

**PORT OF GALVESTON
REQUEST FOR DISCUSSION AND
TRUSTEE ACTION**

BUSINESS ITEM – D - 3

PREPARED BY: Mark Murchison Director of Finance September 18, 2017

SUBJECT: CONSIDER PORT INVESTMENTS REPORTS FOR THE MONTH ENDED AUGUST 31, 2017

BACKGROUND: Attached is the Schedule of Investments Report as of August 31, 2017

RECOMMENDATIONS: The Board of Trustees of the Galveston Wharves is respectfully requested to review the attached information, to listen to the briefing of the Port Director, the Director of Finance, and the Controller, and to approve the Report of Investments for the month ended August 31, 2017.

Respectfully Submitted By:






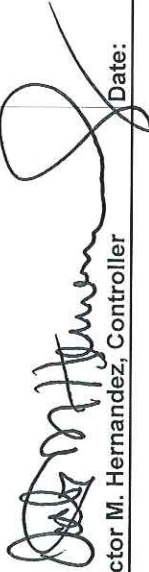
Peter Simons, Interim Port Director

DATE ACTION TAKEN: _____

Approved: _____
Disapproved: _____
Deferred To: _____
Incorporated into Minutes: _____


Motion By: _____
Seconded By: _____
Unanimous: Yes _____ No _____
By: _____

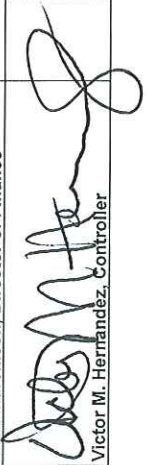
PORT OF GALVESTON												
REPORT OF INVESTMENTS												
August 31, 2017												
The following Port unrestricted investments at August 31, 2017												
Description	Current Date	Interest Rate	Days in Current Month	Beginning Balance 8/1/2017	Interest Received 08/31/17	Additions/ (Withdrawals)	Ending Balance 08/31/17	Maturity Date	Accrued Interest	Book/Market Value 08/31/17	Book/Market Value 07/31/17	Difference Increase (Decrease)
TexStar Account	08/31/17	Varies	31	\$ 348,516	\$ 306	\$ -	\$ 348,822			\$ 4,012,995	\$ 4,010,764	\$ 2,231
		Total		\$ 348,516	\$ 306	\$ -	\$ 348,822			\$ 4,012,995	\$ 4,010,764	\$ 2,231
BOND FUNDS												
The following Port restricted Investments at August 31, 2017												
Purchase Date	Amount	Financial Institution	Maturity Date	Accrued Interest	Book/Market Value 08/31/17	Book/Market Value 07/31/17	Difference Increase (Decrease)					
08/31/17	\$ 4,012,995	Moody National Bank	N/A	N/A	\$ 4,012,995	\$ 4,010,764	\$ 2,231					
	Total				\$ 4,012,995	\$ 4,010,764	\$ 2,231					
I hereby certify that the investment portfolio of the Port of Galveston as presented complies with the Port's bond covenants and with the investment strategies contained in the Port's Investment Policy and is in conformance with the statutes of the Public Funds Act of the State of Texas.												
										 Mark Murchison, Director of Finance		
										Date: September 18, 2017		
										 Victor M. Hernandez, Controller		
										Date: September 18, 2017		

Port of Galveston									
Schedule of Bond Proceeds Investments									
August 31, 2017									
Description	Current Date	Interest Rate	Days in Current Month	Opening Balance 08/01/17	Interest Received 8/31/2017	Additions/ (Withdrawals)	Ending Balance 8/31/2017		
Bulkhead Improvements Proceeds									
TexStar Account	08/31/17	Varies	31	\$ 2,942,576	2,585 \$	-	\$ 2,945,161		
Texas Term Account	08/31/17	Varies	31	\$ 3,857,441	3,264 \$	-	\$ 3,860,705		
Totals				\$ 6,800,017	\$ 5,848	\$ -	\$ 6,805,865		
<p>I hereby certify that the investment portfolio of the Port of Galveston as presented complies with the Port's bond covenants and with the investment strategies contained in the Port's Investment Policy and is in conformance with the statutes of the Public Funds Act of the State of Texas.</p>									
									
