



## QUARTERLY INVESTMENT REPORT

For the Quarter Ended

June 30, 2017

Prepared by  
Valley View Consulting, L.L.C. (1)

To the best of our knowledge, this portfolio and report are in compliance with the investment strategy expressed in Chapter 2, Administration, Article VII, Division 2, Investment Policy of the Code of Ordinances of the City of Deer Park and the Texas Public Funds Investment Act, Government Code Ch. 2256, as amended.

\_\_\_\_\_  
City Manager

\_\_\_\_\_  
Assistant City Manager

\_\_\_\_\_  
Director of Finance

(1) 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.

## Strategy Summary

### Quarter End Results by Investment Category:

Asset Type	June 30, 2017		March 31, 2017	
	Book Value	Market Value	Book Value	Market Value
MMA/NOW	\$ 33,827,926.30	\$ 33,827,926.30	\$ 33,439,015.94	\$ 33,439,015.94
LGIPs	56,474,016.07	56,474,016.07	64,609,895.44	64,609,895.44
CDS/Securities	25,115,883.16	25,115,883.16	24,355,911.84	24,355,911.84
<b>Totals</b>	<b>\$ 115,417,825.53</b>	<b>\$ 115,417,825.53</b>	<b>\$ 122,404,823.22</b>	<b>\$ 122,404,823.22</b>

Current Quarter Average Yield (1)	0.81%
Total Portfolio	0.81%
Rolling Three Mo. Treas. Yield	0.91%
Rolling Six Mo. Treas. Yield	0.88%

Fiscal Year-to-Date Average Yield (2)	0.61%
Total Portfolio	0.61%
Rolling Three Mo. Treas. Yield	0.65%
Rolling Six Mo. Treas. Yield	0.68%
Quarter End TexPool Yield	0.65%
Quarter End TexSTAR Yield	0.66%

Quarterly Interest Income \$ 229,695.32 Approximate  
 Year-to-date Interest Income \$ 491,490.32 Approximate

Note: Bank balances represent pooled cash accounts (General Fund, Accounts Payable and Payroll), plus the CCPD, FCPREMSD, DPCCDC, and Series 2002 TWDB accounts. Cash balances are unaudited. Cash balances for the beginning of the fiscal year are restated to reflect bank balances rather than book balances.

(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.

Investment Holdings

June 30, 2017

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Wells Fargo #2800 MMA		0.05%	07/01/17	06/30/17	\$ 16,927,089.49	\$ 16,927,089.49	1.00	\$ 16,927,089.49	1	0.05%
Wells Fargo #9865 MMA		0.09%	07/01/17	06/30/17	1,367,559.49	1,367,559.49	1.00	1,367,559.49	1	0.09%
Wells Fargo #9824 MMA		0.09%	07/01/17	06/30/17	1,639,871.98	1,639,871.98	1.00	1,639,871.98	1	0.09%
Wells Fargo #5314 MMA		0.05%	07/01/17	06/30/17	86,168.50	86,168.50	1.00	86,168.50	1	0.05%
Wells Fargo #6267 MMA		0.05%	07/01/17	06/30/17	1,740,382.19	1,740,382.19	1.00	1,740,382.19	1	0.05%
Green Bank MMA		1.09%	07/01/17	06/30/17	2,013,255.66	2,013,255.66	1.00	2,013,255.66	1	1.09%
NexBank MMA		1.36%	07/01/17	06/30/17	10,053,598.99	10,053,598.99	1.00	10,053,598.99	1	1.36%
TexPool	AAAmm	0.88%	07/01/17	06/30/17	31,747,091.22	31,747,091.22	1.00	31,747,091.22	1	0.88%
TexSTAR	AAAmm	0.86%	07/01/17	06/30/17	24,726,924.85	24,726,924.85	1.00	24,726,924.85	1	0.86%
Legacy Texas Bank CD		0.85%	07/03/17	07/01/16	5,048,357.77	5,048,357.77	100.00	5,048,357.77	3	0.85%
BTH Bank CDARS		0.90%	07/27/17	11/12/15	1,014,779.51	1,014,779.51	100.00	1,014,779.51	27	0.90%
BTH Bank CDARS		0.95%	09/28/17	11/12/15	1,015,659.29	1,015,659.29	100.00	1,015,659.29	90	0.95%
Legacy Texas Bank CD		0.92%	10/02/17	03/02/17	5,011,603.49	5,011,603.49	100.00	5,011,603.49	94	0.92%
Southside Bank CD		0.83%	11/01/17	11/01/16	1,506,180.18	1,506,180.18	100.00	1,506,180.18	124	0.83%
Legacy Texas Bank CD		1.35%	03/01/18	03/15/17	3,010,219.80	3,010,219.80	100.00	3,010,219.80	244	1.35%
Lubbock Nat'l Bank CD		1.20%	04/02/18	03/07/17	3,009,083.12	3,009,083.12	100.00	3,009,083.12	276	1.20%
Southside Bank CD		1.22%	05/01/18	04/03/17	2,000,000.00	2,000,000.00	100.00	2,000,000.00	305	1.22%
Texas Security Bank CD		1.34%	06/01/18	06/02/17	2,000,000.00	2,000,000.00	100.00	2,000,000.00	336	1.34%
Southside Bank CD		1.25%	07/02/18	04/27/17	1,500,000.00	1,500,000.00	100.00	1,500,000.00	367	1.25%
					<b>\$ 115,417,825.53</b>	<b>\$ 115,417,825.53</b>		<b>\$ 115,417,825.53</b>	<b>37</b>	<b>0.81%</b>
									<b>(1)</b>	<b>(2)</b>

