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2019 Investment highlights

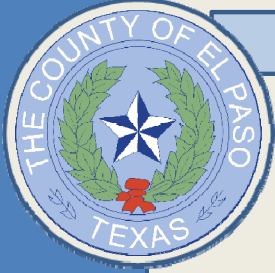
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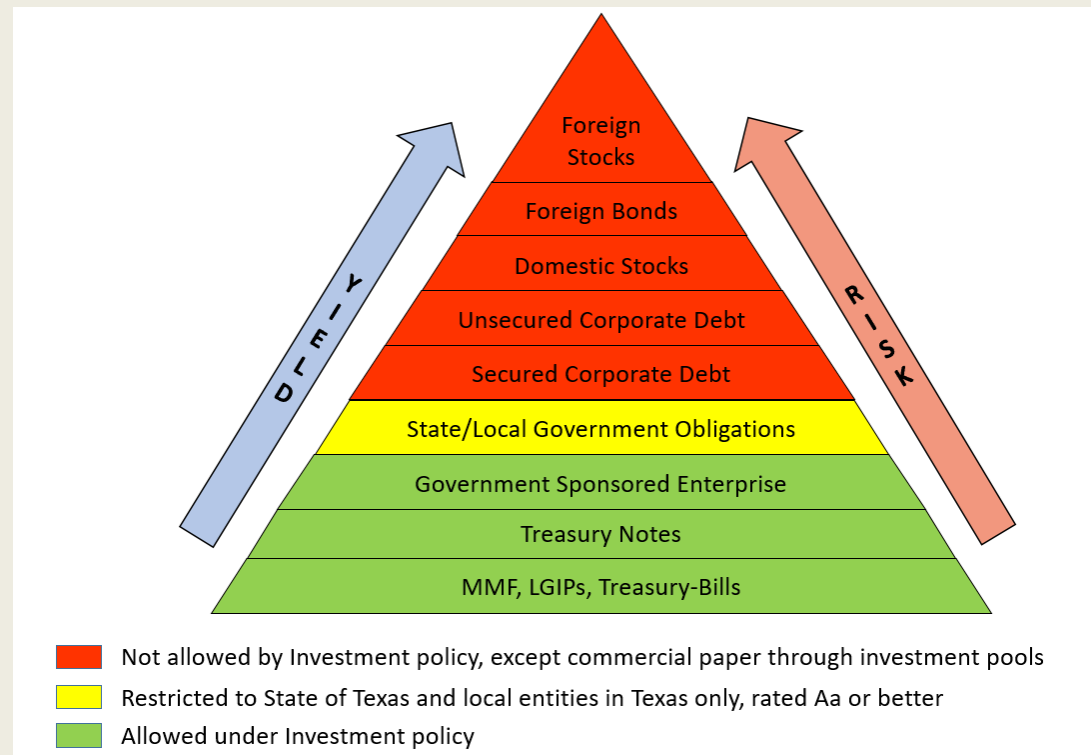
Quarterly Investment Update

Directly linked to the County Strategic Plan

- Investment Goals:
 - Goal 1 - Investing funds on the principles of
 1. Safety
 2. Liquidity
 3. Diversification
 - Goal 2 - Return on Investment



