

**City of Lakeway, Texas**  
**Quarterly Investment Report**  
**January 1, 2017 – March 31, 2017**

April 17, 2017

Honorable Mayor Bain and City Council Members:

The Quarterly Investment Report for the City of Lakeway, Texas, for the quarter ended March 31, 2017, is hereby submitted.

Throughout the quarter, the City's investments in TexPool earned \$4,492.00 at an interest rate ranging from 0.5385% - 0.6222%. After eight years of low interest rates, this is the first quarter that TexPool interest rates have exceeded the depository rate at Prosperity Bank of 0.50%. As a result, the City began transferring ideal special revenue funds to TexPool. Additionally, 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 was one CD maturity this quarter. This CD was a 15-month CD in amount of \$247,612.18 that matured on 3/04/2017 from Hillcrest Bank with an annual percentage yield of 0.85%. Total interest earned on this CD was \$2,612.18. Earned interest from all CDs totaled \$2,597.00 for the quarter.

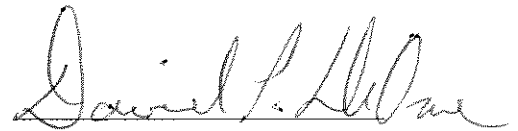
The City purchased one CD during the quarter. The CD invested was in the amount of \$245,000. Term and interest rate for the CD is 11-months at 1.30%. This CD is held by First United Bank.

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.

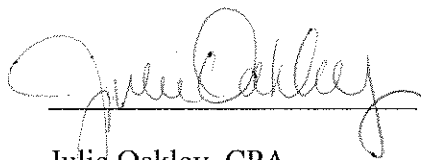
This report is in full compliance with the investment strategies as established by the City of Lakeway's investment policy, the Public Funds Investment Act, and generally accepted accounting principles.



Steve Jones  
City Manager



David P. DeOme  
City Treasurer



Julie Oakley, CPA  
Assistant City Manager

CITY OF LAKEWAY, TEXAS  
 INVESTMENT PORTFOLIO SUMMARY  
 FOR THE QUARTER ENDED MARCH 31, 2017

FUND	VALUE BY TYPE OF INVESTMENT			TOTAL INVESTMENT	INTEREST EARNED FOR QUARTER
	INVESTMENT POOL	CERTIFICATE OF DEPOSIT			
GENERAL FUND	\$ 120	\$ 1,230,794	\$	\$ 1,230,914	\$ 2,597
DEBT FUND	\$ 187,903	\$ -	\$	\$ 187,903	\$ 118
SPECIAL REVENUE FUNDS	\$ 2,975,348	\$ -	\$	\$ 2,975,348	\$ 3,718
CAPITAL PROJECTS FUND	\$ 68,096	\$ -	\$	\$ 68,096	\$ 96
PROPRIETARY FUND	\$ 398,875	\$ -	\$	\$ 398,875	\$ 560
<b>TOTAL INVESTMENT PORTFOLIO AND INTEREST EARNED AS OF 3/31/2017</b>			<b>\$</b>	<b>\$ 4,861,136</b>	<b>\$ 7,089</b>

GENERAL FUND  
 INVESTMENT PORTFOLIO  
 BY TYPE OF INVESTMENT  
 FOR THE QUARTER ENDED MARCH 31, 2017

INVESTMENT POOL						
DATE	PURCHASED	REDEEMED	NET ASSET VALUE	FACE VALUE	MARKET VALUE	
AS OF 12/31/2016			1.00 \$	120	\$	120
1/31/2017	\$ -	-	1.00 \$	120	\$	120
2/28/2017	\$ -	-	1.00 \$	120	\$	120
3/31/2017	\$ -	-	1.00 \$	120	\$	120
<b>TOTAL TEXPOOL AS OF 3/31/2017</b>					<b>\$</b>	<b>120</b>

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	\$	245,912
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	\$	246,649
12/02/2015	24 MO	12/02/2017	1.05%	\$ 245,000	\$	248,233
03/15/2017	11 MO	02/16/2018	1.30%	\$ 245,000	\$	245,000
<b>TOTAL CERTIFICATES OF DEPOSIT AS OF 3/31/2017</b>					<b>\$</b>	<b>1,230,794</b>