(1) Weighted average life - For purposes of calculating weighted average life, bank accounts, pools and money market funds 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 bank accounts, pools and money market funds.

**Book Value Comparison**

March 31, 2017

June 30, 2017

Description	Coupon/ Discount	Maturity Date	March 31, 2017		June 30, 2017		
			Par Value	Book Value	Par Value	Book Value	
Wells Fargo #2800 MMA	0.05%	07/01/17	\$ 16,380,948.67	\$ 16,380,948.67	\$ 16,927,089.49	\$ 16,927,089.49	
Wells Fargo #9865 MMA	0.09%	07/01/17	1,711,589.28	1,711,589.28	1,367,559.49	1,367,559.49	
Wells Fargo #9824 MMA	0.09%	07/01/17	1,619,769.25	1,619,769.25	1,639,871.98	1,639,871.98	
Wells Fargo #5314 MMA	0.05%	07/01/17	6.38	6.38	86,168.50	86,168.50	
Wells Fargo #6267 MMA	0.05%	07/01/17	1,696,377.79	1,696,377.79	1,740,382.19	1,740,382.19	
Green Bank MMA	1.09%	07/01/17	2,008,090.74	2,008,090.74	2,013,255.66	2,013,255.66	
NexBank MMA	1.36%	07/01/17	10,022,233.83	10,022,233.83	10,053,598.99	10,053,598.99	
TexPool	0.88%	07/01/17	36,341,024.80	36,341,024.80	31,747,091.22	31,747,091.22	
TexSTAR	0.86%	07/01/17	28,268,870.64	28,268,870.64	24,726,924.85	24,726,924.85	
Southside Bank CD	0.70%	04/03/17	1,513,221.71	1,513,221.71	(1,513,221.71)	-	
BTH Bank CDARS	0.75%	04/27/17	1,010,409.73	1,010,409.73	(1,010,409.73)	-	
Origin Bank CD	1.25%	05/12/17	245,000.00	245,000.00	(245,000.00)	-	
BTH Bank CDARS	0.80%	06/01/17	1,010,642.47	1,010,642.47	(1,010,642.47)	-	
BTH Bank CDARS	0.85%	06/29/17	1,011,311.48	1,011,311.48	(1,011,311.48)	-	
Legacy/Texas Bank CD	0.85%	07/03/17	5,037,557.27	5,037,557.27	-	5,048,357.77	
BTH Bank CDARS	0.90%	07/27/17	1,011,980.87	1,011,980.87	2,798.64	1,014,779.51	
BTH Bank CDARS	0.95%	09/28/17	1,012,650.23	1,012,650.23	3,009.06	1,015,659.29	
Legacy/Texas Bank CD	0.92%	10/02/17	5,000,000.00	5,000,000.00	11,603.49	5,011,603.49	
Southside Bank CD	0.83%	11/01/17	1,503,138.08	1,503,138.08	3,042.10	1,506,180.18	
Legacy/Texas Bank CD	1.35%	03/01/18	3,000,000.00	3,000,000.00	10,219.80	3,010,219.80	
Lubbock Nat'l Bank CD	1.20%	04/02/18	3,000,000.00	3,000,000.00	9,083.12	3,009,083.12	
Southside Bank CD	1.22%	05/01/18	-	-	2,000,000.00	2,000,000.00	
Texas Security Bank CD	1.34%	06/01/18	-	-	2,000,000.00	2,000,000.00	
Southside Bank CD	1.25%	07/02/18	-	-	1,500,000.00	1,500,000.00	
<b>TOTAL</b>			<b>\$ 122,404,823.22</b>	<b>\$ 122,404,823.22</b>	<b>\$ 6,283,496.86</b>	<b>\$(13,270,494.55)</b>	<b>\$ 115,417,825.53</b>
							<b>\$ 115,417,825.53</b>

