



Monthly Investment Report

as of December 31, 2017
(unaudited)

Audio Briefing at:

: <http://www.showme.com/sh/?h=kgVUewK>



MONTHLY INVESTMENT REPORT (unaudited)

PURPOSE OF REPORT

As of December 31, 2017

- State compliance with state law, HCDE policy and investment strategy.
Texas Government Code, Section 2256, Public Funds Investment Act; and HCDE CDA (LEGAL) and CDA (LOCAL), Other Revenues: Investments
- Describe investment position at report date.
HCDE Portfolio by Investment Type / PFC Portfolio by Investment Type
- State account or fund for each investment asset.
HCDE Investment Earnings Reports / PFC Investment Earnings Reports
- State book and market value for each investment asset at beginning and end of the period.
HCDE Inventory Report / PFC Inventory Report
- Present a summary statement for each pooled fund group, including beginning market value; additions and changes to market value during the period; and ending market value.
HCDE Inventory Report / PFC Inventory Report



MONTHLY INVESTMENT REPORT (unaudited)

INVESTMENT BY FUND BY TYPE

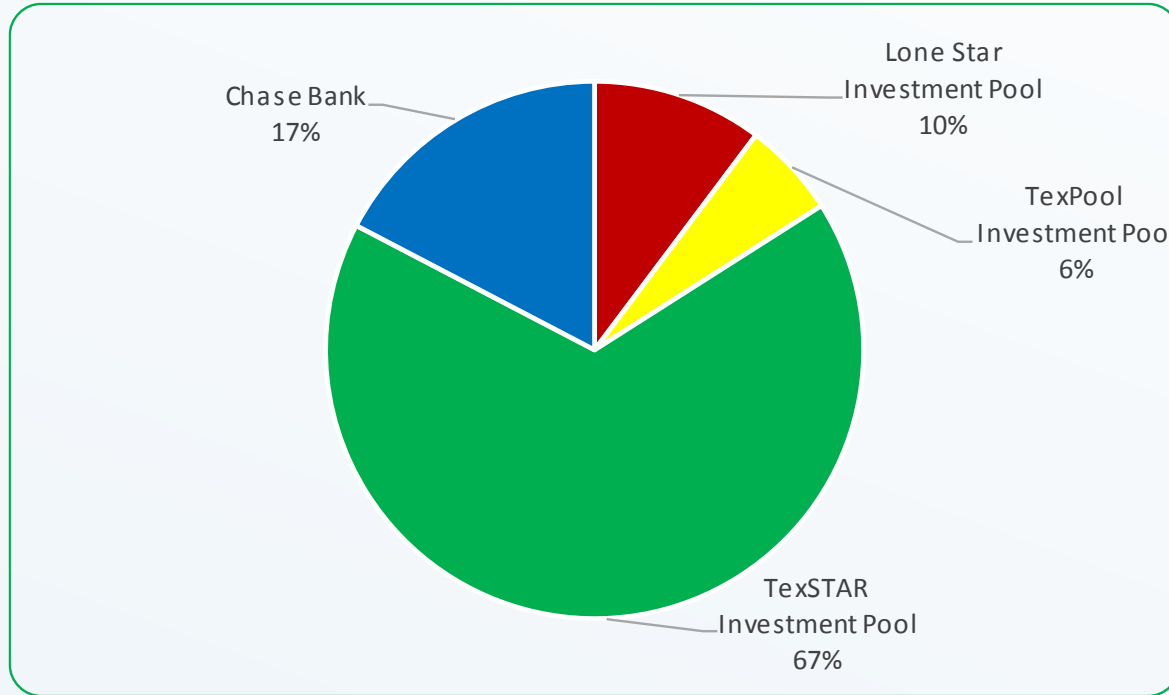
As of December 31, 2017

INVESTMENT TYPE	(A)	(B)	(C)	(D)	(E)	(F)
	GENERAL FUND	RETIREMENT LEAVE FUND	AGENCY FUNDS	TOTAL HCDE (A)+(B)+(C)	PUBLIC FACILITY CORPORATION	TOTAL FUNDS (D) + (E)
Lone Star Investment Pool	\$ 2,530,569	\$ -	\$ -	\$ 2,530,569	\$ -	\$ 2,530,569
TexPool Investment Pool	877,625	539,879	-	1,417,503	10,826,754	12,244,258
TexSTAR Investment Pool	16,480,284	-	-	16,480,284	-	16,480,284
Bank - Chase (Cash)	4,244,092	-	39,581	4,283,673	873	4,284,546
Bank of Texas - Investment	-	-	-	-	85,204	85,204
Totals	\$24,132,570	\$ 539,879	\$ 39,581	\$24,712,030	\$ 10,912,831	\$35,624,861

MONTHLY INVESTMENT REPORT (unaudited)

HCDE PORTFOLIO BY INVESTMENT TYPE

As of December 31, 2017

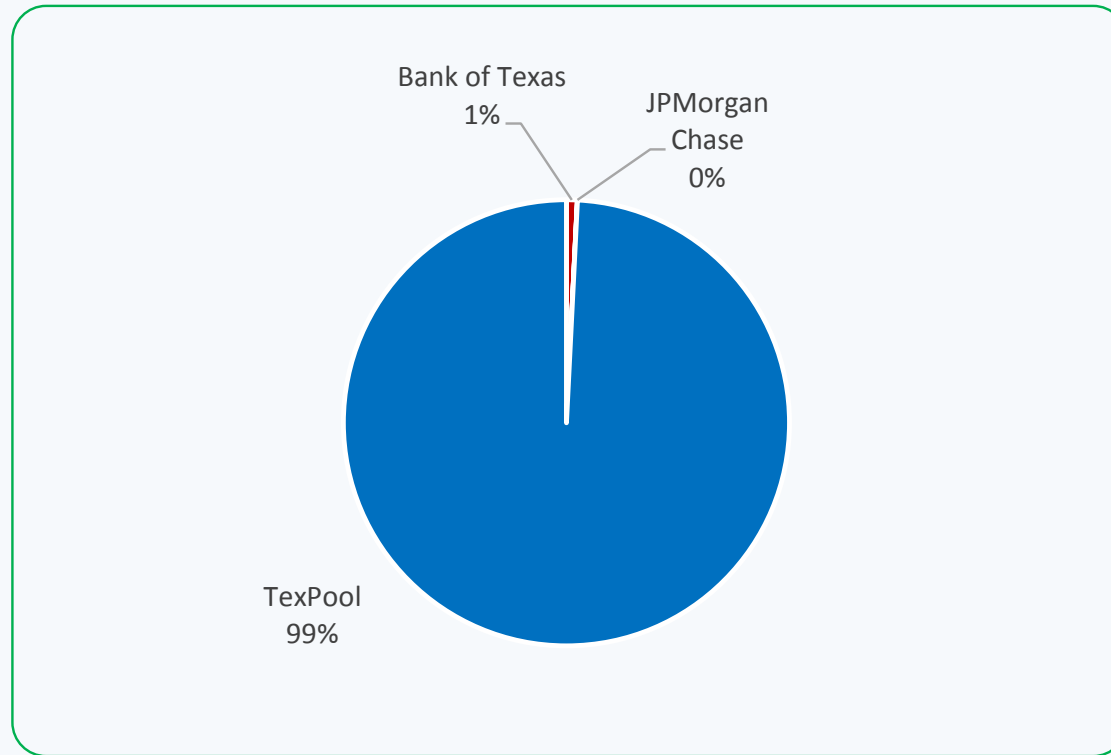


GENERAL FUND INVESTMENT TYPE	AMOUNT INVESTED	% OF TOTAL
Bank Money Market Fund Sweep	\$ 4,283,673	17%
Investment Pools	20,428,356	83%
Totals:	\$ 24,712,030	100%

MONTHLY INVESTMENT REPORT (unaudited)