<b>TOTAL GENERAL FUND INVESTMENT PORTFOLIO AS OF 3/31/2017</b>					<b>\$</b>	<b>1,230,914</b>
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**DEBT SERVICE FUND**  
**INVESTMENT PORTFOLIO**  
**BY TYPE OF INVESTMENT**  
**FOR THE QUARTER ENDED MARCH 31, 2017**

INVESTMENT POOL						
DATE	PURCHASED	REDEEMED	NET ASSET VALUE	FACE VALUE	MARKET VALUE	
AS OF 12/31/2016			1.00	\$ 147,012	\$ 147,012	
1/31/2017	\$ 47	\$ 147,011	1.00	\$ 49	\$ 49	
2/28/2017	\$ 108,790	\$ -	1.00	\$ 108,839	\$ 108,839	
3/31/2017	\$ 79,065	\$ -	1.00	\$ 187,903	\$ 187,903	
<b>TOTAL DEBT SERVICE FUND AS OF 3/31/2017</b>				<b>\$</b>	<b>\$ 187,903</b>	

<b>TOTAL DEBT SERVICE FUND INVESTMENT PORTFOLIO AS OF 3/31/2017</b>	<b>\$</b>	<b>187,903</b>
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SPECIAL REVENUE FUNDS  
 INVESTMENT PORTFOLIO  
 BY TYPE OF INVESTMENT

FOR THE QUARTER ENDED MARCH 31, 2017

INVESTMENT POOL						
DATE	PURCHASED	REDEEMED	NET ASSET VALUE	FACE VALUE	MARKET VALUE	
AS OF 12/31/2016						
1/31/2017	\$ 1,006,950	\$ 80,000	1.00	\$ 1,940,702	\$ 1,940,702	
2/28/2017	\$ 1,230	\$ 1,000	1.00	\$ 2,867,882	\$ 2,867,882	
3/31/2017	\$ 107,466	\$ -	1.00	\$ 2,975,348	\$ 2,975,348	
<b>TOTAL SPECIAL REVENUE FUNDS AS OF 3/31/2017</b>					<b>\$ 2,975,348</b>	

<b>TOTAL SPECIAL REVENUE FUNDS INVESTMENT PORTFOLIO AS OF 3/31/2017</b>	<b>\$ 2,975,348</b>
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**CAPITAL PROJECTS FUND**  
**INVESTMENT PORTFOLIO**  
**BY TYPE OF INVESTMENT**  
**FOR THE QUARTER ENDED MARCH 31, 2017**

INVESTMENT POOL						
DATE	PURCHASED	REDEEMED	NET ASSET VALUE	FACE VALUE	MARKET VALUE	
AS OF 12/31/2016			1.00	\$ 68,000	\$ 68,000	
1/31/2017	\$ 31	-	1.00	\$ 68,031	\$ 68,031	
2/28/2017	\$ 29	-	1.00	\$ 68,060	\$ 68,060	
3/31/2017	\$ 36	-	1.00	\$ 68,096	\$ 68,096	
<b>TOTAL CAPITAL PROJECTS FUND AS OF 3/31/2017</b>					<b>\$ 68,096</b>	

<b>TOTAL CAPITAL PROJECTS FUND INVESTMENT PORTFOLIO AS OF 3/31/2017</b>	<b>\$ 68,096</b>
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**PROPRIETARY FUND  
 INVESTMENT PORTFOLIO  
 BY TYPE OF INVESTMENT  
 FOR THE QUARTER ENDED MARCH 31, 2017**

INVESTMENT POOL						
DATE	PURCHASED	REDEEMED	NET ASSET VALUE	FACE VALUE	MARKET VALUE	
AS OF 12/31/2016			1.00 \$	398,315 \$	398,315 \$	
1/31/2017	\$ 178	\$ -	1.00 \$	398,493 \$	398,493 \$	
2/28/2017	\$ 171	\$ -	1.00 \$	398,664 \$	398,664 \$	
3/31/2017	\$ 211	\$ -	1.00 \$	398,875 \$	398,875 \$	
<b>TOTAL PROPRIETARY FUND AS OF 3/31/2017</b>					<b>\$ 398,875</b>	

<b>TOTAL PROPRIETARY FUND INVESTMENT PORTFOLIO AS OF 3/31/2017</b>	<b>\$ 398,875</b>
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