



City of Texarkana, Texas



QUARTERLY INVESTMENT REPORT

For the Quarter Ended
March 31, 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	March 31, 2017		December 31, 2016	
		Book Value	Market Value	Book Value	Market Value
DDA/MMA/Pools	0.60%	\$ 20,729,675	\$ 20,729,675	\$ 22,084,849	\$ 22,084,849
CDs/Securities	0.81%	4,336,969	4,336,969	4,333,018	4,333,018
Totals		\$ 25,066,644	\$ 25,066,644	\$ 26,417,866	\$ 26,417,866
Total Portfolio Average - Quarter	0.63%				
Fiscal Year-to-Date Average Yield (2)	0.53%				
Quarterly Interest Income	\$ 32,796				
Year-to-date Interest Income	\$ 63,404				

Water Utility

Asset Type	Ave. Yield	March 31, 2017		December 31, 2016	
		Book Value	Market Value	Book Value	Market Value
DDA/MMA/Pools	0.55%	\$ 5,572,908	\$ 5,572,908	\$ 5,722,464	\$ 5,722,464
CDs/Securities	1.00%	10,725,000	10,725,000	10,725,000	10,725,000
Totals		\$ 16,297,908	\$ 16,297,908	\$ 16,447,464	\$ 16,447,464
Total Portfolio Average - Quarter	0.85%				
Fiscal Year-to-Date Average Yield (2)	0.79%				
Quarterly Interest Income	\$ 13,427				
Year-to-date Interest Income	\$ 26,142				

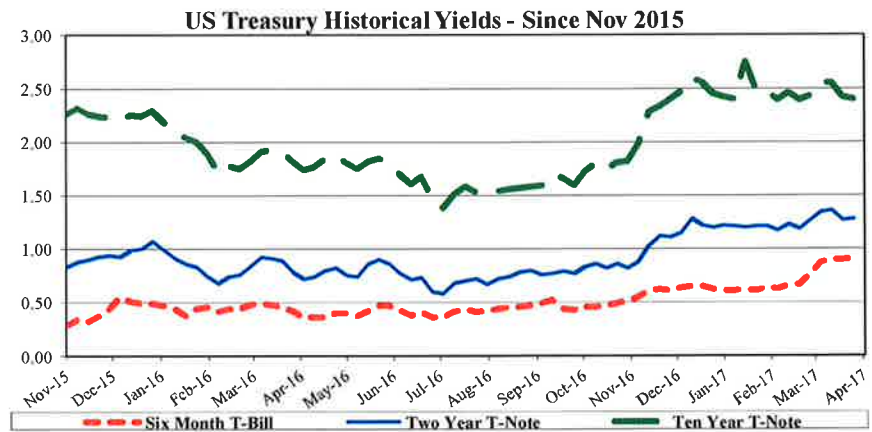
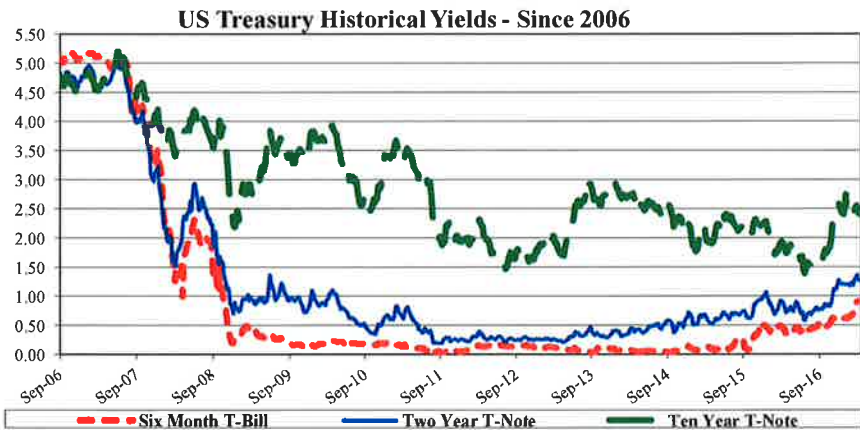
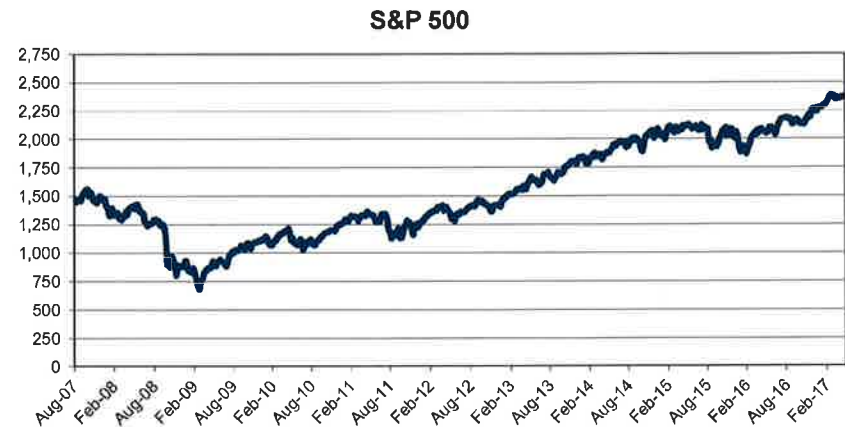
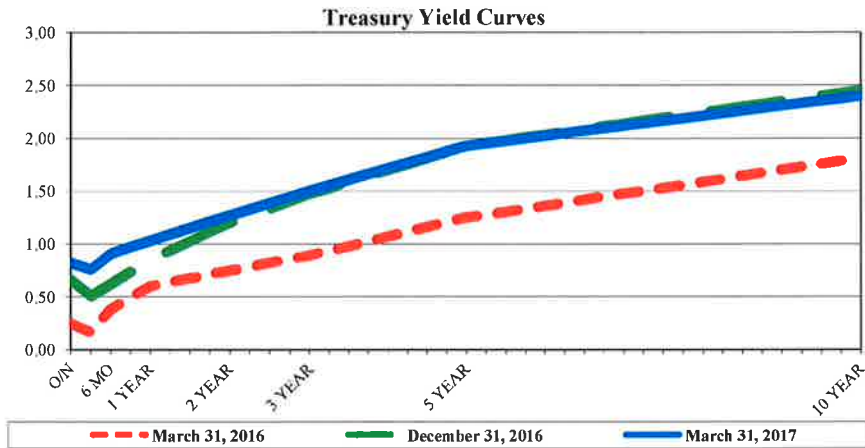
	QTR		YTD
Rolling Three Mo. Treas. Yield	0.60%	Rolling Three Mo. Treas. Yield	0.52%
Rolling Six Mo. Treas. Yield	0.64%	Rolling Six Mo. Treas. Yield	0.57%
		Quarterly TexPool Yield	0.54%

