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Laura Taylor Davis
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DATE: 01/28/2019

TO: Hon. Duane Peters, County Judge
Hon. Steve Aldrich, Commissioner
Hon. Sammy Catalena, Commissioner
Hon. Nancy Berry, Commissioner
Hon. Irma Cauley, Commissioner
Candy Gallego, Administrative Assistant

FROM: Laura Taylor Davis, County Treasurer

RE: Quarter Ending 12/31/2018 Investment Report

This report is made in accordance with provisions of Gov.Code 2256, The Public Funds Investment Act, which requires quarterly reporting of investment transactions to the Commissioners' Court.

The Brazos County Investment portfolio earned an average yield of 2.211% on the quarterly *average balance* of \$16,678,714.91 invested with TexPool and an average yield of 2.42% on the quarterly *average balance* of \$21,051,822.34 invested with Texas Class for the period ending 12/31/2018. Investment interest deposited during the quarter was \$223,521.81. Actual ending balance invested at 12/31/2018 was \$29,395,899.64.

The average rate of interest earned on the depository checking account balances for the quarter ending 12/31/2018 was 0.90% netting \$188,557.37 for the quarter end on an *average depository investable balance* of \$83,058,989.16.

Total interest earned for quarter ending 12/31/2018 was \$412,079.18.

Investment Strategy

The Brazos County Investment Strategy will remain focused on short-termed investments with the safety of principal as the foremost objective followed by liquidity and yield as per the Brazos County Investment Policy. While the majority of available funds are in the County's depository collateralized at 110%, we have begun the process of reinstating an investment committee and preparing a broker questionnaire to take advantage of rising interest rates. The County has concluded our depository relationship with BB&T and all checking accounts are closed as of 9/30/18. The County is earning 0.90% on the funds now held in BBVA Compass checking accounts for the term of the contract.

For diversification the County has an investment account with TexPool that provides the safety of an overnight market. In September the County moved funds to Texas Class investment pool for further diversification.

Summary of Portfolio Changes

The deposit of interest is the only portfolio change to balances at this time and the **Weighted Average Maturity** of investments remains at 1 day due to the liquidity of funds invested with TexPool, Texas Class and on deposit at BBVA Compass.

FY 2019 INTEREST RATES AND EARNINGS BY MONTH

	TexPool Interest	Interest Rate	TEXAS CLASS Interest	Interest Rate	Cking Acct Interest	Interest Rate
October 2018	30,256.96	2.1438	50,096.42	2.34	62,600.75	0.90
November 2018	30,144.13	2.2020	50,281.87	2.42	57,281.41	0.90
December 2018	32,398.33	2.2872	30,344.10	2.50	68,675.21	0.90
Q/E 12/31/2018	92,799.42	2.2110	130,722.39	2.42	188,557.37	0.90

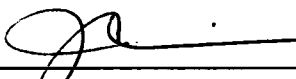
YTD TOTALS	92,799.42	2.2110	130,772.39	2.42	188,557.37	0.90
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Attached are the following reports:

- 1) Cost Amount Summary of Investments by Fund
- 2) TexPool and Texas Class Quarter End Activity Report
- 3) Investments by Fund Group and Strategy Type

To the best of our knowledge the investment portfolio in this report conforms in all respects to the Investment Policy of Brazos County and is being managed under the investment strategy of said policy as approved by the Commissioner's Court of Brazos County.

Laura Taylor Davis, County Treasurer, CIO



Jamie Candelaria, Chief Deputy Treasurer

Date

1/31/2019

Date

COST AMOUNT SUMMARY OF INVESTMENTS BY FUNDS

<u>General Fund</u>		
TexPool	\$ 16,710,361.84	
TEXAS CLASS	\$ 12,685,537.80	
Total Cost of all funds invested for the month of DECEMBER 2018	\$	29,395,899.64

Book Value is the same because all investments are with TexPool AND TEXAS CLASS and the Share Price is maintained at \$1.00

TEXPOOL QUARTER ENDING 12/31/2018 ACTIVITY REPORT

FUND 1 - POOLED FUND GROUP

DATE	DESC.	GENERAL FUND	TOTAL
09/30/18	SEPTEMBER BALANCE	\$ 16,617,562.42	\$ 16,617,562.42
10/31/18	OCTOBER INTEREST	\$ 30,256.96	\$ 30,256.96
10/31/18	OCTOBER BALANCE	\$ 16,647,819.38	\$ 16,647,819.38
11/30/18	NOVEMBER INTEREST	\$ 30,144.13	\$ 30,144.13
11/30/18	NOVEMBER BALANCE	\$ 16,677,963.51	\$ 16,677,963.51
12/31/18	DECEMBER INTEREST	\$ 32,398.33	\$ 32,398.33
12/31/18	DECEMBER BALANCE	\$ 16,710,361.84	\$ 16,710,361.84

TEXAS CLASS QUARTER ENDING 12/31/2018 ACTIVITY REPORT

FUND 1 - POOLED FUND GROUP

DATE	DESC.	GENERAL FUND	TOTAL
09/30/18	SEPTEMBER BALANCE	\$ 25,159,727.25	\$ 25,159,727.25
10/31/18	OCTOBER INTEREST	\$ 50,096.42	\$ 50,096.42
10/31/18	OCTOBER BALANCE	\$ 25,209,823.67	\$ 25,209,823.67
11/30/18	NOVEMBER INTEREST	\$ 50,281.87	\$ 50,281.87
11/30/18	NOVEMBER BALANCE	\$ 25,260,105.54	\$ 25,260,105.54
12/31/18	DECEMBER INTEREST	\$ 30,344.10	\$ 30,344.10
12/05/18	WITHDRAWAL	\$ (12,604,911.84)	\$ (12,604,911.84)
12/31/18	DECEMBER BALANCE	\$ 12,685,537.80	\$ 12,685,537.80

INVESTMENTS BY FUND GROUP AND STRATEGY TYPE

<u>FUND 1 - POOLED FUND GROUP</u>		
General Fund	TEXPOOL	\$ 16,710,361.84
GENERAL FUND	TEXAS CLASS	\$ 12,685,537.80
Strategy Type: OPERATING FUNDS		\$ 29,395,899.64
General Obligation Debt Svc.		\$ -
Strategy Type: DEBT SERVICE FUNDS		\$ -
General Permanent Impv.		\$ -
Exposition Center Fund		\$ -
Strategy Type: SPECIAL PROJ. & PERM. IMPV./DEBT		\$ -
Fund 1 - Group Total		\$ 29,395,899.64

BOOK VALUE OF ALL INVESTED FUNDS AS OF Q/E 12/31/18 \$ 29,395,899.64