



INVESTMENT PORTFOLIO SUMMARY

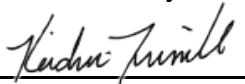
For the Quarter Ended

June 30, 2016

Prepared by

Valley View Consulting, L.L.C.

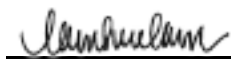
The investment portfolio of the City of Tyler is in compliance with the Public Funds Investment Act and the Investment Policy.



Chief Financial Officer



Accounting Manager



Treasury Manager

Disclaimer: These reports were compiled using information provided by the City. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields and do not account for investment advisor fees.

Summary

Quarter End Results by Investment Category:

Asset Type	Ave. Yield	June 30, 2016		March 31, 2016	
		Book Value	Market Value	Book Value	Market Value
Pools/Bank	0.59%	\$ 17,793,942	\$ 17,793,942	\$ 23,370,959	\$ 23,370,959
Securities/CDs	0.90%	47,957,577	47,957,577	41,982,009	41,982,009
Revenue Bond	0.70%	6,013,539	6,013,539	6,003,174	6,003,174
Totals		\$ 71,765,058	\$ 71,765,058	\$ 71,356,142	\$ 71,356,142

Current Quarter Average Yield (1)		Fiscal Year-to-Date Average Yield (2)	
Total Portfolio	0.81%	Total Portfolio	0.72%
Rolling Three Mo. Treas. Yield	0.26%	Rolling Three Mo. Treas. Yield	0.23%
Rolling Six Mo. Treas. Yield	0.42%	Rolling Six Mo. Treas. Yield	0.35%
		Quarterly TexPool Yield	0.29%
Quarterly Interest Income	\$ 114,016	Quarterly Bank Fees Offset	\$ 12,993
Year-to-date Interest Income	\$ 310,611	Year-to-date Bank Fees Offset	\$ 31,522

