



**RESOLUTION NO. 20200324-02**

**APPROVAL OF 1ST QUARTER INVESTMENT REPORT FOR FISCAL YEAR 2020**

**WHEREAS**, TexAmericas Center is a political subdivision of the State of Texas with the powers and authorities specified in Chapter 3503 of the Special District Local Laws Code of the State of Texas; and

**WHEREAS**, TexAmericas Center has adopted an Investment Policy as required by applicable law to manage the funds of TexAmericas Center; and

**WHEREAS**, the Investment Policy Paragraph III.D.2 requires the Executive Director/CEO or his designee to provide quarterly reports on the Investment Program and Investment Activity at the conclusion of each quarter to both the Investment Committee and the Board of Directors; and

**WHEREAS**, the Investment Committee has reviewed the report provided by the Executive Director/CEO and recommends acceptance by the Board of Directors;

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Directors of TexAmericas Center accepts and approves the attached 1<sup>st</sup> Quarter 2020 Report on the Investment Program and Investment Activity of TexAmericas Center.

**PASSED AND APPROVED THIS 24<sup>th</sup> day of March, 2020.**

A handwritten signature in blue ink that reads "Boyd Sartin".

**Boyd Sartin, Chairman of the Board**

**ATTEST:**

A handwritten signature in blue ink that reads "Ben King".  

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**Ben King, Secretary**

Attached: FY20 1<sup>st</sup> Quarter Investment Report



## INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

December 31, 2019

Prepared by

Valley View Consulting, L.L.C.

The investment portfolio of the TexAmericas Center is in compliance with the Public Funds Investment Act and the Investment Policy.

  
\_\_\_\_\_  
Executive Director/CEO

  
\_\_\_\_\_  
Controller

**Disclaimer:** This report was compiled using information provided by the TexAmericas Center. 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 adviser fees.

**Summary**

**Quarter End Results by Investment Category:**

<b>Asset Type</b>	<b>September 30, 2019</b>		<b>December 31, 2019</b>		
	<b>Book Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>Market Value</b>	<b>Ave. Yield</b>
DDA/MMA/NOW	\$ 2,872,646	\$ 2,872,646	\$ 4,052,245	\$ 4,052,245	1.87%
CD/Security	11,603,687	11,603,687	10,598,788	10,598,788	2.37%
<b>Totals</b>	<b>\$ 14,476,332</b>	<b>\$ 14,476,332</b>	<b>\$ 14,651,033</b>	<b>\$ 14,651,033</b>	

**Current Quarter Portfolio Performance (1)**

Average Quarterly Yield	2.23%
Rolling Three Month Treasury	1.60%
Rolling Six Month Treasury	1.78%
TexPool	1.62%

**Fiscal Year-to-Date Portfolio Performance (2)**

Average Quarter End Yield	2.23%
Rolling Three Month Treasury	1.60%
Rolling Six Month Treasury	1.78%
TexPool	1.62%

Quarterly Interest Earnings (Reported Separately)

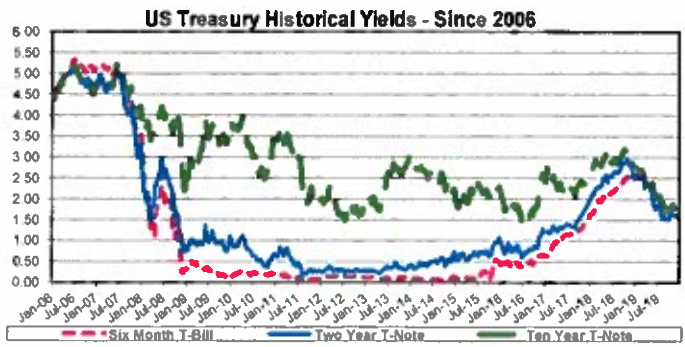
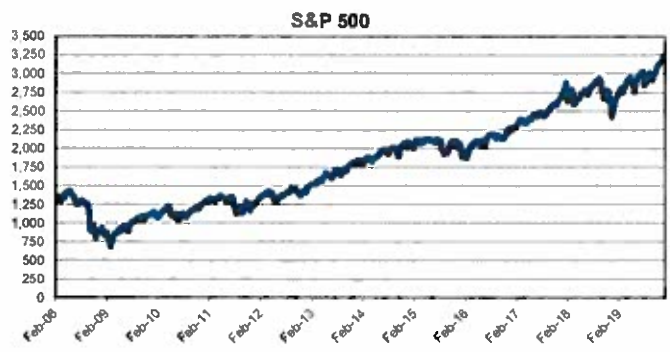
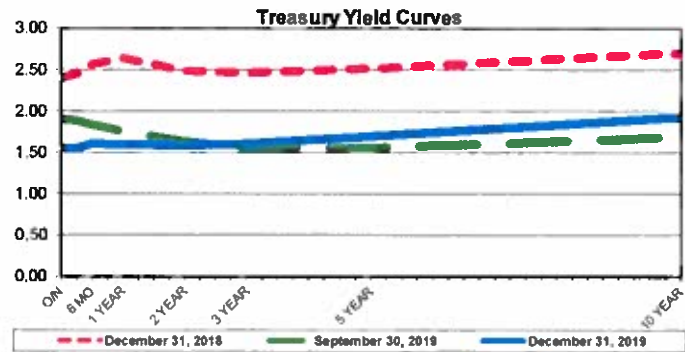
(1) **Current Quarter Weighted Average Yield** - calculated using quarter end report yields and adjusted book values; does not reflect a total return analysis. Realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(2) **Fiscal Year-to-Date Weighted Average Yields** - calculated using quarter end report yields and adjusted book values, does not reflect a total return analysis or account for advisory fees.

