

**City of Lakeway, Texas**  
**Quarterly Investment Report**  
**July 1, 2016 – September 30, 2016**

October 17, 2016

Honorable Mayor Bain and City Council Members:

The Quarterly Investment Report for the City of Lakeway, Texas, for the quarter ended September 30, 2016, is hereby submitted.

Throughout the quarter, the City's investments in TexPool earned \$2,100 at an interest rate ranging from 0.3690% - 0.3799%. For this reason, the City kept most of the General Fund cash in the depository bank which earned interest of \$5,287 at a rate of 0.50% for the quarter. However, the deposits at Prosperity Bank are a demand deposit checking account and thus not considered an investment. As a result, the interest earned on the checking account is not included in the accompanying schedules.

There were two CD maturities this quarter. The first CD was a 24-month CD in amount of \$250,025.48 that matured on 7/17/2016 from Anthem Bank with an annual percentage yield of 1.00%. Total interest earned on this CD was \$5,025.48. The second CD was a 24-month CD in amount of \$248,948.93 that matured on 9/30/2016 from Independent Bank with an annual percentage yield of 0.80%. Total interest earned on this CD was \$3,948.93. Earned interest from all CDs totaled \$1,700.48 for the quarter.

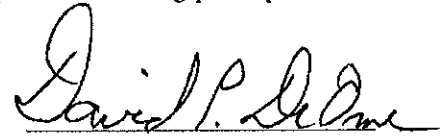
The City purchased two CDs during this quarter. Each CD invested was in the amount of \$245,000. Terms and interest rates for the CDs are 12-months at 1.01% and 15-months at 0.75%. These CDs are held by Anthem Bank and Independent Bank, respectively.

The bank account and the CDs are insured by a combination of FDIC insurance and pledged securities which are maintained at the Federal Home Loan Bank of Dallas. TexPool's liquid asset portfolio seeks to maintain a net asset value of \$1.00 per unit invested to preserve the principal of all pool participants.

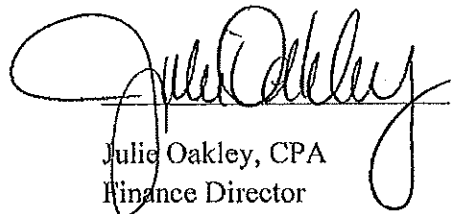
This report is in full compliance with the investment strategies as established by the City of Lakeway's investment policy, the Public Funds Investment Act, and generally accepted accounting principles.



Steve Jones  
City Manager



David P. DeOme  
City Treasurer



Julie Oakley, CPA  
Finance Director

CITY OF LAKEWAY, TEXAS  
 INVESTMENT PORTFOLIO SUMMARY  
 FOR THE QUARTER ENDED SEPTEMBER 30, 2016

FUND	VALUE BY TYPE OF INVESTMENT		CERTIFICATE OF DEPOSIT	TOTAL INVESTMENT	INTEREST EARNED FOR QUARTER
	INVESTMENT POOL				
GENERAL FUND	\$ 120	\$ 1,226,933	\$	1,227,053	\$ 1,700
DEBT FUND	\$ 68,940	\$ -	\$	68,940	\$ 85
SPECIAL REVENUE FUNDS	\$ 390,287	\$ -	\$	390,287	\$ 1,149
CAPITAL PROJECTS FUND	\$ 67,929	\$ -	\$	67,929	\$ 485
PROPRIETARY FUND	\$ 248,052	\$ -	\$	248,052	\$ 381
<b>TOTAL INVESTMENT PORTFOLIO AND INTEREST EARNED AS OF 9/30/2016</b>				<b>\$ 2,002,260</b>	<b>\$ 3,800</b>

GENERAL FUND  
 INVESTMENT PORTFOLIO  
 BY TYPE OF INVESTMENT  
 FOR THE QUARTER ENDED SEPTEMBER 30, 2016

INVESTMENT POOL						
DATE	PURCHASED	REDEEMED	NET ASSET VALUE	FACE VALUE	MARKET VALUE	
AS OF 06/30/2016			1.00	120	\$ 120	120
07/31/2016	\$ -	\$ -	1.00	120	\$ 120	120
08/31/2016	\$ -	\$ -	1.00	120	\$ 120	120
09/30/2016	\$ -	\$ -	1.00	120	\$ 120	120
TOTAL TEXPOOL AS OF 9/30/2016					\$	120