(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.

The Federal Open Market Committee (FOMC) raised the Fed Funds target range of 0.75% - 1.00% (actual Fed Funds are trading +/-90 bps). There are mixed anticipations for additional FOMC actions this year. Some look for another rise as early as the June FOMC meeting. Final revision 4th Quarter 2016 GDP increased to 2.1%. US data reflects continuing modest to moderate economic growth. The Stock Markets recorded new highs. Financial Institution deposits (MMAs and CDs) generally offer the best interest earnings opportunity.



Investment Holdings

March 31, 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%	04/01/17	03/31/17	\$ 15,978,997	\$ 15,978,997	1.00	\$ 15,978,997	1	0.55%
Southside Bank MMA	0.76%	04/01/17	03/31/17	4,750,678	4,750,678	1.00	4,750,678	1	0.76%
Commercial National Bank CD	0.75%	04/01/17	03/31/15	1,523,055	1,523,055	100.00	1,523,055	1	0.75%
Commercial National Bank CD	0.75%	05/05/17	05/06/15	405,307	405,307	100.00	405,307	35	0.75%
Third Coast Bank, SSB CD	0.85%	07/28/17	07/28/16	2,408,607	2,408,607	100.00	2,408,607	119	0.85%
				\$ 25,066,644	\$ 25,066,644		\$ 25,066,644	13	0.63%