**Economic Overview**

**12/31/2019**

The Federal Open Market Committee (FOMC) held the Fed Funds target range at 1.50% - 1.75% (Effective Fed Funds are trading +/- 1.55%). The Futures Market has reduced the probability of additional decreases until late summer/early fall 2020. Middle East turmoil had bumped crude oil over \$60, but it has retreated back below. December Non Farm Payroll rose 145,000 resulting in a three month moving average of 185,000. The Unemployed level remained at 3.5%. The Stock Markets remain at or near historic highs. Consumer spending has improved. Housing shows signs of growth. Overall economic activity remains positive. 3rd Quarter GDP was confirmed at 2.1%. The British are moving forward with Brexit. Several trade agreements are also progressing (China, North America, Japan). The Yield Curve shifted to slightly positive.



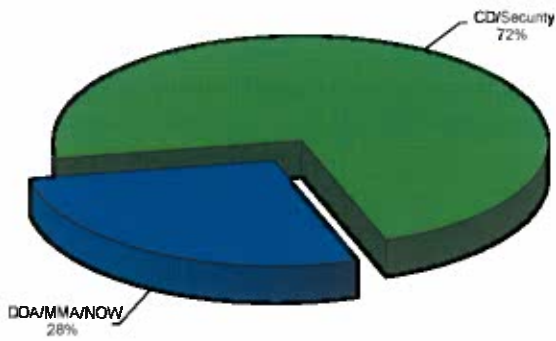
**Investment Holdings**  
**December 31, 2019**

Description	Coupon/ Discount	Maturity Date	Settlement Date	Original Face/ Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Guaranty B&T Checking	0.00%	01/01/20	12/31/19	\$ 169,969	\$ 169,969	1.00	\$ 169,969	1	0.00%
Guaranty B&T MMA	1.95%	01/01/20	12/31/19	3,882,277	3,882,277	1.00	3,882,277	1	1.95%
Guaranty B&T CD	2.68%	01/16/20	01/16/19	1,020,179	1,020,179	100.00	1,020,179	16	2.71%
Herring Bank CDARS	2.75%	02/20/20	02/21/19	1,016,818	1,016,818	100.00	1,016,818	51	2.78%
Guaranty B&T CD	2.68%	03/28/20	03/28/19	1,020,328	1,020,328	100.00	1,020,328	88	2.71%
Guaranty B&T CD	2.29%	04/18/20	07/18/19	1,005,647	1,005,647	100.00	1,005,647	109	2.31%
Guaranty B&T CD	2.26%	05/07/20	08/07/19	1,005,573	1,005,573	100.00	1,005,573	128	2.28%
Guaranty B&T CD	2.58%	06/06/20	06/06/19	1,012,952	1,012,952	100.00	1,012,952	158	2.60%
Guaranty B&T CD	2.45%	06/24/20	06/24/19	506,161	506,161	100.00	506,161	176	2.47%
Guaranty B&T CD	1.87%	07/23/20	10/22/19	1,000,000	1,000,000	100.00	1,000,000	205	1.88%
Guaranty B&T CD	2.24%	08/20/20	08/20/19	1,005,646	1,005,646	100.00	1,005,646	233	2.26%
Guaranty B&T CD	2.20%	09/17/20	09/17/19	1,005,485	1,005,485	100.00	1,005,485	261	2.22%
Guaranty B&T CD	1.83%	11/15/20	11/15/19	1,000,000	1,000,000	100.00	1,000,000	320	1.84%
				<b>\$ 14,651,033</b>	<b>\$ 14,651,033</b>		<b>\$ 14,651,033</b>	<b>114</b>	<b>2.23%</b>
								(1)	(2)

