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2018 Investment highlights

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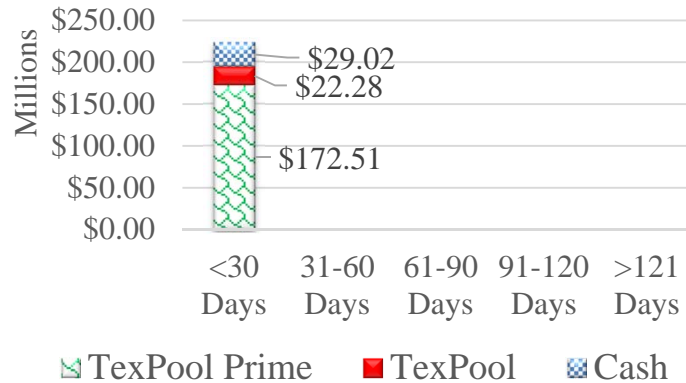
Quarterly Investment Update

Directly linked to the County Strategic Plan

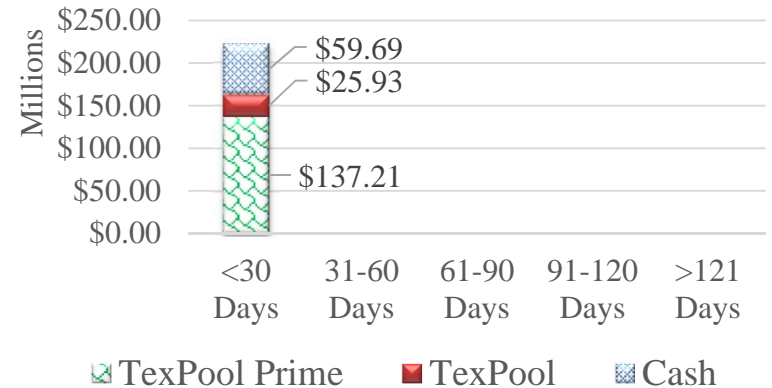
- Goal 1 - Financially Sound County Government



Investment Maturity Summary June 30, 2018



Investment Maturity Summary June 30, 2017



Although investments vehicles have remained the same for both years (cash, TexPool, and TexPool Prime) the percentages in each has changed. As of June 30, 2018, the percentages in cash, TexPool, and TexPool Prime were 12.97%, 9.95%, and 77.08%, respectively. The June 30, 2017, percentages in cash, TexPool, and TexPool Prime were 26.79%, 11.64% and 61.58%, respectively.

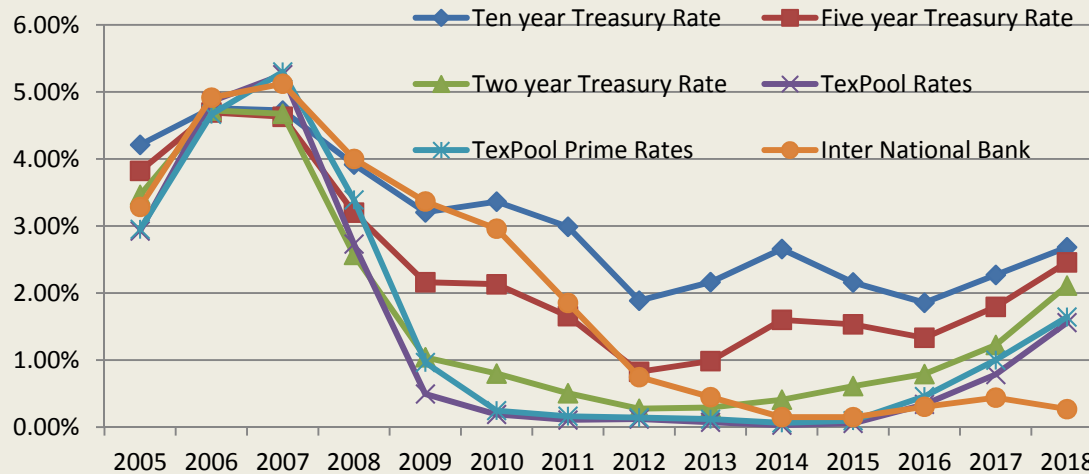
Total investments were \$223,468,363 for June 2018 compared to \$222,835,090 for June 2017, an increase of \$633,273.