Market Value Comparison

March 31, 2017

June 30, 2017

Description	Coupon/ Discount	Maturity Date	Par Value	Market Value	Qtr to Qtr		
					Change	Par Value / Market Value	
Wells Fargo #2800 MMA	0.05%	07/01/17	\$ 16,360,948.67	\$ 16,380,948.67	\$ 546,140.82	\$ 16,927,089.49	\$ 16,927,089.49
Wells Fargo #9865 MMA	0.09%	07/01/17	1,711,589.28	1,711,589.28	(344,029.79)	1,367,559.49	1,367,559.49
Wells Fargo #9824 MMA	0.09%	07/01/17	1,619,769.25	1,619,769.25	20,102.73	1,639,871.98	1,639,871.98
Wells Fargo #5314 MMA	0.05%	07/01/17	6.38	6.38	86,162.12	86,168.50	86,168.50
Wells Fargo #6267 MMA	0.05%	07/01/17	1,696,377.79	1,696,377.79	44,004.40	1,740,382.19	1,740,382.19
Green Bank MMA	1.09%	07/01/17	2,008,090.74	2,008,090.74	5,164.92	2,013,255.66	2,013,255.66
NexBank MMA	1.36%	07/01/17	10,022,233.83	10,022,233.83	31,365.16	10,053,598.99	10,053,598.99
TexPool	0.88%	07/01/17	36,341,024.80	36,341,024.80	(4,593,933.58)	31,747,091.22	31,747,091.22
TexSTAR	0.88%	07/01/17	28,268,870.64	28,268,870.64	(3,541,945.79)	24,726,924.85	24,726,924.85
Southside Bank CD	0.70%	04/03/17	1,513,221.71	1,513,221.71	(1,513,221.71)	-	-
BTH Bank CDARS	0.75%	04/27/17	1,010,409.73	1,010,409.73	(1,010,409.73)	-	-
Origin Bank CD	1.25%	05/12/17	245,000.00	245,000.00	(245,000.00)	-	-
BTH Bank CDARS	0.80%	06/01/17	1,010,642.47	1,010,642.47	(1,010,642.47)	-	-
BTH Bank CDARS	0.85%	06/29/17	1,011,311.48	1,011,311.48	(1,011,311.48)	-	-
LegacyTexas Bank CD	0.85%	07/03/17	5,037,557.27	5,037,557.27	10,800.50	5,048,357.77	5,048,357.77
BTH Bank CDARS	0.90%	07/27/17	1,011,980.87	1,011,980.87	2,798.64	1,014,779.51	1,014,779.51
BTH Bank CDARS	0.95%	09/28/17	1,012,650.23	1,012,650.23	3,009.06	1,015,659.29	1,015,659.29
LegacyTexas Bank CD	0.92%	10/02/17	5,000,000.00	5,000,000.00	11,603.49	5,011,603.49	5,011,603.49
Southside Bank CD	0.83%	11/01/17	1,503,138.08	1,503,138.08	3,042.10	1,506,180.18	1,506,180.18
LegacyTexas Bank CD	1.35%	03/01/18	3,000,000.00	3,000,000.00	10,219.80	3,010,219.80	3,010,219.80
Lubbock Nat'l Bank CD	1.20%	04/02/18	3,000,000.00	3,000,000.00	9,083.12	3,009,083.12	3,009,083.12
Southside Bank CD	1.22%	05/01/18	-	-	2,000,000.00	2,000,000.00	2,000,000.00
Texas Security Bank CD	1.34%	06/01/18	-	-	2,000,000.00	2,000,000.00	2,000,000.00
Southside Bank CD	1.25%	07/02/18	-	-	1,500,000.00	1,500,000.00	1,500,000.00
<b>TOTAL</b>			<b>\$ 122,404,823.22</b>	<b>\$ 122,404,823.22</b>	<b>\$ (6,986,997.69)</b>	<b>\$ 115,417,825.53</b>	<b>\$ 115,417,825.53</b>

