



INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

December 31, 2017

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.

A handwritten signature in black ink, appearing to read "Kevin Trimm".

Chief Financial Officer

A handwritten signature in black ink, appearing to read "L. Gustaf".

Accounting Manager

A handwritten signature in black ink, appearing to read "Lambek".

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:

City Funds

Asset Type	Ave. Yield	December 31, 2017		September 30, 2017	
		Book Value	Market Value	Book Value	Market Value
Pools/Bank	0.92%	\$ 16,907,672	\$ 16,907,672	\$ 17,544,543	\$ 17,544,543
Securities/CDs	1.32%	48,543,957	48,543,957	46,977,686	46,977,686
Totals		\$ 65,451,628	\$ 65,451,628	\$ 64,522,229	\$ 64,522,229

Current Quarter Average Yield (1)

Total Portfolio 1.22%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio 1.22%

Quarterly Interest Income \$ 163,231
 Year-to-date Interest Income \$ 163,231

Quarterly Bank Fees Offset \$ 12,714
 Year-to-date Bank Fees Offset \$ 12,714

Revenue Bond

Asset Type	Ave. Yield	December 31, 2017		September 30, 2017	
		Book Value	Market Value	Book Value	Market Value
Pools/Bank	1.27%	\$ 2,691,118	\$ 2,691,118	\$ 4,502,672	\$ 4,502,672
Securities/CDs	0.00%	–	–	406,336	406,336
Totals		\$ 2,691,118	\$ 2,691,118	\$ 4,909,007	\$ 4,909,007

Current Quarter Average Yield (1)

Total Portfolio 1.27%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio 1.27%

Quarterly Interest Income \$ 20,375
 Year-to-date Interest Income \$ 20,375

Total Portfolio

Current Quarter Average Yield (1)

Total Portfolio 1.22%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio 1.22%

