



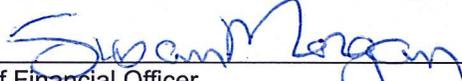
QUARTERLY INVESTMENT REPORT

For the Quarter Ended

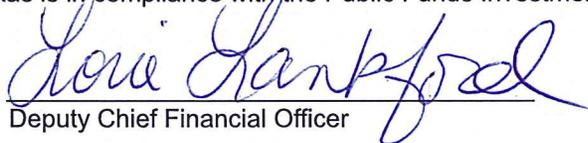
December 31, 2015

Prepared by
Valley View Consulting, L.L.C.

The investment portfolio of the City of Round Rock, Texas is in compliance with the Public Funds Investment Act and the Investment Policy and Strategies.



Chief Financial Officer



Deputy Chief Financial Officer



Treasury Accountant

2/5/16

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 Holdings by Investment Category (Security Sector)

December 31, 2015

| Description | YTM @ Cost | Book Value | Market Value |
|----------------------------------|---------------|-----------------------|-----------------------|
| Cash | 0.00% | \$ 19,699,193 | \$ 19,699,193 |
| Certificate Of Deposit | 0.70% | 37,245,000 | 37,245,000 |
| Local Government Investment Pool | 0.19% | 59,339,915 | 59,339,915 |
| Money Market Accounts | 0.24% | 27,037,452 | 27,037,452 |
| Municipal | 0.71% | 15,702,645 | 15,670,142 |
| US Agency | 0.59% | 122,616,035 | 122,363,234 |
| US Treasury | 0.53% | 61,999,554 | 61,955,304 |
| Total / Average | 0.46% | \$ 343,639,794 | \$ 343,310,240 |

September 30, 2015

| Description | YTM @ Cost | Book Value | Market Value |
|----------------------------------|---------------|-----------------------|-----------------------|
| Cash | 0.00% | \$ 19,739,266 | \$ 19,739,266 |
| Certificate Of Deposit | 0.49% | 12,245,000 | 12,245,000 |
| Local Government Investment Pool | 0.09% | 65,587,614 | 65,587,614 |
| Money Market Accounts | 0.15% | 15,027,316 | 15,027,316 |
| Municipal | 0.63% | 12,128,503 | 12,146,895 |
| US Agency | 0.59% | 137,155,803 | 137,281,620 |
| US Treasury | 0.47% | 78,497,083 | 78,618,637 |
| Total / Average | 0.41% | \$ 340,380,585 | \$ 340,646,348 |

Average Yield

| | Current Quarter (1) | Fiscal Year- to-Date (2) |
|--------------------------------|------------------------|-----------------------------|
| Total Portfolio | 0.46% | 0.46% |
| Rolling Three Mo. Treas. Yield | 0.13% | 0.13% |
| Rolling Six Mo. Treas. Yield | 0.25% | 0.25% |
| TexPool Yield | 0.19% | 0.19% |

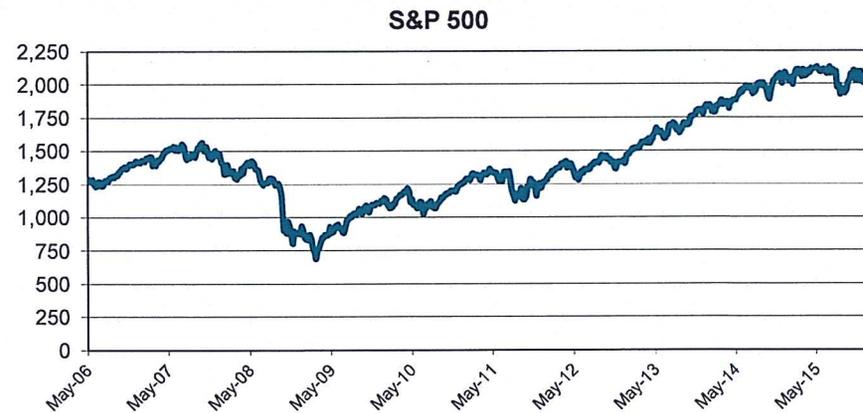
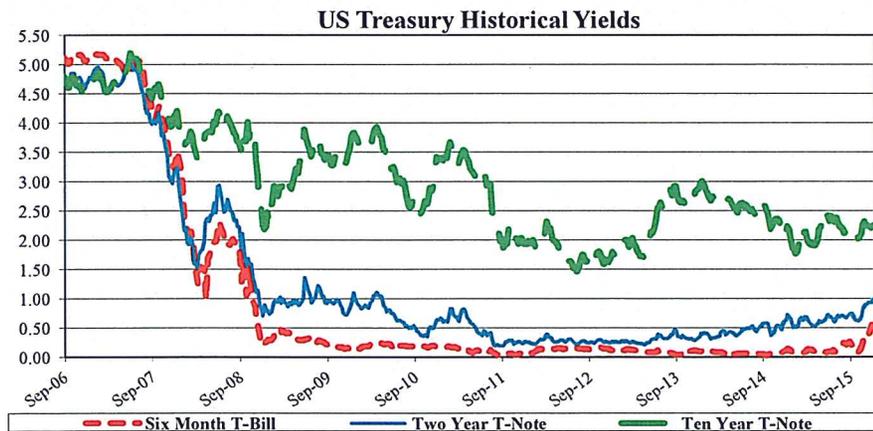
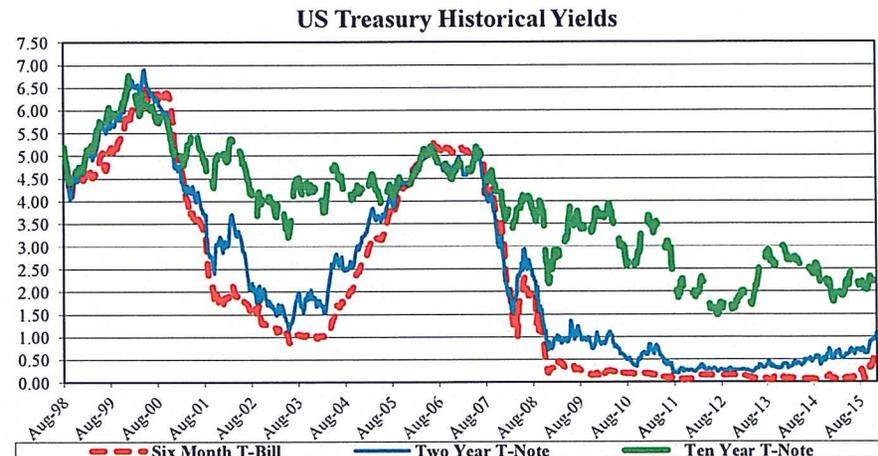
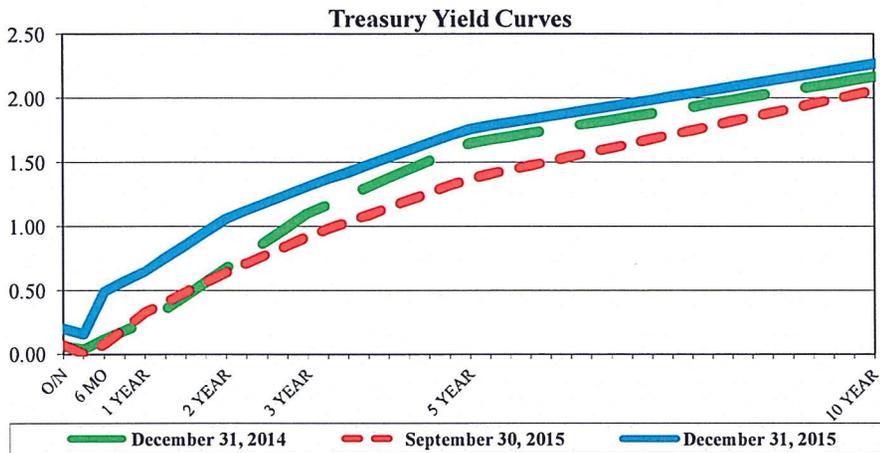
Interest Income

| | | |
|-------------------------------|------------|------------|
| Interest Income (Approximate) | \$ 336,470 | \$ 336,470 |
|-------------------------------|------------|------------|