Investment Risk





Rate Comparison

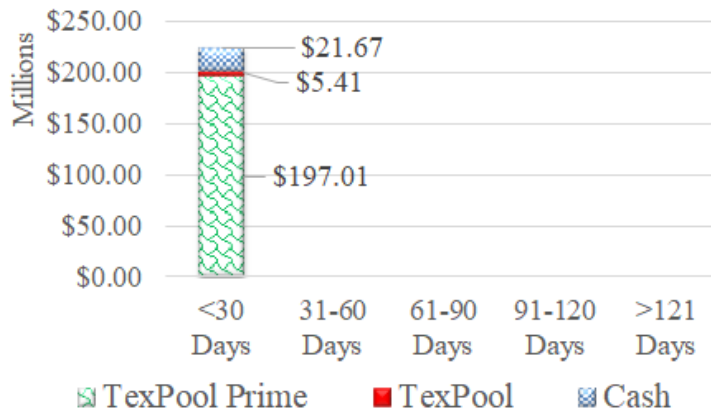
TexPool, TexPool Prime vs Treasuries



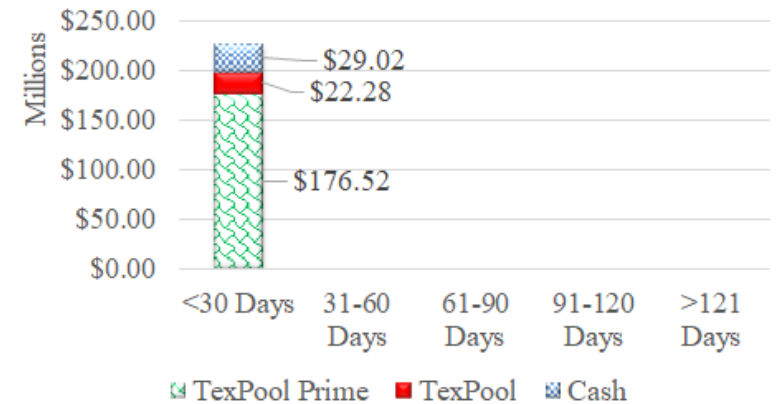
— Treasuries as of 6/30/2019 — TexPool Prime — TexPool



Investment Maturity Summary June 30, 2019



Investment Maturity Summary June 30, 2018



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, 2019, the percentages in cash, TexPool, and TexPool Prime were 9.67%, 2.41%, and 87.92%, respectively. The June 30, 2018, percentages in cash, TexPool, and TexPool Prime were 12.74%, 9.78% and 77.48%, respectively.

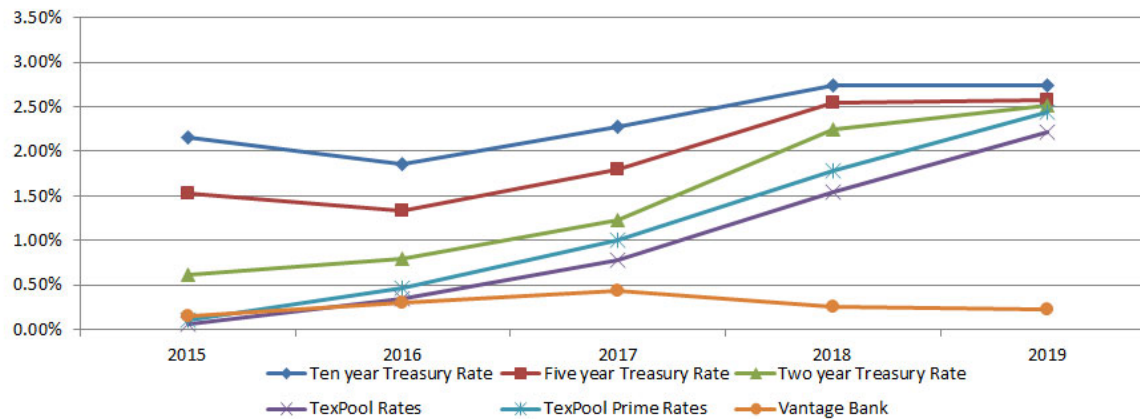
Total investments were \$224,095,672 for June 2019 compared to prior year of \$227,813,055, a decrease of \$3,717,383 .

The interest earned so far this year was \$3,715,018 compared to last year of \$2,287,263 an increase of \$1,427,755 or 62.42%.



Historical Market Environment

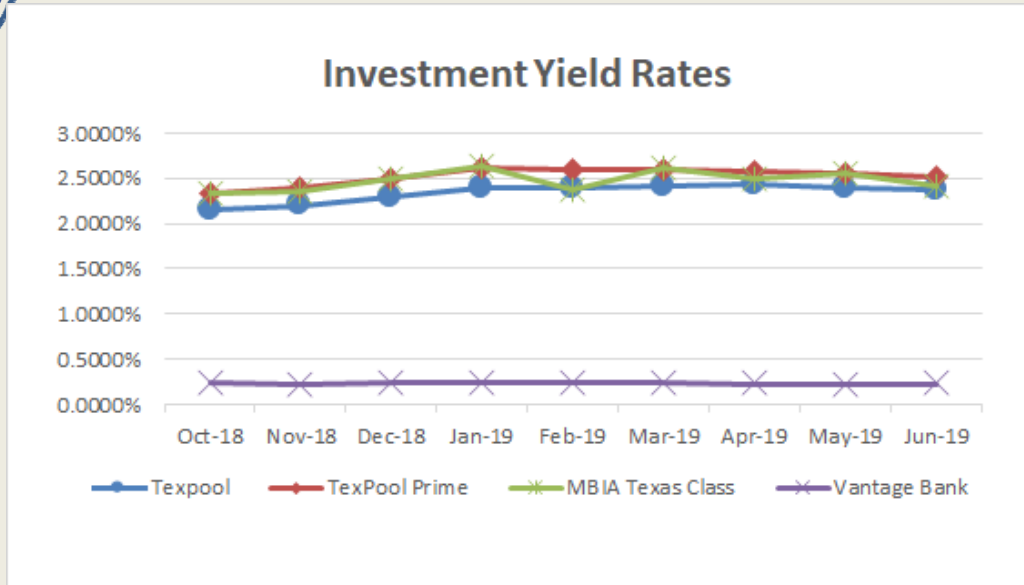
Key Interest Rates Averaged over a 12 month period