The interest earned so far this year was \$2,287,264 compared to last year of \$1,040,175 an increase of \$1,247,089 or 119.92%.



Historical Market Environment

Key Interest Rates Averaged for the Fiscal Year



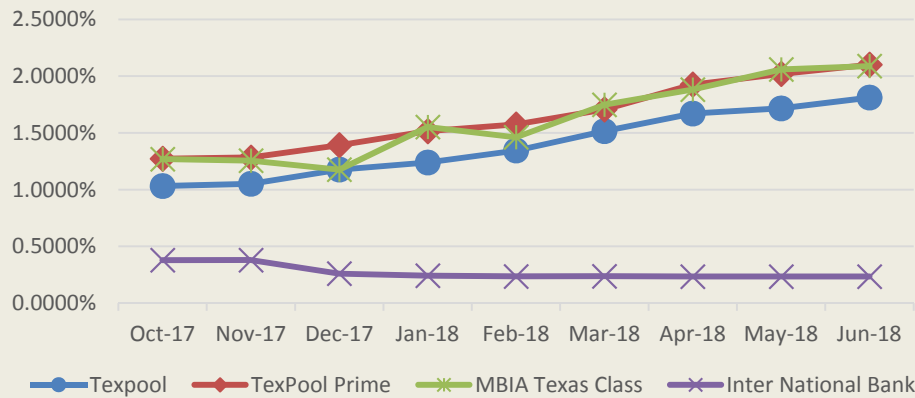
Key Interest Rates Averaged for the Fiscal Year

Ten Year Treasury	2.68%
Five Year Treasury	2.46%
Two Year Treasury	2.11%
TexPool	1.56%
TexPool Prime	1.64%
Inter National Bank	0.27%

On June 14, 2018, the Federal Open Markets Committee increased the Fed Funds Rate of 1.75 percent by 25 basis points to 2.00. This was the third increase in interest rates for this fiscal year.



Investment Yield Rates



Yields for June 2018

Texas Class (not currently invested in)	2.0882%
TexPool Prime	2.1008%
TexPool	1.8110%
Inter National Bank	0.2336%

Above is a comparison of interest rates for the investment pools and Inter National Bank. The two highest yielding pools are TexPool Prime and Texas Class. TexPool Prime and Texas Class both contain Commercial Paper consisting of approximately 44 and 96 percent, respectively of the pools investments.

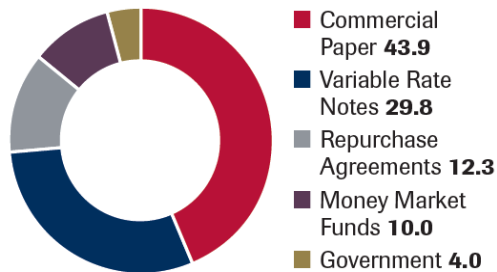


Prime Investment Pools

TexPool Prime

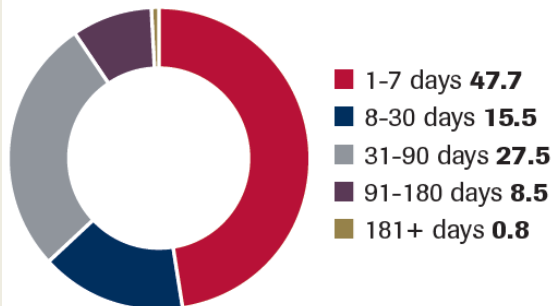
Portfolio by Type of Investment (%)