Allocation  
June 30, 2017

Book & Market Value

	Total	Pooled Cash	General	Capital Projects & Improvements	Crime Control District	Debt Service Fund
Wells Fargo MMA	\$ 21,761,071.65	\$ 16,927,089.49	\$ -	\$ 86,168.50	\$ 1,367,559.49	\$ -
Green Bank MMA	2,013,255.66		2,013,255.66			
NexBank MMA	10,053,598.99		10,053,598.99			
TexPool	31,747,091.22		10,831,154.40	16,872,755.36		1,936,833.55
TexSTAR	24,726,924.85		2,521,539.99	22,205,384.86		
07/03/17-LegacyTexas Bank CD	5,048,357.77		5,048,357.77			
07/27/17-BTH Bank CDARS	1,014,779.51		1,014,779.51			
09/28/17-BTH Bank CDARS	1,015,659.29		1,015,659.29			
10/02/17-LegacyTexas Bank CD	5,011,603.49		5,011,603.49			
11/01/17-Southside Bank CD	1,506,180.18		1,506,180.18			
03/01/18-LegacyTexas Bank CD	3,010,219.80		3,010,219.80			
04/02/18-Lubbock Nat'l Bank CD	3,009,083.12		3,009,083.12			
05/01/18-Southside Bank CD	2,000,000.00		2,000,000.00			
06/01/18-Texas Security Bank CD	2,000,000.00		2,000,000.00			
07/02/18-Southside Bank CD	1,500,000.00		1,500,000.00			
<b>Total</b>	<b>\$ 115,417,825.53</b>	<b>\$ 16,927,089.49</b>	<b>\$ 50,535,432.20</b>	<b>\$ 39,164,308.72</b>	<b>\$ 1,367,559.49</b>	<b>\$ 1,936,833.55</b>

Allocation  
June 30, 2017

(Continued)

Book & Market Value

	East Boulevard Fund	Fire Control District	Street Assessments	Water & Sewer	Community Development Corporation	Senior Citizens Fund	Special Revenue (Police)
Wells Fargo MIMA	\$ -	\$ 1,639,871.98	\$ -	\$ -	\$ 1,740,382.19	\$ -	\$ -
Green Bank MIMA							
NexBank MIMA							
TexPool	26,995.35		75,143.61	1,855,566.43		112,072.08	36,570.44
TexSTAR							
07/03/17-LegacyTexas Bank CD							
07/27/17-BTH Bank CDARS							
09/28/17-BTH Bank CDARS							
10/02/17-LegacyTexas Bank CD							
11/01/17-Southside Bank CD							
03/01/18-LegacyTexas Bank CD							
04/02/18-Lubbock Nat'l Bank CD							
05/01/18-Southside Bank CD							
06/01/18-Texas Security Bank CD							
07/02/18-Southside Bank CD							
<b>Total</b>	<b>\$ 26,995.35</b>	<b>\$ 1,639,871.98</b>	<b>\$ 75,143.61</b>	<b>\$ 1,855,566.43</b>	<b>\$ 1,740,382.19</b>	<b>\$ 112,072.08</b>	<b>\$ 36,570.44</b>

