

MEMO

TO: City of Bryan Investment Committee

FROM: Joe Hegwood - Chief Financial Officer



SUBJECT: Investment Report at 6/30/16

DATE: July 28, 2016

Attached are the City of Bryan and the BTU City and Rural Investment Reports for the quarter ended June 30, 2016. This report is submitted in compliance with the City of Bryan's Investment Policy. It is the policy of the City of Bryan to invest public funds in a manner that will ensure the preservation of capital, meet daily cash flow demands, conform to all applicable State and Local statutes governing the investment of public funds and provide reasonable investment returns. Included along with the Investment Report is supplemental information comprised of an Investment Safekeeping Report, a Depository Collateralization Summary and Cash Flow Projections.

During the quarter, the City of Bryan's investment balance decreased by \$8.7 million due to budgeted spending. The City's weighted average maturity is 298 days and yield to maturity on investments is approximately 0.647%.

During the quarter, BTU's investment balance increased slightly. BTU's weighted average maturity is 419 days for BTU-City and 146 days for BTU-Rural. Yield-to-maturity on investments is approximately 0.830% for BTU-City and 0.654% for BTU-Rural.

City of Bryan

**Investment Report
As of June 30, 2016**



CITY OF BRYAN
The Good Life, Texas Style.™

Unaudited

City of Bryan Portfolio
Quarterly Summary

Total Portfolio Summary				
		Current Month 6/30/2016	Prior Quarter 3/31/2016	Change From Prior
Book Value	\$	106,787,472	\$ 115,443,168	\$ (8,655,696)
Market Value		107,138,505	115,709,405	(8,570,900)
Market Value%		100.33%	100.23%	0.098%
Weighted Average Maturity - Days		298 days	194 days	123 days
Weighted Average Yield		0.647%	0.520%	0.127%
6 month Treasury Bill		0.080%	0.080%	0.000%
Fed Funds Target Rate		0.25%-0.50%	0.25%-0.50%	0.00%

Type Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
Pooled	\$ 5,014,452	4.70%	1	0.061%
Agency	44,993,845	42.13%	643	0.962%
Operating	9,329,827	8.74%	1	0.000%
IMMA	47,449,348	44.43%	1	0.400%
	\$ 106,787,472	100.00%	298	0.647%

Issuer Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
FNMA	\$ 12,008,005	11.24%	475	1.127%
FHLB	14,020,728	13.13%	586	0.973%
FFCB	4,011,161	3.76%	1029	1.004%
FHLMC	\$ 14,953,951	14.00%	914	1.263%
BB&T Operating	9,329,827	8.74%	1	0.000%
BB&T IMMA	47,449,348	44.43%	1	0.400%
TexSTAR	2,508,102	2.35%	1	0.070%
TexPool	2,506,350	2.35%	1	0.052%
	\$ 106,787,472	100.00%	298	0.647%

Maturity Breakdown:	Book Value	Percent
Less Than 90 Days	\$ 65,792,800	61.61%
90 to 180 Days	-	0.00%
181 to 365 Days	18,001,756	16.86%
More Than 365 Days	22,992,917	21.53%
	\$ 106,787,472	100.00%

Call Breakdown:	Book Value	Percent
Less Than 90 Days	\$ -	0.00%
90 to 180 Days	3,000,000	2.81%
181 to 365 Days	-	0.00%
More Than 365 Days	-	0.00%
	\$ 3,000,000	2.81%