As of June 30, 2018



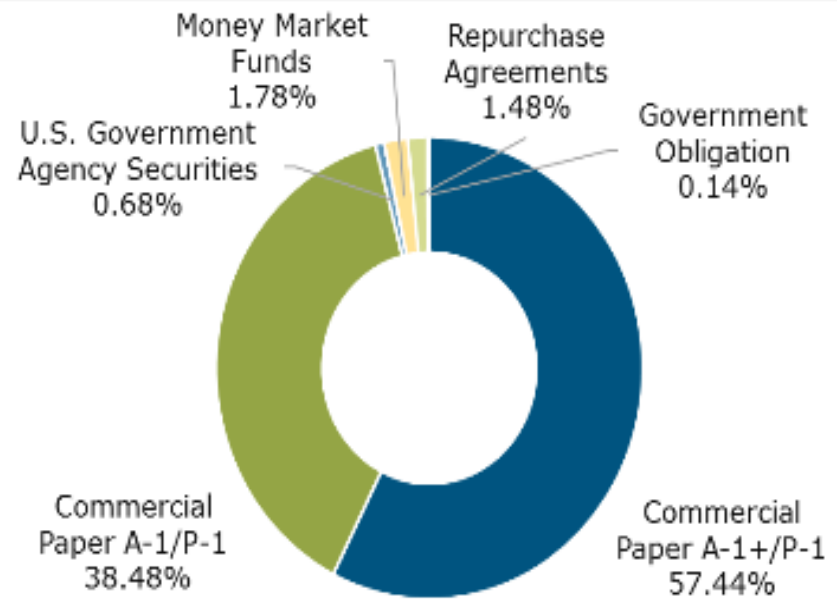
Portfolio by Maturity (%)

As of June 30, 2018



Source: TexPool July 2018 Monthly Newsletter

Texas Class



Texas CLASS Portfolio Breakdown

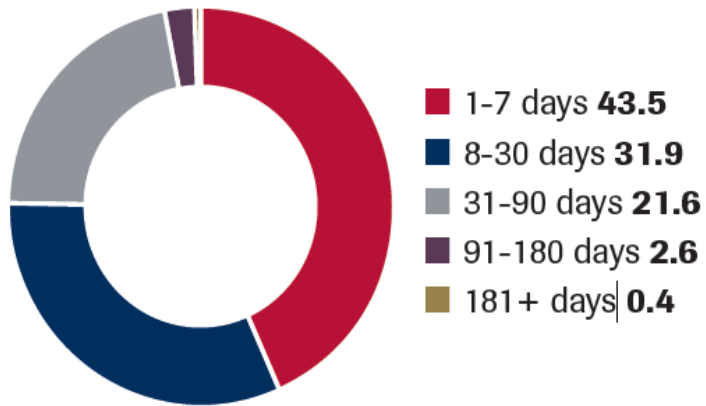
Source: Texas Class Website – Portfolio Characteristics July 2018



TexPool

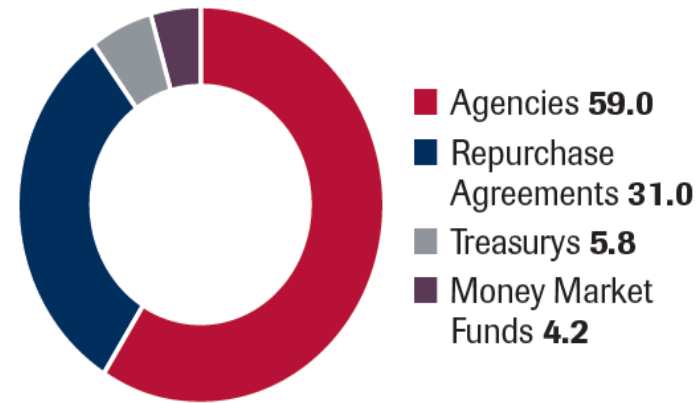
Portfolio by Maturity (%)