(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) raised the Fed Funds target range to 0.25% - 0.50% (actual Fed Funds traded +/-30 bps). The market reacted with higher short to medium term yields. Ten year and longer yields did not increase beyond the current trading range. The December new payroll numbers jumped +292k, with additional positive Oct/Nov adjustments. The Chinese economy and stock market turmoil grabbed international attention. US stock markets dropped in sympathy, but tried to stabilize. Broader international social and economic concerns continue, with the European Central Bank continuing its easing program. Treasury and Agency security yields are attractive for cash-flow based laddering. Although Bank CDs and municipal bonds may still offer the best interest earnings opportunity, if available.



Investment Holdings by Investment Category

December 31, 2015

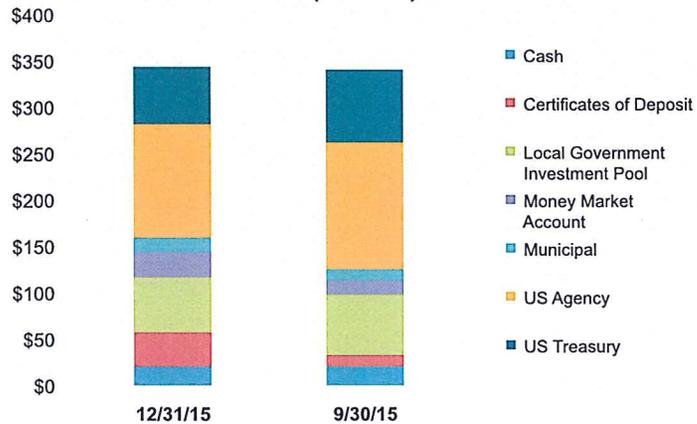
| Description | Book Value | % of Portfolio |
|-------------------------|-----------------------|----------------|
| Cash | \$ 19,699,193 | 6% |
| Certificates of Deposit | 37,245,000 | 11% |
| Investment Pools | 59,339,915 | 17% |
| Money Market Accounts | 27,037,452 | 8% |
| Municipal | 15,702,645 | 5% |
| US Agency | 122,616,035 | 36% |
| US Treasury | 61,999,554 | 18% |
| Total / Average | \$ 343,639,794 | 100% |

Quarterly Transactions By Investment Category

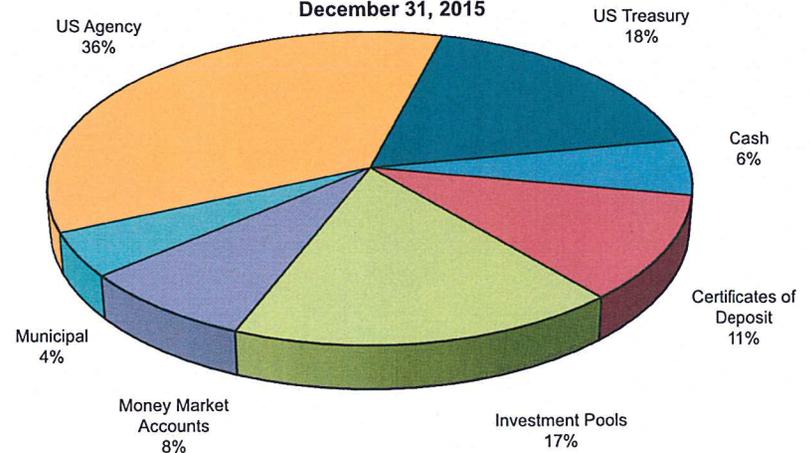
December 31, 2015

| Sector | Buys | Sells | Maturities | Calls | Interest | Net Cash Equivalent Deposit/(Withdrawal) |
|-------------------------|----------------------|-------------|----------------------|---------------------|-------------------|--|
| Cash | \$ - | \$ - | \$ - | \$ - | \$ - | \$ (40,073) |
| Certificates of Deposit | 25,000,000 | - | - | - | 19,423 | - |
| Investment Pools | - | - | - | - | 19,932 | (6,247,699) |
| Money Markets Accounts | - | - | - | - | 5,667 | 12,010,136 |
| Municipal Securities | 3,643,701 | - | - | - | 55,589 | - |
| US Agency | - | - | 11,500,000 | 3,000,000 | 207,083 | - |
| US Treasury | - | - | 16,500,000 | - | 76,875 | - |
| Totals | \$ 28,643,701 | \$ - | \$ 28,000,000 | \$ 3,000,000 | \$ 384,570 | \$ 5,722,364 |

Portfolio Balances (Millions)