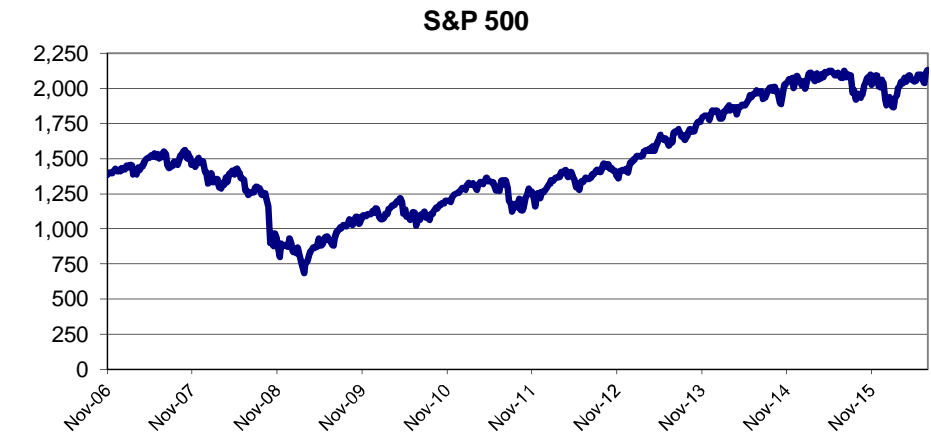
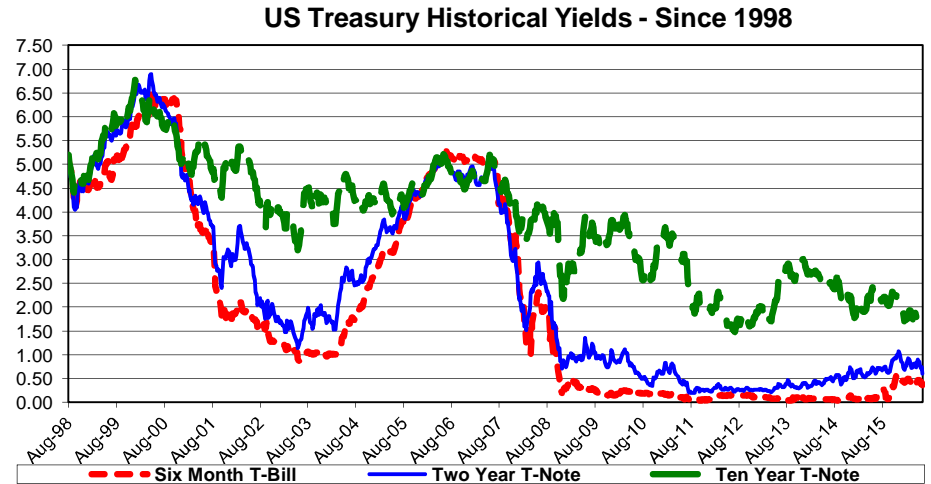
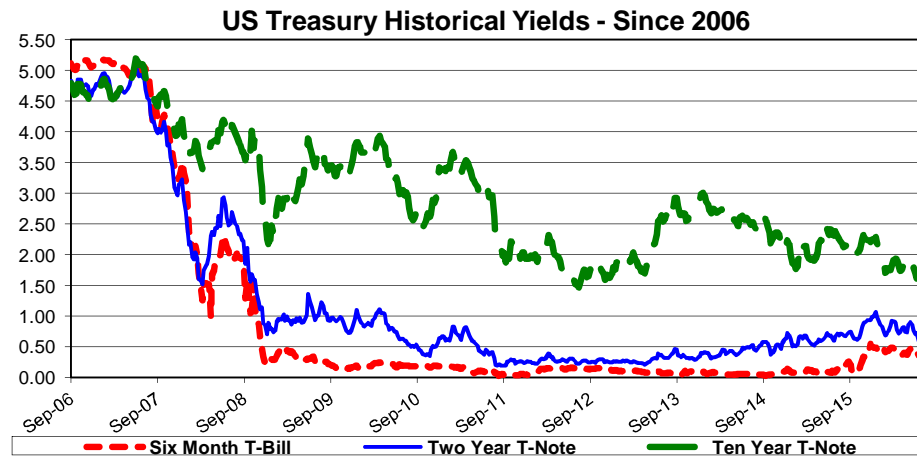
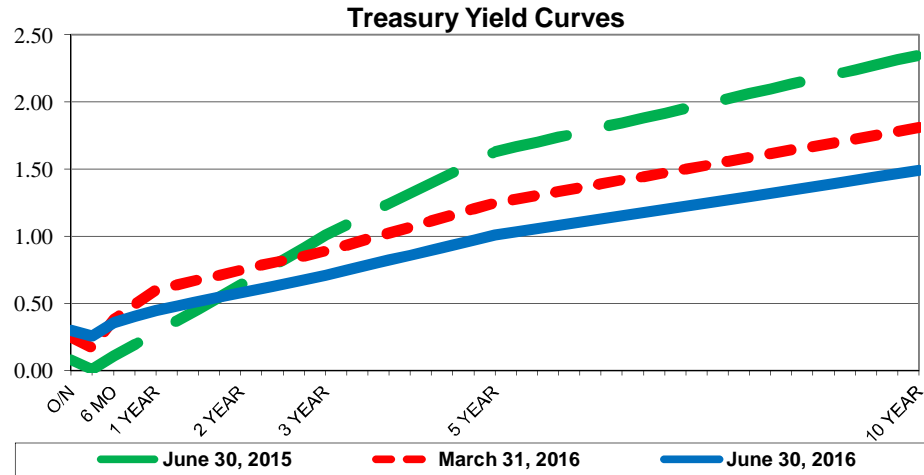
(1) Average Yield calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

(2) Fiscal Year-to-Date Average Yields calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

Economic Overview

6/30/2016

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range of 0.25% - 0.50% (actual Fed Funds trading +/-35 to 40 bps). The June FOMC meeting expressed concerns over reduced economic expectation. First Quarter US GDP was revised up to +1.1% (final revision). The June Non-Farm Payroll surged 287k new jobs, although other unemployment data remained modest. The British "Brexit" vote to leave the European Union Global jolted the markets. The US Stock markets plunged, then recovered. Treasury yields dove on the flight to quality. Taxable municipal bonds or CDs offer the best interest earnings opportunity, if available.