As of June 30, 2018



Portfolio by Type of Investment (%)

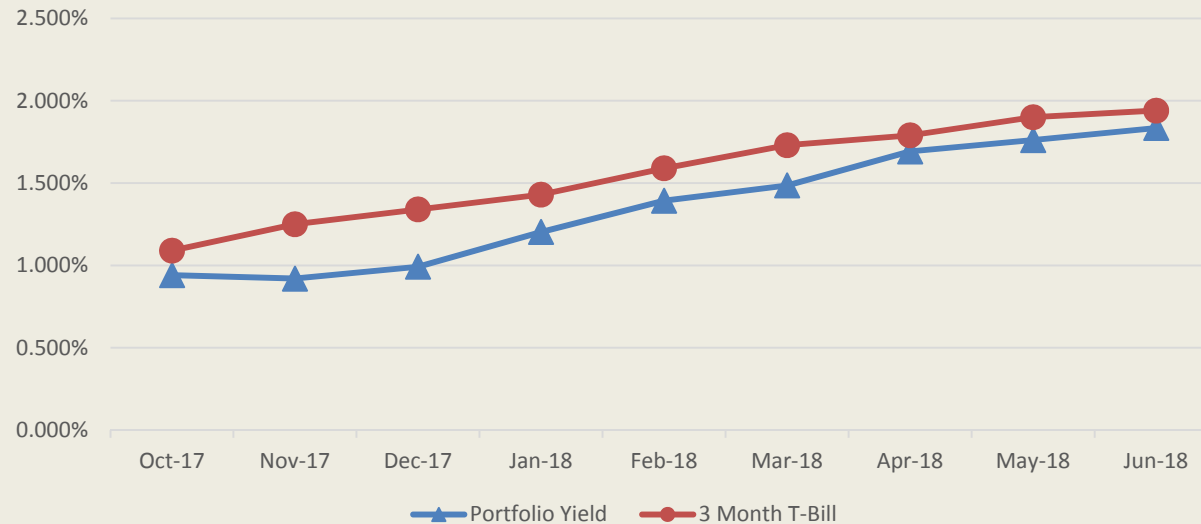
As of June 30, 2018



Source: TexPool July 2018 Monthly Newsletter



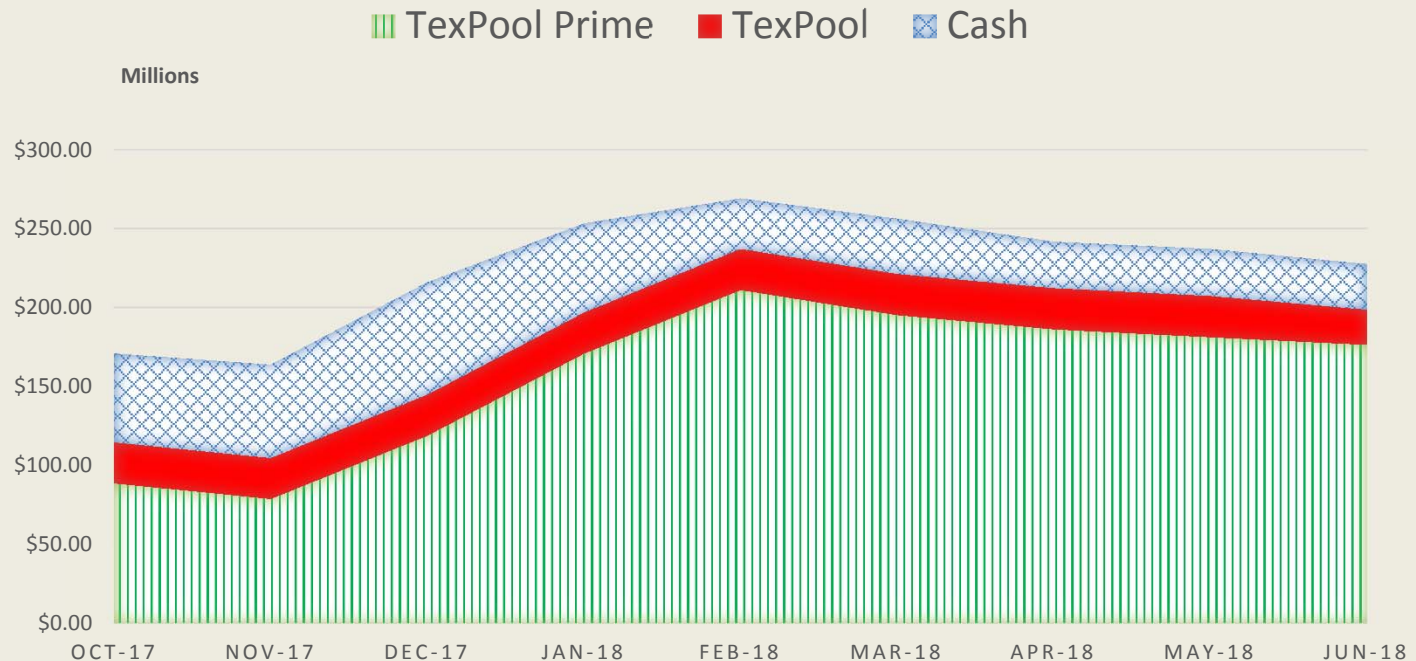
Three Month Treasury Benchmark vs. Portfolio yield