Portfolio Composition December 31, 2015



Holdings by Allocation and Portfolio (Fund)
December 31, 2015

| Issuer | Coupon Rate | Credit Rating | Settlement Date | Face Amount/ Shares | Book Value | Market Price | Market Value | Maturity Date | Next Call Date | YTM @ Book |
|--------------------------------------|-------------|---------------|-----------------|------------------------|---------------|--------------|---------------|---------------|----------------|------------|
| Fund 000 - Pooled Investments | | | | | | | | | | |
| JPMorgan Chase | 0.00% | | 09/30/15 | \$ 19,696,037 | \$ 19,696,037 | 100.000 | \$ 19,696,037 | N/A | | 0.00% |
| TexSTAR | 0.19% | AAAm | 09/30/15 | 5,182,018 | 5,182,018 | 100.000 | 5,182,018 | N/A | | 0.19% |
| TexPool | 0.19% | AAAm | 09/30/15 | 25,865,987 | 25,865,987 | 100.000 | 25,865,987 | N/A | | 0.19% |
| TexasDAILY | 0.23% | AAAm | 09/30/15 | 5,004,552 | 5,004,552 | 100.000 | 5,004,552 | N/A | | 0.23% |
| FHLB | 0.34% | Aaa/AA+/AAA | 02/17/15 | 5,000,000 | 5,000,126 | 99.998 | 4,999,915 | 01/25/16 | | 0.30% |
| Cleburne ISD TX | 2.00% | Aaa/-/ | 03/10/15 | 1,020,000 | 1,022,229 | 100.232 | 1,022,366 | 02/15/16 | | 0.25% |
| Treasury | 0.38% | Aaa/AA+/AAA | 01/21/14 | 2,500,000 | 2,499,865 | 100.012 | 2,500,293 | 02/15/16 | | 0.42% |
| Cotulla ISD TX | 2.00% | -/AAA/- | 05/21/15 | 1,100,000 | 1,102,303 | 100.225 | 1,102,475 | 02/15/16 | | 0.32% |
| FHLB | 0.33% | Aaa/AA+/AAA | 02/18/15 | 5,000,000 | 5,000,040 | 99.949 | 4,997,430 | 02/18/16 | | 0.32% |
| FHLB | 0.35% | Aaa/AA+/AAA | 02/25/14 | 3,000,000 | 3,000,000 | 99.995 | 2,999,838 | 02/25/16 | | 0.35% |
| FNMA | 0.50% | Aaa/AA+/AAA | 02/27/14 | 2,500,000 | 2,500,707 | 100.008 | 2,500,200 | 03/30/16 | | 0.39% |
| FNMA | 0.50% | Aaa/AA+/AAA | 03/27/14 | 2,500,000 | 2,500,123 | 100.008 | 2,500,200 | 03/30/16 | | 0.48% |
| FAMC | 0.43% | Aaa/AA+/AAA | 06/20/14 | 2,000,000 | 1,999,634 | 100.000 | 1,999,992 | 04/04/16 | | 0.50% |
| FFCB | 0.55% | Aaa/AA+/AAA | 02/27/14 | 2,500,000 | 2,501,215 | 100.012 | 2,500,305 | 04/28/16 | | 0.40% |
| FFCB | 0.50% | Aaa/AA+/AAA | 02/27/14 | 2,500,000 | 2,500,584 | 99.999 | 2,499,965 | 05/04/16 | | 0.43% |
| Union State Bank | 0.45% | | 05/14/15 | 2,000,000 | 2,000,000 | 100.000 | 2,000,000 | 05/12/16 | | 0.45% |
| Union State Bank | 0.40% | | 05/14/15 | 5,000,000 | 5,000,000 | 100.000 | 5,000,000 | 05/12/16 | | 0.40% |
| FHLMC | 0.50% | Aaa/AA+/AAA | 03/27/14 | 2,500,000 | 2,499,785 | 99.980 | 2,499,500 | 05/13/16 | | 0.52% |
| LegacyTexas Bank | 0.50% | | 12/04/15 | 5,000,000 | 5,000,000 | 100.000 | 5,000,000 | 06/01/16 | | 0.50% |
| Chemeketa OR | 3.00% | -/AA+/- | 03/10/15 | 300,000 | 303,486 | 101.211 | 303,633 | 06/15/16 | | 0.44% |
| FFCB | 0.45% | Aaa/AA+/AAA | 07/31/14 | 5,000,000 | 4,998,177 | 99.911 | 4,995,525 | 06/20/16 | | 0.53% |
| LegacyTexas Bank | 0.52% | | 12/04/15 | 5,000,000 | 5,000,000 | 100.000 | 5,000,000 | 07/01/16 | | 0.52% |
| Treasury | 0.50% | Aaa/AA+/AAA | 11/21/14 | 5,000,000 | 5,003,188 | 99.934 | 4,996,675 | 07/31/16 | | 0.39% |
| Union State Bank | 0.60% | | 08/13/15 | 5,000,000 | 5,000,000 | 100.000 | 5,000,000 | 08/11/16 | | 0.60% |
| FNMA | 0.63% | Aaa/AA+/AAA | 11/21/14 | 5,000,000 | 5,004,620 | 99.923 | 4,996,150 | 08/26/16 | | 0.48% |
| FNMA | 0.63% | Aaa/AA+/AAA | 01/29/15 | 5,000,000 | 5,006,754 | 99.923 | 4,996,150 | 08/26/16 | | 0.42% |
| FHLB | 2.00% | Aaa/AA+/AAA | 11/21/14 | 5,000,000 | 5,049,985 | 100.768 | 5,038,415 | 09/09/16 | | 0.55% |
| FHLB | 0.50% | Aaa/AA+/AAA | 01/29/15 | 5,000,000 | 5,000,738 | 99.897 | 4,994,830 | 09/28/16 | | 0.48% |
| FFCB | 0.58% | Aaa/AA+/AAA | 01/29/15 | 5,000,000 | 5,002,700 | 99.797 | 4,989,840 | 10/14/16 | | 0.51% |
| Treasury | 0.38% | Aaa/AA+/AAA | 11/21/14 | 5,000,000 | 4,994,295 | 99.707 | 4,985,350 | 10/31/16 | | 0.51% |
| FHLB | 0.63% | Aaa/AA+/AAA | 12/04/14 | 5,000,000 | 5,001,972 | 99.771 | 4,988,550 | 11/18/16 | | 0.58% |
| FHLMC | 0.60% | Aaa/AA+/AAA | 01/29/15 | 5,000,000 | 5,001,966 | 99.852 | 4,992,600 | 11/28/16 | | 0.56% |
| Union State Bank | 0.42% | | 06/04/15 | 245,000 | 245,000 | 100.000 | 245,000 | 12/04/16 | | 0.42% |
| FHLB | 1.63% | Aaa/AA+/AAA | 01/29/15 | 5,000,000 | 5,048,059 | 100.628 | 5,031,405 | 12/09/16 | | 0.60% |
| FHLMC | 0.80% | Aaa/AA+/AAA | 12/30/13 | 4,000,000 | 4,000,000 | 99.970 | 3,998,800 | 12/30/16 | | 0.80% |
| Anderson ISD | 1.10% | -/AA+/- | 03/10/15 | 500,000 | 501,252 | 100.046 | 500,230 | 01/05/17 | | 0.85% |