Allocation  
March 31, 2017

Book & Market Value

	Total	Pooled Cash	General	Capital Projects & Improvements	Crime Control District	Debt Service Fund
Wells Fargo MMA	\$ 21,408,691.37	\$ 16,380,948.67	\$ -	\$ 6.38	\$ 1,711,589.28	\$ -
Green Bank MMA	2,008,090.74		2,008,090.74			
NexBank MMA	10,022,233.83		10,022,233.83			
TexPool	36,341,024.80		10,809,920.25	21,495,741.38		1,933,036.47
TexSTAR	28,268,870.64		2,516,664.30	25,752,206.34		
04/03/17-Southside Bank CD	1,513,221.71		1,513,221.71			
04/27/17-BTH Bank CDARS	1,010,409.73		1,010,409.73			
05/12/17-Origin Bank CD	245,000.00		245,000.00			
06/01/17-BTH Bank CDARS	1,010,642.47		1,010,642.47			
06/29/17-BTH Bank CDARS	1,011,311.48		1,011,311.48			
07/03/17-LegacyTexas Bank CD	5,037,557.27		5,037,557.27			
07/27/17-BTH Bank CDARS	1,011,980.87		1,011,980.87			
09/28/17-BTH Bank CDARS	1,012,650.23		1,012,650.23			
10/02/17-LegacyTexas Bank CD	5,000,000.00		5,000,000.00			
11/01/17-Southside Bank CD	1,503,138.08		1,503,138.08			
03/01/18-LegacyTexas Bank CD	3,000,000.00		3,000,000.00			
04/02/18-Lubbock Nat'l Bank CD	3,000,000.00		3,000,000.00			
<b>Total</b>	<b>\$ 122,404,823.22</b>	<b>\$ 16,380,948.67</b>	<b>\$ 49,712,820.96</b>	<b>\$ 47,247,954.10</b>	<b>\$ 1,711,589.28</b>	<b>\$ 1,933,036.47</b>



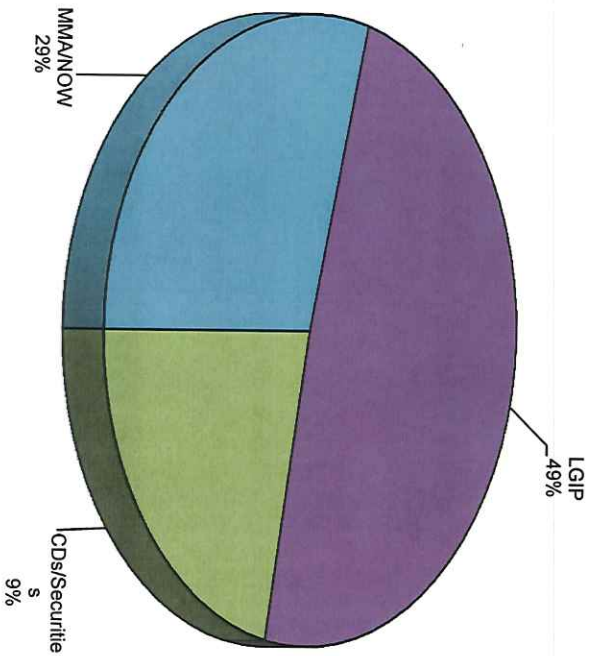
Allocation  
March 31, 2017

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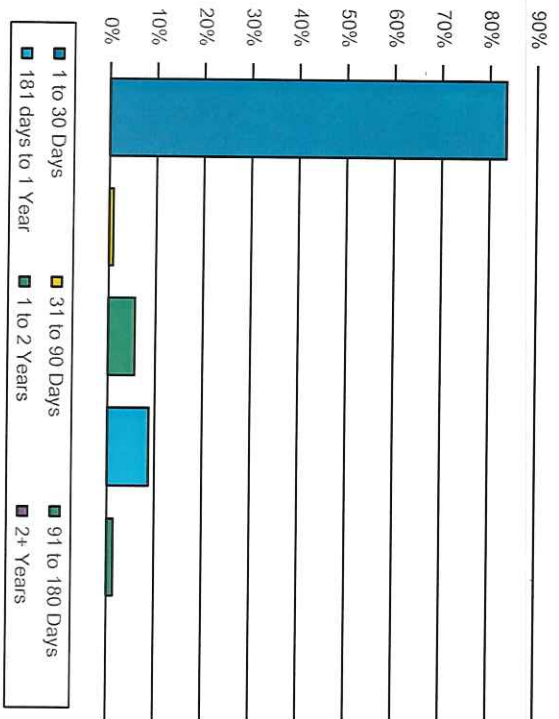
Book & Market Value