**Key Interest Rates
Averaged for the 12
Month period (averaged
over five years)**

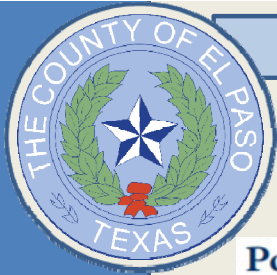
Ten Year Treasury	2.35%
Five Year Treasury	1.96%
Two Year Treasury	1.48%
TexPool	0.99%
TexPool Prime	1.15%
Vantage Bank	0.28%

- On December 20, 2018, the Federal Open Markets Committee increased the Fed Funds Rate of 2.25 percent by 25 basis points to 2.50. This was the first increase in interest rates for this fiscal year. On June 19, 2019, the FOMC chose to leave the rates the same.



Yields for June 2019	
Texas Class (not currently invested in)	2.4242%
TexPool Prime	2.5226%
TexPool	2.3812%
Vantage Bank	0.2281%

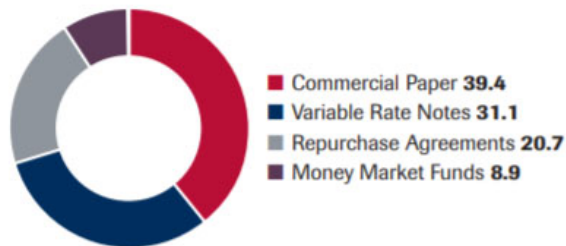
Above is a comparison of interest rates for the investment pools and Vantage Bank. The two highest yielding pools are TexPool Prime and Texas Class. TexPool Prime and Texas Class both contain Commercial Paper consisting of approximately 45 and 97 percent, respectively of the pools investments.



Prime Investment Pools

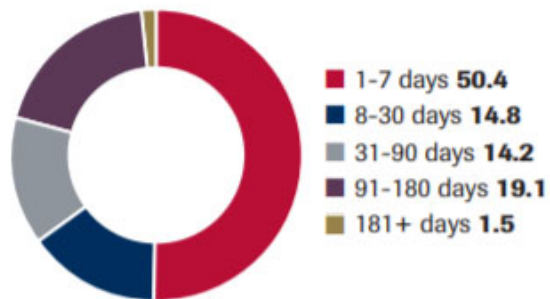
Portfolio by Type of Investment (%)

As of June 30, 2019

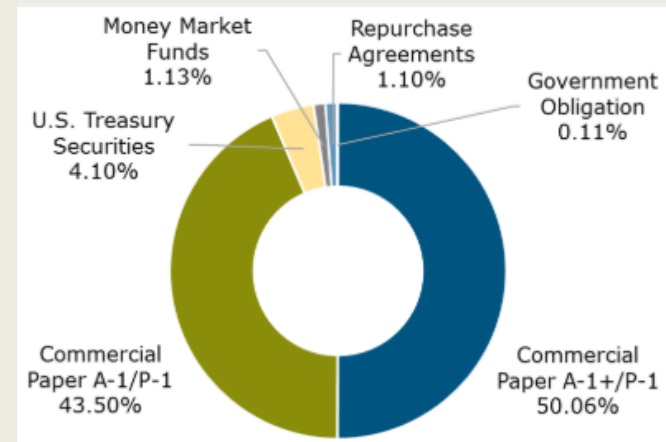


Portfolio by Maturity (%)