**Holdings by Allocation and Portfolio (Fund)
December 31, 2015**

| Issuer | Coupon Rate | Credit Rating | Settlement Date | Face Amount/ Shares | Book Value | Market Price | Market Value | Maturity Date | Next Call Date | YTM @ Book |
|---|--------------|---------------|-----------------|------------------------|--------------------|----------------|--------------------|---------------|----------------|--------------|
| FHLMC | 0.50% | Aaa/AA+/AAA | 01/29/15 | 4,500,000 | 4,494,663 | 99.481 | 4,476,645 | 01/27/17 | | 0.61% |
| FHLMC | 0.88% | Aaa/AA+/AAA | 01/27/14 | 2,500,000 | 2,500,000 | 99.990 | 2,499,750 | 01/27/17 | 01/27/16 | 0.88% |
| Mahtomedi MN | 0.00% | Aa2/AA-/- | 03/03/15 | 535,000 | 531,540 | 99.113 | 530,255 | 02/01/17 | | 0.60% |
| FHLB | 0.72% | Aaa/AA+/AAA | 02/17/15 | 5,000,000 | 4,999,718 | 99.796 | 4,989,795 | 02/13/17 | | 0.73% |
| McKinney ISD TX | 2.00% | Aaa/AAA/- | 04/07/15 | 2,290,000 | 2,325,006 | 101.566 | 2,325,861 | 02/15/17 | | 0.63% |
| Treasury | 0.88% | Aaa/AA+/AAA | 02/27/14 | 5,500,000 | 5,509,822 | 100.070 | 5,503,867 | 02/28/17 | | 0.72% |
| FHLB | 0.75% | Aaa/AA+/AAA | 03/30/15 | 6,000,000 | 6,003,084 | 99.773 | 5,986,362 | 03/24/17 | | 0.71% |
| FFCB | 0.70% | Aaa/AA+/AAA | 04/06/15 | 6,000,000 | 5,998,635 | 99.695 | 5,981,700 | 04/06/17 | | 0.72% |
| FFCB | 0.65% | Aaa/AA+/AAA | 09/08/15 | 2,000,000 | 1,998,687 | 99.578 | 1,991,562 | 05/01/17 | | 0.70% |
| Tulsa County OK | 2.00% | -/AA-/- | 05/28/15 | 3,165,000 | 3,221,443 | 101.580 | 3,215,007 | 05/01/17 | | 0.65% |
| FHLB | 0.75% | Aaa/AA+/AAA | 09/08/15 | 5,000,000 | 5,001,447 | 99.625 | 4,981,245 | 06/15/17 | | 0.73% |
| FFCB | 0.68% | Aaa/AA+/AAA | 09/08/15 | 5,000,000 | 4,994,776 | 99.492 | 4,974,605 | 07/03/17 | | 0.75% |
| Arlington TX | 2.50% | Aa1/AAA/AAA | 06/17/15 | 3,000,000 | 3,079,875 | 102.681 | 3,080,430 | 08/15/17 | | 0.84% |
| FNMA | 0.88% | Aaa/AA+/AAA | 02/17/15 | 5,000,000 | 5,000,079 | 99.585 | 4,979,250 | 08/28/17 | | 0.87% |
| FHLB | 0.90% | Aaa/AA+/AAA | 09/08/15 | 5,000,000 | 5,007,761 | 99.654 | 4,982,710 | 09/28/17 | | 0.81% |
| Southside Bank | 0.97% | | 12/08/15 | 5,000,000 | 5,000,000 | 100.000 | 5,000,000 | 10/01/17 | | 0.97% |
| Southside Bank | 1.00% | | 12/08/15 | 5,000,000 | 5,000,000 | 100.000 | 5,000,000 | 11/01/17 | | 1.00% |
| Southside Bank | 1.03% | | 12/08/15 | 5,000,000 | 5,000,000 | 100.000 | 5,000,000 | 12/01/17 | | 1.03% |
| Texas A&M University System | 1.54% | Aaa/AA+/AA+ | 10/28/15 | 3,570,000 | 3,615,510 | 100.557 | 3,589,885 | 05/15/18 | | 0.99% |
| Subtotal / Average | 0.64% | | | 248,973,594 | 249,319,444 | 100.016 | 249,013,155 | | | 0.50% |
| Fund 170 - Interest & Sinking GO Bonds | | | | | | | | | | |
| TexPool | 0.19% | AAAm | 09/30/15 | 1,963,721 | 1,963,721 | 100.000 | 1,963,721 | N/A | | 0.19% |
| Subtotal / Average | 0.19% | | | 1,963,721 | 1,963,721 | 100.000 | 1,963,721 | | | 0.19% |
| Fund 210 - Interest & Sinking Debt Service | | | | | | | | | | |
| JPMorgan Chase | 0.00% | | 09/30/15 | 3,156 | 3,156 | 100.000 | 3,156 | N/A | | 0.00% |
| Subtotal / Average | 0.00% | | | 3,156 | 3,156 | 100.000 | 3,156 | | | 0.00% |
| Fund 460 - Bond Fund | | | | | | | | | | |
| TexPool | 0.19% | AAAm | 09/30/15 | 8,069,869 | 8,069,869 | 100.000 | 8,069,869 | N/A | | 0.19% |
| East West Bank | 0.15% | | 03/31/14 | 10,026,376 | 10,026,376 | 100.000 | 10,026,376 | N/A | | 0.15% |
| LegacyTexas Bank | 0.35% | | 11/23/15 | 6,002,234 | 6,002,234 | 100.000 | 6,002,234 | N/A | | 0.35% |
| Treasury | 0.38% | Aaa/AA+/AAA | 03/24/14 | 7,000,000 | 6,998,977 | 100.031 | 7,002,184 | 03/15/16 | | 0.45% |
| Treasury | 0.50% | Aaa/AA+/AAA | 03/24/14 | 7,000,000 | 6,997,980 | 100.004 | 7,000,273 | 06/15/16 | | 0.56% |
| Treasury | 0.88% | Aaa/AA+/AAA | 03/24/14 | 7,000,000 | 7,009,927 | 100.125 | 7,008,750 | 09/15/16 | | 0.67% |
| Treasury | 0.63% | Aaa/AA+/AAA | 03/24/14 | 7,000,000 | 6,989,249 | 99.855 | 6,989,878 | 12/15/16 | | 0.79% |
| Treasury | 0.50% | Aaa/AA+/AAA | 07/14/15 | 7,000,000 | 6,996,415 | 99.559 | 6,969,095 | 03/31/17 | | 0.54% |
| Subtotal / Average | 0.43% | | | 59,098,479 | 59,091,028 | 99.950 | 59,068,659 | | | 0.44% |

Holdings by Allocation and Portfolio (Fund)
December 31, 2015

| Issuer | Coupon Rate | Credit Rating | Settlement Date | Face Amount/ Shares | Book Value | Market Price | Market Value | Maturity Date | Next Call Date | YTM @ Book |
|--|--------------|---------------|-----------------|------------------------|-----------------------|----------------|-----------------------|---------------|----------------|--------------|
| Fund 461 - CO Bond Fund | | | | | | | | | | |
| TexPool | 0.19% | AAAm | 10/31/15 | 2,777,463 | 2,777,463 | 100.000 | 2,777,463 | N/A | | 0.19% |
| East West Bank | 0.15% | | 02/13/15 | 5,006,608 | 5,006,608 | 100.000 | 5,006,608 | N/A | | 0.15% |
| LegacyTexas Bank | 0.35% | | 11/23/15 | 6,002,234 | 6,002,234 | 100.000 | 6,002,234 | N/A | | 0.35% |
| Treasury | 0.00% | Aaa/AA+/AAA | 01/13/15 | 2,000,000 | 1,999,921 | 99.999 | 1,999,988 | 01/07/16 | | 0.21% |
| Treasury | 0.00% | Aaa/AA+/AAA | 07/30/15 | 2,000,000 | 1,999,776 | 99.992 | 1,999,844 | 02/04/16 | | 0.12% |
| Treasury | 0.00% | Aaa/AA+/AAA | 09/08/15 | 2,000,000 | 1,998,787 | 99.961 | 1,999,226 | 03/31/16 | | 0.24% |
| Subtotal / Average | 0.17% | | | 19,786,305 | 19,784,789 | 99.995 | 19,785,363 | | | 0.23% |
| Fund 591 - Reserves Fund | | | | | | | | | | |
| TexPool | 0.19% | AAAm | 09/30/15 | 807,125 | 807,125 | 100.000 | 807,125 | N/A | | 0.19% |
| Subtotal / Average | 0.19% | | | 807,125 | 807,125 | 100.000 | 807,125 | | | 0.19% |
| Fund 602 - Interest & Sinking Revenue Bonds | | | | | | | | | | |
| TexPool | 0.19% | AAAm | 09/30/15 | 6,466,971 | 6,466,971 | 100.000 | 6,466,971 | N/A | | 0.19% |
| Subtotal / Average | 0.19% | | | 6,466,971 | 6,466,971 | 100.000 | 6,466,971 | | | 0.19% |
| Fund 863 - Drainage Utility Revenue Bond | | | | | | | | | | |
| TexPool | 0.19% | AAAm | 10/31/15 | 3,202,209 | 3,202,209 | 100.000 | 3,202,209 | N/A | | 0.19% |
| Treasury | 0.38% | Aaa/AA+/AAA | 02/18/15 | 1,500,000 | 1,500,380 | 100.012 | 1,500,176 | 03/31/16 | | 0.27% |
| Treasury | 0.50% | Aaa/AA+/AAA | 02/18/15 | 1,500,000 | 1,500,971 | 99.980 | 1,499,706 | 06/30/16 | | 0.37% |
| Subtotal / Average | 0.31% | | | 6,202,209 | 6,203,560 | 99.998 | 6,202,091 | | | 0.25% |
| Total / Average | 0.56% | | | \$343,301,560 | \$ 343,639,794 | 100.003 | \$ 343,310,240 | | | 0.46% |