City of Bryan Portfolio
Detailed Holdings as of
June 30, 2016

Description	Type	CUSIP	Cpn	Settle Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost	Book Value	Mkt Price	Mkt Value	Days to Mat	YTM	Days to Call
FHLMC	Agency	3137EADC0	1.000%	03/31/16	03/08/17		5,000,000	100.326	5,016,301	5,011,964	100.265	5,013,250	251	0.651%	-
FHLMC	Agency	3137EADP1	0.875%	03/26/14	03/07/18		3,000,000	97.915	2,937,449	2,973,323	100.308	3,009,240	615	1.420%	-
FHLMC	Agency	3134G8WK1	1.700%	04/28/16	01/28/21	10/28/16	3,000,000	100.000	3,000,000	3,000,000	100.123	3,003,681	1673	1.700%	120.00
FHLMC	Agency	3137EADR7	1.375%	05/22/15	05/01/20		4,000,000	98.990	3,959,607	3,968,665	101.536	4,061,440	1401	1.588%	-
FNMA	Agency	3135G0G72	1.125%	03/31/16	12/14/18		2,000,000	100.586	2,011,716	2,010,637	100.926	2,018,520	897	0.905%	-
FNMA	Agency	3135G0XP3	0.375%	08/22/13	07/05/16		2,000,000	98.909	1,978,184	1,999,896	99.992	1,999,840	5	0.760%	-
FNMA	Agency	3135G0YE7	0.625%	08/22/13	08/26/16		2,000,000	99.302	1,986,040	1,999,277	100.028	2,000,560	57	0.860%	-
FNMA	Agency	3135G0ZB2	0.750%	03/26/14	04/20/17		3,000,000	99.235	2,977,050	2,993,981	100.126	3,003,780	294	1.004%	-
FNMA	Agency	3135G0ZA4	1.875%	03/26/14	02/19/19		3,000,000	100.261	3,007,830	3,004,214	102.800	3,084,000	964	1.819%	-
FFCB	Agency	3133EFW52	1.150%	04/01/16	07/01/19		3,000,000	100.351	3,010,530	3,009,731	100.664	3,019,928	1096	1.040%	-
FFCB	Agency	3133EFX69	0.960%	04/05/16	10/05/18		1,000,000	100.158	1,001,579	1,001,430	100.408	1,004,077	827	0.896%	-
FHLB	Agency	313378J77	1.875%	03/06/15	03/13/20		4,000,000	100.845	4,033,800	4,024,917	103.088	4,123,511	1352	1.699%	-
FHLB	Agency	3130A7P25	0.625%	04/04/16	04/04/17		10,000,000	99.945	9,994,500	9,995,811	100.031	10,003,051	278	0.680%	-
TexSTAR - Depository	Investment Pool						2,508,102		2,508,102	2,508,102		2,508,102	1	0.070%	-
TexPool - Depository	Investment Pool						2,506,350		2,506,350	2,506,350		2,506,350	1	0.052%	-
BB&T - Money Market	Insured Money Market Acct (IMMA)						47,449,348		47,449,348	47,449,348		47,449,348	1	0.400%	-
BB&T - Depository	Operating Account						9,329,827		9,329,827	9,329,827		9,329,827	1	0.000%	-
							\$ 106,793,627		\$ 106,708,213	\$ 106,787,472		\$ 107,138,505	298	0.647%	

City of Bryan Portfolio Details
 Maturing Items FY16

6/30/2016

Issuer	Type	CUSIP	Cpn	Settle Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost	Book Value	Mkt Price	Mkt Value
FFCB	Agency	3133XXP43	0.03125	8/22/2013	3/11/2016		2,000,000.00	106.1580	2,123,160.00	2,001,453.61	100.081	2,001,612.60
							\$ 2,000,000	\$ 2,123,160				

City of Bryan Portfolio Details
Purchased Items FY16

6/30/2016

Fund	Issuer	Type	CUSIP	Cpn	Settle Date	Maturity Date	Call Date	Par Value	Purch Price	Purchase Cost
Pooled	FHLMC	Agency	3137EADCO	1.000%	3/31/2016	3/8/2017		5,000,000	100.390	5,019,496
Pooled	FNMA	Agency	3135G0G72	0.905%	3/31/2016	12/14/2018		2,000,000	100.920	2,018,403
Pooled	FFCB	Agency	3133EFW52	1.150%	4/1/2016	7/1/2019		3,000,000	100.351	3,010,530
Pooled	FHLB	Agency	3130A7P25	0.625%	4/4/2016	4/4/2017		10,000,000	99.945	9,994,500
Pooled	FHLMC	Agency	3134G8WK1	1.700%	4/28/2016	1/28/2021		3,000,000	100.000	3,000,000
Pooled	FFCB	Agency	3133EFX69	0.960%	4/5/2016	10/5/2018		1,000,000	100.158	1,001,579
								\$ 24,000,000		\$ 24,044,508