As of June 30, 2019



Source: TexPool July 2019 Monthly Newsletter



Texas CLASS Portfolio Breakdown

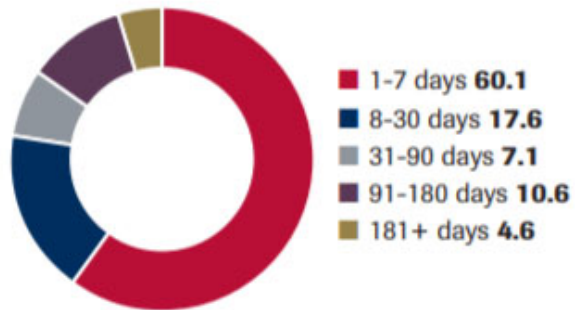
Source: Texas Class Website – Portfolio Characteristics as of June 30, 2019



TexPool

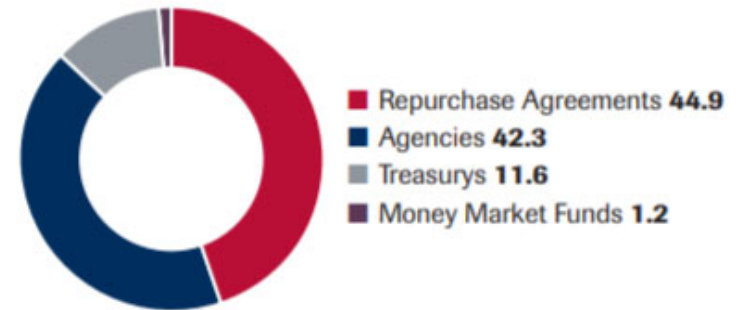
Portfolio by Maturity (%)

As of June 30, 2019

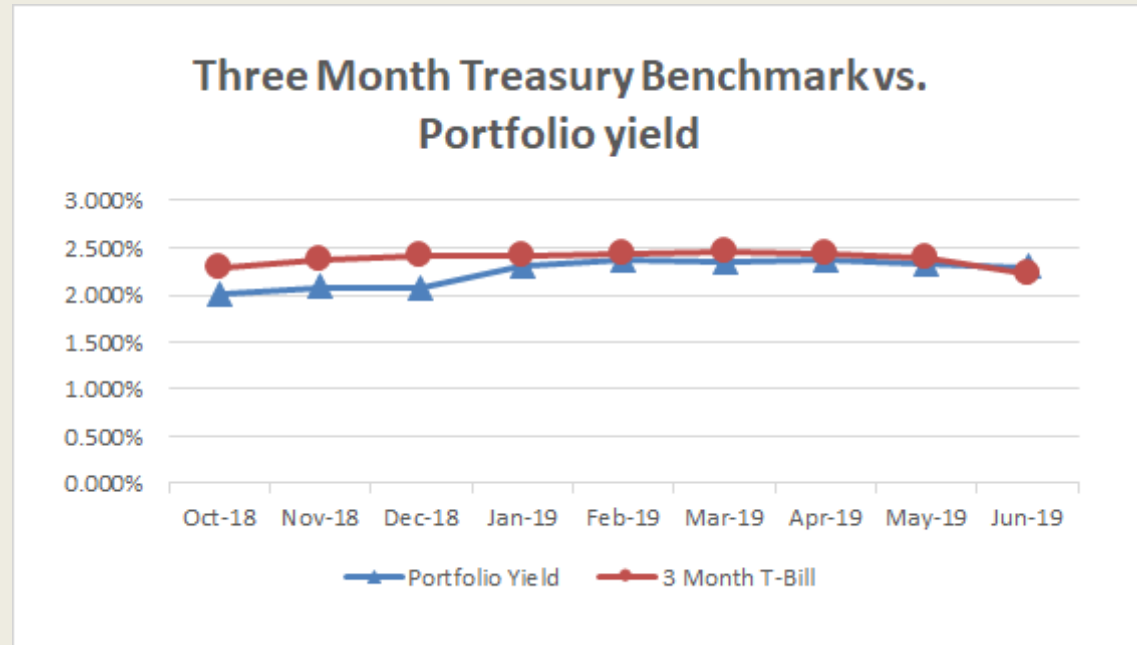


Portfolio by Type of Investment (%)