Book Value Comparison

December 31, 2015

| Issuer | Coupon Rate | Settlement Date | Maturity Date | Beginning Book Value | Total Buys/ Increases | Total Sells/ Decreases | Ending Book Value | Change in Book Value |
|--------------------------------------|-------------|-----------------|---------------|----------------------|-----------------------|------------------------|-------------------|----------------------|
| Fund 000 - Pooled Investments | | | | | | | | |
| JPMorgan Chase | N/A | 09/30/15 | N/A | \$ 19,735,360 | \$ 714,924 | \$ 754,247 | \$ 19,696,037 | \$ (39,323) |
| TexPool | N/A | 09/30/15 | N/A | 33,469,953 | 7,756,588 | 15,360,554 | 25,865,987 | (7,603,966) |
| TexSTAR | N/A | 09/30/15 | N/A | 5,180,221 | 1,797 | - | 5,182,018 | 1,797 |
| TexasDAILY | N/A | 09/30/15 | N/A | 5,002,351 | 2,201 | - | 5,004,552 | 2,201 |
| FNMA | 0.50% | 11/01/13 | 10/22/15 | 2,000,171 | - | 2,000,000 | - | (2,000,171) |
| FNMA | 1.63% | 11/21/13 | 10/26/15 | 2,001,881 | - | 2,000,000 | - | (2,001,881) |
| FFCB | 0.33% | 11/21/13 | 11/13/15 | 2,499,959 | - | 2,500,000 | - | (2,499,959) |
| Treasury | 1.38% | 11/21/13 | 11/30/15 | 2,003,017 | - | 2,000,000 | - | (2,003,017) |
| FFCB | 0.36% | 01/21/14 | 12/30/15 | 4,999,544 | - | 5,000,000 | - | (4,999,544) |
| FHLB | 0.34% | 02/17/15 | 01/25/16 | 5,000,592 | - | - | 5,000,126 | (465) |
| Cleburne ISD TX | 2.00% | 03/10/15 | 02/15/16 | 1,026,688 | - | - | 1,022,229 | (4,459) |
| Cotulla ISD TX | 2.00% | 05/21/15 | 02/15/16 | 1,106,910 | - | - | 1,102,303 | (4,606) |
| Treasury | 0.38% | 01/21/14 | 02/15/16 | 2,499,596 | - | - | 2,499,865 | 270 |
| FHLB | 0.33% | 02/18/15 | 02/18/16 | 5,000,116 | - | - | 5,000,040 | (76) |
| FHLB | 0.35% | 02/25/14 | 02/25/16 | 3,000,000 | - | - | 3,000,000 | - |
| FNMA | 0.50% | 02/27/14 | 03/30/16 | 2,501,429 | - | - | 2,500,707 | (722) |
| FNMA | 0.50% | 03/27/14 | 03/30/16 | 2,500,248 | - | - | 2,500,123 | (125) |
| FAMC | 0.43% | 06/20/14 | 04/04/16 | 1,999,279 | - | - | 1,999,634 | 354 |
| FFCB | 0.55% | 02/27/14 | 04/28/16 | 2,502,154 | - | - | 2,501,215 | (939) |
| FFCB | 0.50% | 02/27/14 | 05/04/16 | 2,501,014 | - | - | 2,500,584 | (430) |
| Union State Bank | 0.40% | 05/14/15 | 05/12/16 | 5,000,000 | - | - | 5,000,000 | - |
| Union State Bank | 0.45% | 05/14/15 | 05/12/16 | 2,000,000 | - | - | 2,000,000 | - |
| FHLMC | 0.50% | 03/27/14 | 05/13/16 | 2,499,637 | - | - | 2,499,785 | 148 |
| LegacyTexas Bank | 0.50% | 12/04/15 | 06/01/16 | - | 5,000,000 | - | 5,000,000 | 5,000,000 |
| Chemeketa OR | 3.00% | 03/10/15 | 06/15/16 | 305,407 | - | - | 303,486 | (1,921) |
| FFCB | 0.45% | 07/31/14 | 06/20/16 | 4,997,201 | - | - | 4,998,177 | 975 |
| LegacyTexas Bank | 0.52% | 12/04/15 | 07/01/16 | - | 5,000,000 | - | 5,000,000 | 5,000,000 |
| Treasury | 0.50% | 11/21/14 | 07/31/16 | 5,004,565 | - | - | 5,003,188 | (1,377) |
| Union State Bank | 0.60% | 08/13/15 | 08/11/16 | 5,000,000 | - | - | 5,000,000 | - |
| FNMA | 0.63% | 11/21/14 | 08/26/16 | 5,006,399 | - | - | 5,004,620 | (1,779) |
| FNMA | 0.63% | 01/29/15 | 08/26/16 | 5,009,354 | - | - | 5,006,754 | (2,600) |
| FHLB | 2.00% | 11/21/14 | 09/09/16 | 5,068,161 | - | - | 5,049,985 | (18,176) |
| FHLB | 0.50% | 01/29/15 | 09/28/16 | 5,000,988 | - | - | 5,000,738 | (250) |
| FFCB | 0.58% | 01/29/15 | 10/14/16 | 5,003,563 | - | - | 5,002,700 | (863) |
| Treasury | 0.38% | 11/21/14 | 10/31/16 | 4,992,574 | - | - | 4,994,295 | 1,721 |
| FHLB | 0.63% | 12/04/14 | 11/18/16 | 5,002,534 | - | - | 5,001,972 | (562) |
| FHLMC | 0.60% | 01/29/15 | 11/28/16 | 5,002,509 | - | - | 5,001,966 | (543) |
| Union State Bank | 0.42% | 06/04/15 | 12/04/16 | 245,000 | - | - | 245,000 | - |
| FHLB | 1.63% | 01/29/15 | 12/09/16 | 5,060,912 | - | - | 5,048,059 | (12,853) |
| FHLMC | 0.80% | 12/30/13 | 12/30/16 | 4,000,000 | - | - | 4,000,000 | - |
| Anderson ISD | 1.10% | 03/10/15 | 01/05/17 | 501,562 | - | - | 501,252 | (310) |
| FHLMC | 0.88% | 01/27/14 | 01/27/17 | 2,500,000 | - | - | 2,500,000 | - |
| FHLMC | 0.50% | 01/29/15 | 01/27/17 | 4,493,414 | - | - | 4,494,663 | 1,249 |
| Mahtomedi MN | 0.00% | 03/03/15 | 02/01/17 | 530,741 | - | - | 531,540 | 800 |
| FHLB | 0.72% | 02/17/15 | 02/13/17 | 4,999,655 | - | - | 4,999,718 | 63 |
| McKinney ISD TX | 2.00% | 04/07/15 | 02/15/17 | 2,332,823 | - | - | 2,325,006 | (7,817) |
| Treasury | 0.88% | 02/27/14 | 02/28/17 | 5,511,948 | - | - | 5,509,822 | (2,126) |
| FHLB | 0.75% | 03/30/15 | 03/24/17 | 6,003,716 | - | - | 6,003,084 | (632) |
| FFCB | 0.70% | 04/06/15 | 04/06/17 | 5,998,363 | - | - | 5,998,635 | 272 |
| FFCB | 0.65% | 09/08/15 | 05/01/17 | 1,998,439 | - | - | 1,998,687 | 248 |
| Tulsa County OK | 2.00% | 05/28/15 | 05/01/17 | 3,232,106 | - | - | 3,221,443 | (10,663) |
| FHLB | 0.75% | 09/08/15 | 06/15/17 | 5,001,698 | - | - | 5,001,447 | (250) |
| FFCB | 0.68% | 09/08/15 | 07/03/17 | 4,993,902 | - | - | 4,994,776 | 874 |
| Arlington TX | 2.50% | 06/17/15 | 08/15/17 | 3,092,267 | - | - | 3,079,875 | (12,392) |