City of Bryan Portfolio Details
Called Items FY16

6/30/2016

Fund	Issuer	Type	CUSIP	Cpn	Settle Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost	
								\$	-	\$	-

City of Bryan Portfolio Details

Investment Accretion/Amortization Schedule

This schedule reports the most recent months amortization of premiums and discounts on investments.

Amortization and Accretion is recorded ratably over the life of the investment.

Issuer	CUSIP	Settle Date	YTM	Maturity Date	Par Value/Orig Face	Purch Price	Prin + Int Purch Price	Beginning BV	Accretion/ (Ammortization)	Ending BV
FHLMC	3137EADC0	03/31/16	0.651%	03/08/17	5,000,000	100	5,016,301	5,013,394	1,430	5,011,964
FHLB	3130A7P25	04/04/16	0.680%	04/04/17	10,000,000	100	9,994,500	9,995,359	(452)	9,995,811
FNMA	3135G0G72	03/31/16	0.905%	12/14/18	2,000,000	101	2,011,716	2,010,992	356	2,010,637
FNMA	3135G0XP3	08/22/13	0.760%	07/05/16	2,000,000	99	1,978,184	1,999,271	(625)	1,999,896
FNMA	3135G0YE7	08/22/13	0.860%	08/26/16	2,000,000	99	1,986,040	1,998,896	(381)	1,999,277
FNMA	3135G0ZB2	03/26/14	1.004%	04/20/17	3,000,000	99	2,977,050	2,993,367	(614)	2,993,981
FNMA	3135G0ZA4	03/26/14	1.819%	02/19/19	3,000,000	100	3,007,830	3,004,346	131	3,004,214
FHLMC	3137EADP1	03/26/14	1.420%	03/07/18	3,000,000	98	2,937,449	2,972,021	(1,301)	2,973,323
FFCB	3133EFX69	04/05/16	0.896%	10/05/18	1,000,000	100	1,001,579	1,001,482	52	1,001,430
FFCB	3133EFW52	04/01/16	1.040%	07/01/19	3,000,000	100	3,010,530	3,009,997	266	3,009,731
FHLB	313378J77	03/06/15	1.699%	03/13/20	4,000,000	101	4,033,800	4,025,470	553	4,024,917
FHLMC	3137EADR7	05/22/15	1.588%	05/01/20	4,000,000	99	3,959,607	3,967,994	(671)	3,968,665
FHLMC	3134G8WK1	04/28/16	1.700%	01/28/21	3,000,000	100	3,000,000	3,000,000	-	3,000,000
					\$ 45,000,000		\$ 44,914,586	\$ 44,992,589	\$ (1,256)	\$ 44,993,845

Investment Policy Compliance Checklist
City of Bryan
June 30, 2016

Compliant:	Investment Limits
<input type="checkbox"/> Yes	At all times, maintain at least ten (10) percent of its total portfolio in investments maturing in 90 days or less. (see pg 1)
<input type="checkbox"/> Yes	Investment in any single money market fund or investment pool shall never exceed fifteen (15) percent of the total assets of the money market fund or pool. (see pg 1)
<input type="checkbox"/> Yes	No more than twenty (20) percent of monthly average balance may be invested in money market mutual funds. (n/a)
<input type="checkbox"/> Yes	Agencies and Instrumentalities shall not constitute more than seventy (70) percent of the portfolios of total available funds and no single agency or instrumentality shall account for more than twenty (20) per cent of the portfolio of total available funds. (see pg 1)
<input type="checkbox"/> Yes	Certificates of deposit shall not make up more than twenty (20) percent of total available funds. (n/a)
<input type="checkbox"/> Yes	Repurchase agreements shall not make up more than twenty (20) percent of total available funds. (n/a)
<input type="checkbox"/> Yes	Commercial paper shall not make up more than twenty (20) percent of total available funds. (n/a)
<input type="checkbox"/> Yes	Collateralized Mortgage Obligations (CMOs) and other derivatives such as inverse floaters and other mortgage backed securities that pay only the interest (IO) or principal (PO) portion of the mortgage payment are strictly prohibited as both direct investments and collateral. (n/a)
<input type="checkbox"/> Yes	The weighted average maturity of all securities and CD's in the investment portfolios at any given time including cash or demand deposits shall not exceed three years. (see pg 1)
<input type="checkbox"/> Yes	Any Certificate of Deposit or Repurchase Agreements exceeding FDIC insurance limits shall be collateralized at 102% of face amount. (n/a)

