



Annual Report

December 31, 2017

TexasTERM Local Government Investment Pool

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Austin, Texas 78701

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*This information is for institutional investors, not for further distribution to retail investors, and does not represent an offer to sell or a solicitation of an offer to buy or sell any fund or other security. Investors should consider the Pool’s investment objectives, risks, charges and expenses before investing. This and other information about the Pool is available in the Pool’s Information Statement, which should be read carefully before investing. A copy of the Pool’s Information Statement may be obtained by calling 1-866-839-8376 or are available on the Pool’s website at www.texasterm.net. While TexasDAILY seeks to maintain a stable net asset value of \$1.00 per share and TexasTERM seeks to achieve a net asset value of \$1.00 per share at its stated maturity, it is possible to lose money investing in the Pool. An investment in the Pool is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other governmental agency. Shares of the Pool are distributed by **PFM Fund Distributors, Inc.**, member Financial Industry Regulatory Authority (FINRA) and Securities Investor Protection Corporation (SIPC). PFM Fund Distributors, Inc. is a wholly owned subsidiary of PFM Asset Management LLC.*

Report of Independent Auditors

To the Advisory Board of the TexasTERM Local Government Investment Pool

We have audited the accompanying financial statements of the TexasDAILY Portfolio, TexasTERM Series DEC 2018 and TexasTERM Series EE of the TexasTERM Local Government Investment Pool, which comprise the statements of net position as of December 31, 2017, and the related statements of changes in net position for the year or period then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in conformity with U.S. generally accepted accounting principles; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the TexasDAILY Portfolio, TexasTERM Series DEC 2018 and TexasTERM Series EE of the TexasTERM Local Government Investment Pool at December 31, 2017, and the changes in their net position for the year or period then ended, in conformity with U.S. generally accepted accounting principles.

Required Supplementary Information

U.S. generally accepted accounting principles require that the Management's Discussion and Analysis on pages 2 through 5 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the basic financial statements as a whole. The accompanying Schedules of Investment of the TexasDAILY Portfolio and TexasTERM Series DEC 2018 as of December 31, 2017 are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such information is the responsibility of management. The information has not been subjected to the auditing procedures applied in the audits of the basic financial statements and, accordingly, we express no opinion on them.

The signature of Ernst & Young LLP is written in a cursive, handwritten style in black ink.

Philadelphia, Pennsylvania
April 26, 2018

Management's Discussion and Analysis

We are pleased to present the Annual Report for the TexasTERM Local Government Investment Pool (the "Pool") for the year ended December 31, 2017. Management's Discussion and Analysis is designed to focus the reader on significant financial items and provide an overview of the Pool's activities for the periods ended December 31, 2017. These financial statements and related notes encompass the TexasDAILY Portfolio, TexasTERM Series DEC 2018 and TexasTERM Series EE (each a "Portfolio and, collectively, the "Portfolios"). The Portfolios' financial statements have been prepared in conformity with the reporting framework prescribed by the Governmental Accounting Standards Board ("GASB") for local government investment pools.

Economic Update

Over the course of the year, there was a significant pickup in economic growth. The U.S. Gross Domestic Product ("GDP") rate surged from 1.2 percent, in the first quarter of 2017, to 3.2 percent by the third quarter, with personal consumption and business investments being the main components of the increase.

The backdrop for this growth was an improving labor market, and lower than expected inflation. With 173,000 jobs added on average each month and a low unemployment rate of approximately 4.1 percent, the country achieved near full employment with little slack. These strong economic fundamentals prompted the Federal Reserve (the "Fed") to raise rates three times in 2017.

The Trump Administration's pro-growth policy promises boosted investor optimism to start the year, due to expectations of a favorable business environment. Across the board, the financial markets saw a strong year for returns. Equities soared, led by the emerging markets and developed countries, excluding the United States, and domestic fixed income bonds performed well; moved by a muted outlook for inflation and strong demand for credit-related bonds. Short-term U.S. Treasury note yields were substantially higher compared to 2016, reaching their highest levels since 2008, while long-term yields experienced little or no increases because of muted inflation expectations. This continued to flatten the yield curve.

The Trump administration's first major legislative win came with December's overhaul of the federal tax code. The overhaul is expected to boost economic growth, at least over the short term, due to savings businesses will have as a result of corporate tax cuts. The Fed moderately increased its expectations for economic growth after the tax bill passed, raising its outlook for GDP growth from 2.1 percent to 2.5 percent in 2017. What remains to be seen is whether or not over the longer term, additional economic growth will be enough to offset the increase to the budget deficit triggered by this legislation.

The U.S. central bank continued to tighten monetary policy. After the Fed's most recent rate hike in December, the federal funds rate target was 1.25 percent to 1.5 percent. Additionally, in October, the Fed began the process to reduce the size of its \$4.5 trillion balance sheet through gradual reductions of Treasury holdings.

Although the face of the Fed will shift as Chair Yellen has been replaced by Fed Governor Jerome Powell; Powell is expected to continue Yellen's gradual approach to monetary tightening. In addition, three of the seats on the Fed's Board of Governors will be open for Trump to name replacements. By the end of 2018, five of the seven members could be Trump appointees with Powell elevated to chair by the President as the sixth.

The global markets are experiencing synchronized economic growth for the first time since 2007. Europe's economy expanded despite uncertainty regarding Brexit and EU fragmentation, China continued transitioning from a capital intensive exporter to a more consumer-based economy, and emerging countries continued to see favorable attention from investors throughout the year. A global trend across developed countries brought strengthening labor markets and declining unemployment rates. Various factors subjected these economies to high-levels of risk throughout the year, specifically threats from North Korea, Russia-NATO conflicts, NAFTA trade tensions, and turmoil in the Middle East. Despite these uncertainties, there has been a consistent theme of market tranquility across the globe, as investors put aside geopolitical risks.

Looking forward to 2018, it looks like the global economies will continue to integrate and are expected to continue growing. Although central banks are suggesting they will be less accommodative in response to this strength. Synchronized growth and relief from political turmoil in the developed world would set the stage for another year of solid equity returns, central bank tightening in the U.S. and Europe, and modestly higher interest rates across the globe.