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%	04/01/17	03/31/17	\$ 5,572,908	\$ 5,572,908	1.00	\$ 5,572,908	1	0.55%
Farmers Bank & Trust CD	0.60%	04/28/17	04/28/16	250,000	250,000	100.00	250,000	28	0.60%
Texas Security Bank CD	0.75%	05/11/17	08/24/16	1,250,000	1,250,000	100.00	1,250,000	41	0.75%
Texas Security Bank CD	0.75%	07/13/17	08/24/16	1,250,000	1,250,000	100.00	1,250,000	104	0.75%
Farmers Bank & Trust CD	0.75%	09/05/17	03/05/16	775,000	775,000	100.00	775,000	158	0.75%
Farmers Bank & Trust CD	1.17%	12/16/17	12/16/16	250,000	250,000	100.00	250,000	260	1.17%
LegacyTexas CD	1.10%	02/19/18	02/27/17	1,000,000	1,000,000	100.00	1,000,000	325	1.10%
Farmers Bank & Trust CD	1.00%	02/24/18	02/24/16	500,000	500,000	100.00	500,000	330	1.00%
Farmers Bank & Trust CD	0.98%	04/28/18	04/28/16	700,000	700,000	100.00	700,000	393	0.98%
Texas Security Bank CD	1.15%	06/14/18	08/24/16	1,250,000	1,250,000	100.00	1,250,000	440	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	502	1.20%
BTH Bank CD	1.15%	11/04/18	11/04/16	1,550,000	1,550,000	100.00	1,550,000	583	1.15%
Farmers Bank & Trust CD	1.15%	04/28/19	04/28/16	700,000	700,000	100.00	700,000	758	1.15%
				\$ 16,297,908	\$ 16,297,908		\$ 16,297,908	231	0.85%

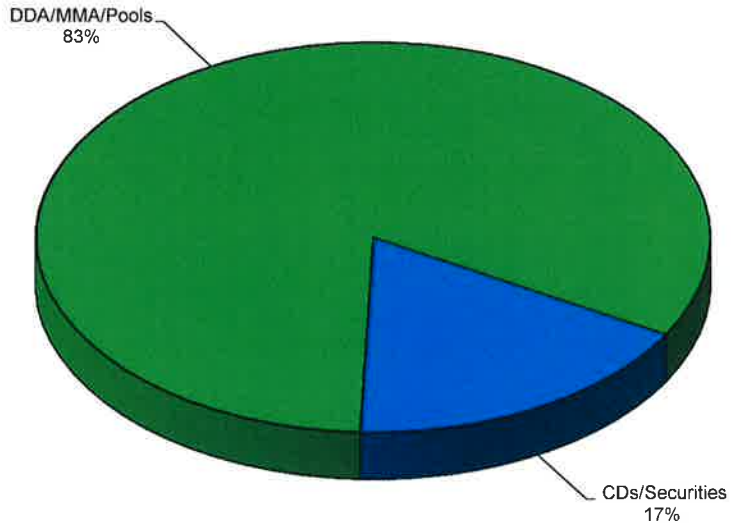
Combined Portfolio

				\$ 41,364,551	\$ 41,364,551		\$ 41,364,551	99	0.72%
								(1)	(2)

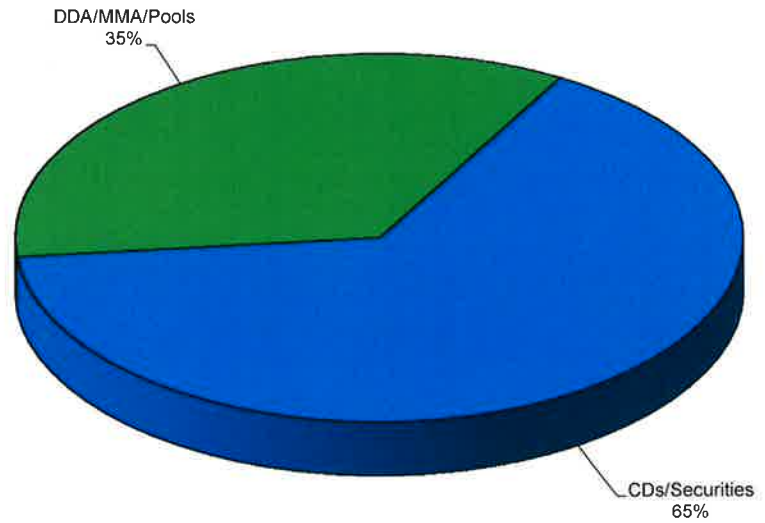
(1) **Weighted average life** - For purposes of calculating weighted average life, cash equivalent investments are assumed to have a one day maturity.