Bryan Texas Utilities
Investment Report
As of June 30, 2016



BTU City Portfolio
Quarterly Summary

Total Portfolio Summary			
	Current Month 6/30/2016	Prior Quarter 3/31/2016	Change
Book Value	\$ 78,406,013	\$ 78,351,328	\$ 54,685
Market Value	78,842,658	78,655,558	\$ 187,100
Market Value%	100.56%	100.39%	0.17%
Weighted Average Maturity - Days	419 days	313 days	106
Weighted Average Yield	0.83%	0.74%	0.09%
6 Month Treasury Bill	0.36%	0.39%	
Fed Funds Target Rate	0.25% - 0.50%	0.25% - 0.50%	

Type Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
Bank Deposit	\$ 21,622,714	27.58%	1	0.345%
Money Market Account	18,752,760	23.92%	1	0.400%
Investment Pool	3,015,138	3.85%	1	0.393%
Agency	35,015,401	44.66%	937	1.398%
	\$ 78,406,013	100.00%	419	0.83%

Issuer Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
BB&T - Depository	\$ 21,622,714	27.58%	1	0.345%
BB&T - Money Market	18,752,760	23.92%	1	0.400%
TexSTAR - Depository	3,015,138	3.85%	1	0.393%
FNMA Note	9,966,140	12.71%	784	1.454%
FHLB Note	14,044,976	17.91%	958	1.448%
FHLMC Note	9,001,425	11.48%	1097	1.368%
FFCB Note	2,002,860	2.55%	827	0.896%
	\$ 78,406,013	100.00%	419	0.830%

Maturity Breakdown:	Book Value	Percent
Less Than 90 Days	\$ 43,390,612	55.34%
90 to 180 Days	2,006,371	2.56%
181 to 365 Days	5,000,893	6.38%
More Than 365 Days	28,008,137	35.72%
	\$ 78,406,013	100.00%

Call Breakdown:	Book Value	Percent
Less Than 90 Days	-	0.00%
90 to 180 Days	-	0.00%
181 to 365 Days	-	0.00%
More Than 365 Days	-	0.00%
	-	0.00%

**BTU Rural Portfolio
Quarterly Summary**

Total Portfolio Summary			
	Current Month 6/30/2016	Prior Quarter 3/31/2016	Change
Book Value	\$ 6,202,073	\$ 5,933,453	\$ 268,620
Market Value	6,217,260	5,947,997	\$ 269,263
Market Value%	100.24%	100.25%	0.00%
Weighted Average Maturity - Days	146 days	183 days	(37)
Weighted Average Yield	0.66%	0.67%	-0.01%
6 Month Treasury Bill	0.36%	0.39%	
Fed Funds Target Rate	0.25% - 0.50%	0.25% - 0.50%	

Type Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
Bank Deposit	\$ 129,716	2.09%	1	0.159%
Money Market Account	4,083,204	65.84%	1	0.400%
Agency	1,989,153	32.07%	454	1.209%
	\$ 6,202,073	100.00%	146	0.654%