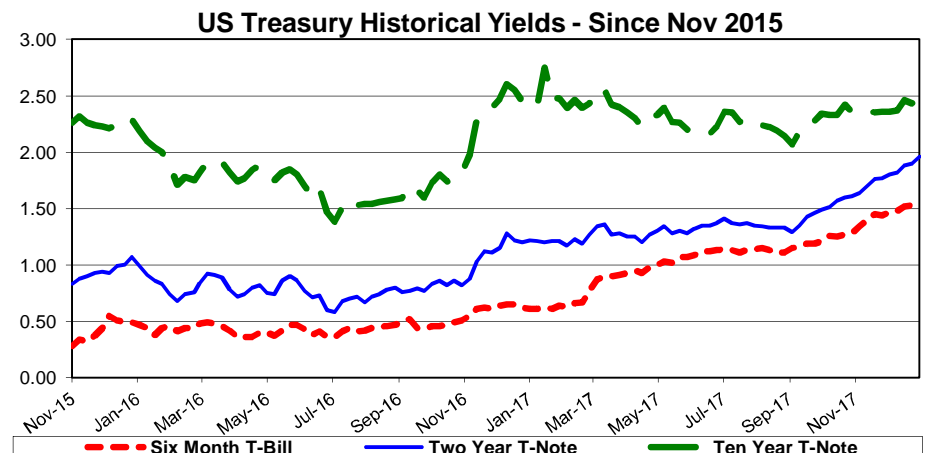
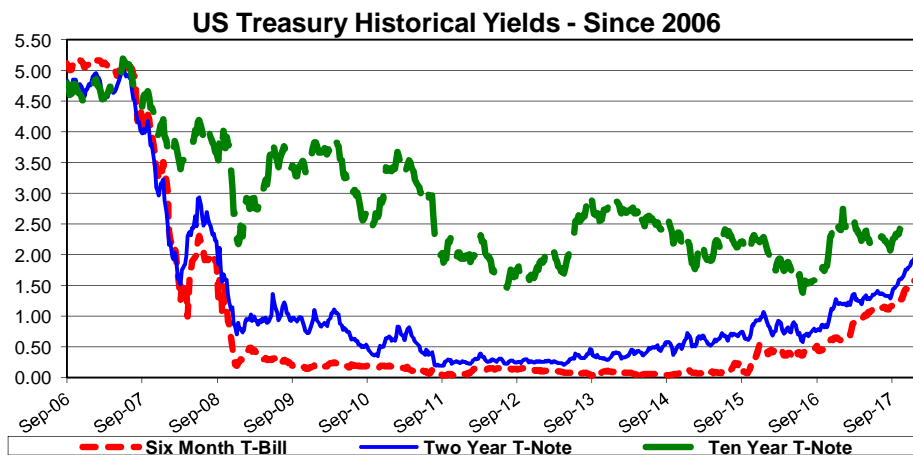
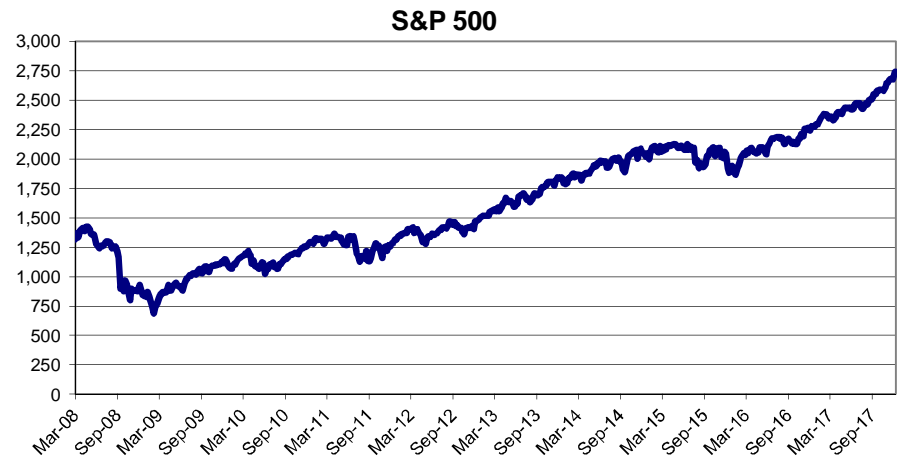
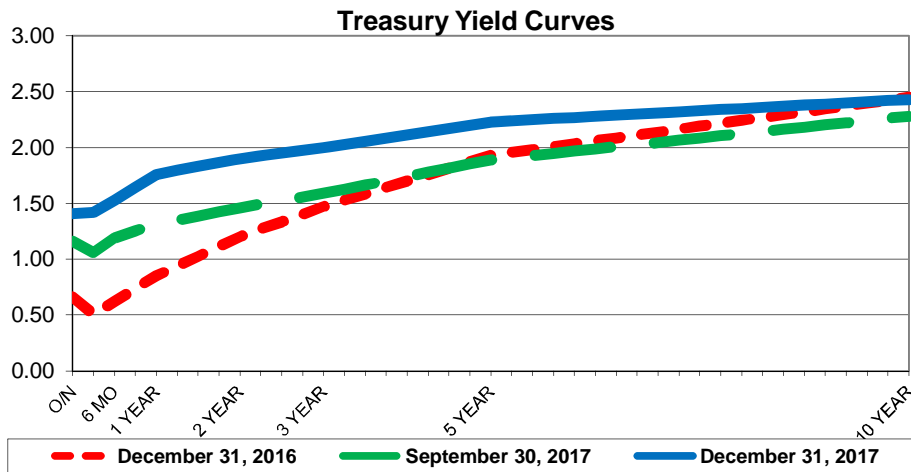
Rolling Three Mo. Treas. Yield 1.23%
 Rolling Six Mo. Treas. Yield 1.26%

Rolling Three Mo. Treas. Yield 1.23%
 Rolling Six Mo. Treas. Yield 1.26%
 Quarterly TexPool Yield 1.18%

(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.

