

**City of Lakeway, Texas**  
**Quarterly Investment Report**  
**April 1, 2017 – June 30, 2017**

July 17, 2017

Honorable Mayor Bain and City Council Members:

The Quarterly Investment Report for the City of Lakeway, Texas, for the quarter ended June 30, 2017, is hereby submitted.

Throughout the quarter, the City's investments in TexPool earned \$14,032 at an interest rate ranging from 0.7121% - 0.8817%. TexPool interest rates have continued to increase during the third quarter of 2017 further exceeding the depository rate at Prosperity Bank of 0.50%. As a result of the rising interest rates, the City has utilized these higher rates for cash balances and transferred some 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 were no CD maturities or investments this quarter. Earned interest from CDs totaled \$2,899.00 for the quarter.

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.

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Steve Jones  
City Manager

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David P. DeOme  
City Treasurer

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Julie Oakley, CPA  
Assistant City Manager

**CITY OF LAKEWAY, TEXAS  
INVESTMENT PORTFOLIO SUMMARY  
FOR THE QUARTER ENDED JUNE 30, 2017**

| FUND  | VALUE BY TYPE OF INVESTMENT |                        | TOTAL INVESTMENT    | INTEREST EARNED FOR QUARTER |
|---|-----------------------------|------------------------|---------------------|-----------------------------|
|   | INVESTMENT POOL             | CERTIFICATE OF DEPOSIT |                     |                             |
| GENERAL FUND  | \$ 2,003,118                | \$ 1,233,322           | \$ 3,236,441        | \$ 5,898                    |
| DEBT FUND   | \$ 204,200                  | \$ -                   | \$ 204,200          | \$ 378                      |
| SPECIAL REVENUE FUNDS   | \$ 4,111,544                | \$ -                   | \$ 4,111,544        | \$ 7,441                    |
| CAPITAL PROJECTS FUND   | \$ 1,602,842                | \$ -                   | \$ 1,602,842        | \$ 2,430                    |
| PROPRIETARY FUND  | \$ 399,659                  | \$ -                   | \$ 399,659          | \$ 784                      |
|   |                             |                        |                     |                             |
| <b>TOTAL INVESTMENT PORTFOLIO AND INTEREST EARNED AS OF 6/30/2017</b> |                             |                        | <b>\$ 9,554,684</b> | <b>\$ 16,931</b>            |

**GENERAL FUND  
INVESTMENT PORTFOLIO  
BY TYPE OF INVESTMENT  
FOR THE QUARTER ENDED JUNE 30, 2017**

| <b>INVESTMENT POOL</b>               |              |          |                    |               |                     |
|--------------------------------------|--------------|----------|--------------------|---------------|---------------------|
| DATE                                 | PURCHASED    | REDEEMED | NET ASSET<br>VALUE | FACE<br>VALUE | MARKET<br>VALUE     |
| AS OF 3/31/2017                      |              |          | 1.00               | \$ 120        | \$ 120              |
| 4/30/2017                            | \$ 2,000,241 | \$ -     | 1.00               | \$ 2,000,361  | \$ 2,000,361        |
| 5/31/2017                            | \$ 1,306     | \$ -     | 1.00               | \$ 2,001,668  | \$ 2,001,668        |
| 6/30/2017                            | \$ 1,451     | \$ -     | 1.00               | \$ 2,003,118  | \$ 2,003,118        |
| <b>TOTAL TEXPOOL AS OF 6/30/2017</b> |              |          |                    |               | <b>\$ 2,003,118</b> |

| <b>CERTIFICATES OF DEPOSIT</b>                       |       |                  |       |               |                     |
|--|-------|------------------|-------|---------------|---------------------|
| PURCHASE<br>DATE                                     | TERM  | MATURITY<br>DATE | YIELD | FACE<br>VALUE | MARKET<br>VALUE     |
| 09/30/2016   | 15 MO | 12/30/2017       | 0.75% | \$ 245,000    | \$ 246,377          |
| 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    | \$ 247,264          |
| 12/02/2015   | 24 MO | 12/02/2017       | 1.05% | \$ 245,000    | \$ 248,884          |
| 03/15/2017   | 11 MO | 02/16/2018       | 1.30% | \$ 245,000    | \$ 245,797          |
| <b>TOTAL CERTIFICATES OF DEPOSIT AS OF 6/30/2017</b> |       |                  |       |               | <b>\$ 1,233,322</b> |

|  |  |  |  |  |                     |
|--|--|--|--|--|---------------------|
| <b>TOTAL GENERAL FUND INVESTMENT PORTFOLIO AS OF 6/30/2017</b> |  |  |  |  | <b>\$ 3,236,441</b> |
|--|--|--|--|--|---------------------|