Book Value Comparison

December 31, 2015

| Issuer | Coupon Rate | Settlement Date | Maturity Date | Beginning Book Value | Total Buys/ Increases | Total Sells/ Decreases | Ending Book Value | Change in Book Value |
|--|-------------|-----------------|---------------|-----------------------|-----------------------|------------------------|----------------------|----------------------|
| FNMA | 0.88% | 02/17/15 | 08/28/17 | 5,000,091 | - | - | 5,000,079 | (12) |
| FHLB | 0.90% | 09/08/15 | 09/28/17 | 5,008,882 | - | - | 5,007,761 | (1,121) |
| Southside Bank | 0.97% | 12/08/15 | 10/01/17 | - | 5,000,000 | - | 5,000,000 | 5,000,000 |
| Southside Bank | 1.00% | 12/08/15 | 11/01/17 | - | 5,000,000 | - | 5,000,000 | 5,000,000 |
| Southside Bank | 1.03% | 12/08/15 | 12/01/17 | - | 5,000,000 | - | 5,000,000 | 5,000,000 |
| Texas A&M University System | 1.54% | 10/28/15 | 05/15/18 | - | 3,643,701 | - | 3,615,510 | 3,615,510 |
| FHLMC | 0.75% | 08/20/15 | 08/20/18 | 3,000,000 | - | 3,000,000 | - | (3,000,000) |
| Sub Total/Average Fund 000 - Pooled Investments | | | | 244,928,891 | 37,119,212 | 32,614,801 | 249,319,444 | 4,390,553 |
| Fund 170 - Interest & Sinking GO Bonds | | | | | | | | |
| TexPool | N/A | 09/30/15 | N/A | 518,914 | 1,444,807 | - | 1,963,721 | 1,444,807 |
| Sub Total/Average Fund 170 - Interest & Sinking GO Bonds | | | | 518,914 | 1,444,807 | - | 1,963,721 | 1,444,807 |
| Fund 210 - Interest & Sinking Debt Service | | | | | | | | |
| JPMorgan Chase | N/A | 09/30/15 | N/A | 3,906 | - | 750 | 3,156 | (750) |
| Sub Total/Average Fund 210 - Interest & Sinking Debt Service | | | | 3,906 | - | 750 | 3,156 | (750) |
| Fund 460 - Bond Fund | | | | | | | | |
| TexPool | N/A | 09/30/15 | N/A | 19,164,714 | 5,003,200 | 16,098,046 | 8,069,869 | (11,094,845) |
| East West Bank | N/A | 03/31/14 | N/A | 10,022,433 | 3,942 | - | 10,026,376 | 3,942 |
| LegacyTexas Bank | N/A | 11/23/15 | N/A | - | 6,002,234 | - | 6,002,234 | 6,002,234 |
| Treasury | 0.25% | 03/24/14 | 12/15/15 | 6,998,287 | - | 7,000,000 | - | (6,998,287) |
| Treasury | 0.38% | 03/24/14 | 03/15/16 | 6,997,723 | - | - | 6,998,977 | 1,254 |
| Treasury | 0.50% | 03/24/14 | 06/15/16 | 6,996,868 | - | - | 6,997,980 | 1,113 |
| Treasury | 0.88% | 03/24/14 | 09/15/16 | 7,013,454 | - | - | 7,009,927 | (3,526) |
| Treasury | 0.63% | 03/24/14 | 12/15/16 | 6,986,423 | - | - | 6,989,249 | 2,826 |
| Treasury | 0.50% | 07/14/15 | 03/31/17 | 6,995,691 | - | - | 6,996,415 | 723 |
| Sub Total/Average Fund 460 - Bond Fund | | | | 71,175,594 | 11,009,377 | 23,098,046 | 59,091,028 | (12,084,566) |
| Fund 461 - CO Bond Fund | | | | | | | | |
| TexPool | N/A | 10/31/15 | N/A | - | 7,777,463 | 5,000,000 | 2,777,463 | 2,777,463 |
| East West Bank | N/A | 02/13/15 | N/A | 5,004,883 | 1,887 | 161 | 5,006,608 | 1,725 |
| LegacyTexas Bank | N/A | 11/23/15 | N/A | - | 6,002,234 | - | 6,002,234 | 6,002,234 |
| Treasury | 0.00% | 01/13/15 | 10/15/15 | 1,999,896 | - | 2,000,000 | - | (1,999,896) |
| Treasury | 0.00% | 01/13/15 | 11/12/15 | 1,999,642 | - | 2,000,000 | - | (1,999,642) |
| Treasury | 0.00% | 01/13/15 | 12/10/15 | 1,999,369 | - | 2,000,000 | - | (1,999,369) |
| Treasury | 0.00% | 01/13/15 | 01/07/16 | 1,998,886 | - | - | 1,999,921 | 1,035 |
| Treasury | 0.00% | 07/30/15 | 02/04/16 | 1,999,189 | - | - | 1,999,776 | 588 |
| Treasury | 0.00% | 09/08/15 | 03/31/16 | 1,997,560 | - | - | 1,998,787 | 1,227 |
| Sub Total/Average Fund 461 - CO Bond Fund | | | | 16,999,424 | 13,781,583 | 11,000,161 | 19,784,789 | 2,785,365 |
| Fund 591 - Reserves Fund | | | | | | | | |
| TexPool | N/A | 09/30/15 | N/A | 806,858 | 267 | - | 807,125 | 267 |
| Sub Total/Average Fund 591 - Reserves Fund | | | | 806,858 | 267 | - | 807,125 | 267 |
| Fund 602 - Interest & Sinking Revenue Bonds | | | | | | | | |
| TexPool | N/A | 09/30/15 | N/A | 1,444,602 | 5,022,369 | - | 6,466,971 | 5,022,369 |
| Sub Total/Average Fund 602 - Interest & Sinking Revenue Bonds | | | | 1,444,602 | 5,022,369 | - | 6,466,971 | 5,022,369 |
| Fund 863 - Drainage Utility Revenue Bond | | | | | | | | |
| TexPool | N/A | 10/31/15 | N/A | - | 3,202,209 | - | 3,202,209 | 3,202,209 |
| Treasury | 0.25% | 02/18/15 | 12/31/15 | 1,500,171 | - | 1,500,000 | - | (1,500,171) |
| Treasury | 0.38% | 02/18/15 | 03/31/16 | 1,500,764 | - | - | 1,500,380 | (384) |
| Treasury | 0.50% | 02/18/15 | 06/30/16 | 1,501,462 | - | - | 1,500,971 | (491) |
| Sub Total/Average Fund 863 - Drainage Utility Revenue Bond | | | | 4,502,396 | 3,202,209 | 1,500,000 | 6,203,560 | 1,701,164 |
| Total / Average | | | | \$ 340,380,585 | \$ 71,579,824 | \$ 68,213,758 | \$343,639,794 | \$ 3,259,208 |

