



QUARTERLY INVESTMENT REPORT

For the Quarter Ended

March 31, 2019

Prepared by

Valley View Consulting, L.L.C.

The investment portfolio of Montgomery County Hospital District is in compliance with the Public Funds Investment Act and the Montgomery County Hospital District Investment Policy.

Chief Executive Officer
Investment Officer,
Montgomery County Hospital District

Chief Financial Officer
Investment Officer,
Montgomery County Hospital District

Treasurer, MCHD Board
Investment Officer,
Montgomery County Hospital District

Disclaimer: These reports were compiled using information provided by the Montgomery County Hospital District. 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 adviser fees.

Summary

Quarter End Results by Investment Category:

Asset Type	December 31, 2018		March 31, 2019		
	Book Value	Market Value	Book Value	Market Value	Ave. Yield
DDA	\$ 6,722,748	\$ 6,722,748	\$ 5,156,727	\$ 5,156,727	0.28%
MMA/MMF/LGIP	42,615,164	42,615,164	41,098,147	41,098,147	2.44%
CD/Security	1,700,000	1,698,531	15,720,640	15,721,741	2.66%
Totals	\$ 51,037,912	\$ 51,036,443	\$ 61,975,514	\$ 61,976,616	

Current Quarter Portfolio Performance:

Average Quarterly Yield	2.32%
Rolling Three Month Treasury	2.44%
Rolling Six Month Treasury	2.51%

Fiscal Year-to-Date Portfolio Performance:

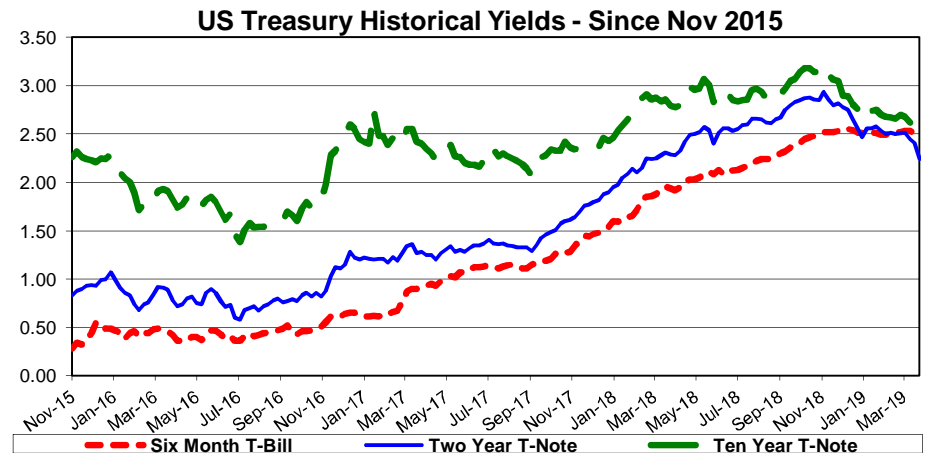
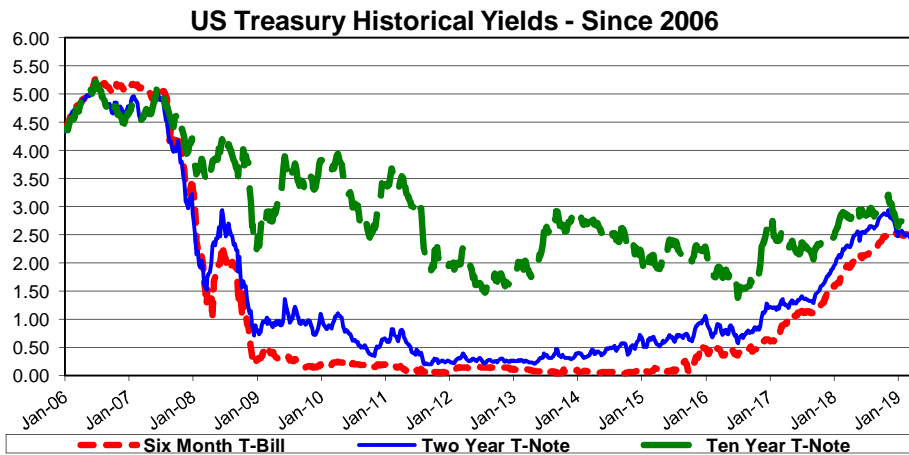
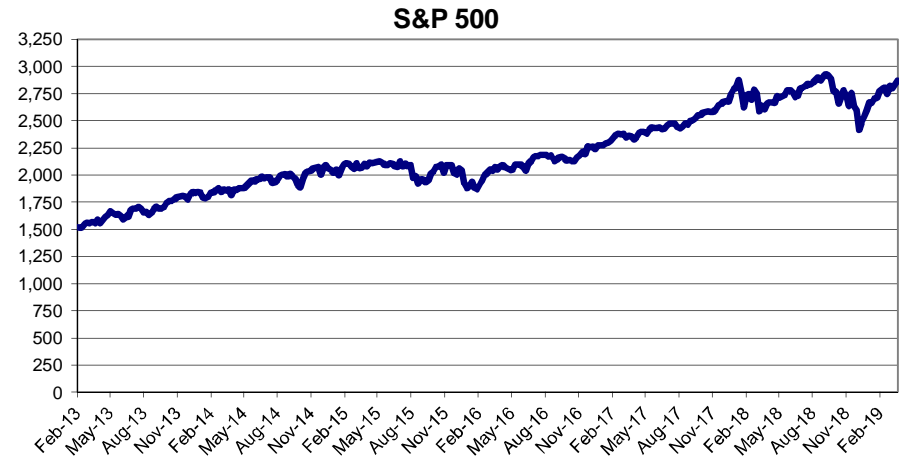
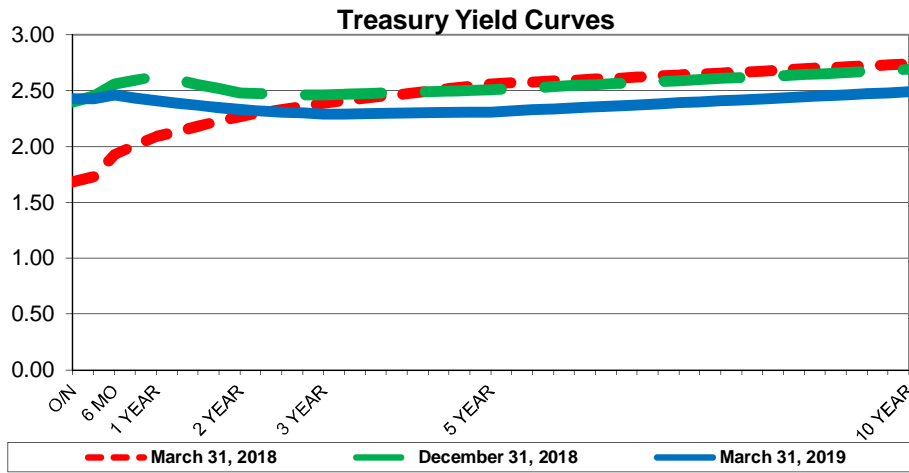
Average Quarter End Yield	2.18%
Rolling Three Month Treasury	2.41%
Rolling Six Month Treasury	2.45%
TexPool	2.35%

Interest Revenue (Unaudited)

Quarterly Interest Earnings	\$ 327,975
Fiscal YTD Interest Earnings	\$ 552,454

Note: Average yields calculated using quarter end report average yield and Book Value, but do not include adviser fees and realized and unrealized gains or losses.

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range to 2.25% - 2.50% (Effective Fed Funds are trading +/-2.40%). The market projections now lean towards decreases late 2019 or early 2020. Gradual FRB portfolio reduction continues by limiting reinvestment of maturing holdings, but that strategy will end this summer. February Non Farm Payroll plunged to only 20,000 new jobs (although Dec and Jan were revised up slightly). Fourth quarter GDP registered 2.2% (final). Crude oil remained +/- \$55. The Stock Markets continued higher from December lows. Housing mostly mixed. The mid-maturity yield curve is lower and still sway-backed.