(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.

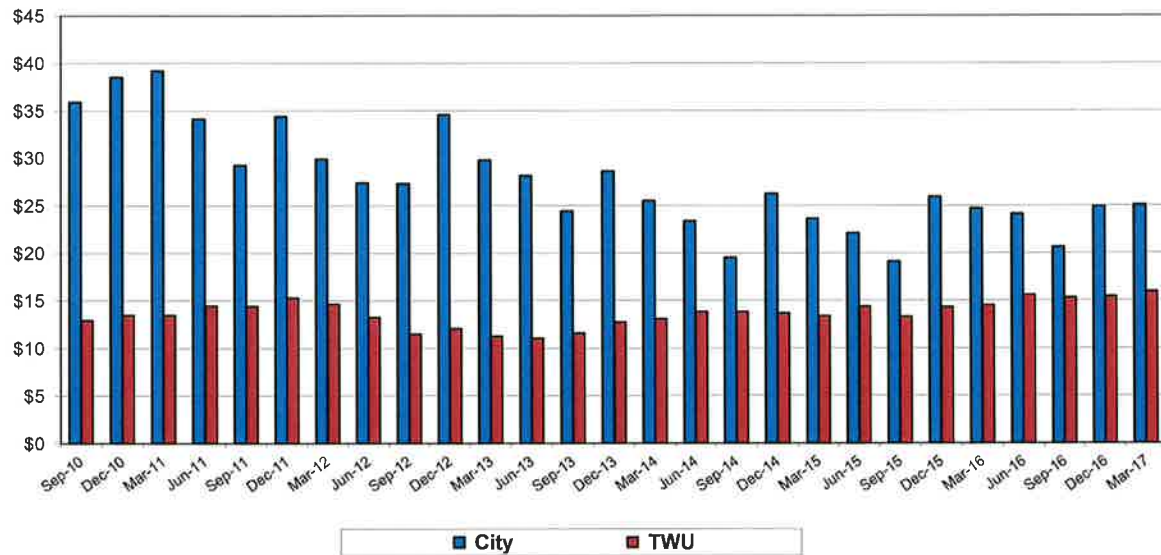
City Portfolio Composition



TWU Portfolio Composition



Quarter End Portfolio (Millions)



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	December 31, 2016				March 31, 2017	
			Par Value	Book Value	Purchases/ Adjustments	Sales/Adjust/ Maturities	Par Value	Book Value
Guaranty B&T MMA	0.55%	04/01/17	\$ 23,061,742	\$ 23,061,742	\$ -	\$ (1,509,838)	\$ 21,551,904	\$ 21,551,904
Guaranty B&T MMA #2	0.52%	04/01/17	2,215,955	2,215,955		(2,215,955)	-	-
Southside Bank MMA	0.76%	04/01/17	2,529,616	2,529,616	2,221,063		4,750,678	4,750,678
Farmers Bank & Trust CD	0.75%	02/24/17	1,000,000	1,000,000		(1,000,000)	-	-
Commercial National Bank CD	0.75%	04/01/17	1,519,869	1,519,869	3,186		1,523,055	1,523,055
Farmers Bank & Trust CD	0.60%	04/28/17	250,000	250,000			250,000	250,000
Commercial National Bank CD	0.75%	05/05/17	404,542	404,542	765		405,307	405,307
Texas Security Bank CD	0.75%	05/11/17	1,250,000	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			2,408,607	2,408,607
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
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
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
Farmers Bank & Trust CD	1.15%	04/28/19	700,000	700,000			700,000	700,000
TOTAL			\$ 42,865,330	\$ 42,865,330	\$ 3,225,014	\$ (4,725,793)	\$ 41,364,551	\$ 41,364,551