The County had a weighted average yield of 1.835% as of June 30, 2018, compared to the 90-day treasury benchmark of 1.940% resulting the County being 10.54 basis points below the benchmark for the month, due to the low interest rate of 0.2703% in the bank.



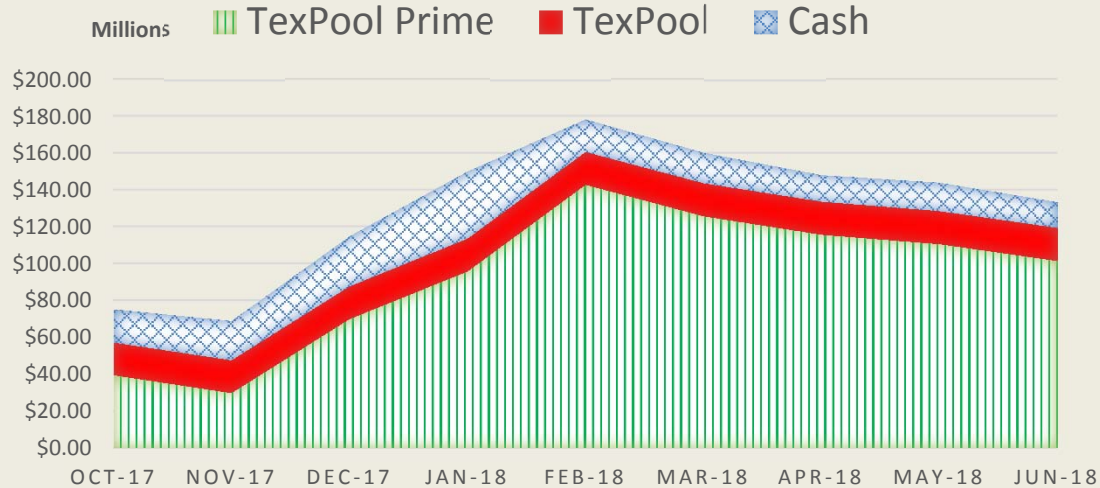
COMBINED ALL FUNDS



The County's investable funds include the General Fund, Special Revenue Fund, Capital Projects, Internal Service, Enterprise Fund, Debt Service, and Agency Fund.