As of June 30, 2019



Source: TexPool July 2019 Monthly Newsletter

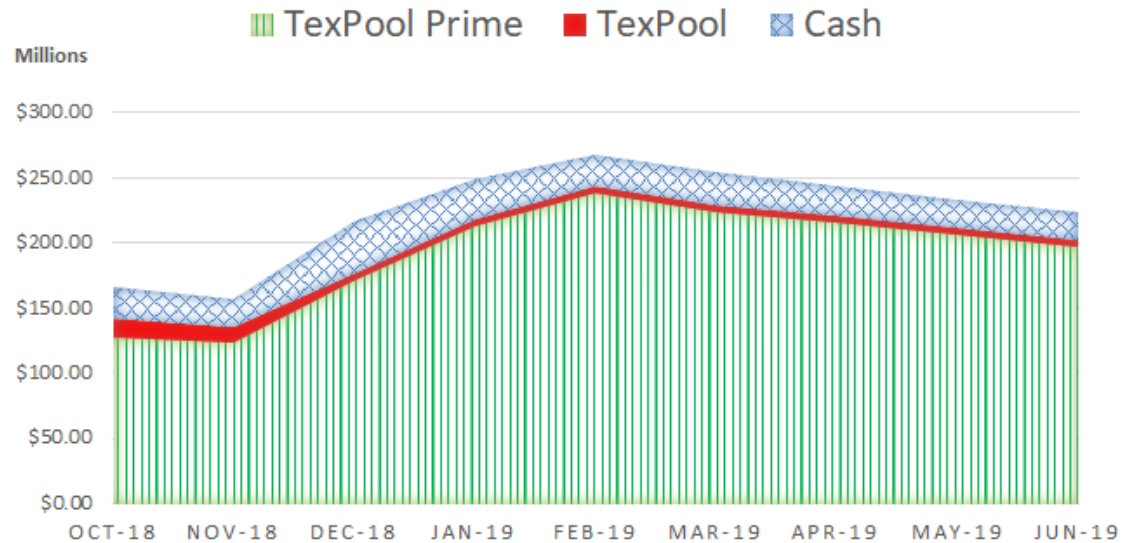


The County had an weighted average yield 2.297% as of June 30, 2019, to the 90-day treasury benchmark of 2.220% resulting the County being 7.73 basis points above the benchmark for the month.



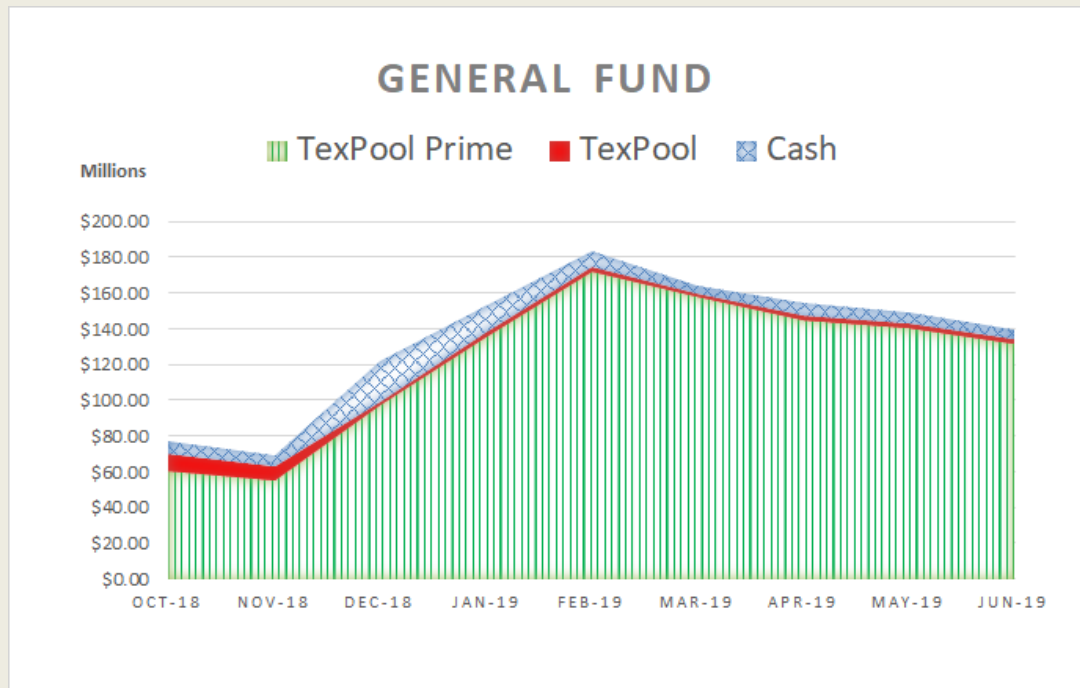
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COMBINED ALL FUNDS AT MONTH END