The Federal Open Market Committee (FOMC) increased the Fed Funds target range to 1.25% - 1.50% (Effective Fed Funds are trading +/-1.41%) at the Dec FOMC meeting. Two to three additional increases are projected for 2018 (although subject to economic activity). Gradual portfolio reduction continues by limiting reinvestment of maturing holdings. Third Quarter 2017 GDP measured 3.2%. December Non Farm Payroll data recorded a weaker than expected +148k. US economic data continues positive trend. Washington passed an extensive tax cut. Crude oil trading +/- \$60 on Middle Eastern turmoil. The Stock Markets once again achieved new highs. Jerome Powell will replace Fed Chair Janet Yellen.



Investment Holdings
December 31, 2017

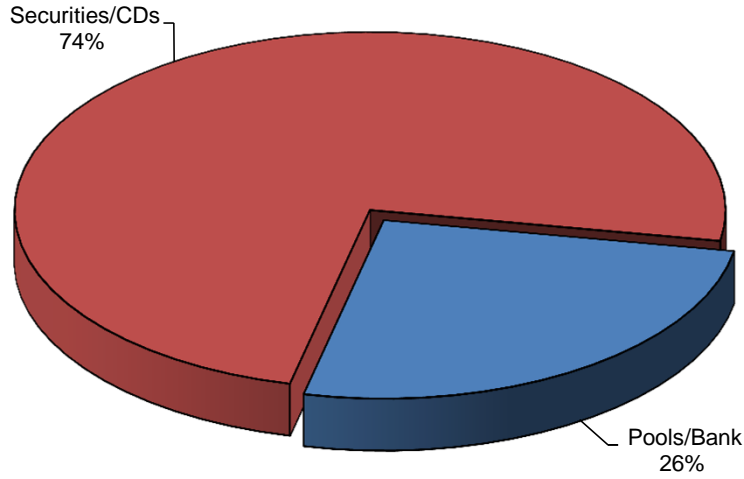
Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Purchased Value	Book Value	Market Price	Market Value	Life (days)	Yield
City Funds											
Cash - Pooled (3)		0.66%	01/01/18	12/31/17	\$ 10,352,009	\$ 10,352,009	\$ 10,352,009	1.00	\$ 10,352,009	1	0.66%
NOW		1.33%	01/01/18	12/31/17	6,349,169	6,349,169	6,349,169	1.00	6,349,169	1	1.33%
TexPool	AAAm	1.18%	01/01/18	12/31/17	206,494	206,494	206,494	1.00	206,494	1	1.18%
Southside Bank CD		1.12%	01/02/18	12/30/15	3,059,413	3,059,413	3,059,413	100.00	3,059,413	2	1.12%
Citizens 1st Bank CD		1.00%	03/01/18	03/01/16	3,050,650	3,050,650	3,050,650	100.00	3,050,650	60	1.00%
Citizens 1st Bank CD		1.01%	05/11/18	05/11/16	4,061,213	4,061,213	4,061,213	100.00	4,061,213	131	1.01%
Southside Bank CD		1.06%	05/26/18	05/26/16	3,048,150	3,048,150	3,048,150	100.00	3,048,150	146	1.06%
BTH Bank CD		1.13%	06/27/18	06/27/16	3,051,306	3,051,306	3,051,306	100.00	3,051,306	178	1.13%
BTH Bank CD		1.13%	09/19/18	09/19/16	3,042,655	3,042,655	3,042,655	100.00	3,042,655	262	1.13%
Southside Bank CD		1.02%	10/17/18	10/17/16	3,030,719	3,030,719	3,030,719	100.00	3,030,719	290	1.02%
BTH Bank CD		1.15%	11/23/18	11/23/16	3,037,591	3,037,591	3,037,591	100.00	3,037,591	327	1.15%
Landmark Bank CD		1.45%	01/23/19	01/23/17	3,032,173	3,032,173	3,032,173	100.00	3,032,173	388	1.45%
LegacyTexas Bank CD		1.40%	02/19/19	02/17/17	3,035,049	3,035,049	3,035,049	100.00	3,035,049	415	1.40%
Lubbock National Bank CD		1.60%	03/29/19	03/29/17	3,036,359	3,036,359	3,036,359	100.00	3,036,359	453	1.60%
Southside Bank CD		1.50%	04/12/19	04/12/17	2,015,069	2,015,069	2,015,069	100.00	2,015,069	467	1.50%
Southside Bank CD		1.52%	05/03/19	05/04/17	3,023,031	3,023,031	3,023,031	100.00	3,023,031	488	1.52%
Landmark Bank CD		1.65%	08/02/19	08/07/17	3,011,799	3,011,799	3,011,799	100.00	3,011,799	579	1.65%
LegacyTexas Bank CD		1.75%	10/25/19	10/25/17	3,008,780	3,008,780	3,008,780	100.00	3,008,780	663	1.75%
Third Coast Bank CD		1.85%	11/20/19	11/20/17	3,000,000	3,000,000	3,000,000	100.00	3,000,000	689	1.85%
City Funds - Sub Total					\$ 65,451,628	\$ 65,451,628	\$ 65,451,628		\$ 65,451,628	251	1.22%
										(1)	(2)
Revenue Bond											
NOW #2		1.34%	01/01/18	12/31/17	\$ 1,473,740	\$ 1,473,740	\$ 1,473,740	1.00	\$ 1,473,740	1	1.34%
TexSTAR - Bond	AAAm	1.18%	01/01/18	12/31/17	1,217,378	1,217,378	1,217,378	1.00	1,217,378	1	1.18%
Revenue Bond - Sub Total					\$ 2,691,118	\$ 2,691,118	\$ 2,691,118		\$ 2,691,118	1	1.27%
										(1)	(2)
Total Portfolio					\$ 68,142,746	\$ 68,142,746	\$ 68,142,746		\$ 68,142,746	241	1.22%
										(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.