				Mark Murchison, Director of Finance		Date: September 18, 2017			
									
				Victor M. Hernandez, Controller		Date: September 18, 2017			

BOND & NOTE FUND INVESTMENTS																
2011 Series Refunding Bond Interest and Sinking Fund (I&SF) Account																
Note: Series 2011 Bond Debt Service Principle and Interest in the amount of \$2,134,396.88 is due on 2/1/18																
Description	Date Purchased	Maturity Date	Days to Maturity	Current Date	Days to Date	Face Value	Cost	Interest Rate	Interest Income at Maturity	Accrued Interest	Book Value 08/31/17	Market Value 08/31/17	Book Value 07/31/17	Market Value 07/31/17	Month's Change in Book Value	Month's Change in Market Value
Cash Balance including Deposits in Transit-BNY Mellon	08/31/17	N/A	N/A	08/31/17	0	216,532	216,532	0.00%	-	-	216,532	216,532	1,308,522	1,308,522	(1,091,990)	(1,091,990)
U. S. Treasury Bill	08/21/17	01/25/18	157	08/31/17	10	857,000	853,326	0.00%	3,674	234	853,560	853,443	0	0	853,560	853,443
Total Interest & Sinking Fund						\$ 1,073,532	\$ 1,069,858		\$ 3,674	\$ 234	\$ 1,070,092	\$ 1,069,975	\$ 1,308,522	\$ 1,308,522	\$ (238,430)	\$ (238,547)
2011 Series Refunding Bond Debt Service Reserve Fund (DSR)																
Cash Balance-BNY Mellon	08/31/17	N/A	N/A	08/31/17	0	-	-	0.00%	-	-	-	-	-	-	-	-
U. S. Treasury Bill	07/31/17	01/04/18	157	08/31/17	31	2,579,000	2,561,734	0.00%	17,266	3,409	2,565,143	2,569,767	2,568,495	2,564,274	(3,352)	5,493
Total DSR Fund						\$ 2,579,000	\$ 2,561,734		\$ 17,266	\$ 3,409	\$ 2,565,143	\$ 2,569,767	\$ 2,568,495	\$ 2,564,274	\$ (3,352)	\$ 5,493
2014 Series Sub Lien Note Interest and Sinking Fund (I&SF) Account																
Note: Series 2014 Sub Lien Note Debt Service Interest in the amount of \$288,600 is due on 2/1/18																
Cash Balance-BNY Mellon	08/31/17	N/A	N/A	08/31/17	0	48,742	48,742	0.00%	-	-	48,742	48,742	289,242	289,242	(240,500)	(240,500)
Total Interest & Sinking Fund						\$ 48,742	\$ 48,742		\$ -	\$ -	\$ 48,742	\$ 48,742	\$ 289,242	\$ 289,242	\$ (240,500)	\$ (240,500)
2013 Series A & B Refunding Certificates of Obligation Reserve Fund																
Cash Balance-BNY Mellon	08/31/17	N/A	N/A	08/31/17	0	1,012,427	1,013,316		-	-	1,013,316	1,013,316	-	-	-	-
Totals						\$ 1,012,427	\$ 1,013,316		\$ -	\$ -	\$ 1,013,316	\$ 1,013,316	\$ -	\$ -	\$ -	\$ -

I hereby certify that the investment portfolio of the Port of Galveston as presented complies with the Port's bond covenants and with the investment strategies contained in the Port's Investment Policy and is in conformance with the statutes of the Public Funds Act of the State of Texas.


 Mark Murchison, Director of Finance
 Date: September 18, 2017


 Victor M. Hernandez, Controller
 Date: September 18, 2017