GENERAL FUND

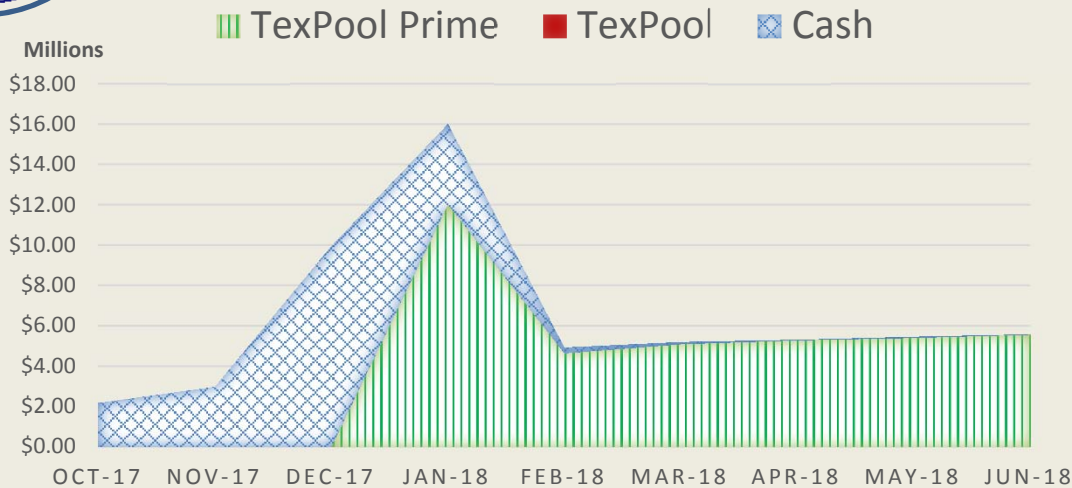


Date	Millions
October 31, 2017	\$75.4
November 30	\$69.1
December 31	\$115.0
January 31, 2018	\$150.1
February 28	\$178.4
March 31	\$160.4
April 30	\$148.1
May 31	\$144.0
June 30	\$133.5

- Investable funds reaches their lowest point in mid-December and increases from late December through mid-February.
- After reaching its peak for investable funds in February the general fund declines throughout the year until it reaches the low point in mid-December.