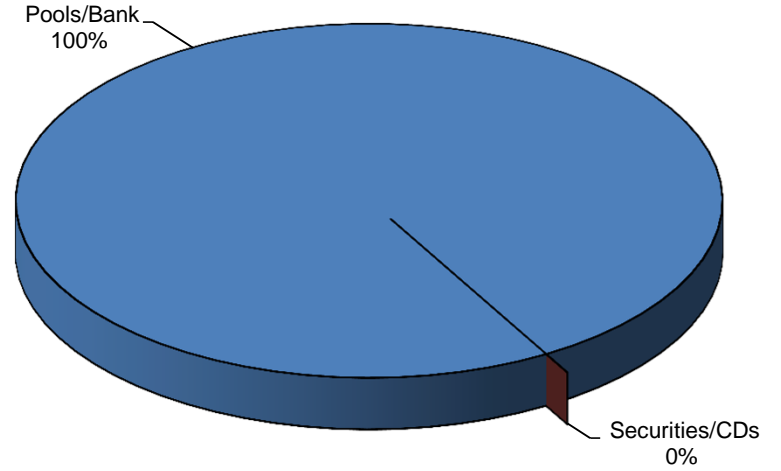
(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for TexPool, TexSTAR, and bank account investments.

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

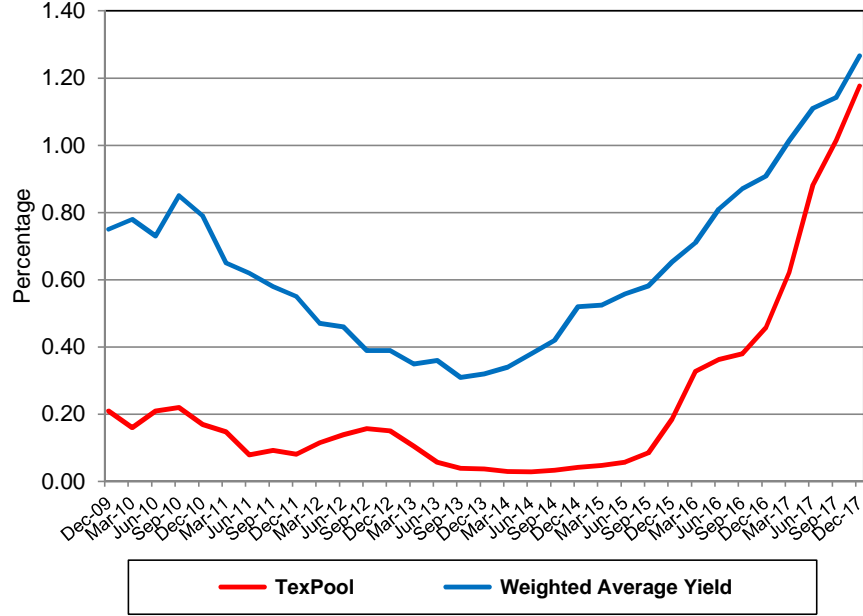
Portfolio Composition - City Funds



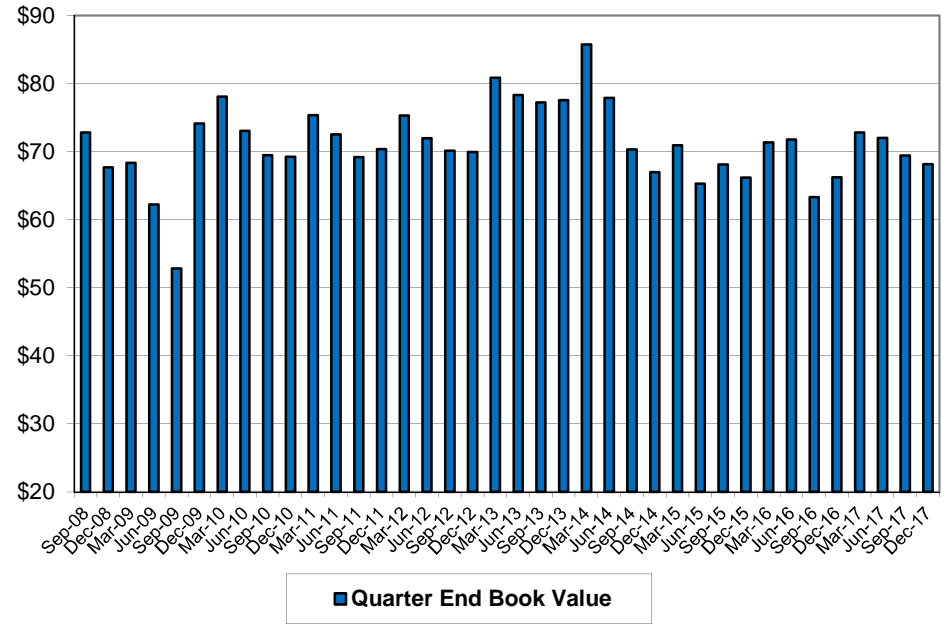
Portfolio Composition - Revenue Bond



Total Portfolio Performance



Total Portfolio (Millions)



