



## STAFF REPORT

**DATE:** December 12, 2017

**TO:** Ronald L. Olson, City Manager

**FROM:** Jonathan Locke, Executive Director of Finance

**SUBJECT:** Quarterly Investment Report

### **BACKGROUND AND FINDINGS:**

The attached investment report summarizes all investment activity for the quarter that ended September 30, 2017. The highlights of the report are as follows:

	Apr - Jun 2017	Jul - Sep 2017	Change
Interest Income	\$210,734	\$203,819	-3.28%
Investment Balance	\$86,445,046	\$67,401,377	-22.03%
Average Yield	1.07%	1.15%	0.08%

### **THE ALTERNATIVES CONSIDERED:**

**Which alternative is recommended? Why?**

N/A

### **CONFORMITY TO CITY POLICY:**

The City of Killeen's investment policy requires that a quarterly report of investment activity be submitted to the City Council within a reasonable time after the end of each quarter. The quarterly report shall include a detailed description of the investment position of the City, summarize the investment activity in each pooled fund group, state the total rate of return on the investment portfolio, and contain information regarding the market value and book values of each separately invested asset. The report also states the compliance of the investment portfolio of the City as it relates to the investment strategy expressed in the City's policy and the relevant provisions of the Public Funds Investment Act.

### **FINANCIAL IMPACT:**

Our investment portfolio directly impacts our interest earnings and aligns with current budgeted amounts.

**What is the amount of the expenditure in the current fiscal year? For future years?**

N/A

**Is this a one-time or recurring expenditure?**

N/A

**Is this expenditure budgeted?**

N/A

**If not, where will the money come from?**

N/A

**Is there a sufficient amount in the budgeted line-item for this expenditure?**

N/A

**RECOMMENDATION:**

Staff recommends that the City Council approve the attached investment report for the quarter that ended September 30, 2017.

**DEPARTMENTAL CLEARANCES:**

Legal

**ATTACHED SUPPORTING DOCUMENTS:**

Quarterly Investment Report