Investment Holdings

June 30, 2016

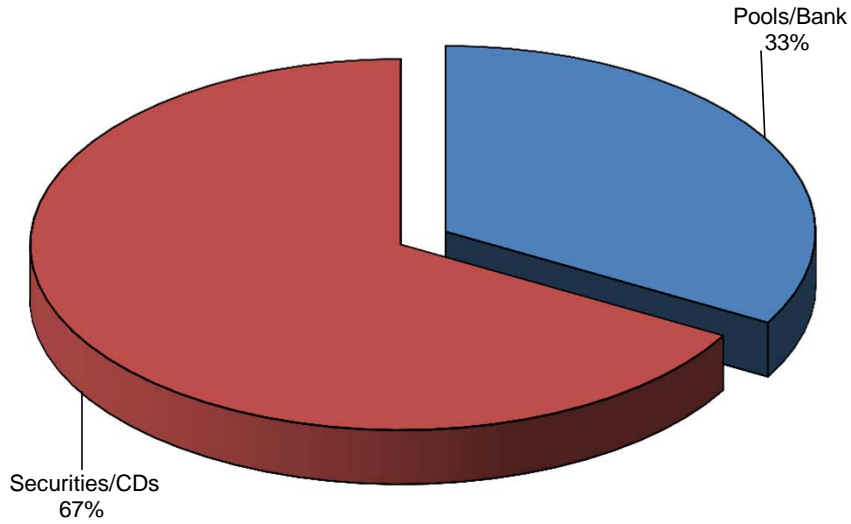
Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Purchased Value	Book Value	Market Price	Market Value	Life (days)	Yield
Cash - Pooled (3)		0.63%	07/01/16	06/30/16	\$ 7,458,160	\$ 7,458,160	\$ 7,458,160	1.00	\$ 7,458,160	1	0.63%
NOW		0.56%	07/01/16	06/30/16	9,866,776	9,866,776	9,866,776	1.00	9,866,776	1	0.56%
NOW #2		0.56%	07/01/16	06/30/16	264,690	264,690	264,690	1.00	264,690	1	0.56%
TexPool	AAAm	0.36%	07/01/16	06/30/16	204,316	204,316	204,316	1.00	204,316	1	0.36%
TexSTAR - Bond	AAAm	0.39%	07/01/16	06/30/16	1,204,302	1,204,302	1,204,302	1.00	1,204,302	1	0.39%
Southside Bank CD		0.50%	07/06/16	01/06/16	700,873	700,873	700,873	100.00	700,873	6	0.50%
Southside Bank CD		0.65%	08/01/16	07/31/14	3,054,694	3,054,694	3,054,694	100.00	3,054,694	32	0.65%
Southside Bank CD		0.65%	08/15/16	08/14/14	3,058,871	3,058,871	3,058,871	100.00	3,058,871	46	0.65%
Southside Bank CD		0.70%	09/19/16	09/19/12	3,075,435	3,075,435	3,075,435	100.00	3,075,435	81	0.70%
Southside Bank CD		0.60%	10/06/16	01/06/15	801,197	801,197	801,197	100.00	801,197	98	0.60%
Southside Bank CD		0.62%	10/17/16	10/17/13	3,064,562	3,064,562	3,064,562	100.00	3,064,562	109	0.62%
Southside Bank CD		0.75%	11/21/16	11/20/12	3,050,801	3,050,801	3,050,801	100.00	3,050,801	144	0.75%
Southside Bank CD		0.75%	01/06/17	01/06/15	1,001,870	1,001,870	1,001,870	100.00	1,001,870	190	0.75%
Southside Bank CD		0.65%	01/20/17	01/20/15	3,024,441	3,024,441	3,024,441	100.00	3,024,441	204	0.65%
Texas Bank		1.00%	02/17/17	05/13/16	2,000,000	2,000,000	2,000,000	100.00	2,000,000	232	1.00%
BTH Bank CD		0.90%	03/26/17	03/26/15	247,781	247,781	247,781	100.00	247,781	269	0.90%
BTH Bank CDARS		0.90%	03/26/17	03/26/15	2,786,633	2,786,633	2,786,633	100.00	2,786,633	269	0.90%
Southside Bank CD		0.85%	04/06/17	01/06/17	1,002,119	1,002,119	1,002,119	100.00	1,002,119	280	0.85%
BTH Bank CDARS		1.05%	05/04/17	08/05/15	3,028,615	3,028,615	3,028,615	100.00	3,028,615	308	1.05%
Southside Bank CD		0.95%	07/06/17	01/06/16	902,132	902,132	902,132	100.00	902,132	371	0.95%
BTH Bank CDARS		1.20%	08/03/17	08/05/15	3,032,725	3,032,725	3,032,725	100.00	3,032,725	399	1.20%
Southside Bank CD		1.05%	10/06/17	01/06/16	401,047	401,047	401,047	100.00	401,047	463	1.05%
Wallis State Bank CDARS		1.04%	11/16/17	11/16/15	2,516,149	2,516,149	2,516,149	100.00	2,516,149	504	1.04%
Southside Bank CD		1.12%	01/02/18	12/30/15	3,016,870	3,016,870	3,016,870	100.00	3,016,870	551	1.12%
Citizens 1st CD		1.00%	03/01/18	03/01/16	3,000,000	3,000,000	3,000,000	100.00	3,000,000	609	1.00%
Citizens 1st CD		1.01%	05/11/18	05/11/18	4,000,000	4,000,000	4,000,000	100.00	4,000,000	680	1.01%
CD-Southside		1.06%	05/26/18	05/26/18	3,000,000	3,000,000	3,000,000	100.00	3,000,000	695	1.06%
BTH Bank CD		1.13%	06/27/18	06/27/18	3,000,000	3,000,000	3,000,000	100.00	3,000,000	727	1.13%
					\$ 71,765,058	\$ 71,765,058	\$ 71,765,058		\$ 71,765,058	253	0.81%
										(1)	(2)