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

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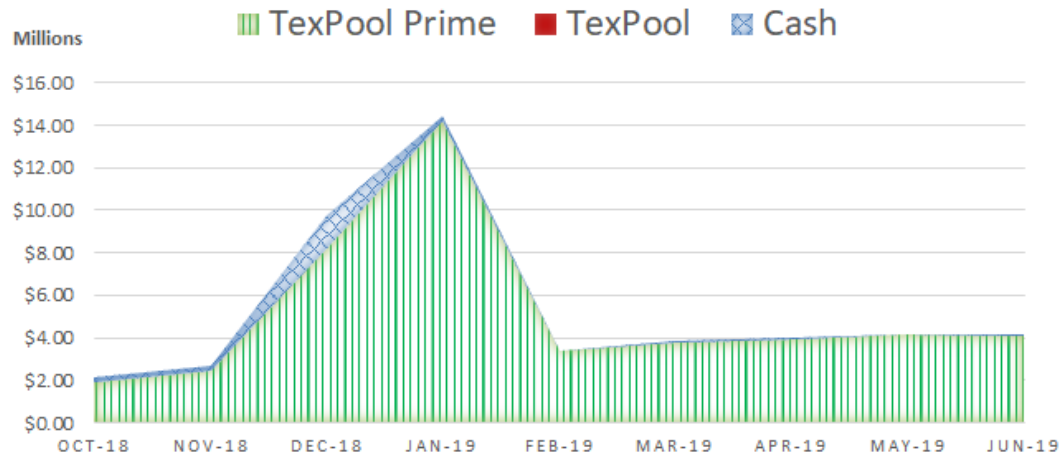


Date	Millions
October 31, 2018	\$76.7
November 30	\$69.5
December 31	\$121.6
January 31, 2019	\$152.4
February 28	\$183.1
March 31	\$163.8
April 30	\$154.2
May 31	\$149.5
June 30	\$139.9

- Investable funds reach 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.

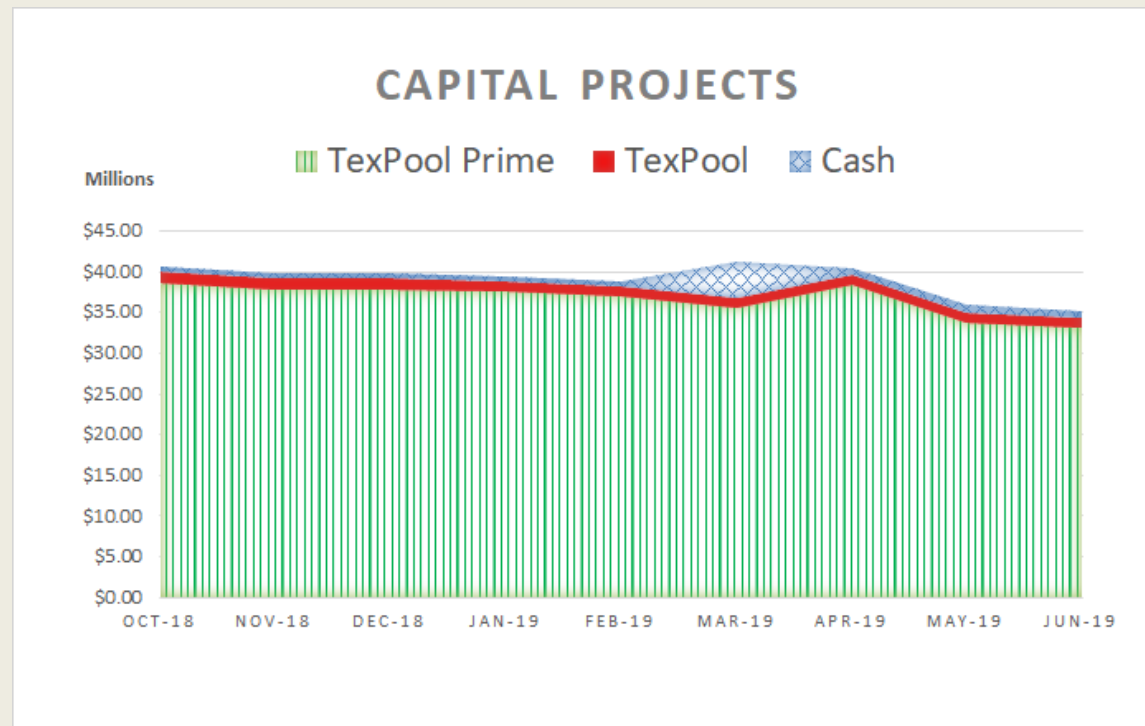
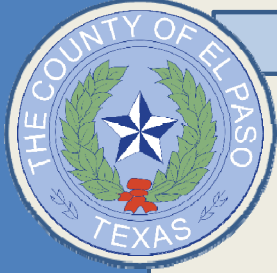