**DEBT SERVICE FUND  
INVESTMENT PORTFOLIO  
BY TYPE OF INVESTMENT  
FOR THE QUARTER ENDED JUNE 30, 2017**

| <b>INVESTMENT POOL</b>                         |           |          |                    |               |                   |
|--|-----------|----------|--------------------|---------------|-------------------|
| DATE   | PURCHASED | REDEEMED | NET ASSET<br>VALUE | FACE<br>VALUE | MARKET<br>VALUE   |
| AS OF 3/31/2017                                |           |          | 1.00               | \$ 187,903    | \$ 187,903        |
| 4/30/2017                                      | \$ 107    | \$ -     | 1.00               | \$ 188,010    | \$ 188,010        |
| 5/31/2017                                      | \$ 16,042 | \$ -     | 1.00               | \$ 204,052    | \$ 204,052        |
| 6/30/2017                                      | \$ 148    | \$ -     | 1.00               | \$ 204,200    | \$ 204,200        |
|  |           |          |                    |               |                   |
| <b>TOTAL DEBT SERVICE FUND AS OF 6/30/2017</b> |           |          |                    |               | <b>\$ 204,200</b> |

|   |                   |
|---|-------------------|
| <b>TOTAL DEBT SERVICE FUND INVESTMENT PORTFOLIO AS OF 6/30/2017</b> | <b>\$ 204,200</b> |
|---|-------------------|

**SPECIAL REVENUE FUNDS  
INVESTMENT PORTFOLIO  
BY TYPE OF INVESTMENT  
FOR THE QUARTER ENDED JUNE 30, 2017**

| <b>INVESTMENT POOL</b>                             |            |           |                    |               |                     |
|--|------------|-----------|--------------------|---------------|---------------------|
| DATE   | PURCHASED  | REDEEMED  | NET ASSET<br>VALUE | FACE<br>VALUE | MARKET<br>VALUE     |
| AS OF 3/31/2017                                    |            |           | 1.00               | \$ 2,975,348  | \$ 2,975,348        |
| 4/30/2017  | \$ 995,194 | \$ -      | 1.00               | \$ 3,970,542  | \$ 3,970,542        |
| 5/31/2017  | \$ 152,713 | \$ 1,198  | 1.00               | \$ 4,122,057  | \$ 4,122,057        |
| 6/30/2017  | \$ 2,987   | \$ 13,500 | 1.00               | \$ 4,111,544  | \$ 4,111,544        |
|  |            |           |                    |               |                     |
| <b>TOTAL SPECIAL REVENUE FUNDS AS OF 6/30/2017</b> |            |           |                    |               | <b>\$ 4,111,544</b> |

|   |                     |
|---|---------------------|
| <b>TOTAL SPECIAL REVENUE FUNDS INVESTMENT PORTFOLIO AS OF 6/30/2017</b> | <b>\$ 4,111,544</b> |
|---|---------------------|

**CAPITAL PROJECTS FUND  
INVESTMENT PORTFOLIO  
BY TYPE OF INVESTMENT  
FOR THE QUARTER ENDED JUNE 30, 2017**

| <b>INVESTMENT POOL</b>                             |              |          |                    |               |                     |
|--|--------------|----------|--------------------|---------------|---------------------|
| DATE   | PURCHASED    | REDEEMED | NET ASSET<br>VALUE | FACE<br>VALUE | MARKET<br>VALUE     |
| AS OF 3/31/2017                                    |              |          | 1.00               | \$ 68,096     | \$ 68,096           |
| 4/30/2017  | \$ 1,531,856 | \$ -     | 1.00               | \$ 1,599,952  | \$ 1,599,952        |
| 5/31/2017  | \$ 1,729     | \$ -     | 1.00               | \$ 1,601,681  | \$ 1,601,681        |
| 6/30/2017  | \$ 1,161     | \$ -     | 1.00               | \$ 1,602,842  | \$ 1,602,842        |
|  |              |          |                    |               |                     |
| <b>TOTAL CAPITAL PROJECTS FUND AS OF 6/30/2017</b> |              |          |                    |               | <b>\$ 1,602,842</b> |

|   |                     |
|---|---------------------|
| <b>TOTAL CAPITAL PROJECTS FUND INVESTMENT PORTFOLIO AS OF 6/30/2017</b> | <b>\$ 1,602,842</b> |
|---|---------------------|

**PROPIETARY FUND  
INVESTMENT PORTFOLIO  
BY TYPE OF INVESTMENT  
FOR THE QUARTER ENDED JUNE 30, 2017**

| <b>INVESTMENT POOL</b>                        |           |          |                    |               |                   |
|---|-----------|----------|--------------------|---------------|-------------------|
| DATE  | PURCHASED | REDEEMED | NET ASSET<br>VALUE | FACE<br>VALUE | MARKET<br>VALUE   |
| AS OF 3/31/2017                               |           |          | 1.00               | \$ 398,875    | \$ 398,875        |
| 4/30/2017                                     | \$ 234    | \$ -     | 1.00               | \$ 399,109    | \$ 399,109        |
| 5/31/2017                                     | \$ 261    | \$ -     | 1.00               | \$ 399,369    | \$ 399,369        |
| 6/30/2017                                     | \$ 289    | \$ -     | 1.00               | \$ 399,659    | \$ 399,659        |
|   |           |          |                    |               |                   |
| <b>TOTAL PROPRIETARY FUND AS OF 6/30/2017</b> |           |          |                    |               | <b>\$ 399,659</b> |

|  |  |  |  |  |                   |
|--|--|--|--|--|-------------------|
| <b>TOTAL PROPRIETARY FUND INVESTMENT PORTFOLIO AS OF 6/30/2017</b> |  |  |  |  | <b>\$ 399,659</b> |
|--|--|--|--|--|-------------------|