Investment Holdings

March 31, 2019

Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Original Face\ Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Woodforest Bank - DDA		0.28%	04/01/19	03/31/19	\$ 5,156,727	\$ 5,156,727	1.00	\$ 5,156,727	1	0.28%
Woodforest Bank - MMA		2.53%	04/01/19	03/31/19	10,137,073	10,137,073	1.00	10,137,073	1	2.53%
JPMorgan U.S. Gov't MMF	AAAm	1.78%	04/01/19	03/31/19	39,757	39,757	1.00	39,757	1	1.78%
TexPool	AAAm	2.42%	04/01/19	03/31/19	15,465,190	15,465,190	1.00	15,465,190	1	2.42%
TexSTAR	AAAm	2.41%	04/01/19	03/31/19	15,456,127	15,456,127	1.00	15,456,127	1	2.41%
WallisBank CD		2.51%	05/06/19	02/05/19	2,000,000	2,000,000	100.00	2,000,000	36	2.54%
First Foundation Bank CD		2.35%	07/18/19	07/18/18	245,000	245,000	99.98	244,961	109	2.35%
Origin Bank CD		2.72%	08/06/19	02/06/19	2,000,000	2,000,000	100.00	2,000,000	128	2.75%
Morgan Stanley Bank CD		2.35%	08/23/19	08/23/18	245,000	245,000	99.97	244,934	145	2.35%
East West Bank CD		2.62%	09/23/19	03/22/19	2,001,436	2,001,436	100.00	2,001,436	176	2.65%
Bank of North America CD		2.50%	10/11/19	10/10/18	245,000	245,000	100.03	245,083	194	2.50%
Synovus Bank CD		2.55%	10/17/19	10/09/18	245,000	245,000	100.06	245,152	200	2.55%
East West Bank CD		2.69%	11/05/19	02/05/19	2,008,123	2,008,123	100.00	2,008,123	219	2.73%
Zions Bancorp, NA CD		2.65%	11/15/19	11/19/18	240,000	240,000	100.13	240,305	229	2.65%
Morgan Stanley Bank CD		2.65%	11/22/19	11/19/18	240,000	240,000	100.13	240,312	236	2.65%
Pinnacle Nat'l Bank CD		2.65%	12/13/19	12/04/18	240,000	240,000	100.15	240,355	257	2.65%
East West Bank CD		2.61%	12/23/19	03/22/19	2,001,431	2,001,431	100.00	2,001,431	267	2.64%
East West Bank CD		2.72%	02/05/20	02/05/19	2,008,214	2,008,214	100.00	2,008,214	311	2.76%
East West Bank CD		2.62%	03/23/20	03/22/19	2,001,436	2,001,436	100.00	2,001,436	358	2.65%
					\$ 61,975,514	\$ 61,975,514		\$ 61,976,616	54	2.32%

(1) (2)

(1) **Weighted average life** - Pools, Money Market Funds, and Bank Deposits are assumed to have a one day maturity.

(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on Book Value, adviser fees and realized and unrealized gains/losses are not considered. The pool and mutual fund yields are the average for the last month of the quarter. Bank deposit yields are estimated from the monthly allocated earnings.

