

January 23, 2017

*The Honorable Commissioner's Court
Erath County Courthouse
Stephenville, Texas 76401*

Honorable Members of the Court:

In compliance with House Bill 2459, Public Funds Investment Act, this investment report for the quarter ending December 31, 2016 is submitted for your review and for recording in the minutes of the court.

These investments have been made in compliance with Erath County's investment policy. It will be the objective of the county to earn the maximum rate of return allowed on its investments within the policies imposed by its safety and liquidity objectives.

In accordance with House Bill 2459, Erath County has diversified its portfolio. The total balance of all funds is \$18,375,495.54. Erath County has 16% in Cash Management Accounts, 45% Certificates of Deposits, 18% in Texpool and 22% CD's Raymond James purchased through First Financial Brokerage Service . The deposits and withdrawals of the accounts are listed on the following page.

Investments are made with the intention of holding to maturity, but with the ability to liquidate should funds be needed. Total interest earned for the quarter ending December 31, 2016 is \$21,451.85. The average rate of return for the quarter being 0.52%.

It is an honor for me, as your County Treasurer to serve the Court and the citizens as the Certified Investment Officer for Erath County.

Respectfully Submitted

*Donna Kelly
Erath County Treasurer*

4th quarter 2016

CERTIFICATES OF DEPOSIT

| Matured CD NUMBER | PRINCIPAL | PURCHASED DATE | MATURITY DATE | RATE | QTRLY ACCRUED |
|-----------------------|---------------------|-------------------|------------------|------|----------------|
| | | | | | INTEREST |
| General 51040042417 | 4,500,000.00 | 3/7/2014 | 8/28/2016 | .56 | 6214.00 |
| General 510400424636 | 3,005,152.71 | 4/15/2016 | 4/15/2017 | .40 | 2594.23 |
| #1 51040041902 | 105,000.00 | 6/15/2016 | 5/28/2017 | .74 | 95.77 |
| #2 51040041902 | 213,000.00 | 9/15/2016 | 5/28/2017 | .74 | 194.27 |
| #3 51040041902 | 168,000.00 | 6/15/2016 | 5/28/2017 | .74 | 153.22 |
| #4 51040041902 | 139,000.00 | 6/15/2016 | 5/28/2017 | .74 | 126.77 |
| Total for CD's | 8,130,152.71 | | | | 9378.26 |

| CDARS-Raymond James First Financial Brokerage Service | BALANCE 9/30/16 | DEPOSITS | WITHDRAWALS | INTEREST EARNED | Unrealized loss/gain | ENDING BALANCE 12/31/16 |
|--|----------------------------|---------------------|--------------------|----------------------------|----------------------|------------------------------------|
| | 6,056,769.53 | 0.00 | (2,050,124.12) | 6317.32 | -8704.50 | 4,004,258.23 |
| FIRST FINANCIAL CASH MGMT ACCOUNTS | BALANCE 9/30/16 | DEPOSITS | WITHDRAWALS | INTEREST EARNED | | ENDING BALANCE 12/31/16 |
| GENERAL | 402,843.20 | 1,500,000.00 | 350,000.00 | 63.77 | | 1,552,906.97 |
| PRECINCT 1 | 518,517.55 | 0.00 | 150,000.00 | 434.82 | | 368,952.37 |
| PRECINCT 2 | 336,139.29 | 0.00 | 75,000.00 | 246.96 | | 261,386.25 |
| PRECINCT 3 | 533,803.41 | 0.00 | 0.00 | 489.85 | | 534,293.26 |
| PRECINCT 4 | 243,196.02 | 0.00 | 85,000.00 | 188.72 | | 158,384.74 |
| CH SECURITY | 7,758.49 | 0.00 | 0.00 | 7.12 | | 7,765.61 |
| CO CLERK MGMT | 3,463.85 | 0.00 | 0.00 | 3.18 | | 3,467.03 |
| PRESERVE | 22,986.64 | 0.00 | 0.00 | 21.09 | | 23,007.73 |
| COUNTY ATTY HOT | 2,234.05 | 0.00 | 0.00 | 2.05 | | 2,236.10 |
| TOTAL | 2,070,942.50 | 1,500,000.00 | 660,000.00 | 1,457.56 | | 2,912,400.06 |

Average Yield SB&T

.15 .15 .15

TEXPOOL

| ACCOUNTS | BALANCE 9/30/16 | DEPOSITS | WITHDRAWALS | INTEREST EARNED | ENDING BALANCE 12/31/16 |
|---------------------------------|---------------------|----------|---------------------|--------------------|----------------------------|
| GENERAL | 2,251,314.23 | 0.00 | 1,600,000.00 | 1,364.85 | 652,679.08 |
| PRECINCT 1 | 155,948.66 | 0.00 | 50,000.00 | 123.97 | 106,072.63 |
| PRECINCT 2 | 539,780.44 | 0.00 | 100,000.00 | 510.68 | 440,291.12 |
| PRECINCT 3 | 721,752.21 | 0.00 | 200,000.00 | 623.32 | 522,375.53 |
| PRECINCT 4 | 244,259.53 | 0.00 | 50,000.00 | 215.89 | 194,475.42 |
| ADULT PROB. | 45,669.39 | 0.00 | 0.00 | 47.62 | 45,717.01 |
| INDIGENT HEALTH | 777,963.69 | 0.00 | 0.00 | 810.07 | 778,773.76 |
| 2010 Certificates of obligation | 48,273.72 | 0.00 | 0.00 | 50.33 | 48,324.05 |
| SECURITY | 203,144.35 | 0.00 | 0.00 | 211.52 | 203,355.87 |
| CC RECORDS | 194,900.30 | 0.00 | 0.00 | 202.96 | 195,103.26 |
| PRESERVE | 132,001.05 | 0.00 | 0.00 | 137.50 | 132,138.55 |
| TOTAL | 5,315,007.57 | | 2,000,000.00 | 4,298.71 | 3,319,306.28 |

Average Yield

0.38 0.39 0.44

QUARTER TOTAL \$ 21,572,872.31 \$ 1,500,000.00 \$ 2,660,000.00 21,451.85 \$ 18,375,495.54