DEBT SERVICE

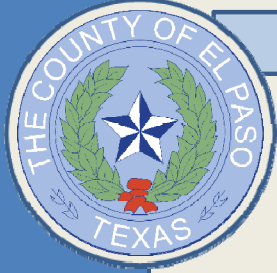


Date	Millions
October 31, 2018	\$2.1
November 30	\$2.7
December 31	\$9.8
January 31, 2019	\$14.4
February 28	\$3.4
March 31	\$3.9
April 30	\$4.0
May 31	\$4.2
June 30	\$4.1

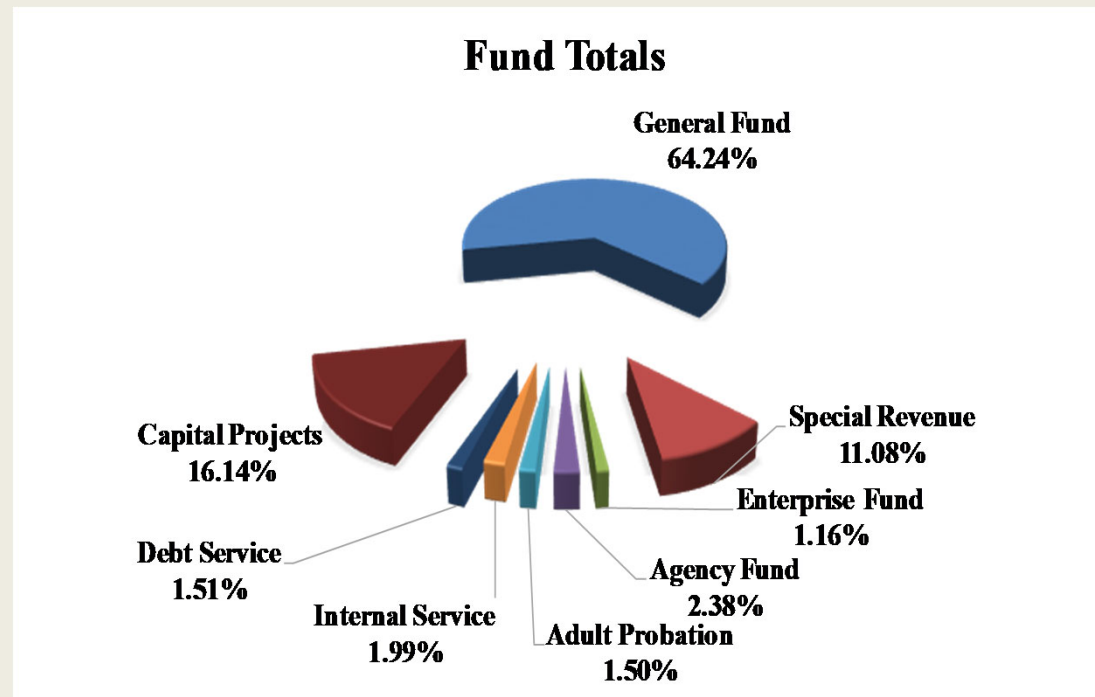
- Debt Service follows the same cash inflow pattern as the General Fund.
- Disbursements occur in February, March, August, and September.
- The low point for the debt service fund is September 16th the day after our final interest payment for the fiscal year is made.



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.



Investments by Fund Type





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Questions?

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