Market Value Comparison

Description	Coupon/ Discount	Maturity Date	December 31, 2016		Qtr to Qtr Change	March 31, 2017	
			Par Value	Market Value		Par Value	Market Value
Guaranty B&T MMA	0.55%	04/01/17	\$ 23,061,742	\$ 23,061,742	\$ (1,509,838)	\$ 21,551,904	\$ 21,551,904
Guaranty B&T MMA #2	0.52%	04/01/17	2,215,955	2,215,955	(2,215,955)	—	—
Southside Bank MMA	0.76%	04/01/17	2,529,616	2,529,616	2,221,063	4,750,678	4,750,678
Farmers Bank & Trust CD	0.75%	02/24/17	1,000,000	1,000,000	(1,000,000)	—	—
Commercial National Bank CD	0.75%	04/01/17	1,519,869	1,519,869	3,186	1,523,055	1,523,055
Farmers Bank & Trust CD	0.60%	04/28/17	250,000	250,000		250,000	250,000
Commercial National Bank CD	0.75%	05/05/17	404,542	404,542	765	405,307	405,307
Texas Security Bank CD	0.75%	05/11/17	1,250,000	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		2,408,607	2,408,607
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
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
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
Farmers Bank & Trust CD	1.15%	04/28/19	700,000	700,000		700,000	700,000
TOTAL			\$ 42,865,330	\$ 42,865,330	\$ (1,500,779)	\$ 41,364,551	\$ 41,364,551

**City Fund Allocation
Book & Market Value**

March 31, 2017

Fund #	Fund Name	Total	Guaranty B&T	Guaranty B&T	Southside	0.75 Commercial	0.75 Commercial	0.85 Third Coast
			MMA	MMA #2	Bank MMA	Bank CD: 03/31/15 - 04/01/17	Bank CD: 05/06/15 - 05/05/17	Bank, 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				405,307	
215	HOUSING FUND	260,605	59,988		200,617			
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- 04/29/19
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						100,000	
Infrastructure	540,000	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

**City Fund Allocation
Book & Market Value**

December 31, 2016

Fund #	Fund Name	Total	Guaranty B&T		Southside Bank MMA	0.75 Commercial	0.75 Commercial	0.85 Third Coast
			MMA	MMA #2		Bank CD: 03/31/15 - 04/01/17	Bank CD: 05/06/15 - 05/05/17	Bank, SSB CD: 07/28/16 - 07/28/17
101	GENERAL FUND - Pooled Cash	\$ 11,817,183	\$ 5,359,091	\$ -	\$ 2,529,616	\$ 1,519,869	\$ -	\$ 2,408,607
101	GENERAL FUND	76,618	76,618					
102	NARCOTICS DIVISION OPERATIONS	89,325	89,325					
103	PERSONNEL POLICY	922,507	221,104	701,403				
104	WORKER'S COMP	368,133	368,133					
105	PAYROLL DISBURSEMENT FUND	151	151					
107	COURT SECURITY FUND	352,813	352,813					
109	GENERAL PROPERTY & LIAB	128,401	128,401					
111	POLICE EVIDENCE ESCROW FUND	16,847	16,847					
113	ENERGY CONSERVATION REV. LOAN	33,633	33,633					
114	COURT TECHNOLOGY FUND	28,655	28,655					
116	TIRZ #1	1,176,616	1,176,616					
117	DONATION FUND	11,693	11,693					
118	TIRZ #2	3	3					
203	CDBG REVOLVING LOAN FUND	116,787	116,787					
208	EPA MULTI-PURPOSE GRANT	1,064	1,064					
209	HOME PROGRAM	46,550	46,550					
212	HOTEL/MOTEL TAX FD	475,991	475,991					
213	PEROT THEATRE BLDG MAINT	672,443	267,901				404,542	
215	HOUSING FUND	260,095	59,694	200,401				
217	LAW ENFORCEMENT BLOCK GRANT	14,021	14,021					
219	LAW ENFORCEMENT PROGRAM	25,684	25,684					
221	TEXARKANA URBAN TRANSIT	100	100					
223	ECONOMIC DEVELOPMENT	1,361,219	648,270	712,949				
227	NEA FUND	13	13					
230	ROTARY SPLASH PARK FUND	350	350					
301	INTEREST & SINKING	2,573,807	2,573,807					
415	2003 BOND FUND	4,073	4,073					
417	2005 BOND FUND	513,302	513,302					
420	2009 BOND FUND	1,026	1,026					
422	TIRZ BOND FUND	905,390	905,390					
501	HEALTH FUND	359,649	259,449	100,200				
502	PUBLIC LIBRARY	35,410	35,410					
601	DRUG ESCROW	78,477	78,477					
605	FEDERAL ASSET FORFEITURE	108,019	108,019					
701	EMPLOYEE BENEFIT	1,539,199	1,038,197	501,002				
702	BENEFIT PAYMENT	1,165,385	1,165,385					
703	FLEET SERVICES	386,723	386,723					
704	CAPITAL REPLACEMENT	665,463	665,463					
810	MEMBER CITY WATER REVENUE	85,049	85,049					
TOTAL		\$ 26,417,866	\$ 17,339,278	\$ 2,215,955	\$ 2,529,616	\$ 1,519,869	\$ 404,542	\$ 2,408,607