Issuer Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
BB&T - Depository	\$ 129,716	2.09%	1	0.159%
BB&T - Money Market	4,083,204	65.84%	1	0.400%
FNMA Note	998,032	16.09%	294	1.000%
FHLMC Note	991,122	15.98%	615	1.420%
	\$ 6,202,073	100.00%	146	0.654%

Maturity Breakdown:	Book Value	Percent
Less Than 90 Days	\$ 4,212,920	67.93%
90 to 180 Days	-	0.00%
181 to 365 Days	998,031.59	16.09%
More Than 365 Days	991,122	15.98%
	\$ 6,202,073	100.00%

Call Breakdown:	Book Value	Percent
Less Than 90 Days	-	0.00%
90 to 180 Days	-	0.00%
181 to 365 Days	-	0.00%
More Than 365 Days	-	0.00%
	-	0.00%

BTU Portfolio Details
Detailed Holdings as of
June 30, 2016

BTU City

Description	Type	CUSIP	Coupon	Settlement Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost	Book Value	Mkt Price	Mkt Value	Days to Maturity	Yield to Maturity	Days to Call
Investments															
FHLB Note	Agency	313371PV2	1.625%	7/15/2013	12/6/2016		2,000,000	102.500	2,050,000	2,006,371	100.408	2,008,154	159	0.876%	-
FHLMC Note	Agency	3137EADCO	1.000%	3/26/2014	3/8/2017		3,000,000	100.232	3,006,966	3,001,615	100.265	3,007,950	251	0.920%	-
FHLB Note	Agency	313383PN5	1.125%	7/15/2013	6/9/2017		2,000,000	99.850	1,997,000	1,999,278	100.450	2,009,005	344	1.164%	-
FNMA Note	Agency	3135G0RT2	0.875%	7/15/2013	12/20/2017		2,000,000	97.745	1,954,900	1,985,041	100.406	2,008,115	538	1.402%	-
FNMA Note	Agency	3135G0WJ8	0.875%	3/26/2014	5/21/2018		3,000,000	97.530	2,925,900	2,966,345	100.369	3,011,070	690	1.490%	-
FHLB Note	Agency	313373UU4	2.750%	7/15/2013	6/8/2018		2,000,000	105.783	2,115,656	2,045,706	103.821	2,076,426	708	1.520%	-
FNMA Note	Agency	3135G0ZA4	1.875%	3/26/2014	2/19/2019		3,000,000	100.256	3,007,680	3,004,129	102.800	3,084,000	964	1.820%	-
FHLB Note	Agency	313378J77	1.875%	3/6/2015	3/13/2020		4,000,000	100.845	4,033,800	4,024,898	103.088	4,123,511	1352	1.699%	-
FHLB Note	Agency	3137EADR7	1.375%	5/20/2015	5/1/2020		4,000,000	98.990	3,959,607	3,968,722	101.536	4,061,440	1401	1.588%	-
FNMA Note	Agency	3135G0G72	1.125%	3/31/2016	12/14/2018		2,000,000	100.586	2,011,716	2,010,625	100.926	2,018,520	897	0.905%	-
FFCB Note	Agency	3133EFX69	0.960%	4/5/2016	10/5/2018		2,000,000	100.158	2,003,157	2,002,860	100.408	2,008,154	827	0.896%	1.00
FHLMC Note	Agency	3134G8W39	1.375%	4/28/2016	10/28/2019		2,000,000	99.990	1,999,800	1,999,810	101.540	2,030,794	1215	1.378%	2.00
FHLMC Note	Agency	3134G8WK1	1.700%	4/28/2016	1/28/2021		4,000,000	100.000	4,000,000	4,000,000	100.123	4,004,908	1673	1.700%	3.00
Demand Deposits															
BB&T - Depository	Bank Deposit						21,622,714	100.000	21,622,714	21,622,714	100.000	21,622,714	1	0.345%	
BB&T - Money Market	Insured Money Market Account (IMMA)						18,752,760	100.000	18,752,760	18,752,760	100.000	18,752,760	1	0.400%	
TexSTAR - Depository	Investment Pool						3,015,138	100.000	3,015,138	3,015,138	100.000	3,015,138	1	0.393%	
Total BTU City							\$ 78,390,612		\$ 78,456,794	\$ 78,406,013		\$ 78,842,658	419	0.834%	

