



MEMORANDUM

To: Board of Aldermen
From: Dan Nixon, Investment Officer
Date: October 21, 2015
Subject: Investment Summary, September 30, 2015

Attached is the Investment Summary for the Fourth Quarter of Fiscal Year 2015 (FY15). This report is the same format as we have used throughout the Fiscal Year; however, some of the calculations are distorted in this issue due to the inclusion of the Waste Water Bond money, which is invested in a Money Market account with Horizon Bank. Since there is no time restriction on a Money Market account our weighted average days to maturity drops to 6 days. Excluding the effect of Waste Water funds, the weighted average days to maturity would have been 59 days.

In future reporting, I will rearrange the report to meet follow the Investment Policy adopted on October 1, 2015, and I will show the General Fund, the Tourism (Hotel/Motel) Fund and the Waste Water Fund separately and in combination, so that you will be able to recognize funds available for these specific purposes.

We have begun a transition process to orderly relocate our depository from First State Bank of Central Texas (FSBCT) to Horizon Bank. I expect that this transition will be largely completed in the later half of November. Certificates of Deposit placed with FSBCT will be allowed to mature, to avoid forfeiting earned interest, and then the funds will be moved to Horizon.

As always, I welcome your questions.

Village of Salado

Overview of Cash and Investments

September 30, 2015

Ready Cash

Institution	Account	Type	Accoun Entity	Balance	Rate	Matures
FSB - Central Texas	PF-23002	Checking	Village	41,825.94	0.3000%	N/A
FSB - Central Texas	PF-23440	Checking	Tourism	46,616.69	0.3000%	N/A
FSB - Central Texas	MM 5724	Checking	CofC/Tourism	13,563.54	0.3000%	N/A
FSB - Central Texas	SMCM-0064	Credit Card	Village	20,062.90		N/A

Investments	Institution	Account	Type	Entity	Balance	Rate	Matures	Rate x	Days to	Days to Maturity x
								Balance	Maturity	Balance
FSB - Central Texas	CD-7901	CD	Tourism	50,000.00	0.5500%	1/13/2016	275.00	105	5,250,000	
FSB - Central Texas	CD-7902	CD	Village	150,000.00	0.5500%	1/13/2016	825.00	105	15,750,000	
FSB - Central Texas	CD-0479	CD	Village	100,000.00	0.5500%	11/20/2015	550.00	51	5,100,000	
FSB - Central Texas	CD-0480	CD	Village	100,000.00	0.5500%	11/16/2015	550.00	47	4,700,000	
FSB - Central Texas	CD-0481	CD	Village	100,000.00	0.5500%	2/28/2016	550.00	151	15,100,000	
FSB - Central Texas	CD-0528	CD	Village	100,551.13	0.5500%	2/1/2016	553.03	124	12,468,340	
TexPool	449/7875400001	MM	Village	4,153.60	0.0069%	9/30/2015	0.29	0	-	
TexPool	449/7875400002	MM	Tourism	53,907.93	0.0069%	9/30/2015	3.74	0	-	
South Star Bank	37000106	MM	Village	115,406.02	0.3000%	9/30/2015	346.22	0	-	
Horizon Bank	1039401	MM	Waste Water	8,047,017.64	0.5500%	9/30/2015	44,258.60	0	-	
Horizon Bank	1037846	Cash	Waste Water	-		9/30/2015	-	0	-	
Union State Bank	66000475	MM	Village	208,098.05	0.3160%	9/30/2015	657.59	0	-	
				9,029,134.37			48,569.47		58,368,340	

Weighted Average Yield 0.54%

Weighted Average Yield is calculated by multiplying the effective interest rate times the account balance and averaging the results.

Weighted Average Maturity 6 days

Weighted Average Maturity is calculated by multiplying the account balance times the days to maturity for the account, and averaging the results.

Respectfully Submitted by
J. Dan Nixon, Investment Officer