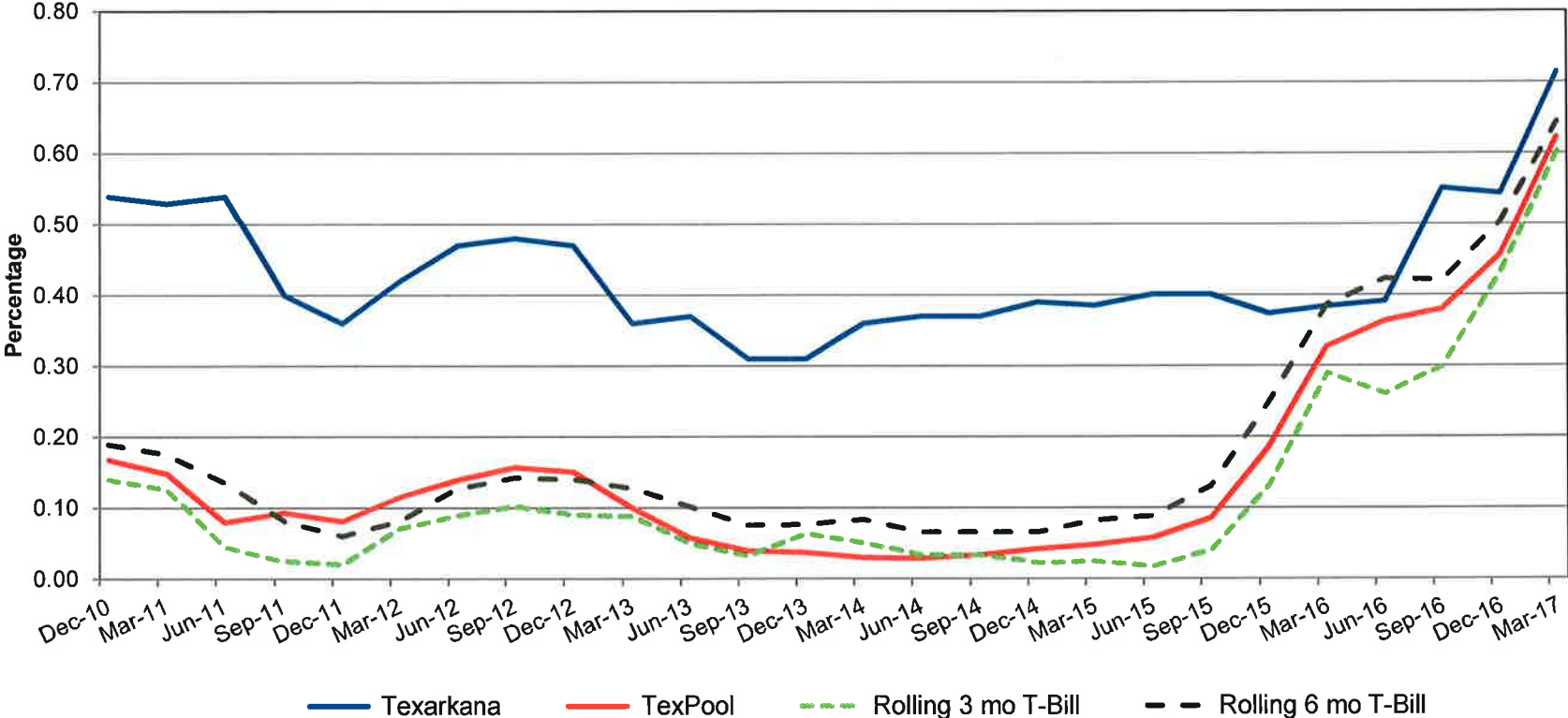
**Water Fund Allocation
December 31, 2016
Book & Market Value**