Portfolio Strategy

PFM's asset management business employed active management of the TexasDAILY Portfolio through the 12-month period to take advantage of opportunities present in the market. We maintained the weighted average maturity toward the maximum permitted by the Portfolio's investment policy for most of the period in order to take advantage of higher yields offered by securities with somewhat longer maturities, especially those offered by high quality money market instruments. However, in the weeks leading up to the Fed rate hikes, we shortened maturities to position the TexasDAILY Portfolio for higher rates and seek protection from market value erosion. As a result, the TexasDAILY Portfolio yield rose significantly over the period, in tandem with overall rises in short-term rates.

We expect to maintain this maturity management strategy in coming months, balancing the opportunity for higher yields in longer-maturing investments with the goal of protecting the portfolio's net asset value when rates rise.

In the TexasTERM Portfolio, we sought opportunities to invest funds in commercial paper with fixed maturities to benefit from the higher interest rates available in money market securities that mature beyond three months. Thus, investors in the TexasTERM Portfolio benefitted from higher rates as well. We believe the combination of investment options available through the TexasDAILY Portfolio and TexasTERM Portfolio represent attractive alternatives to prime money market funds and lower-yielding government money market funds.

As we observed in 2017, outlooks and markets change and we are on alert for indicators showing the pace of rate hikes accelerating due to quickening economic activity or rising inflation, or diminishing due to rising risk. We are ready to adjust our portfolio strategy in either case. As always, our primary objectives are to protect the value of each Portfolio's shares and to provide liquidity for investors. We will continue to work hard to achieve these goals and focus on increasing investment yield after more than eight years of near-zero interest rates.

Financial Statement Overview

Management's Discussion and Analysis provides an overview of the financial statements of the Portfolios. The financial statements for each Portfolio include a Statement of Net Position and Statement of Changes in Net Position. These financial statements are supported by the Notes to Financial Statements. In addition, Schedules of Investments for the TexasDAILY Portfolio and TexasTERM Series DEC 2018 are included as Supplementary Information following the Notes to Financial Statements. TexasTERM Series EE ceased to operate on December 31, 2017 and has no investment outstanding as of that date, therefore, no Schedule of Investments is shown for that Portfolio.

Condensed Financial Information and Analysis

The Statements of Net Position present the financial position of each Portfolio at December 31, 2017 and include all assets and liabilities of each Portfolio. The difference between total assets and total liabilities, which is equal to the investors' interest in the Portfolio's net position, is shown below for the current and prior fiscal year-end dates, as applicable:

	TexasDAILY Portfolio		TexasTERM Series DEC 2018	TexasTERM Series EE	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2017	December 31, 2016
Total Assets	\$ 2,087,645,660	\$ 2,634,100,404	\$ 1,292,471,300	\$ 146,015	\$ 1,458,714,431
Total Liabilities	(85,011,797)	(383,661)	(699,120)	(146,015)	(403,429)
Net Position	\$ 2,002,633,863	\$ 2,633,716,743	\$ 1,291,772,180	\$ -	\$ 1,458,311,002

Total assets of the Portfolios fluctuate as investable assets rise and fall when capital shares are issued and redeemed. The decrease in total assets of the TexasDAILY Portfolio is primarily comprised of a \$563,088,929 decrease in investments and a \$25,000,000 decrease in the receivable for securities matured period over period. These decreases were slightly offset by an increase of \$41,400,107 period over period related to a receivable for securities sold which settled after the current fiscal year-end date. The increase in total liabilities of the TexasDAILY Portfolio is mainly due to a \$84,695,494 payable for securities purchased at December 31, 2017 which settled after the current fiscal year-end date.

TexasTERM Series DEC 2018 commenced operations March 28, 2017, therefore it had no assets at the prior fiscal year-end; its total assets at the current year-end are primarily comprised of \$1,292,152,373 of investments. TexasTERM Series DEC 2018's liabilities include accrued fees payable to its service providers but exclude any investment advisory or other waivers. Any such waivers will be determined upon its scheduled termination date on December 31, 2018.

TexasTERM Series EE ceased to operate as of December 31, 2017, its scheduled termination date. At this date, as is typical of TexasTERM series upon their termination, its assets were comprised solely of \$146,015 of cash and cash equivalents since the \$1,457,964,704 of investments it held at the prior fiscal year-end had matured or been sold to meet scheduled investor redemptions. The total liabilities for TexasTERM Series EE are comprised of accrued fees payable to its service providers and the \$146,015 payable is net of \$204,848 of investment advisory fees which were waived during the current year.

The Statements of Changes in Net Position present each Portfolio's activity for the year or periods ended December 31, 2017. Yearly variances in the gross income generated by the Portfolios are impacted by the overall rate environment described in the preceding paragraphs. Average net assets also impact the net investment income, as well as certain of the expense line items that are based on a percent of portfolio net assets and other fixed costs that are all allocated based on average net assets. Activity within the Portfolios consists of net investment income, realized gains or losses on sale of investments and net shares issued and redeemed by investors, as outlined below for the current and prior fiscal periods, as applicable:

	TexasDAILY Portfolio		TexasTERM Series DEC 2018	TexasTERM Series EE	
	Year Ended December 31, 2017	Year Ended December 31, 2016	March 28, 2017 ⁽¹⁾ through December 31, 2017	Year Ended December 31, 2017 ⁽²⁾	April 11, 2016 ⁽¹⁾ through December 31, 2016
Investment Income	\$ 23,009,890	\$ 13,898,745	\$ 8,030,410	\$ 11,327,364	\$ 4,453,793
Net Expenses	(2,546,670)	(2,669,985)	(969,834)	(1,411,463)	(650,373)
Net Investment Income	20,463,220	11,228,760	7,060,576	9,915,901	3,803,420
Net Realized Gains/ (Losses) on Sale of Investments	(4,195)	49,685	15,395	122,045	63,652
Net Capital Shares Issued/(Redeemed)	(651,541,905)	598,739,446	1,284,696,209	(1,468,348,948)	1,454,443,930
Change in Net Position	\$ (631,082,880)	\$ 610,017,891	\$1,291,772,180	\$(1,458,311,002)	\$1,458,311,002

(1) Commencement of operations for each respective TexasTERM Series.

(2) Scheduled termination date for TexasTERM Series EE.