	East Boulevard Fund	Fire Control District	Street Assessments	Water & Sewer	Community Development Corporation	Senior Citizens Fund	Special Revenue (Police)
Wells Fargo MMA	\$ -	\$ 1,619,769.25	\$ -	\$ -	\$ 1,696,377.79	\$ -	\$ -
Green Bank MMA							
NexBank MMA							
TexPool	27,050.50		74,996.38	1,851,928.60		111,852.43	36,498.79
TexSTAR							
04/03/17-Southside Bank CD							
04/27/17-BTH Bank CDARS							
05/12/17-Origin Bank CD							
06/01/17-BTH Bank CDARS							
06/29/17-BTH Bank CDARS							
07/03/17-LegacyTexas Bank CD							
07/27/17-BTH Bank CDARS							
09/28/17-BTH Bank CDARS							
10/02/17-LegacyTexas Bank CD							
11/01/17-Southside Bank CD							
03/01/18-LegacyTexas Bank CD							
04/02/18-Lubbock Nat'l Bank CD							
<b>Total</b>	<b>\$ 27,050.50</b>	<b>\$ 1,619,769.25</b>	<b>\$ 74,996.38</b>	<b>\$ 1,851,928.60</b>	<b>\$ 1,696,377.79</b>	<b>\$ 111,852.43</b>	<b>\$ 36,498.79</b>

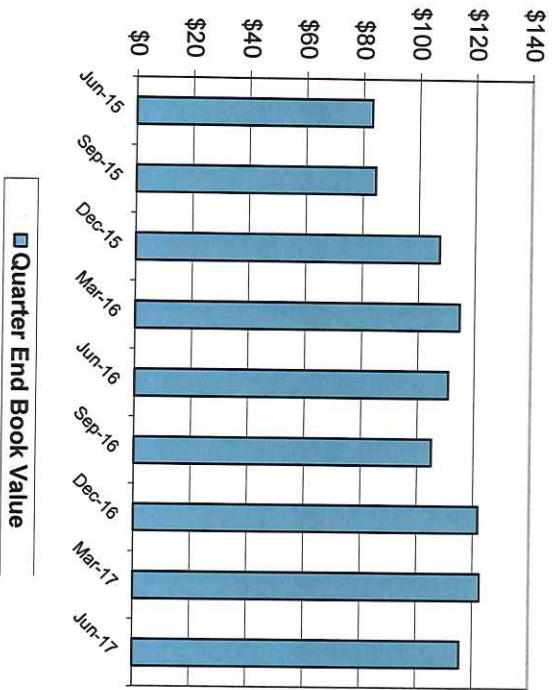
### Portfolio Composition



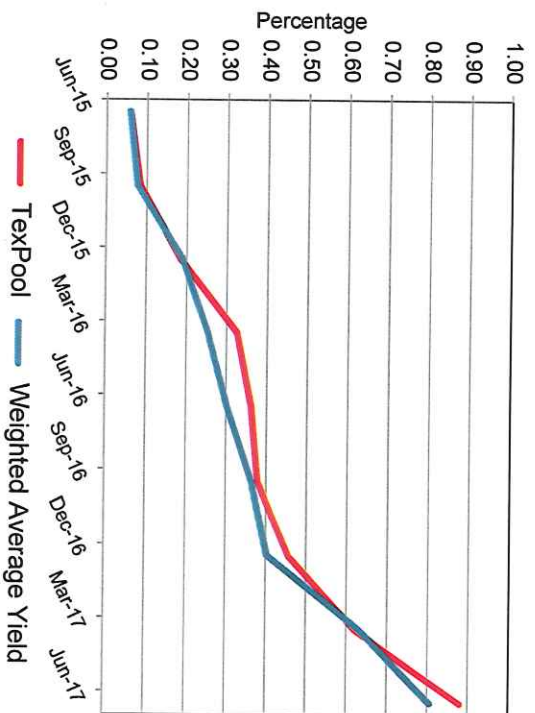
### Distribution by Maturity



### Total Portfolio (Millions)



### Total Portfolio Performance



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 a 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.