BTU Rural

Description	Type	CUSIP	Coupon	Settlement Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost	Book Value	Mkt Price	Mkt Value	Days to Maturity	Yield to Maturity	Days to Call
Investments															
FNMA Note	Agency	3135G0ZB2	0.750%	3/26/2014	4/20/2017		\$ 1,000,000	\$ 99	\$ 992,469	\$ 998,032	\$ 100	\$ 1,001,260	294	1.000%	-
FHLMC Note	Agency	3137EADP1	0.875%	3/26/2014	3/7/2018		1,000,000	97.915	979,149	991,122	100.308	1,003,080	615	1.420%	-
Demand Deposits															
BB&T - Depository	Bank Deposit						129,716	100.000	129,716	129,716	100.000	129,716	1	0.159%	
BB&T - Money Market	Insured Money Market Account (IMMA)						4,083,204	100.000	4,083,204	4,083,204	100.000	4,083,204	1	0.400%	
Total BTU Rural							\$ 6,212,920		\$ 6,184,538	\$ 6,202,073		\$ 6,217,260	146	0.656%	

BTU Portfolio Details
 Maturing Items
 FY2016

BTU City System

Description	Type	CUSIP	Coupon	Settlement Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost
-------------	------	-------	--------	-----------------	---------------	-----------	-----------	-------------	------------

							\$	-	\$	-
--	--	--	--	--	--	--	----	---	----	---

BTU Rural System

Description	Type	CUSIP	Coupon	Settlement Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost
-------------	------	-------	--------	-----------------	---------------	-----------	-----------	-------------	------------

							\$	-	\$	-
--	--	--	--	--	--	--	----	---	----	---

BTU Portfolio Details
Purchased Items
FY2016

BTU City System

Description	Type	CUSIP	Coupon	Settlement Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost
FNMA Note	Agency	3135G0G72	1.125%	3/31/2016	12/14/2018		2,000,000	100.586	2,011,716
FFCB Note	Agency	3133EFX69	0.960%	4/5/2016	10/5/2018		2,010,000	99.660	2,003,157
FHLMC Note	Agency	3134G8W39	1.375%	4/28/2016	10/28/2019		2,000,000	99.990	1,999,800
FHLMC Note	Agency	3134G8WK1	1.700%	4/28/2016	1/28/2021		4,000,000	100.000	4,000,000
							\$ 10,010,000	\$	10,014,673

BTU Rural System

Description	Type	CUSIP	Coupon	Settlement Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost
							\$ -	\$	-

BTU Portfolio Details
 Called Items
 FY2016

BTU City System

Description	Type	CUSIP	Coupon	Settlement Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost
							-		-

BTU Rural System

Description	Type	CUSIP	Coupon	Settlement Date	Maturity Date	Call Date	Par Value	Purch Price	Purch Cost
							-		-