(1) **Weighted average life** - For purposes of calculating weighted average life, TexPool, TexSTAR, and bank account investments are assumed to have a one day maturity.

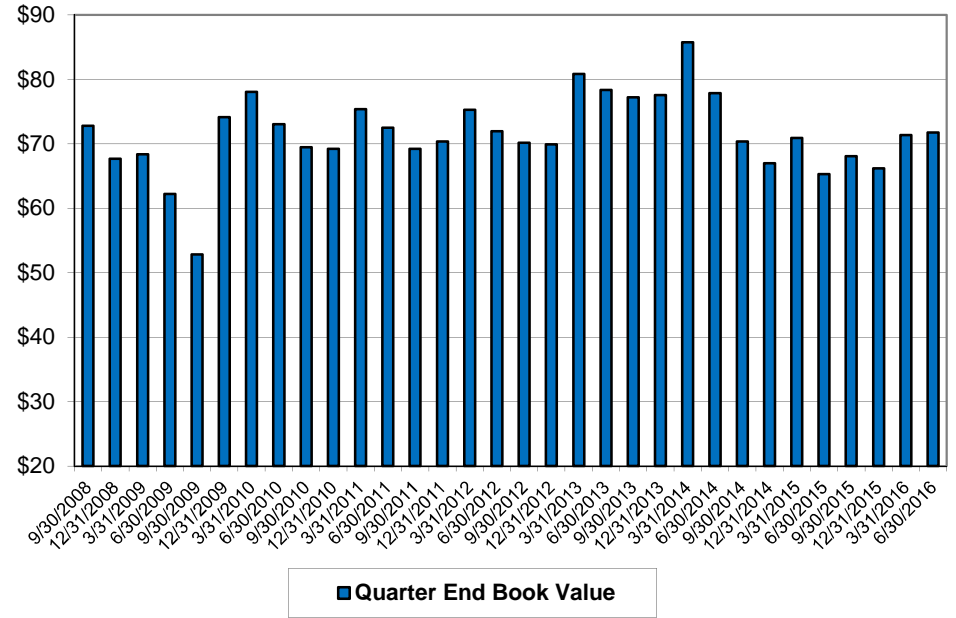
(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for TexPool, TexSTAR, and bank account investments.