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	September 30, 2017		Purchases/ Adjustments	Sales/Adjust/ Maturities	December 31, 2017	
			Par Value	Book Value			Par Value	Book Value
Cash - Pooled	0.66%	01/01/18	\$10,017,480	\$10,017,480	\$ 334,528	\$ -	\$ 10,352,009	\$ 10,352,009
NOW	1.33%	01/01/18	7,321,133	7,321,133		(971,964)	6,349,169	6,349,169
NOW #2	1.34%	01/01/18	3,288,657	3,288,657		(1,814,918)	1,473,740	1,473,740
TexPool	1.18%	01/01/18	205,930	205,930	565		206,494	206,494
TexSTAR - Bond	1.18%	01/01/18	1,214,014	1,214,014	3,364		1,217,378	1,217,378
Southside Bank CD	1.05%	10/06/17	406,336	406,336		(406,336)	-	-
Herring Bank	0.95%	10/26/17	2,017,641	2,017,641		(2,017,641)	-	-
Wallis State Bank CDARS	1.04%	11/16/17	2,549,272	2,549,272		(2,549,272)	-	-
Southside Bank CD	1.12%	01/02/18	3,059,413	3,059,413			3,059,413	3,059,413
Citizens 1st Bank CD	1.00%	03/01/18	3,042,957	3,042,957	7,693		3,050,650	3,050,650
Citizens 1st Bank CD	1.01%	05/11/18	4,050,890	4,050,890	10,323		4,061,213	4,061,213
Southside Bank CD	1.06%	05/26/18	3,040,027	3,040,027	8,122		3,048,150	3,048,150
BTH Bank CD	1.13%	06/27/18	3,042,726	3,042,726	8,580		3,051,306	3,051,306
BTH Bank CD	1.13%	09/19/18	3,034,076	3,034,076	8,579		3,042,655	3,042,655
Southside Bank CD	1.02%	10/17/18	3,022,947	3,022,947	7,772		3,030,719	3,030,719
BTH Bank CD	1.15%	11/23/18	3,028,874	3,028,874	8,716		3,037,591	3,037,591
Landmark Bank CD	1.45%	01/23/19	3,021,132	3,021,132	11,042		3,032,173	3,032,173
LegacyTexas Bank CD	1.40%	02/19/19	3,024,480	3,024,480	10,569		3,035,049	3,035,049
Lubbock National Bank CD	1.60%	03/29/19	3,024,279	3,024,279	12,080		3,036,359	3,036,359
Southside Bank CD	1.50%	04/12/19	2,007,479	2,007,479	7,590		2,015,069	2,015,069
Southside Bank CD	1.52%	05/03/19	3,011,494	3,011,494	11,538		3,023,031	3,023,031
Landmark Bank CD	1.65%	08/02/19	3,000,000	3,000,000	11,799		3,011,799	3,011,799
LegacyTexas Bank CD	1.75%	10/25/19	-	-	3,008,780		3,008,780	3,008,780
Third Coast Bank CD	1.85%	11/20/19	-	-	3,000,000		3,000,000	3,000,000
TOTAL			\$ 69,431,237	\$ 69,431,237	\$ 6,471,640	\$ (7,760,130)	\$ 68,142,746	\$ 68,142,746