The investment income of the Portfolios is driven by a combination of the amount of investable assets and the general short-term interest rate environment that impacts the yields on investments the Portfolios can purchase. Realized gains or losses on sale of investments occur whenever investments are sold for more or less than their carrying value. The increase in short-term interest rates over the past few years caused yields on the investments each Portfolio could purchase to rise on a year-over-year basis. The TexasDAILY Portfolio's average net assets decreased 5.5% year-over-year, which is reflected in the decrease in the net capital shares issued/(redeemed) above. This also resulted in lower investable assets, as well as a decrease in the net expenses since a significant portion of the Portfolio's expenses are calculated as a percentage of average assets. The decrease in the TexasDAILY Portfolio's net expenses is also the result of a \$67,516 decrease in investment management fee waivers. The waivers decreased as rates rose from the near zero level they were at the past several years and as the assets of the Portfolio were invested in higher yielding investments.

Since TexasTERM Series DEC 2018 commenced operations during the current fiscal year, it had no changes in net position from the prior year. TexasTERM Series DEC 2018 issued \$1,999,100,366 of shares in the portion of the current fiscal year it was active and earned \$8,030,410 of investment income as those assets were invested. The net expenses of TexasTERM Series DEC 2018 include an investment advisory fee of 0.15% of its average daily net assets, so as assets grow this amount grows also. However, this amount may be reduced in the future by any management or other waivers which will be determined upon TexasTERM Series DEC 2018's scheduled termination date on December 31, 2018.

TexasTERM Series EE commenced operations during the prior fiscal year and terminated operations as scheduled on the current fiscal year-end date of December 31, 2017. Thus the increase in net position from the prior fiscal period was totally offset by a decrease in net position in the current fiscal period as all shares were redeemed by the termination date. The investment income increased from the prior to the current fiscal period as a result of the increase in short-term interest rates coupled with the current period being a full year versus the prior period being less than a full year based on its April 11, 2016 commencement of operations. The net expenses of TexasTERM Series EE are net of \$204,848 of management fees which were waived during the life of the series.

The return of the TexasDAILY Portfolio for the year ended December 31, 2017 was 0.88%, up from 0.44% for the year ended December 31, 2016. The return of each investor's investment in each TexasTERM Series varies based on the timing and rate at which they invest. Select financial highlights for each of the Portfolios for the current fiscal period, as compared to the prior fiscal period, as applicable, are as follows:

	TexasDAILY Portfolio		TexasTERM Series DEC 2018	TexasTERM Series EE	
	Year Ended December 31, 2017	Year Ended December 31, 2016	March 28, 2017 ⁽¹⁾ through December 31, 2017	Year Ended December 31, 2017 ⁽²⁾	April 11, 2016 ⁽¹⁾ through December 31, 2016
Ratio of Net Investment Income to Average Net Assets ⁽³⁾	0.84%	0.44%	1.26%	0.99%	0.89%
Ratio of Net Investment Income to Average Net Assets, Before Fee Waivers and Expenses Paid Indirectly ⁽³⁾	0.83%	0.42%	1.26%	0.97%	0.89%
Ratio of Expenses to Average Net Assets	0.11%	0.10%	0.16%	0.14%	0.16%
Ratio of Expenses to Average Net Assets, Before Fee Waivers and Expenses Paid Indirectly	0.12%	0.12%	0.16%	0.16%	0.16%

(1) Commencement of operations for each respective Term Series.

(2) Scheduled termination date for TexasTERM Series EE, however, shares of this Portfolio were outstanding through November 6, 2017, which is the date through which the ratios above are calculated.

(3) Excludes unrealized gains or losses. See Note B.

The ratios above are computed for each Portfolio taken as a whole. For each TexasTERM series, these ratios are calculated on an annualized basis using the period during which shares of each Portfolio were outstanding as noted above. The computation of such ratios for an individual investor in a TexasTERM series and net asset value of each investor's investment in a TexasTERM series may vary based on the timing of capital transactions and rate upon which they invest.

The increase in investment income noted above caused the ratio of net investment income to average net assets, before and after factoring in fee waivers and expenses paid indirectly, to also rise. The ratio of expenses to average net assets did not change significantly year-over-year for the TexasDAILY Portfolio since the bulk of these expenses are calculated as a percentage of average net assets.

Since TexasTERM Series DEC 2018 commenced operations during the current fiscal year it had no ratios for the prior year. TexasTERM Series DEC 2018's net investment income ratio of 1.26% reflects the general interest rate environment as those assets were invested. The expense ratio of TexasTERM Series DEC 2018 includes an investment advisory fee of 0.15% of its average daily net assets, as well as other operating expenses. However, this ratio may be reduced in the future for any investment advisory or other waivers, which will be determined upon TexasTERM Series DEC 2018's scheduled termination date on December 31, 2018.

TexasTERM Series EE commenced operations during the prior fiscal year and terminated operations as scheduled on the current fiscal year-end date of December 31, 2017. The ratio of net investment income to average net assets on a pre-waiver and post-waiver basis increased from the prior to the current fiscal period as a result of the increase in short-term interest rates. The ratio of expenses to average net assets on a post-waiver basis did not change significantly from the prior fiscal period to the current fiscal period since the bulk of these expenses are calculated as a percentage of average net assets. The ratios of TexasTERM Series EE after fee waivers and expenses paid indirectly are net of investment management fee waivers of 0.02% during the current fiscal period.

Statements of Net Position

December 31, 2017

	TexasDAILY Portfolio	TexasTERM Series DEC 2018	TexasTERM Series EE
Assets			
Investments	\$ 2,026,863,938	\$ 1,292,152,373	\$ -
Receivable for Matured Securities.	15,000,000	-	-
Receivable for Securities Sold.	41,400,107	-	-
Cash and Cash Equivalents	308,593	318,927	146,015
Prepaid Expenses	13,750	-	-
Interest Receivable	4,059,272	-	-
Total Assets	2,087,645,660	1,292,471,300	146,015
Liabilities			
Payable for Securities Purchased	84,695,494	-	-
Management Fees Payable.	180,824	662,789	129,246
Redemption Payable	93,992	-	-
Audit Fees Payable	27,800	23,500	16,000
Custodian Fees Payable	12,937	5,511	755
Other Accrued Expenses.	750	7,320	14
Total Liabilities	85,011,797	699,120	146,015
Net Position	\$ 2,002,633,863	\$ 1,291,772,180	\$ -
Net Position Consists of:			
TexasDAILY Portfolio	\$ 2,002,633,863		
(applicable to 2,002,633,863 outstanding shares of beneficial interest; unlimited authorization; no par value; equivalent to \$1.00 per share)			
TexasTERM Series DEC 2018		\$ 1,291,772,180	
(applicable to 1,299,573,580 outstanding shares of beneficial interest; unlimited authorization; no par value)			

The accompanying notes are an integral part of these financial statements.