Market Value Comparison

December 31, 2015

| Issuer | Coupon Rate | Maturity Date | Beginning Market Value | Total Buys/ Increases | Total Sells/ Decreases | Ending Market Value | Change in Market Value |
|--------------------------------------|-------------|---------------|------------------------|-----------------------|------------------------|---------------------|------------------------|
| Fund 000 - Pooled Investments | | | | | | | |
| JPMorgan Chase | N/A | N/A | \$ 19,735,360.11 | \$714,923.67 | \$754,246.50 | \$ 19,696,037.28 | \$ -- |
| TexPool | N/A | N/A | 33,469,953 | 7,756,588 | 15,360,554 | 25,865,987 | -- |
| TexSTAR | N/A | N/A | 5,180,221 | 1,797 | -- | 5,182,018 | -- |
| TexasDAILY | N/A | N/A | 5,002,351 | 2,201 | -- | 5,004,552 | -- |
| FNMA | 0.50% | 10/22/15 | 2,000,462 | -- | 2,000,000 | -- | (462) |
| FNMA | 1.63% | 10/26/15 | 2,002,120 | -- | 2,000,000 | -- | (2,120) |
| FFCB | 0.33% | 11/13/15 | 2,500,244 | -- | 2,500,000 | -- | (244) |
| Treasury | 1.38% | 11/30/15 | 2,004,219 | -- | 2,000,000 | -- | (4,219) |
| FFCB | 0.36% | 12/30/15 | 5,002,393 | -- | 5,000,000 | -- | (2,393) |
| FHLB | 0.34% | 01/25/16 | 5,002,186 | -- | -- | 4,999,915 | (2,271) |
| Cleburne ISD TX | 2.00% | 02/15/16 | 1,027,242 | -- | -- | 1,022,366 | (4,876) |
| Cotulla ISD TX | 2.00% | 02/15/16 | 1,107,491 | -- | -- | 1,102,475 | (5,016) |
| Treasury | 0.38% | 02/15/16 | 2,502,637 | -- | -- | 2,500,293 | (2,344) |
| FHLB | 0.33% | 02/18/16 | 5,000,673 | -- | -- | 4,997,430 | (3,243) |
| FHLB | 0.35% | 02/25/16 | 3,001,552 | -- | -- | 2,999,838 | (1,714) |
| FNMA | 0.50% | 03/30/16 | 2,502,000 | -- | -- | 2,500,200 | (1,800) |
| FNMA | 0.50% | 03/30/16 | 2,502,000 | -- | -- | 2,500,200 | (1,800) |
| FAMC | 0.43% | 04/04/16 | 2,001,868 | -- | -- | 1,999,992 | (1,876) |
| FFCB | 0.55% | 04/28/16 | 2,503,377 | -- | -- | 2,500,305 | (3,072) |
| FFCB | 0.50% | 05/04/16 | 2,502,534 | -- | -- | 2,499,965 | (2,569) |
| Union State Bank | 0.40% | 05/12/16 | 5,000,000 | -- | -- | 5,000,000 | -- |
| Union State Bank | 0.45% | 05/12/16 | 2,000,000 | -- | -- | 2,000,000 | -- |
| FHLMC | 0.50% | 05/13/16 | 2,501,250 | -- | -- | 2,499,500 | (1,750) |
| LegacyTexas Bank | 0.50% | 06/01/16 | -- | 5,000,000 | -- | 5,000,000 | -- |
| Chemeketa OR | 3.00% | 06/15/16 | 305,856 | -- | -- | 303,633 | (2,223) |
| FFCB | 0.45% | 06/20/16 | 5,002,806 | -- | -- | 4,995,525 | (7,281) |
| LegacyTexas Bank | 0.52% | 07/01/16 | -- | 5,000,000 | -- | 5,000,000 | -- |
| Treasury | 0.50% | 07/31/16 | 5,007,617 | -- | -- | 4,996,675 | (10,942) |
| Union State Bank | 0.60% | 08/11/16 | 5,000,000 | -- | -- | 5,000,000 | -- |
| FNMA | 0.63% | 08/26/16 | 5,006,150 | -- | -- | 4,996,150 | (10,000) |
| FNMA | 0.63% | 08/26/16 | 5,006,150 | -- | -- | 4,996,150 | (10,000) |
| FHLB | 2.00% | 09/09/16 | 5,074,178 | -- | -- | 5,038,415 | (35,763) |
| FHLB | 0.50% | 09/28/16 | 5,000,615 | -- | -- | 4,994,830 | (5,785) |
| FFCB | 0.58% | 10/14/16 | 5,009,109 | -- | -- | 4,989,840 | (19,269) |
| Treasury | 0.38% | 10/31/16 | 4,999,219 | -- | -- | 4,985,350 | (13,869) |
| FHLB | 0.63% | 11/18/16 | 5,009,921 | -- | -- | 4,988,550 | (21,371) |
| FHLMC | 0.60% | 11/28/16 | 5,009,400 | -- | -- | 4,992,600 | (16,800) |
| Union State Bank | 0.42% | 12/04/16 | 245,000 | -- | -- | 245,000 | -- |
| FHLB | 1.63% | 12/09/16 | 5,064,342 | -- | -- | 5,031,405 | (32,937) |
| FHLMC | 0.80% | 12/30/16 | 4,002,480 | -- | -- | 3,998,800 | (3,680) |
| Anderson ISD | 1.10% | 01/05/17 | 501,995 | -- | -- | 500,230 | (1,765) |
| FHLMC | 0.88% | 01/27/17 | 2,502,975 | -- | -- | 2,499,750 | (3,225) |
| FHLMC | 0.50% | 01/27/17 | 4,497,165 | -- | -- | 4,476,645 | (20,520) |
| Mahtomedi MN | 0.00% | 02/01/17 | 530,073 | -- | -- | 530,255 | 182 |
| FHLB | 0.72% | 02/13/17 | 5,012,073 | -- | -- | 4,989,795 | (22,278) |
| McKinney ISD TX | 2.00% | 02/15/17 | 2,337,243 | -- | -- | 2,325,861 | (11,381) |
| Treasury | 0.88% | 02/28/17 | 5,529,863 | -- | -- | 5,503,867 | (25,996) |
| FHLB | 0.75% | 03/24/17 | 6,015,452 | -- | -- | 5,986,362 | (29,090) |
| FFCB | 0.70% | 04/06/17 | 6,009,847 | -- | -- | 5,981,700 | (28,147) |
| FFCB | 0.65% | 05/01/17 | 2,000,850 | -- | -- | 1,991,562 | (9,288) |
| Tulsa County OK | 2.00% | 05/01/17 | 3,233,016 | -- | -- | 3,215,007 | (18,009) |
| FHLB | 0.75% | 06/15/17 | 5,006,402 | -- | -- | 4,981,245 | (25,157) |
| FFCB | 0.68% | 07/03/17 | 4,996,843 | -- | -- | 4,974,605 | (22,238) |

