



-Memorandum-

Finance Department

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Date: November 29, 2016

To: Mayor and City Councilmembers
Douglas Faseler, City Manager

From: Susan Caddell *Susan Caddell*
Director of Finance

Subject: Investment Report for Quarter Ended September 30, 2016

Attached you will find the investment report for the quarter ended September 30, 2016. You may notice the investment report for this quarter is quite a bit larger than those of past quarters. I have begun to take funds out of our pools and place them in several different investments. These investments range from bonds from different cities and agencies across the country to interest bearing certificates of deposits from banks across the country. All investments are allowed within the City of Seguin's Investment Policy. The majority of these investments earn a higher interest rate largely due to the fact these funds invested are at a longer term than those of the pooled funds. With these higher interest rates and the higher interest rates from those of the pools from last quarter, the average interest rate rose from .5442% to .6929% for an increase of .1487%.

The total of all investments decreased from July 1 to September 30 by \$9,575,327. We continue to spend down our bond proceeds for the 2016 Certificates of Obligation and 2016 Utility Revenue Bonds we received in February. Interest earnings increased from the quarter ended June 30, 2016 by \$5,239.

Please let me know if you have any further questions.