Statements of Changes in Net Position

	TexasDAILY Portfolio	TexasTERM Series DEC 2018	TexasTERM Series EE
	Year Ended December 31, 2017	March 28, 2017 ⁽¹⁾ through December 31, 2017	Year Ended December 31, 2017 ⁽²⁾
Income			
Investment Income	\$ 23,009,890	\$ 8,030,410	\$ 11,327,364
Expenses			
Management Fees	2,775,402	907,790	1,545,515
Custodian Fees	92,066	19,064	33,755
Audit Fees	27,800	23,500	16,000
Legal Fees	1,717	239	1,300
Other Expenses	39,240	19,241	19,741
Total Expenses	2,936,225	969,834	1,616,311
Less: Management Fee Waivers	(380,982)	-	(204,848)
Expenses Paid Indirectly	(8,573)	-	-
Net Expenses	2,546,670	969,834	1,411,463
Net Investment Income	20,463,220	7,060,576	9,915,901
Other Income			
Net Realized Gain/(Loss) on Sale of Investments	(4,195)	15,395	122,045
Net Increase from Investment Operations			
Before Capital Transactions	20,459,025	7,075,971	10,037,946
Capital Shares Issued	8,398,959,978	1,999,100,366	1,747,200,874
Capital Shares Redeemed	9,050,501,883	(714,404,157)	(3,215,549,822)
Change in Net Position	(631,082,880)	1,291,772,180	(1,458,311,002)
Net Position – Beginning of Period	2,633,716,743	-	1,458,311,002
Net Position – End of Period	\$ 2,002,633,863	\$ 1,291,772,180	\$ -

(1) Commencement of operations for TexasTERM Series DEC 2018.

(2) Scheduled termination date for TexasTERM Series EE.

The accompanying notes are an integral part of these financial statements.

Notes to Financial Statements

A. Organization and Reporting Entity

TexasTERM Local Government Investment Pool (the “Pool”) was organized under a common investment contract on September 18, 2000. An elected Advisory Board is responsible for the overall management of the Pool, including formation and implementation of its investment and operating policies. The Pool is a non-taxable investment fund established for local governments under the provisions of the Texas Interlocal Cooperation Act. The Pool has not provided or obtained any legally binding guarantees to support the value of shares. All participation in the Pool is voluntary. The Pool is not required to register with the Securities and Exchange Commission (“SEC”) as an investment company.

The Pool currently consists of the TexasDAILY Portfolio and the TexasTERM Series. The financial statements of each TexasTERM series are prepared at an interim date if the series will be opened for greater than 12 months and following the termination date for each series. These financial statements and related notes encompass the TexasDAILY Portfolio, TexasTERM Series DEC 2018 and TexasTERM Series EE (each a “Portfolio: and, collectively, the “Portfolios”). TexasTERM Series EE commenced operations April 11, 2016 and terminated its operations on December 31, 2017. TexasTERM Series DEC 2018 commenced operations on March 28, 2017 and is scheduled to terminate its operations on December 31, 2018.

TexasTERM Series’ shares have planned redemption dates of up to one year. Each TexasTERM Series is a portfolio of Permitted Investments and will have a Series-specific termination date. Multiple TexasTERM Series are created with staggered termination dates. TexasTERM Series offer investors an estimated yield on their investments when the shares are purchased. The investment strategy of TexasTERM Series is to match, as closely as possible, the cash flows required to meet investors’ planned redemptions, including the projected dividend, with the cash flows from the portfolio. Consistent with this strategy, active trading of securities held by the portfolio will be practiced with the objective of enhancing the overall yield of the portfolio. An investor only receives dividends from the investment of the TexasTERM Series in which it is invested. At the termination date of any TexasTERM Series, any excess net income of the Series may be distributed in the form of a supplemental dividend only to investors of the Series that are outstanding on the termination date of the Series, and the excess net income will be allocated on a pro rata basis to all investors then outstanding. The investment portfolio of each TexasTERM Series is accounted for independent of the investment portfolio of any other Series or portfolio of the Pool. In the event a TexasTERM Series portfolio was to realize a loss (whether of principal or interest), no contribution would be made to such TexasTERM Series from any other Series or portfolio of the Pool to offset such loss. No Series would constitute security or collateral for any other Series or Portfolio.

The Portfolios’ financial statements presented herein have been prepared in conformity with the reporting framework prescribed by the Governmental Accounting Standards Board (“GASB”) for local government investment pools.

B. Summary of Significant Accounting Policies

The following is a summary of significant accounting policies followed by the Pool in the preparation of its financial statements.

Measurement Focus and Basis of Accounting

The Pool reports transactions and balances using the economic resources management focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Cash and Cash Equivalents

The Pool reflects cash on deposit in bank accounts which is available within one business day as cash and cash equivalents. Certificates of deposit are included in investments in the financial statements.

Valuation of Investments

In accordance with the authoritative guidance on fair value measurements and disclosures under GASB Statement No. 72, the Pool discloses the fair value of its investments in a hierarchy that prioritizes the inputs to valuation techniques used to measure the fair value. The hierarchy gives the highest priority to valuations based upon unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to valuations based upon unobservable inputs that are significant to the valuation (level 3 measurements). The guidance establishes three levels of the fair value hierarchy as follows:

Level 1 – Quoted prices in active markets for identical assets.

Level 2 – Inputs other than quoted prices that are observable for the asset, including quoted prices for similar investments based on interest rates, credit risk and like factors.

Level 3 – Unobservable inputs for the assets, including the Portfolios’ own assumption for determining fair value.