(3) **Cash - Pooled** funds are used as compensating balances to offset bank service charges and do not generate hard interest.

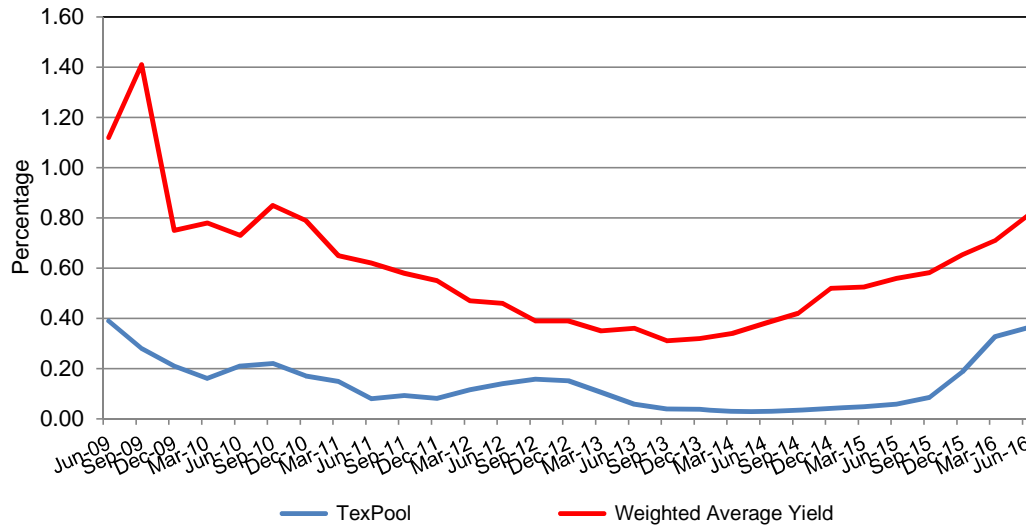
Portfolio Composition



Total Portfolio (Millions)



Total Portfolio Performance



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	March 31, 2016		Purchases/ Adjustments	Sales/Adjust/ Maturities	June 30, 2016	
			Par Value	Book Value			Par Value	Book Value
Cash - Pooled	0.63%	07/01/16	\$ 4,156,212	\$ 4,156,212	\$ 3,301,948	\$ -	\$ 7,458,160	\$ 7,458,160
NOW	0.56%	07/01/16	18,746,277	18,746,277		(8,879,501)	9,866,776	9,866,776
NOW #2	0.56%	07/01/16	264,330	264,330	359		264,690	264,690
TexPool	0.36%	07/01/16	204,139	204,139	177		204,316	204,316
TexSTAR - Bond	0.39%	07/01/16	1,203,174	1,203,174	1,129		1,204,302	1,204,302
Southside Bank CD	0.58%	05/23/16	3,038,927	3,038,927		(3,038,927)	-	-
Southside Bank CD	0.65%	06/27/16	3,054,835	3,054,835		(3,054,835)	-	-
Southside Bank CD	0.50%	07/06/16	700,000	700,000	873		700,873	700,873
Southside Bank CD	0.65%	08/01/16	3,049,752	3,049,752	4,942		3,054,694	3,054,694
Southside Bank CD	0.65%	08/15/16	3,053,976	3,053,976	4,895		3,058,871	3,058,871
Southside Bank CD	0.70%	09/19/16	3,070,019	3,070,019	5,417		3,075,435	3,075,435
Southside Bank CD	0.60%	10/06/16	800,000	800,000	1,197		801,197	801,197
Southside Bank CD	0.62%	10/17/16	3,059,832	3,059,832	4,730		3,064,562	3,064,562
Southside Bank CD	0.75%	11/21/16	3,045,169	3,045,169	5,631		3,050,801	3,050,801
Southside Bank CD	0.75%	01/06/17	1,000,000	1,000,000	1,870		1,001,870	1,001,870
Southside Bank CD	0.65%	01/20/17	3,019,548	3,019,548	4,893		3,024,441	3,024,441
Texas Bank	1.00%	02/17/17	-	-	2,000,000		2,000,000	2,000,000
BTH Bank CD	0.90%	03/26/17	247,220	247,220	561		247,781	247,781
BTH Bank CDARS	0.90%	03/26/17	2,780,387	2,780,387	6,246		2,786,633	2,786,633
Southside Bank CD	0.85%	04/06/17	1,000,000	1,000,000	2,119		1,002,119	1,002,119
BTH Bank CDARS	1.05%	05/04/17	3,020,697	3,020,697	7,918		3,028,615	3,028,615
Southside Bank CD	0.95%	07/06/17	900,000	900,000	2,132		902,132	902,132
BTH Bank CDARS	1.20%	08/03/17	3,023,665	3,023,665	9,060		3,032,725	3,032,725
Southside Bank CD	1.05%	10/06/17	400,000	400,000	1,047		401,047	401,047
Wallis State Bank CDARS	1.04%	11/16/17	2,509,605	2,509,605	6,544		2,516,149	2,516,149
Southside Bank CD	1.12%	01/02/18	3,008,377	3,008,377	8,493		3,016,870	3,016,870
Citizens 1st CD	1.00%	03/01/18	3,000,000	3,000,000			3,000,000	3,000,000
Citizens 1st CD	1.01%	05/11/18	-	-	4,000,000		4,000,000	4,000,000
CD-Southside	1.06%	05/26/18	-	-	3,000,000		3,000,000	3,000,000
BTH Bank CD	1.13%	06/27/18	-	-	3,000,000		3,000,000	3,000,000
TOTAL			\$ 71,356,142	\$ 71,356,142	\$ 15,382,179	\$ (14,973,262)	\$ 71,765,058	\$ 71,765,058

