$ 300,000	\$ 281,000	\$ 1,825,000	\$ 300,000	\$ 250,000
Percentage Coverage	108%	119%	107%	101%	113%	137%	112%	118%	157%	130%	105%
Collateral Type:											
Treasuries											
Agency Bullets											
Agency Callable											
Agency LOC	\$ 15,000,000		\$ 5,120,000	\$ 2,200,000	\$ 200,000		\$ 2,550,000	\$ 1,581,000	\$ 4,750,000	\$ 1,050,000	\$ 5,000,000
Munis	\$ 838,731	\$ 1,565,938				\$ 1,999,095					
Mortgage Backed Securities						\$ 1,897,205					
Real Estate Mortgage Investment Conduits/ Collateralized Mortgage Obligations (1)	\$ 9,969,692										

REMIC/CMOs to have an expected weighted average
life of 10 years or less and not constitute a high-risk