The Pool's investments are assigned a level based upon the observability of the inputs which are significant to the overall valuation. In accordance with GASB Statement No. 79, TexasDAILY Portfolio securities are valued at amortized cost, which approximates fair value. GASB Statement No. 79 requires a comparison of the TexasDAILY Portfolio's investments on an amortized cost basis to fair values determined on a market value basis at least monthly. The market prices used to determine fair values in this comparison, as well as the fair values for investments held by the TexasTERM Series, are derived from closing bid prices as of the last business day of the month as supplied by third-party pricing services. Where prices are not available from these generally recognized sources, the securities are priced using a yield-based matrix system to arrive at an estimated market value. Prices that fall between data points are interpolated. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. Since the value is not obtained from a quoted price in an active market, all securities held by the Portfolios at December 31, 2017 are categorized as Level 2.

Investment Transactions

Security transactions are accounted for on the trade date (date the order to buy or sell is executed). Costs used in determining realized gains and losses on the sale of investment securities are those of specific securities sold. Interest income is recorded using the accrual method. Discounts and premiums are accreted and amortized, respectively, to interest income over the lives of the respective securities. Investment income on the Statement of Changes in Net Position includes unrealized gains/(losses) of (\$688,343) and \$173,040 for TexasTERM Series DEC 2018 and TexasTERM Series EE, respectively, which represent the change in unrealized appreciation/depreciation of investment securities held during the reporting period.

Repurchase Agreements

Repurchase agreements entered into with broker-dealers are secured by U.S. government or agency obligations. The Pool's custodian takes possession of the collateral pledged for investments in repurchase agreements. The Pool also enters into tri-party repurchase agreements. Collateral pledged for tri-party repurchase agreements is held for the Pool by an independent third-party custodian bank until the maturity of the repurchase agreement. Repurchase agreements are collateralized at 102% of the obligation's principal and interest value. In the event of default on the obligation to repurchase, the Pool has the right to liquidate the collateral and apply the proceeds in satisfaction of the obligation. If the seller defaults and the value of the collateral declines, realization of the value of the obligation by the Pool may be delayed. In the event of default or bankruptcy by the other party to the agreement, realization and/or retention of the collateral may be subject to delays from legal proceedings.

Share Valuation and Participant Transactions

The net asset value ("NAV") per share of the TexasDAILY Portfolio is calculated as of the close of business each business day by dividing the net position of that Portfolio by the number of its outstanding shares. It is the TexasDAILY Portfolio's objective to maintain a NAV of \$1.00 per share, however, there is no assurance that this objective will be achieved. The exact price for share transactions will be determined based on the NAV next calculated after receipt of a properly executed order. The number of shares purchased or redeemed will be determined by the NAV.

The NAV per share for each series of TexasTERM is calculated as of the close of business each business day, for purpose of computing fees, by dividing the total value of investments and other assets less any liabilities by the total outstanding shares. The value of an investor's share redemption in TexasTERM will be determined as of the close of business on any day when a share redemption occurs and is equal to the original purchase price for such share, plus dividends thereon at the projected yield, less losses incurred by the series allocable to such share, if any. It is the Pool's intent to manage each series of TexasTERM in a manner that produces a NAV of \$1.00 per share on each planned redemption date, however, there is no assurance that this objective will be achieved and shares redeemed prior to their original maturity date may be subject to an early redemption penalty.

Dividends and Distributions

On a daily basis, the TexasDAILY Portfolio declares dividends and distributions from its net investment income, and net realized gains or losses from securities transactions, if any. Such dividends and distributions are payable to investors of record at the time of the previous computation of the Portfolio's net asset value and are distributed to each investor's account by purchase of additional shares of the Portfolio on the last day of each month. For the year ended December 31, 2017, dividends totaling \$20,459,025 were distributed for the TexasDAILY Portfolio.

Dividends to investors in TexasTERM Series are declared and paid on the termination date of each TexasTERM series, except for dividends on shares redeemed pursuant to a planned early redemption or a premature redemption before the termination date of such series, which will be declared and paid when such shares are redeemed. For the year ended December 31, 2017, dividends totaling \$3,561,864 and \$13,691,523 were distributed for TexasTERM Series DEC 2018 and EE, respectively, and are included in the capital shares redeemed on the Statements of Changes in Net Position.

Redemption Restrictions

Shares of the TexasDAILY Portfolio are available to be redeemed upon proper notice without restrictions under normal operating conditions. There are no limits to the number of redemptions that can be made as long as an investor has a sufficient number of shares to meet their redemption request. The Pool's Advisory Board can suspend the right of withdrawal or postpone the date of payment if the Federal Reserve Bank in Dallas is closed other than for customary weekend and holiday closings, or if the Advisory Board determines that there is an emergency that makes the sale of a Portfolio's securities or determination of its net asset value not reasonably practical.

Shares of TexasTERM Series are purchased to mature upon pre-determined maturity dates selected by the investor at the time of purchase. Should an investor need to redeem shares in a TexasTERM Series prematurely, they must provide notice at least 7 days prior to premature redemption date. The value of a pre-mature redemption is equal to the original price for such share, plus dividends thereon, at the projected yield less such share's allocation of any losses incurred by the series, less a premature redemption penalty, if any. Refer to the Pool's Information Statement for additional information.

Income and Expense Allocations

Income, realized gains and losses specific and expenses specific to each Portfolio of the Pool, such as investment management, audit, custodian and rating fees, are allocated to the series of the Pool to which they relate. Certain expenses of the Pool, such as legal fees and Advisory Board expenses, are allocated between the TexasDAILY Portfolio and each TexasTERM Series based on the relative net assets of each when such expenses are incurred.

Use of Estimates

The preparation of financial statements in accordance with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

Income Tax Status

The Portfolios are not subject to Federal or Texas income tax upon the income realized by them. Accordingly, no provision for federal income taxes is required in the financial statements.

Representations and Indemnifications

In the normal course of business, the Pool enters into contracts on behalf of the Portfolios that contain a variety of representations which provide general indemnifications. The Portfolios' maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Portfolio that have not yet occurred. However, based on experience the Pool expects the risk of loss to be remote.

Subsequent Events Evaluation

The Pool has evaluated subsequent events through April 26, 2018, the date through which procedures were performed to prepare the financial statements for issuance. No events have taken place that meet the definition of a subsequent event requiring adjustment to or disclosure in these financial statements.