Market Value Comparison

Description	Coupon/ Discount	Maturity Date	March 31, 2016		Qtr to Qtr Change	June 30, 2016	
			Par Value	Market Value		Par Value	Market Value
Cash - Pooled	0.63%	07/01/16	\$ 4,156,212	\$ 4,156,212	\$ 3,301,948	\$ 7,458,160	\$ 7,458,160
NOW	0.56%	07/01/16	18,746,277	18,746,277	(8,879,501)	9,866,776	9,866,776
NOW #2	0.56%	07/01/16	264,330	264,330	359	264,690	264,690
TexPool	0.36%	07/01/16	204,139	204,139	177	204,316	204,316
TexSTAR - Bond	0.39%	07/01/16	1,203,174	1,203,174	1,129	1,204,302	1,204,302
Southside Bank CD	0.58%	05/23/16	3,038,927	3,038,927	(3,038,927)	—	—
Southside Bank CD	0.65%	06/27/16	3,054,835	3,054,835	(3,054,835)	—	—
Southside Bank CD	0.50%	07/06/16	700,000	700,000	873	700,873	700,873
Southside Bank CD	0.65%	08/01/16	3,049,752	3,049,752	4,942	3,054,694	3,054,694
Southside Bank CD	0.65%	08/15/16	3,053,976	3,053,976	4,895	3,058,871	3,058,871
Southside Bank CD	0.70%	09/19/16	3,070,019	3,070,019	5,417	3,075,435	3,075,435
Southside Bank CD	0.60%	10/06/16	800,000	800,000	1,197	801,197	801,197
Southside Bank CD	0.62%	10/17/16	3,059,832	3,059,832	4,730	3,064,562	3,064,562
Southside Bank CD	0.75%	11/21/16	3,045,169	3,045,169	5,631	3,050,801	3,050,801
Southside Bank CD	0.75%	01/06/17	1,000,000	1,000,000	1,870	1,001,870	1,001,870
Southside Bank CD	0.65%	01/20/17	3,019,548	3,019,548	4,893	3,024,441	3,024,441
Texas Bank	1.00%	02/17/17	—	—	2,000,000	2,000,000	2,000,000
BTH Bank CD	0.90%	03/26/17	247,220	247,220	561	247,781	247,781
BTH Bank CDARS	0.90%	03/26/17	2,780,387	2,780,387	6,246	2,786,633	2,786,633
Southside Bank CD	0.85%	04/06/17	1,000,000	1,000,000	2,119	1,002,119	1,002,119
BTH Bank CDARS	1.05%	05/04/17	3,020,697	3,020,697	7,918	3,028,615	3,028,615
Southside Bank CD	0.95%	07/06/17	900,000	900,000	2,132	902,132	902,132
BTH Bank CDARS	1.20%	08/03/17	3,023,665	3,023,665	9,060	3,032,725	3,032,725
Southside Bank CD	1.05%	10/06/17	400,000	400,000	1,047	401,047	401,047
Wallis State Bank CDARS	1.04%	11/16/17	2,509,605	2,509,605	6,544	2,516,149	2,516,149
Southside Bank CD	1.12%	01/02/18	3,008,377	3,008,377	8,493	3,016,870	3,016,870
Citizens 1st CD	1.00%	03/01/18	3,000,000	3,000,000		3,000,000	3,000,000
Citizens 1st CD	1.01%	05/11/18	—	—	4,000,000	4,000,000	4,000,000
CD-Southside	1.06%	05/26/18	—	—	3,000,000	3,000,000	3,000,000
BTH Bank CD	1.13%	06/27/18	—	—	3,000,000	3,000,000	3,000,000
TOTAL			\$ 71,356,142	\$ 71,356,142	\$ 408,917	\$ 71,765,058	\$ 71,765,058