CERTIFICATES OF DEPOSIT						
PURCHASE DATE	TERM	MATURITY DATE	YIELD	FACE VALUE	MARKET VALUE	
09/30/2016	15 MO	12/30/2017	0.75%	\$ 245,000	\$ 245,000	
03/05/2016	18 MO	09/04/2017	0.60%	\$ 245,000	\$ 245,000	
07/28/2016	12 MO	07/28/2017	1.01%	\$ 245,000	\$ 245,000	
12/02/2015	24 MO	12/02/2017	1.05%	\$ 245,000	\$ 246,933	
12/04/2015	15 MO	03/04/2017	0.85%	\$ 245,000	\$ 245,000	
TOTAL CERTIFICATES OF DEPOSIT AS OF 9/30/2016					\$	1,226,933

TOTAL GENERAL FUND INVESTMENT PORTFOLIO AS OF 9/30/2016					\$	1,227,053
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DEBT SERVICE FUND  
 INVESTMENT PORTFOLIO  
 BY TYPE OF INVESTMENT  
 FOR THE QUARTER ENDED SEPTEMBER 30, 2016

INVESTMENT POOL						
DATE	PURCHASED	REDEEMED	NET ASSET VALUE	FACE VALUE	MARKET VALUE	
AS OF 06/30/2016			1.00	\$ 186,848	\$ -	186,848
07/31/2016	\$ 7,719	\$ 134,000	1.00	\$ 60,567	\$	60,567
08/31/2016	\$ 5,019	\$ -	1.00	\$ 65,586	\$	65,586
09/30/2016	\$ 3,354	\$ -	1.00	\$ 68,940	\$	68,940
<b>TOTAL DEBT SERVICE FUND AS OF 9/30/2016</b>					<b>\$</b>	<b>68,940</b>

<b>TOTAL DEBT SERVICE FUND INVESTMENT PORTFOLIO AS OF 9/30/2016</b>	<b>\$</b>	<b>68,940</b>
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SPECIAL REVENUE FUNDS  
 INVESTMENT PORTFOLIO  
 BY TYPE OF INVESTMENT  
 FOR THE QUARTER ENDED SEPTEMBER 30, 2016

INVESTMENT POOL						
DATE	PURCHASED	REDEEMED	NET ASSET VALUE	FACE VALUE	MARKET VALUE	
AS OF 06/30/2016			1.00	\$ 1,538,482	\$	1,538,482
07/31/2016	\$ 69,143	\$ 170,000	1.00	\$ 1,437,625	\$	1,437,625
08/31/2016	\$ 53,337	\$ 700,200	1.00	\$ 790,762	\$	790,762
09/30/2016	\$ 3,025	\$ 403,500	1.00	\$ 390,287	\$	390,287
TOTAL SPECIAL REVENUE FUNDS AS OF 9/30/2016					\$	390,287

TOTAL SPECIAL REVENUE FUNDS INVESTMENT PORTFOLIO AS OF 9/30/2016					\$	390,287
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CAPITAL PROJECTS FUND  
 INVESTMENT PORTFOLIO  
 BY TYPE OF INVESTMENT  
 FOR THE QUARTER ENDED SEPTEMBER 30, 2016

INVESTMENT POOL						
DATE	PURCHASED	REDEEMED	NET ASSET VALUE	FACE VALUE	MARKET VALUE	
AS OF 06/30/2016			1.00	\$ 767,444	\$ 767,444	
07/31/2016	\$ 241	\$ -	1.00	\$ 767,685	\$ 767,685	
08/31/2016	\$ 223	\$ 700,000	1.00	\$ 67,907	\$ 67,907	
09/30/2016	\$ 21	\$ -	1.00	\$ 67,929	\$ 67,929	
<b>TOTAL CAPITAL PROJECTS FUND AS OF 9/30/2016</b>					<b>\$ 67,929</b>	

<b>TOTAL CAPITAL PROJECTS FUND INVESTMENT PORTFOLIO AS OF 9/30/2016</b>	<b>\$ 67,929</b>
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**PROPRIETARY FUND  
 INVESTMENT PORTFOLIO  
 BY TYPE OF INVESTMENT  
 FOR THE QUARTER ENDED SEPTEMBER 30, 2016**

INVESTMENT POOL						
DATE	PURCHASED	REDEEMED	NET ASSET VALUE	FACE VALUE	MARKET VALUE	
AS OF 06/30/2016						
07/31/2016	\$ 115	\$ -	1.00	\$ 367,671	\$ 367,671	
08/31/2016	\$ 100,120	\$ -	1.00	\$ 367,786	\$ 367,786	
09/30/2016	\$ 146	\$ 220,000	1.00	\$ 467,906	\$ 467,906	
				\$ 248,052	\$ 248,052	
<b>TOTAL PROPRIETARY FUND AS OF 9/30/2016</b>					<b>\$ 248,052</b>	

<b>TOTAL PROPRIETARY FUND INVESTMENT PORTFOLIO AS OF 9/30/2016</b>	<b>\$ 248,052</b>
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