Market Value Comparison

Description	Coupon/ Discount	Maturity Date	September 30, 2017		Qtr to Qtr Change	December 31, 2017	
			Par Value	Market Value		Par Value	Market Value
Cash - Pooled	0.66%	01/01/18	\$ 10,017,480	\$ 10,017,480	\$ 334,528	\$ 10,352,009	\$ 10,352,009
NOW	1.33%	01/01/18	7,321,133	7,321,133	(971,964)	6,349,169	6,349,169
NOW #2	1.34%	01/01/18	3,288,657	3,288,657	(1,814,918)	1,473,740	1,473,740
TexPool	1.18%	01/01/18	205,930	205,930	565	206,494	206,494
TexSTAR - Bond	1.18%	01/01/18	1,214,014	1,214,014	3,364	1,217,378	1,217,378
Southside Bank CD	1.05%	10/06/17	406,336	406,336	(406,336)	—	—
Herring Bank	0.95%	10/26/17	2,017,641	2,017,641	(2,017,641)	—	—
Wallis State Bank CDARS	1.04%	11/16/17	2,549,272	2,549,272	(2,549,272)	—	—
Southside Bank CD	1.12%	01/02/18	3,059,413	3,059,413		3,059,413	3,059,413
Citizens 1st Bank CD	1.00%	03/01/18	3,042,957	3,042,957	7,693	3,050,650	3,050,650
Citizens 1st Bank CD	1.01%	05/11/18	4,050,890	4,050,890	10,323	4,061,213	4,061,213
Southside Bank CD	1.06%	05/26/18	3,040,027	3,040,027	8,122	3,048,150	3,048,150
BTH Bank CD	1.13%	06/27/18	3,042,726	3,042,726	8,580	3,051,306	3,051,306
BTH Bank CD	1.13%	09/19/18	3,034,076	3,034,076	8,579	3,042,655	3,042,655
Southside Bank CD	1.02%	10/17/18	3,022,947	3,022,947	7,772	3,030,719	3,030,719
BTH Bank CD	1.15%	11/23/18	3,028,874	3,028,874	8,716	3,037,591	3,037,591
Landmark Bank CD	1.45%	01/23/19	3,021,132	3,021,132	11,042	3,032,173	3,032,173
LegacyTexas Bank CD	1.40%	02/19/19	3,024,480	3,024,480	10,569	3,035,049	3,035,049
Lubbock National Bank CD	1.60%	03/29/19	3,024,279	3,024,279	12,080	3,036,359	3,036,359
Southside Bank CD	1.50%	04/12/19	2,007,479	2,007,479	7,590	2,015,069	2,015,069
Southside Bank CD	1.52%	05/03/19	3,011,494	3,011,494	11,538	3,023,031	3,023,031
Landmark Bank CD	1.65%	08/02/19	3,000,000	3,000,000	11,799	3,011,799	3,011,799
LegacyTexas Bank CD	1.75%	10/25/19	—	—	3,008,780	3,008,780	3,008,780
Third Coast Bank CD	1.85%	11/20/19	—	—	3,000,000	3,000,000	3,000,000
TOTAL			\$ 69,431,237	\$ 69,431,237	\$ (1,288,491)	\$ 68,142,746	\$ 68,142,746

Allocation

December 31, 2017

Book & Market Value	Security Total	Pooled Funds	Revenue Bond
Cash	\$ 10,352,009	\$ 10,352,009	\$ -
NOW	6,349,169	6,349,169	
NOW #2	1,473,740		1,473,740
TexPool	206,494	206,494	
TexSTAR - Bond	1,217,378		1,217,378
01/02/18–Southside Bank CD	3,059,413	3,059,413	
03/01/18–Citizens 1st Bank CD	3,050,650	3,050,650	
05/11/18–Citizens 1st Bank CD	4,061,213	4,061,213	
05/26/18–Southside Bank CD	3,048,150	3,048,150	
06/27/18–BTH Bank CD	3,051,306	3,051,306	
09/19/18–BTH Bank CD	3,042,655	3,042,655	
10/17/18–Southside Bank CD	3,030,719	3,030,719	
11/23/18–BTH Bank CD	3,037,591	3,037,591	
01/23/19–Landmark Bank CD	3,032,173	3,032,173	
02/19/19–LegacyTexas Bank CD	3,035,049	3,035,049	
03/29/19–Lubbock National Bank CD	3,036,359	3,036,359	
04/12/19–Southside Bank CD	2,015,069	2,015,069	
05/03/19–Southside Bank CD	3,023,031	3,023,031	
08/02/19–Landmark Bank CD	3,011,799	3,011,799	
10/25/19–LegacyTexas Bank CD	3,008,780	3,008,780	
11/20/19–Third Coast Bank CD	3,000,000	3,000,000	
Totals	\$ 68,142,746	\$ 65,451,628	\$ 2,691,118