C. Investment Risks

Under GASB Statement No. 40, state and local governments and other municipal entities are required to disclose credit risk, concentration of credit risk, and interest rate risk for investment portfolios. The following risk disclosures of the TexasDAILY Portfolio and TexasTERM Series DEC 2018 portfolios as of December 31, 2017 have been provided for the information of the Portfolios' investors.

Credit Risk

The Portfolios' investment policies, as outlined in the Pool's Information Statement, limits the Portfolios' investments to those which are authorized investments as permitted under Chapter 2256 of the Texas Government Code, the Public Funds Investment Act ("PFIA"). As of December 31, 2017, the TexasTERM Portfolio and TexasTERM Series DEC 2018 were comprised of investments which were, in aggregate, rated by Standard and Poor's ("S&P") as follows:

S&P Rating	TexasDAILY Portfolio	TexasTERM Series DEC 2018
AAA	2.45%	-
AA+ ⁽¹⁾	24.36%	-
A-1+	51.35%	22.19%
A-1	-	77.81%
Exempt ⁽²⁾	18.93%	-
Not Rated ⁽³⁾	2.91%	-

(1) Represents investments in obligations of the U.S. government or its agencies or instrumentalities, which are rated Aaa and AAA by Moody's Investor Service and Fitch Ratings, Inc., respectively, which are the highest category of credit ratings by each of those statistical rating organizations.

(2) Represents investments in U.S. Treasury securities, which are not considered to be subject to overall credit risk per GASB.

(3) Represents investments in certificates of deposit insured by the FDIC.

The above ratings of the TexasDAILY Portfolio include the ratings of collateral underlying repurchase agreements in effect at December 31, 2017.

Concentration of Credit Risk

As outlined in the Pool's Information Statement, each Portfolios' investment policy establishes certain restrictions on investments and limitations on portfolio composition. The TexasDAILY Portfolio and TexasTERM Series DEC 2018 investment portfolios at December 31, 2017 included the following issuers, aggregated by affiliated issuers where applicable, which individually represented greater than 5% of each Portfolio's total investment portfolio:

Issuer	TexasDAILY Portfolio	TexasTERM Series DEC 2018
Bank of Nova Scotia (Houston)	-	7.02%
Bank of Tokyo Mitsubishi UFJ LTD	-	7.11%
BNP Paribas (NY)	-	5.66%
BOFI Federal Bank ⁽²⁾	9.28%	-
Credit Agricole Corporate & Investment Bank (NY)	-	6.13%
Credit Suisse (NY)	-	8.00%
Citizens Bank (PA) ⁽²⁾	8.98%	-
Federal Farm Credit Bank	9.82%	-
Federal Home Loan Bank	25.58%	-
Goldman Sachs ⁽¹⁾	9.46%	-
ING (US) Funding	-	5.58%
JP Morgan Securities	-	6.58%
Manhattan Asset Funding Company	-	5.82%
Societe Generale	-	7.27%
Toronto Dominion Bank	-	7.13%
U.S. Treasury	15.97%	-

(1) This issuer is a counterparty to repurchase agreements entered into by the TexasDAILY Portfolio. These repurchase agreements are collateralized by the U.S. Government agency obligations.

(2) Guaranteed by Federal Home Loan Bank letters of credit.

Interest Rate Risk

The Portfolios' investment policies limit their exposure to market value fluctuations due to changes in interest rates by requiring that (1) the TexasDAILY Portfolio maintain a dollar-weighted average maturity of not greater than sixty days; and (2) any investment securities purchased by the Portfolios have a remaining maturity of 397 days or less at the time of purchase (except for variable rate notes issued by the U.S. government or its agencies or instrumentalities, which must have remaining maturities of 762 days or less). At December 31, 2017, the weighted average maturity of the TexasDAILY Portfolio and the TexasTERM Series DEC 2018, including cash and cash equivalents and non-negotiable certificates of deposit, were 50 days and 125 days, respectively.

The range of yields, actual maturity dates, principal values, fair values and weighted average maturities of the types of investments the TexasDAILY Portfolio and TexasTERM Series DEC 2018 held at December 31, 2017 are as follows:

TexasDAILY Portfolio

Type of Deposits and Investments	Yield-to Maturity Range	Maturity Range	Principal	Fair Value	Weighted Average Maturity
Cash and Cash Equivalents	n/a	n/a	\$ 308,593	\$ 308,593	1 Day
Certificates of Deposit – Non-negotiable	1.10%-1.60%	1/5/18-6/11/18	607,300,000	607,300,000	8 Days
Repurchase Agreements	1.30%-1.40%	1/2/18-1/18/18	251,700,000	251,700,000	5 Days
Government Agency and Instrumentality Obligations:					
Discount Notes	1.29%-1.40%	2/2/18-3/28/18	469,000,000	467,575,714	81 Days
Mortgage-Backed Security					
Discount Notes	1.41%	4/2/18	25,000,000	24,912,188	92 Days
Notes	1.20%-1.57%	1/16/18-10/28/19	351,953,000	351,692,690	51 Days
U.S. Treasury Bills	1.29%-1.47%	3/8/18-4/5/18	100,000,000	99,647,477	91 Days
U.S. Treasury Notes*	1.32%-1.60%	1/16/18-10/1/18	239,178,090	239,035,869	123 Days
			<u>\$2,044,439,683</u>	<u>\$ 2,042,172,531</u>	

* Includes \$15 million of U.S. Treasury securities which matured 12/31/17, a non-business day.

TexasTERM Term Series DEC 2018

Type of Deposits and Investments	Yield-to Maturity Range	Maturity Range	Principal	Fair Value	Weighted Average Maturity
Asset-Backed Commercial Paper	1.32%-1.83%	1/2/18-6/25/18	\$ 119,200,000	\$ 118,904,437	50 Days
Cash and Cash Equivalents	n/a	n/a	318,927	318,927	1 Day
Commercial Paper	1.26%-2.05%	1/5/18-9/18/18	1,181,045,000	1,173,247,936	133 Days
			<u>\$1,300,563,927</u>	<u>\$ 1,292,471,300</u>	

The yields shown in the preceding table represent the yield-to-maturity at original cost except for adjustable rate instruments, for which the rate shown is the coupon in effect at December 31, 2017. The weighted average maturities shown in the preceding tables are calculated based on the stated maturity dates with the following exceptions: (1) floating or variable rate securities are assumed to have an effective maturity of the date upon which the securities interest rate next resets; (2) the effective maturity of callable securities is assumed to be its stated maturity unless the security had been called as of the reporting date, in which case the effective maturity would be assumed to be its called date; (3) for instruments subject to demand features, the effective maturity is assumed to be the period remaining until the principal amount of the security may be recovered through the demand features; and (4) the effective maturity of cash and cash equivalents are assumed to be one day. Refer to the Schedules of Investments included in the unaudited Supplementary Information that follows for further information.