DEBT SERVICE

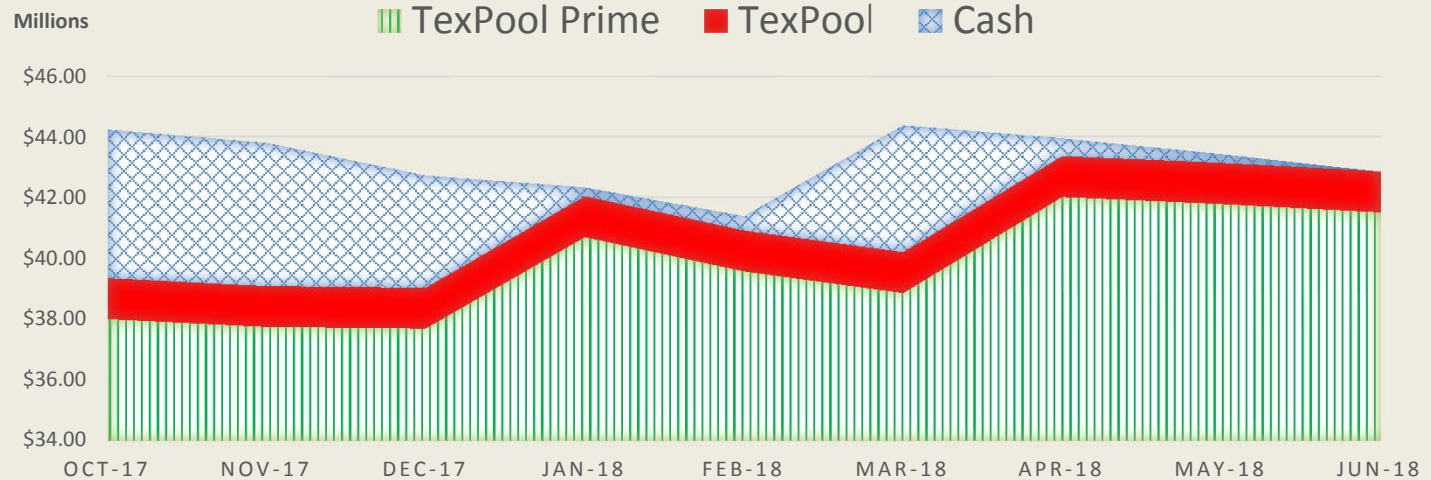


Date	Millions
October 31, 2017	\$2.2
November 30	\$3.0
December 31	\$10.0
January 31, 2018	\$16.0
February 28	\$5.0
March 31	\$5.2
April 30	\$5.3
May 31	\$5.5
June 30	\$6.0

- Debt Service follows the same cash inflow pattern as the General Fund.
- Disbursements occur in February, March, August, and September.
- The low point for the debt service fund is September 16th the day after our final interest payment for the fiscal year is made.



CAPITAL PROJECTS

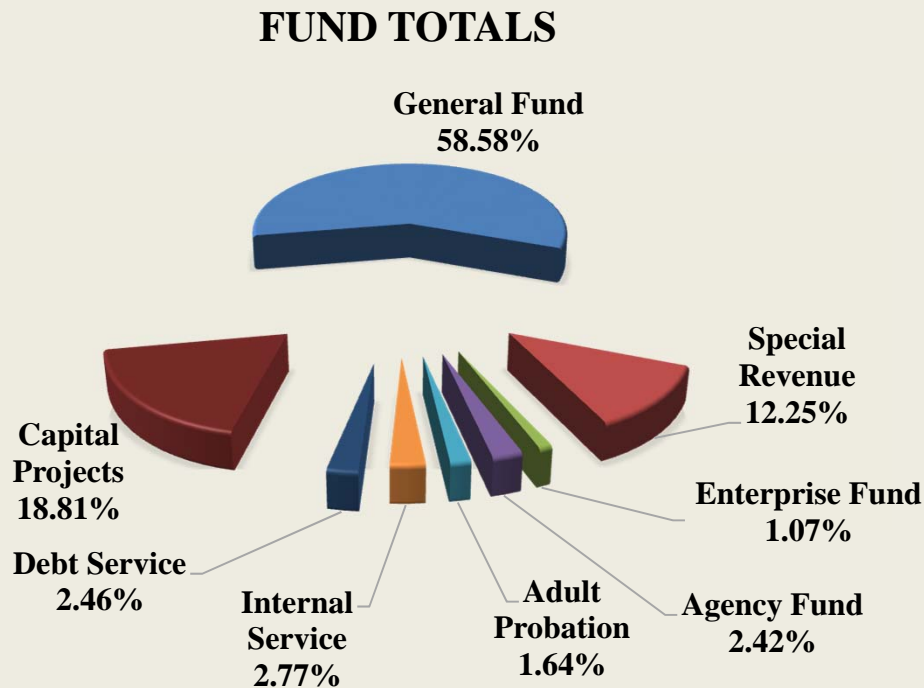


- The primary funding sources for the Capital Projects Fund is bond proceeds and the one cent from the Maintenance and Operations portion of the Ad Valorem taxes which funds the Capital Improvement Fund.
- The increase in March was due to the transfer of the one cent for small Capital Improvements of \$3,974,542 from General Fund to Capital Projects.



Investments by Fund Type

- As of June 30, 2018, the fund balances were:



Fund	Amount
General Fund	\$133,461,719
Capital Projects	\$42,861,628
Special Revenue	\$27,899,298
Agency Funds	\$9,253,270
Internal Service	\$6,301,676
Enterprise Fund	\$2,432,623
Debt Service	\$5,602,489



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Questions?

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