Allocation

September 30, 2017

Book & Market Value	Security Total	Pooled Funds	Revenue Bond
Cash	\$ 10,017,480	\$ 10,017,480	\$ -
NOW	7,321,133	7,321,133	
NOW #2	3,288,657		3,288,657
TexPool	205,930	205,930	
TexSTAR - Bond	1,214,014		1,214,014
10/06/17–Southside Bank CD	406,336		406,336
10/26/17–Herring Bank	2,017,641	2,017,641	
11/16/17–Wallis State Bank CDARS	2,549,272	2,549,272	
01/02/18–Southside Bank CD	3,059,413	3,059,413	
03/01/18–Citizens 1st CD	3,042,957	3,042,957	
05/11/18–Citizens 1st CD	4,050,890	4,050,890	
05/26/18–Southside Bank CD	3,040,027	3,040,027	
06/27/18–BTH Bank CD	3,042,726	3,042,726	
09/19/18–BTH Bank CD	3,034,076	3,034,076	
10/17/18–Southside Bank CD	3,022,947	3,022,947	
11/23/18–BTH Bank CD	3,028,874	3,028,874	
01/23/19–Landmark Bank CD	3,021,132	3,021,132	
02/19/19–LegacyTexas Bank CD	3,024,480	3,024,480	
03/29/19–Lubbock National Bank CD	3,024,279	3,024,279	
04/12/19–Southside Bank CD	2,007,479	2,007,479	
05/03/19–Southside Bank CD	3,011,494	3,011,494	
08/02/19–Landmark Bank CD	3,000,000	3,000,000	
Totals	\$ 69,431,237	\$ 64,522,229	\$ 4,909,007

Cash and Investments by Fund

		12/31/2017	9/30/2017
General Fund	101	\$ 9,431,201	\$ 5,918,547
General Capital Projects Fund	102	133,091	298,067
Street Improvement Fund	103	205,373	64,711
Development Services Fund	202	1,653,671	1,661,108
Cemeteries Operating Fund	204	55,220	(5,088)
Forfeitures Fund	205	213,775	214,428
Court Technology Fund	207	190,729	194,411
TIF/TIRZ # 2	209	2,740	2,733
Hotel-Motel Tax Fund	211	4,177,386	4,098,097
Donations Fund	216	404,202	497,076
TIF/TIRZ # 3	218	226,152	225,823
Tyler Tourism & Convention Facilities Fund	219	1,123,407	1,279,326
Half Cent Sales Tax Fund	231	12,969,277	12,409,712
Passenger Facility Fund	234	197,718	141,292
Oil & Natural Gas Fund	235	3,169,587	3,141,986
PEG Fee Fund	236	581,628	532,780
Fair Plaza Fund	240	59,853	99,749
Retained HUD Admin Fee Fund	274	402	201
Housing Assistance Fund	276	199,683	659,302
State/Federal Grants Fund	285	(85,538)	(148,667)
Transit System Fund	286	(394,894)	(254,115)
CDBG Grant Fund	294	(57,956)	(15,438)
HOME Grant Fund	295	313,768	301,135
Utilities Fund	502	6,038,714	7,415,894
Utilities Construction Fund	503	7,462,214	5,169,350
Utilities Debt Service Fund	504	1,466,219	7,313
Utilities Debt Reserve Fund	505	1,494,925	1,493,711
Revenue Bond Series 2015	517	2,691,118	4,909,007
Airport Fund	524	589,860	582,617
Airport Grant Fund	525	(1,121,494)	(435,968)
Solid Waste Fund	560	779,275	1,355,744
Solid Waste Capital Projects Fund	562	569,720	138,310
Productivity Improvement Fund	639	375,591	208,650
Fleet Replacement Fund	640	4,359,955	5,317,715
Prop, Liab, W/C Insurance Fund	650	947,754	740,463
Employee Benefits Fund	661	111,898	717,753
Prop & Facility Management Fund	663	1,310,492	714,799
Technology Fund	671	1,111,528	1,057,241
Payroll Fund	710	854,364	1,124,697
Cemetery Trust Fund	713	2,973,865	2,958,030
Landfill Trust Fund	720	2,593,695	2,578,145
Retiree Benefits Fund	761	(966,977)	(28,145)
Section 125 Trust Fund	772	196,136	181,000
Total		\$ 68,609,327	\$ 67,523,501