D. Fees and Charges

Investment Management Fees

PFM Asset Management LLC (“PFM”) is a registered investment adviser under the Investment Advisers Act of 1940. PFM provides investment management services to the Portfolios, including investment advisory, distribution, shareholder accounting and certain administrative services. Fees for all management services provided to the TexasTERM Series are calculated at an annual rate of 0.15% of the average daily net assets of each series. Fees for all management services provided to the TexasDAILY Portfolio are calculated at an annual rate of 0.17% of the average daily net assets of the Portfolio up to \$250 million, 0.13% on the next \$250 million, 0.12% on the next \$500 million, and 0.10% on such assets in excess of \$1 billion. Shares of the Portfolios are distributed by PFM Fund Distributors, Inc., a wholly owned subsidiary of PFM. PFM Fund Distributors, Inc. is not compensated by the Portfolios for these services.

In accordance with this contract, PFM is obligated to reimburse each Portfolio for the amount by which annual operating expenses, including investment management services, custodian, legal and audit fees, exceed 0.20% of each Portfolio’s average daily net assets. During the year ended December 31, 2017, PFM voluntarily waived \$204,848 of the fees to which it was entitled for services provided to the TexasTERM Series EE. In addition, during the year ended December 31, 2017, PFM voluntarily waived \$380,982 of the fees they were entitled for services provided to the TexasDAILY Portfolio.

Other Expenses

The Pool pays expenses incurred by its Advisory Board members, fees for cash management and custodian services, audit fees, rating fees and legal fees. During the year ended December 31, 2017, cash management fees of the TexasDAILY Portfolio were reduced by \$8,573 as a result of earnings credits from cash balances.

Supplementary
Information
(unaudited)

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Certificates of Deposit⁽⁷⁾ (30.33%)			
1.10%	2/1/18	\$ 243,500	\$ 243,500
Access National Bank (VA)			
1.10%	2/1/18	243,500	243,500
Adams Bank & Trust (NE)			
1.10%	1/25/18	243,500	243,500
Admirals Bank (MA)			
1.25%	2/22/18	243,500	243,500
Alliance Bank (MN)			
1.10%	2/1/18	243,500	243,500
Alliance Bank Texas (TX)			
1.10%	2/1/18	35,527	35,527
Alva State Bank & Trust Company (OK)			
1.10%	1/25/18	32,554	32,554
1.25%	2/22/18	210,946	210,946
Amarillo National Bank (TX)			
1.10%	2/8/18	243,500	243,500
Amboy Bank (NJ)			
1.10%	2/1/18	200,399	200,399
American Community Bank (IL)			
1.40%	4/5/18	200,000	200,000
American Federal Bank (ND)			
1.10%	1/11/18	121,017	121,017
1.10%	1/25/18	122,483	122,483
American National Bank (NE)			
1.45%	4/19/18	246,000	246,000
Androscoggin Savings Bank (ME)			
1.10%	1/25/18	128,526	128,526
Ann Arbor State Bank (MI)			
1.10%	1/25/18	243,500	243,500
Arvest Bank (AR)			
1.10%	2/1/18	243,500	243,500
Austin County State Bank (TX)			
1.10%	2/1/18	243,500	243,500
Bank 7 (OK)			
1.10%	2/8/18	201,838	201,838
Bank First National (WI)			
1.10%	2/8/18	243,500	243,500
Bank Independent (AL)			
1.10%	1/25/18	243,500	243,500
Bank of Belleville (IL)			
1.10%	2/8/18	243,500	243,500
Bank of Blue Valley (KS)			
1.10%	1/11/18	243,500	243,500
Bank of China New York (NY)			
1.10%	1/25/18	20,225	20,225
Bank of Evergreen (AL)			

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

	Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Bank of Jackson Hole (WY)	1.10%	2/1/18	\$ 243,500	\$ 243,500
Bank of San Francisco (CA)	1.10%	1/11/18	243,500	243,500
Bank of the Bluegrass and Trust Company (KY)	1.40%	4/5/18	16,000	16,000
Bank of the Cascades (OR)	1.10%	1/11/18	243,500	243,500
Bank of Western Oklahoma (OK)	1.40%	3/29/18	44,654	44,654
Bank of Whittier (CA)	1.25%	2/22/18	243,500	243,500
Bank SNB (OK)	1.25%	2/22/18	243,500	243,500
BankFirst Financial Services (MS)	1.10%	1/25/18	243,500	243,500
BankUnited Miami Lakes (FL)	1.25%	2/22/18	197,500	197,500
Banterra Bank (IL)	1.40%	4/5/18	246,000	246,000
Bath Savings Institution (ME)	1.10%	2/1/18	86,908	86,908
	1.40%	4/5/18	91,225	91,225
	1.45%	4/19/18	65,367	65,367
Bay Commercial Bank (CA)	1.25%	2/22/18	243,500	243,500
Belmont Bank & Trust Company (IL)	1.45%	4/19/18	95,802	95,802
Beneficial State Bank (CA)	1.10%	1/25/18	243,500	243,500
Better Banks (IL)	1.10%	2/8/18	100,000	100,000
Blue Sky Bank (OK)	1.40%	4/5/18	71,601	71,601
BNC National Bank (AZ)	1.10%	1/11/18	25,000	25,000
BOFI Federal Bank ⁽⁵⁾	1.21%	1/2/18	50,000,000	50,000,000
	1.21%	1/2/18	20,000,000	20,000,000
	1.40%	1/2/18	30,000,000	30,000,000
	1.48%	1/2/18	35,000,000	35,000,000
	1.50%	1/2/18	18,000,000	18,000,000
	1.35%	1/2/18	35,000,000	35,000,000
BOKF (OK)	1.25%	2/22/18	243,500	243,500