PFC PORTFOLIO INVESTMENT BY TYPE

As of December 31, 2017



PFC INVESTMENT TYPE	AMOUNT INVESTED	% OF TOTAL
Bank of Texas Funds	85,204	0.78%
Bank Money Market Fund Sweep	873	0.01%
TexPool Investment Pools	10,826,754	99.21%
Total	10,912,831	100%

MONTHLY INVESTMENT REPORT (unaudited)

HCDE INVESTMENT PORTFOLIO COMPARISON

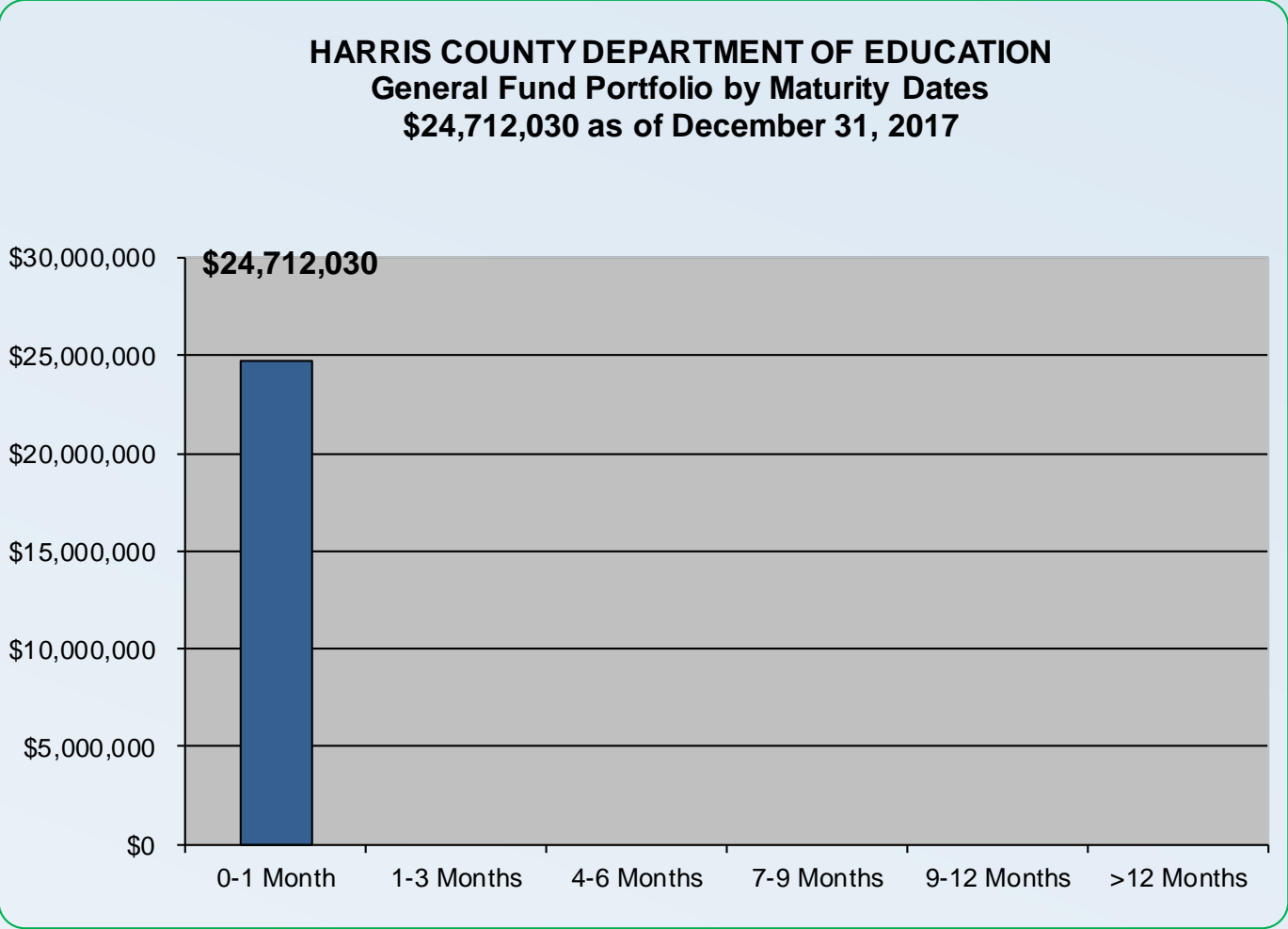
As of December 31, 2016 and December 31, 2017