Market Value Comparison

December 31, 2015

| Issuer | Coupon Rate | Maturity Date | Beginning Market Value | Total Buys/Increases | Total Sells/Decreases | Ending Market Value | Change in Market Value |
|--|-------------|---------------|------------------------|----------------------|-----------------------|-----------------------|------------------------|
| Arlington TX | 2.50% | 08/15/17 | 3,103,980 | - | - | 3,080,430 | (23,550) |
| FNMA | 0.88% | 08/28/17 | 5,020,300 | - | - | 4,979,250 | (41,050) |
| FHLB | 0.90% | 09/28/17 | 5,010,856 | - | - | 4,982,710 | (28,146) |
| Southside Bank | 0.97% | 10/01/17 | - | 5,000,000 | - | 5,000,000 | - |
| Southside Bank | 1.00% | 11/01/17 | - | 5,000,000 | - | 5,000,000 | - |
| Southside Bank | 1.03% | 12/01/17 | - | 5,000,000 | - | 5,000,000 | - |
| Texas A&M University System | 1.54% | 05/15/18 | - | 3,643,701 | - | 3,589,885 | (28,988) |
| FHLMC | 0.75% | 08/20/18 | 3,001,050 | - | 3,000,000 | - | (1,050) |
| Sub Total/Average Fund 000 - Pooled Investments | | | 245,104,954 | 37,119,212 | 32,614,801 | 249,013,155 | (571,382) |
| Fund 170 - Interest & Sinking GO Bonds | | | | | | | |
| TexPool | N/A | N/A | 518,914 | 1,444,807 | - | 1,963,721 | - |
| Sub Total/Average Fund 170 - Interest & Sinking GO Bonds | | | 518,914 | 1,444,807 | - | 1,963,721 | - |
| Fund 210 - Interest & Sinking Debt Service | | | | | | | |
| JPMorgan Chase | N/A | N/A | 3,906 | - | 750 | 3,156 | - |
| Sub Total/Average Fund 210 - Interest & Sinking Debt Service | | | 3,906 | - | 750 | 3,156 | - |
| Fund 460 - Bond Fund | | | | | | | |
| TexPool | N/A | N/A | 19,164,714 | 5,003,200 | 16,098,046 | 8,069,869 | - |
| East West Bank | N/A | N/A | 10,022,433 | 3,942 | - | 10,026,376 | - |
| LegacyTexas Bank | N/A | N/A | - | 6,002,234 | - | 6,002,234 | - |
| Treasury | 0.250 | 12/15/15 | 7,002,734 | - | 7,000,000 | - | (2,734) |
| Treasury | 0.375 | 03/15/16 | 7,007,382 | - | - | 7,002,184 | (5,198) |
| Treasury | 0.500 | 06/15/16 | 7,012,578 | - | - | 7,000,273 | (12,305) |
| Treasury | 0.875 | 09/15/16 | 7,032,813 | - | - | 7,008,750 | (24,063) |
| Treasury | 0.625 | 12/15/16 | 7,015,039 | - | - | 6,989,878 | (25,161) |
| Treasury | 0.500 | 03/31/17 | 7,000,273 | - | - | 6,969,095 | (31,178) |
| Sub Total/Average Fund 460 - Bond Fund | | | 71,257,966 | 11,009,377 | 23,098,046 | 59,068,659 | (100,638) |
| Fund 461 - CO Bond Fund | | | | | | | |
| TexPool | N/A | N/A | - | 7,777,463 | 5,000,000 | 2,777,463 | - |
| East West Bank | N/A | N/A | 5,004,883 | 1,887 | 161 | 5,006,608 | - |
| LegacyTexas Bank | N/A | N/A | - | 6,002,234 | - | 6,002,234 | - |
| Treasury | 0.000 | 10/15/15 | 2,000,043 | - | 2,000,000 | - | (43) |
| Treasury | 0.000 | 11/12/15 | 2,000,035 | - | 2,000,000 | - | (35) |
| Treasury | 0.000 | 12/10/15 | 2,000,097 | - | 2,000,000 | - | (97) |
| Treasury | 0.000 | 01/07/16 | 1,999,918 | - | - | 1,999,988 | 70 |
| Treasury | 0.000 | 02/04/16 | 1,999,825 | - | - | 1,999,844 | 19 |
| Treasury | 0.000 | 03/31/16 | 1,999,191 | - | - | 1,999,226 | 35 |
| Sub Total/Average Fund 461 - CO Bond Fund | | | 17,003,992 | 13,781,583 | 11,000,161 | 19,785,363 | (52) |
| Fund 591 - Reserves Fund | | | | | | | |
| TexPool | N/A | N/A | 806,858 | 267 | - | 807,125 | - |
| Sub Total/Average Fund 591 - Reserves Fund | | | 806,858 | 267 | - | 807,125 | - |
| Fund 602 - Interest & Sinking Revenue Bonds | | | | | | | |
| TexPool | N/A | N/A | 1,444,602 | 5,022,369 | - | 6,466,971 | - |
| Sub Total/Average Fund 602 - Interest & Sinking Revenue Bonds | | | 1,444,602 | 5,022,369 | - | 6,466,971 | - |
| Fund 863 - Drainage Utility Revenue Bond | | | | | | | |
| TexPool | N/A | N/A | - | 3,202,209 | - | 3,202,209 | - |
| Treasury | 0.250 | 12/31/15 | 1,500,703 | - | 1,500,000 | - | (703) |
| Treasury | 0.375 | 03/31/16 | 1,501,699 | - | - | 1,500,176 | (1,524) |
| Treasury | 0.500 | 06/30/16 | 1,502,754 | - | - | 1,499,706 | (3,048) |
| Sub Total/Average Fund 863 - Drainage Utility Revenue Bond | | | 4,505,156 | 3,202,209 | 1,500,000 | 6,202,091 | (5,275) |
| Total / Average | | | \$ 340,646,348 | \$71,579,824 | \$68,213,758 | \$ 343,310,240 | \$(677,346) |