Fund Name	Total	Guaranty B&T MMA	0.60 Farmers	0.60 Farmers	0.75 Texas	0.75 Texas	0.75 Farmers
			Bank & Trust CD: 02/24/16 - 02/24/17	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
Revenue	\$ 1,940,387	\$ 1,940,387	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Loan	40,187	40,187					
Water Plant Construction	46	46					
Technology	879,969	879,969					
2004 Bond	124,990	124,990					
2005 Bond	34,793	34,793					
2013 Bond	27,216	27,216					
2013 Construction	28,177	28,177					
LTWSC Capital Improvement	884,053	209,053				325,000	
Capital Improvement	1,690,587	205,587			675,000	380,000	
COE Cost	1,980,645	1,080,645					
Compost	433,894	73,894	360,000				
Customer Deposit	793,889	93,889	100,000		200,000		
Equipment Acquisition	489,690	124,690			100,000	165,000	
Infrastructure	1,393,018	253,018	540,000				500,000
Personnel	112,021	112,021					
Reserve	704,123	4,123					
Revenue	1,660,000					380,000	
WWTP Depreciation	445,327	170,327			275,000		
Waggoner Creek CIP	2,784,451	319,451		250,000			275,000
\$	16,447,464	\$ 5,722,464	\$ 1,000,000	\$ 250,000	\$ 1,250,000	\$ 1,250,000	\$ 775,000

Water Fund Allocation (Continued)
December 31, 2016
Book & Market Value

Fund Name	1.165 Farmers Bank & Trust CD: 12/16/16 - 12/16/17	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- 04/29/19	
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								
Customer Deposit		400,000						
Equipment Acquisition						100,000		
Infrastructure		100,000						
Personnel								
Reserve					700,000			
Revenue				380,000		900,000		
WWTP Depreciation								
Waggoner Creek CIP	250,000		450,000	500,000	500,000	190,000	50,000	
	\$ 250,000	\$ 500,000	\$ 700,000	\$ 1,250,000	\$ 1,250,000	\$ 1,550,000	\$ 700,000	

Total Portfolio Performance



**Collateral Position
March 31, 2017**

	CITY				WATER UTILITY				
	Guaranty B&T	Commercial National Bank	Southside Bank	Third Coast Bank, SSB	Guaranty B&T	BTH Bank	Farmers B&T	Legacy Texas Bank	Texas Security Bank
Collateral Value	\$ 17,188,161	\$ 2,362,940	\$ 4,616,956	\$ 2,200,000	\$ 6,417,691	\$ 1,581,000	\$ 3,100,000	\$ 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
Total Enhancement	\$ 17,438,161	\$ 2,612,940	\$ 4,866,956	\$ 2,450,000	\$ 6,667,691	\$ 1,831,000	\$ 3,350,000	\$ 1,300,000	\$ 5,250,000
Total Deposits	\$ 15,978,997	\$ 1,928,362	\$ 4,750,678	\$ 2,408,607	\$ 5,572,908	\$ 1,550,000	\$ 3,175,000	\$ 1,000,000	\$ 5,000,000
Excess Coverage	\$ 1,459,164	\$ 684,578	\$ 116,278	\$ 41,393	\$ 1,094,783	\$ 281,000	\$ 175,000	\$ 300,000	\$ 250,000
Percentage Coverage	109%	136%	102%	102%	120%	118%	106%	130%	105%
Collateral Type:									
Treasuries									
Agency Bullets									
Agency Callable									
Agency LOC	\$ 15,000,000			\$ 2,200,000		\$ 1,581,000	\$ 3,100,000	\$ 1,050,000	\$ 5,000,000
Munis	\$ 725,159		\$ 4,616,956		\$ 2,372,342				
Mortgage Backed Securities	\$ 1,463,002	\$ 1,250,249			\$ 4,045,349				
Real Estate Mortgage Investment Conduits/ Collateralized Mortgage Obligations (1)		\$ 1,112,691							

(1) The Public Funds Collateral Act requires all REMIC/CMOs to have an expected weighted average life of 10 years or less and not constitute a high-risk security as determined by a 300 basis point market movement stress test.