BTU Portfolio Details
Investment Accretion/Amortization Schedule
June 30, 2016

BTU City System

Description	Type	CUSIP	Settlement Date	YTM	Maturity Date	Par Value	Purch Price	Purch Cost	Beginning Book Value	Amortization/ (Accretion)	Ending Book Value
FNMA Note	Agency	3135GORT2	7/15/2013	1.402%	12/20/2017	2,000,000	97.75	1,954,900	1,983,342	(1,699)	1,985,041
FHLMC Note	Agency	3137EADC0	3/26/2014	0.920%	3/8/2017	3,000,000	100.23	3,006,966	3,002,010	394	3,001,615
FNMA Note	Agency	3135G0WJ8	3/26/2014	1.490%	5/21/2018	3,000,000	97.53	2,925,900	2,963,365	(2,980)	2,966,345
FHLB Note	Agency	313383PN5	7/15/2013	1.164%	6/9/2017	2,000,000	99.85	1,997,000	1,999,149	(128)	1,999,278
FHLB Note	Agency	313371PV2	7/15/2013	0.876%	12/6/2016	2,000,000	102.50	2,050,000	2,008,831	2,460	2,006,371
FHLB Note	Agency	313373UU4	7/15/2013	1.520%	6/8/2018	2,000,000	105.78	2,115,656	2,049,650	3,944	2,045,706
FNMA Note	Agency	3135G0ZA4	3/26/2014	1.820%	2/19/2019	3,000,000	100.26	3,007,680	3,004,391	262	3,004,129
FHLB Note	Agency	313378J77	3/6/2015	1.699%	3/13/2020	4,000,000	100.85	4,033,800	4,026,023	1,124	4,024,898
FHLB Note	Agency	3137EADR7	5/20/2015	1.588%	5/1/2020	4,000,000	98.99	3,959,607	3,967,359	(1,363)	3,968,722
FNMA Note	Agency	3135G0G72	3/31/2016	0.905%	12/14/2018	2,000,000	100.59	2,011,716	2,011,348	723	2,010,625
FFCB Note	Agency	3133EFX69	4/5/2016	0.896%	10/5/2018	2,000,000	100.16	2,003,157	2,003,071	211	2,002,860
FHLMC Note	Agency	3134G8W39	4/28/2016	1.378%	10/28/2019	2,000,000	99.99	1,999,800	1,999,800	(10)	1,999,810
FHLMC Note	Agency	3134G8WK1	4/28/2016	1.700%	1/28/2021	4,000,000	100.00	4,000,000	4,000,000	-	4,000,000
						\$ 35,000,000		\$ 35,066,181	\$ 35,018,339	\$ 2,938	\$ 35,015,401

BTU Rural System

Description	Type	CUSIP	Settlement Date	YTM	Maturity Date	Par Value	Purch Price	Purch Cost	Beginning Book Value	Amortization/ (Accretion)	Ending Book Value
FNMA Note	Agency	3135G0ZB2	3/26/2014	1.000%	4/20/2017	\$ 1,000,000	\$ 99.25	\$ 992,469	\$ 997,622	\$ (410)	\$ 998,032
FHLMC Note	Agency	3137EADP1	3/26/2014	1.420%	3/7/2018	1,000,000	97.91	979,149	990,240	(882)	991,122
						\$ 2,000,000		\$ 1,971,618	\$ 1,987,861	\$ (1,292)	\$ 1,989,153

This schedule reports the most recent months amortization of premiums and discounts on investments. Amortization and Accretion is recorded ratably over the life of the investment

Investment Policy Compliance Checklist
Bryan Texas Utilities
June 30, 2016

Compliant?	
BTU City	BTU Rural
Yes	Yes

Investment Limits

- At all times, maintain at least ten (10) percent of its total portfolio in investments maturing in 90 days or less.
- Investment in any single money market fund or investment pool shall never exceed fifteen (15) percent of the total assets of the money market fund or pool.
- No more than twenty (20) percent of monthly average balance may be invested in money market mutual funds.
- Agencies and Instrumentalities shall not constitute more than seventy (70) percent of the portfolios of total available funds and no single agency or instrumentality shall account for more than twenty (20) per cent of the portfolio of total available funds.
- Certificates of deposit shall not make up more than twenty (20) percent of total available funds.
- Repurchase agreements shall not make up more than twenty (20) percent of total available funds.
- Commercial paper shall not make up more than twenty (20) percent of total available funds.
- Collateralized Mortgage Obligations (CMOs) and other derivatives such as inverse floaters and other mortgage backed securities that pay only the interest (IO) or principal. (PO) portion of the mortgage payment are strictly prohibited as both direct investments and collateral.
- The weighted average maturity of all securities and Certificates of Deposit in the investment portfolios at any given time including cash or demand deposits shall not exceed three years.
- Any Certificate of Deposit or Repurchase Agreements exceeding FDIC insurance limits shall be collateralized at 102% of face amount.