



DATA SHEET
Agenda No. 7.

Meeting Date: December 6, 2018

Agenda Item:

Accept Quarterly Investment Report for the period ended September 30, 2018.

Placement:	<input checked="" type="checkbox"/> Consent	<input type="checkbox"/> Individual Consideration	<input type="checkbox"/> Executive Session
Vote:	<input checked="" type="checkbox"/> Non-Weighted	<input type="checkbox"/> Weighted Capital	
Recommending Department: Business Department			

Background:

As required by the District's Investment Policy, the Investment Officers submit an investment report each quarter. As of September 30, 2018, the District's cash and investments totaled \$90,786,190.23, a decrease of approximately \$18.195 million from the previous quarter. The decrease in cash and investments is largely due to debt service payments made on August 1st.

For the quarter, average earnings on all investments was 1.90%, an increase of 16 basis points (0.16%) from the prior quarter. A steadily improving economy has allowed for a gradual increase in average interest earnings.

Financial:

N/A

Recommendation:

In an effort to simplify and conserve, the detailed Investment Portfolio Summary prepared by First Southwest Asset Management that previously was enclosed is now being posted online. The enclosed Investment Report contains the relevant information normally needed by Board and Staff. If you wish to have a hard copy of the Investment Portfolio Summary, or for more information regarding the Investment Report, please contact Lester Harris at (972)219-1228.

Recommend acceptance of the enclosed Investment Report.

Submitted By:


Lester Harris, Accounting Manager

Date: November 30, 2018



MEMORANDUM

TO: Board of Directors
FROM: Investment Officers
DATE: December 1, 2018
SUBJECT: Quarterly Investment Report for September 30, 2018

As of September 30, 2018, the District's funds are held in TexPool accounts (87.69%), U.S. Treasury Securities (6.57%) and bank accounts (5.74%). Short-term construction funds and excess operating cash are invested primarily in TexPool – as contrasted with a bank account used for liquidity purposes.

The net market value of all of the District holdings at September 30, 2018 is \$90,786,190.23. The components are as follows:

<u>Type of Holding</u>	<u>Market Value</u>	<u>Weighted Average Maturity</u>	<u>Average Yield</u>
TexPool	\$79,613,097.56	1 day	1.995%
Cash in Bank	\$ 5,208,572.67	1 day	.400%
U.S. Treasury Securities	\$ 5,964,520.00	157 days	1.975%

Market value for cash in bank and TexPool represents the actual balance in the accounts per the end-of-the-month bank statements, and does not take into account checks that may be outstanding or deposits that may be in transit.

The details and breakout of the District holdings are reflected in the Quarterly Investment Portfolio Summary prepared by First Southwest Asset Management (FSAM) in accordance with the contract between FSAM and UTRWD. The Quarterly Investment Report has been prepared in accordance with the Texas Public Funds Investment Act and the District's internal Investment Policy/Strategy.

All District funds have been invested in accordance with the existing investment policy. Maturities have been planned to meet expected cash flows. All District investments are rated AAA or its equivalent by a nationally recognized investment rating firm, and principal is not at risk as long as securities are held to maturity.

Respectfully submitted,

Larry N. Patterson
Executive Director

William A. Greenleaf
Director of Business
Services

Ramiro Lopez, Treasurer
Board of Directors