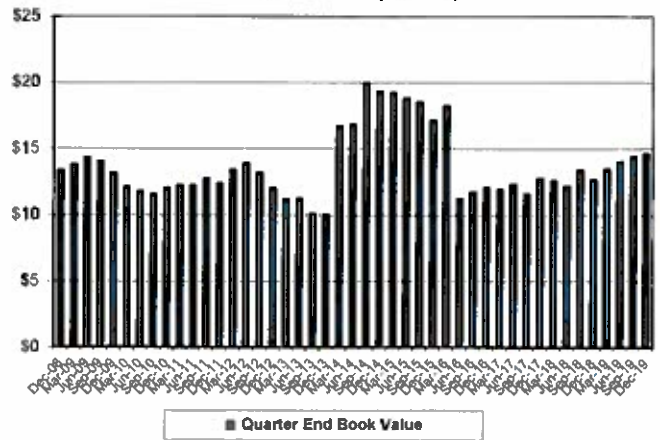
(1) Weighted average life - Pools, Money Market Funds, and Bank Deposits are assumed to have a one day maturity.

(2) Weighted average yield to maturity - The weighted average yield to maturity is based on Book Value, adviser fees and realized and unrealized gains/losses are not considered. The Bank Deposit, Pool, and Money Market Fund yields are the average for the last month of the quarter.

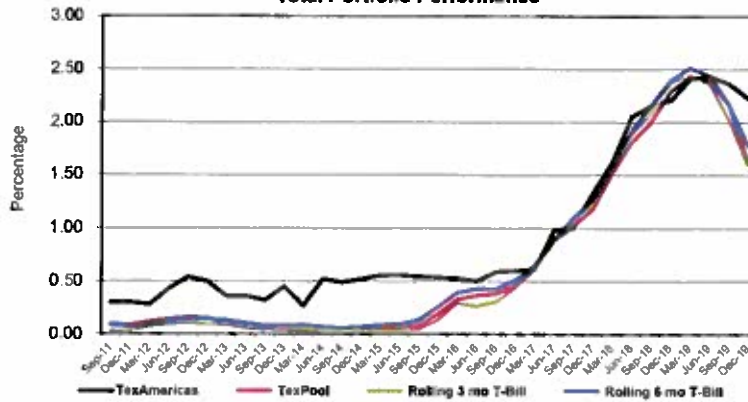
**Portfolio Composition**



**Total Portfolio (Millions)**



**Total Portfolio Performance**



**Book & Market Value Comparison**

Description	Coupon/ Discount	Maturity Date	September 30, 2019		Purchases/ Adjustments	Sales/Adjust/ Maturities	December 31, 2019	
			Par Value	Book & Market Value			Par Value	Book & Market Value
Guaranty B&T Checking	0.00%	01/01/20	\$ 66,330	\$ 66,330	\$ 103,638	\$ -	\$ 169,969	\$ 169,969
Guaranty B&T MMA	1.95%	01/01/20	2,806,315	2,806,315	1,075,961		3,882,277	3,882,277
Guaranty B&T CD	2.28%	10/16/19	1,000,000	1,000,000		(1,000,000)	-	-
Guaranty B&T CD	2.62%	11/14/19	1,012,962	1,012,962		(1,012,962)	-	-
East West Bank CD	2.40%	12/21/19	1,037,439	1,037,439		(1,037,439)	-	-
Guaranty B&T CD	2.68%	01/16/20	1,013,334	1,013,334	6,845		1,020,179	1,020,179
Herring Bank CDARS	2.75%	02/20/20	1,016,818	1,016,818			1,016,818	1,016,818
Guaranty B&T CD	2.68%	03/28/20	1,013,556	1,013,556	6,772		1,020,328	1,020,328
Guaranty B&T CD	2.29%	04/18/20	1,000,000	1,000,000	5,647		1,005,647	1,005,647
Guaranty B&T CD	2.26%	05/07/20	1,000,000	1,000,000	5,573		1,005,573	1,005,573
Guaranty B&T CD	2.58%	06/06/20	1,006,490	1,006,490	6,462		1,012,952	1,012,952
Guaranty B&T CD	2.45%	06/24/20	503,088	503,088	3,073		506,161	506,161
Guaranty B&T CD	1.87%	07/23/20	-	-	1,000,000		1,000,000	1,000,000
Guaranty B&T CD	2.24%	08/20/20	1,000,000	1,000,000	5,646		1,005,646	1,005,646
Guaranty B&T CD	2.20%	09/17/20	1,000,000	1,000,000	5,485		1,005,485	1,005,485
Guaranty B&T CD	1.83%	11/15/20	-	-	1,000,000		1,000,000	1,000,000
<b>TOTAL</b>			<b>\$ 14,476,332</b>	<b>\$ 14,476,332</b>	<b>\$ 3,225,102</b>	<b>\$ (3,050,401)</b>	<b>\$ 14,651,033</b>	<b>\$ 14,651,033</b>