Allocation

June 30, 2016

Book & Market Value	Security Total	Pooled Funds	Revenue Bond
Cash	\$ 7,458,160	\$ 7,458,160	\$ -
NOW	9,866,776	9,866,776	
NOW #2	264,690	264,690	
TexPool	204,316	204,316	
TexSTAR - Bond	1,204,302	-	1,204,302
07/06/16-Southside Bank CD	700,873		700,873
08/01/16-Southside Bank CD	3,054,694	3,054,694	
08/15/16-Southside Bank CD	3,058,871	3,058,871	
09/19/16-Southside Bank CD	3,075,435	3,075,435	
10/06/16-Southside Bank CD	801,197		801,197
10/17/16-Southside Bank CD	3,064,562	3,064,562	
11/21/16-Southside Bank CD	3,050,801	3,050,801	
01/06/17-Southside Bank CD	1,001,870		1,001,870
01/20/17-Southside Bank CD	3,024,441	3,024,441	
02/17/17-Texas Bank	2,000,000	2,000,000	
03/26/17-BTH Bank CD	247,781	247,781	
03/26/17-BTH Bank CDARS	2,786,633	2,786,633	
04/06/17-Southside Bank CD	1,002,119		1,002,119
05/04/17-BTH Bank CDARS	3,028,615	3,028,615	
07/06/17-Southside Bank CD	902,132		902,132
08/03/17-BTH Bank CDARS	3,032,725	3,032,725	
10/06/17-Southside Bank CD	401,047		401,047
11/16/17-Wallis State Bank CDARS	2,516,149	2,516,149	
01/02/18-Southside Bank CD	3,016,870	3,016,870	
03/01/18-Citizens 1st CD	3,000,000	3,000,000	
05/11/18-Citizens 1st CD	4,000,000	4,000,000	
05/26/18-CD-Southside	3,000,000	3,000,000	
06/27/18-BTH Bank CD	3,000,000	3,000,000	
Totals	\$ 71,765,058	\$ 65,751,519	\$ 6,013,539