	FY 2017	FY 2018	CHANGE FROM A YEAR AGO	% CHANGE
Lone Star Investment Pool	\$ 2,509,374	\$ 2,530,569	\$ 21,195	1%
TexPool Investment Pool	1,405,335	1,417,503	12,168	1%
TexSTAR Investment Pool	6,999,352	16,480,284	9,480,932	135%
Bank - Chase (Cash)	10,611,227	4,283,673	(6,327,554)	-60%
Total	\$21,525,288	\$24,712,030	\$ 3,186,742	15%
HCDE - Public Facility Corporation	10,843,228	10,912,831	69,603	1%
Totals	\$32,368,516	\$35,624,861	\$ 3,256,345	10%

MONTHLY INVESTMENT REPORT (unaudited)

PORTFOLIO INVESTMENT MATURITY

As of December 31, 2017



MONTHLY INVESTMENT REPORT (unaudited)

HCDE AND HCDE - PFC PORTFOLIO MARKET AND BOOK VALUE

As of December 31, 2017

HCDE	
Book value	\$24,712,030
Market Value	\$24,712,030
Unrealized Gain/(Loss)	\$ -
Fiscal Year-to-Date Earning, HCDE Funds	\$ 69,010
HCDE PFC	
Book value	\$10,912,831
Market Value	\$10,912,831
Unrealized Gain/(Loss)	\$ -
Fiscal Year-to-Date Earning, HCDE Funds	\$ 38,942

MONTHLY INVESTMENT REPORT (unaudited) BEGINNING AND ENDING VALUES /WAM /YIELD As of December 31, 2017

Beginning Book Value	\$ 23,843,580
Beginning Market Value	\$ 23,843,580
Beginning Weighted Average to Maturity	1 Day
Ending Book Value	\$ 24,712,030
Ending Market Value	\$ 24,712,030
Earnings for Period	\$18,278
Change in Book Value	\$ 868,450
Change in Market Value	\$ 868,450
Ending Weighted Average to Maturity	1 Day
Period Average Yield	1.212%
Period Average Benchmark **	1.435%

** Benchmark – 13 Week Treasury Bill at Maturity

Note: The Department also maintained an average of \$5,613,419 during November 2017 to yield 0.02820% in earnings credit resulting in savings of \$1,582.98

MONTHLY INVESTMENT REPORT (unaudited)

INVESTMENT INTEREST RATES AND YIELD EARNED

FY2016-17 Compared to FY2017-18

	BANK %		INV POOLS %		U S AGENCIES %		COMM PAPER %	
	FY17	FY18	FY17	FY18	FY17	FY18	FY17	FY18
SEP	-	-	.37 - .40	.99 - 1.04	-	-	-	-
OCT	-	-	.38 - .41	1.02 - 1.05	-	-	-	-
NOV	-	-	.40 - .41	1.04 - 1.06	-	-	-	-
DEC	-	-	.40 - .48	1.17 - 1.25	-	-	-	-
JAN	-	-	.52 - .55	-	-	-	-	-
FEB	-	-	.53 - .56	-	-	-	-	-
MAR	-	-	.59 - .68	-	-	-	-	-
APR	-	-	.69 - .71	-	-	-	-	-
MAY	-	-	.73 - .80	-	-	-	-	-
JUN	-	-	.83 - .95	-	-	-	-	-
JUL	-	-	.95 - .98	-	-	-	-	-
AUG	-	-	.99 - 1.03	-	-	-	-	-

Q&A

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- I certify that the foregoing information is true and accurate to the best of my knowledge.
 - /s/ Jesus Amezcua, Ph.D., CPA, RTSBA Assistant Superintendent
 - /s/ Rosa Maria Torres, RTSBA, Chief Accounting Officer