Book Value Comparison

Description	Coupon/ Discount	Maturity Date	December 31, 2018				March 31, 2019		
			Original Face\		Purchases/ Adjustments	Sales/Adjust/ Maturities	Original Face\		
			Par Value	Book Value			Par Value	Book Value	
Frost MMA	0.00%	04/01/15	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Woodforest Bank - DDA	0.28%	04/01/19	\$ 6,722,748	\$ 6,722,748	\$ -	\$ (1,566,021)	\$ 5,156,727	\$ 5,156,727	
Woodforest Bank - MMA	2.53%	04/01/19	7,090,666	7,090,666	3,046,407		10,137,073	10,137,073	
JPMorgan U.S. Gov't MMF	1.78%	04/01/19	38,019	38,019	1,738		39,757	39,757	
TexPool	2.42%	04/01/19	17,747,775	17,747,775		(2,282,585)	15,465,190	15,465,190	
TexSTAR	2.41%	04/01/19	17,738,705	17,738,705		(2,282,578)	15,456,127	15,456,127	
WallisBank CD	2.51%	05/06/19	-	-	2,000,000		2,000,000	2,000,000	
First Foundation Bank CD	2.35%	07/18/19	245,000	245,000			245,000	245,000	
Origin Bank CD	2.72%	08/06/19	-	-	2,000,000		2,000,000	2,000,000	
Morgan Stanley Bank CD	2.35%	08/23/19	245,000	245,000			245,000	245,000	
East West Bank CD	2.62%	09/23/19	-	-	2,001,436		2,001,436	2,001,436	
Bank of North America CD	2.50%	10/11/19	245,000	245,000			245,000	245,000	
Synovus Bank CD	2.55%	10/17/19	245,000	245,000			245,000	245,000	
East West Bank CD	2.69%	11/05/19	-	-	2,008,123		2,008,123	2,008,123	
Zions Bancorp, NA CD	2.65%	11/15/19	240,000	240,000			240,000	240,000	
Morgan Stanley Bank CD	2.65%	11/22/19	240,000	240,000			240,000	240,000	
Pinnacle Nat'l Bank CD	2.65%	12/13/19	240,000	240,000			240,000	240,000	
East West Bank CD	2.61%	12/23/19	-	-	2,001,431		2,001,431	2,001,431	
East West Bank CD	2.72%	02/05/20	-	-	2,008,214		2,008,214	2,008,214	
East West Bank CD	2.62%	03/23/20	-	-	2,001,436		2,001,436	2,001,436	
TOTAL			\$ 51,037,912	\$ 51,037,912	\$ 17,068,785	\$ (6,131,183)	\$ 61,975,514	\$ 61,975,514	

Market Value Comparison

Description	Maturity Date	December 31, 2018				March 31, 2019			
		Original Face\	Market	Market Value	Qtr to Qtr Change	Original Face\	Market	Market Value	
		Par Value	Price			Par Value	Price		
Frost MMA	04/01/15	\$ -	1.00	\$ -	\$ -	\$ -	1.00	\$ -	
Woodforest Bank - DDA	04/01/19	\$ 6,722,748	1.00	\$ 6,722,748	\$ (1,566,021)	\$ 5,156,727	1.00	\$ 5,156,727	
Woodforest Bank - MMA	04/01/19	7,090,666	1.00	7,090,666	3,046,407	10,137,073	1.00	10,137,073	
JPMorgan U.S. Gov't MMF	04/01/19	38,019	1.00	38,019	1,738	39,757	1.00	39,757	
TexPool	04/01/19	17,747,775	1.00	17,747,775	(2,282,585)	15,465,190	1.00	15,465,190	
TexSTAR	04/01/19	17,738,705	1.00	17,738,705	(2,282,578)	15,456,127	1.00	15,456,127	
WallisBank CD	05/06/19	-	-	-	2,000,000	2,000,000	100.00	2,000,000	
First Foundation Bank CD	07/18/19	245,000	99.87	244,672	289	245,000	99.98	244,961	
Origin Bank CD	08/06/19	-	-	-	2,000,000	2,000,000	100.00	2,000,000	
Morgan Stanley Bank CD	08/23/19	245,000	99.83	244,588	345	245,000	99.97	244,934	
East West Bank CD	09/23/19	-	-	-	2,001,436	2,001,436	100.00	2,001,436	
Bank of North America CD	10/11/19	245,000	99.89	244,728	355	245,000	100.03	245,083	
Synovus Bank CD	10/17/19	245,000	99.92	244,806	345	245,000	100.06	245,152	
East West Bank CD	11/05/19	-	-	-	2,008,123	2,008,123	100.00	2,008,123	
Zions Bancorp, NA CD	11/15/19	240,000	99.97	239,938	367	240,000	100.13	240,305	
Morgan Stanley Bank CD	11/22/19	240,000	99.97	239,921	391	240,000	100.13	240,312	
Pinnacle Nat'l Bank CD	12/13/19	240,000	99.95	239,878	478	240,000	100.15	240,355	
East West Bank CD	12/23/19	-	-	-	2,001,431	2,001,431	100.00	2,001,431	
East West Bank CD	02/05/20	-	-	-	2,008,214	2,008,214	100.00	2,008,214	
East West Bank CD	03/23/20	-	-	-	2,001,436	2,001,436	100.00	2,001,436	
TOTAL		\$ 51,037,912		\$ 51,036,443	\$ 10,940,173	\$ 61,975,514		\$ 61,976,616	