Allocation

March 31, 2016

Book & Market Value	Security Total	Pooled Funds	Revenue Bond
Cash	\$ 4,156,212	\$ 4,156,212	\$ -
NOW	18,746,277	18,746,277	
NOW #2	264,330	264,330	
TexPool	204,139	204,139	
TexSTAR - Bond	1,203,174	-	1,203,174
05/23/16-Southside Bank CD	3,038,927	3,038,927	
06/27/16-Southside Bank CD	3,054,835	3,054,835	
07/06/16-Southside Bank CD	700,000		700,000
08/01/16-Southside Bank CD	3,049,752	3,049,752	
08/15/16-Southside Bank CD	3,053,976	3,053,976	
09/19/16-Southside Bank CD	3,070,019	3,070,019	
10/06/16-Southside Bank CD	800,000		800,000
10/17/16-Southside Bank CD	3,059,832	3,059,832	
11/21/16-Southside Bank CD	3,045,169	3,045,169	
01/06/17-Southside Bank CD	1,000,000		1,000,000
01/20/17-Southside Bank CD	3,019,548	3,019,548	
03/26/17-BTH Bank CD	247,220	247,220	
03/26/17-BTH Bank CDARS	2,780,387	2,780,387	
04/06/17-Southside Bank CD	1,000,000		1,000,000
05/04/17-BTH Bank CDARS	3,020,697	3,020,697	
07/06/17-Southside Bank CD	900,000		900,000
08/03/17-BTH Bank CDARS	3,023,665	3,023,665	
10/06/17-Southside Bank CD	400,000		400,000
11/16/17-Wallis State Bank CDARS	2,509,605	2,509,605	
01/02/18-Southside Bank CD	3,008,377	3,008,377	
03/01/18-Citizens 1st CD	3,000,000	3,000,000	
Totals	\$ 71,356,142	\$ 65,352,968	\$ 6,003,174

Cash and Investments by Fund

		6/30/2016	3/31/2016
General Fund	101	\$ 8,236,286	\$ 11,755,516
General Capital Projects Fund	102	579,848	1,077,488
Development Services Fund	202	1,602,359	1,475,032
Cemeteries Operating Fund	204	8,725	(5,869)
Forfeitures Fund	205	329,974	398,151
Court Technology Fund	207	264,441	251,758
TIF/TIRZ # 2	209	2,703	2,699
Hotel-Motel Tax Fund	211	3,567,807	3,186,072
Donations Fund	216	514,742	355,722
TIF/TIRZ # 3	218	162,261	174,298
Tyler Tourism & Convention Facilities Fund	219	1,548,736	1,387,059
Half Cent Sales Tax Fund	231	12,096,813	12,890,906
Passenger Facility Fund	234	116,448	116,448
Oil & Natural Gas Fund	235	2,722,041	2,660,350
PEG Fee Fund	236	459,289	404,315
Fair Plaza Fund	240	97,001	105,537
Housing Assistance Fund	276	508,174	401,414
State/Federal Grants Fund	285	(73,451)	(85,706)
Transit System Fund	286	(572,530)	(560,541)
CDBG Grant Fund	294	(79,831)	(113,788)
HOME Grant Fund	295	(50,544)	(10,142)
Utilities Fund	502	3,100,261	3,311,647
Utilities Construction Fund	503	7,128,797	7,348,247
Utilities Debt Service Fund	504	3,062,538	1,671,977
Utilities Debt Reserve Fund	505	1,493,413	1,493,413
Revenue Bond Series 2008	514	2	2
Revenue Bond Series 2015	517	6,013,539	5,928,349
Airport Fund	524	870,828	838,386
Airport Grant Fund	525	(606,123)	(1,668,845)
Solid Waste Fund	560	1,195,963	562,173
Solid Waste Capital Projects Fund	562	309,321	306,759
Productivity Improvement Fund	639	912,304	1,242,431
Fleet Replacement Fund	640	5,836,594	6,145,123
Prop, Liab, W/C Insurance Fund	650	926,562	1,056,819
Employee Benefits Fund	661	(499,020)	204,298
Prop & Facility Management Fund	663	632,220	735,302
Technology Fund	671	312,522	195,594
Payroll Fund	710	14,823	(698,847)
Cemetery Trust Fund	713	2,872,206	2,846,531
Landfill Trust Fund	720	2,505,339	2,489,391
Retiree Benefits Fund	761	751,209	(250,812)
Section 125 Trust Fund	772	173,770	193,363
Total		\$ 69,048,363	\$ 69,818,021