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Branson Bank (MO)			
1.10%	1/11/18	\$ 243,500	\$ 243,500
Bremer Bank (MN)			
1.10%	2/1/18	243,500	243,500
BTH Bank (TX)			
1.10%	2/8/18	243,500	243,500
Burke & Herbert Bank & Trust Company (VA)			
1.10%	1/25/18	243,500	243,500
Busey Bank (IL)			
1.10%	2/1/18	243,500	243,500
Business First Bank (LA)			
1.10%	2/8/18	243,500	243,500
Cadence Bank (AL)			
1.10%	1/25/18	130,832	130,832
Capital Bank (MD)			
1.10%	2/8/18	168,104	168,104
1.35%	3/15/18	75,396	75,396
Capital Bank of New Jersey (NJ)			
1.10%	2/1/18	243,500	243,500
Capstar Bank (TN)			
1.35%	3/15/18	246,000	246,000
Cardinal Bank (VA)			
1.10%	1/11/18	143,258	143,258
CBank (OH)			
1.40%	3/29/18	246,000	246,000
CBC National Bank (FL)			
1.40%	4/5/18	246,000	246,000
Cedar Rapids Bank and Trust Company (IA)			
1.10%	1/11/18	11,919	11,919
Centennial Bank (AR)			
1.10%	1/11/18	235,475	235,475
Centier Bank (IN)			
1.40%	3/29/18	153,842	153,842
1.40%	4/5/18	92,158	92,158
Central Bank (TX)			
1.40%	4/5/18	246,000	246,000
Central Bank and Trust Company (KS)			
1.10%	1/25/18	169,425	169,425
1.40%	4/5/18	74,075	74,075
Centric Bank (PA)			
1.10%	1/25/18	243,500	243,500
Citizens Bank (PA) ⁽⁵⁾⁽⁶⁾			
1.45%	1/2/18	45,000,000	45,000,000
1.45%	1/2/18	35,000,000	35,000,000
1.45%	1/2/18	37,000,000	37,000,000
1.45%	1/2/18	50,000,000	50,000,000
1.45%	1/2/18	15,000,000	15,000,000

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
1.10%	2/1/18	\$243,500	\$243,500
1.10%	2/8/18	243,500	243,500
1.35%	3/15/18	246,000	246,000
1.10%	2/1/18	243,500	243,500
1.40%	4/5/18	246,000	246,000
1.10%	2/8/18	243,500	243,500
1.45%	4/19/18	26,485	26,485
1.10%	2/8/18	243,500	243,500
1.10%	1/11/18	100,000	100,000
1.10%	1/25/18	241,500	241,500
1.25%	2/22/18	2,000	2,000
1.40%	3/29/18	246,000	246,000
1.45%	4/19/18	197,462	197,462
1.35%	3/15/18	246,000	246,000
1.10%	1/25/18	25,000	25,000
1.40%	4/5/18	218,500	218,500
1.10%	2/1/18	243,500	243,500
1.10%	2/8/18	243,500	243,500
1.10%	2/1/18	91,174	91,174
1.45%	4/19/18	152,326	152,326
1.10%	2/8/18	243,500	243,500
1.25%	2/22/18	243,500	243,500
1.10%	2/1/18	243,500	243,500

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Coulee Bank (WI)			
1.35%	3/15/18	\$ 246,000	\$ 246,000
Countryside Bank (IL)			
1.40%	3/29/18	128,012	128,012
Crestmark Bank (MI)			
1.40%	3/29/18	246,000	246,000
Crossfirst Bank (KS)			
1.10%	2/8/18	243,500	243,500
Crossroads Bank (IN)			
1.10%	1/11/18	243,500	243,500
CUSB Bank (IA)			
1.40%	3/29/18	246,000	246,000
Customers Bank ⁽⁵⁾⁽⁶⁾			
1.45%	1/2/18	15,000,000	15,000,000
1.45%	1/2/18	25,000,000	25,000,000
1.60%	1/2/18	50,000,000	50,000,000
Dime Community Bank (NY)			
1.35%	3/15/18	246,000	246,000
EagleBank (MD)			
1.40%	4/5/18	246,000	246,000
Eclipse Bank (KY)			
1.45%	4/19/18	246,000	246,000
F&M Bank (TN)			
1.35%	3/15/18	246,000	246,000
Family Federal Savings (MA)			
1.45%	4/19/18	246,000	246,000
Farm Bureau Bank (NV)			
1.35%	3/15/18	246,000	246,000
Farmers and Merchants Union Bank (WI)			
1.10%	1/25/18	50,000	50,000
1.10%	2/1/18	25,251	25,251
Farmers Bank & Trust Company Magnolia (AR)			
1.10%	1/11/18	72,000	72,000
1.10%	1/25/18	171,500	171,500
Finemark National Bank & Trust (FL)			
1.10%	1/11/18	16,490	16,490
First Bank & Trust (SD)			
1.10%	1/11/18	107,148	107,148
1.10%	2/1/18	136,352	136,352
First Bank of Charleston (WV)			
1.40%	4/5/18	246,000	246,000
First Capital Bank (TX)			
1.10%	2/8/18	62,004	62,004
First Century Bank (WV)			
1.10%	2/1/18	115,000	115,000
First Citizens National Bank (TN)			
1.40%	4/5/18	246,000	246,000
First Community Bank (MT)			
1.10%	2/1/18	229,140	229,140

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
	First Community Bank (NE)		
1.10%	2/1/18	\$ 193,500	\$ 193,500
	First Community Bank of Tennessee (TN)		
1.10%	2/8/18	243,500	243,500
	First Eagle Bank (IL)		
1.10%	1/11/18	225,000	225,000
	First Federal Bank of the Midwest (OH)		
1.10%	2/8/18	243,500	243,500
	First Independence Bank (MI)		
1.40%	4/5/18	246,000	246,000
	First International Bank & Trust (ND)		
1.10%	1/11/18	243,500	243,500
	First Interstate Bank (MT)		
1.35%	3/15/18	2,500	2,500
	First Liberty Bank (OK)		
1.10%	1/25/18	100,224	100,224
	First Midwest Bank of Poplar Bluff (MO)		
1.25%	2/22/18	149,815	149,815
	First National Bank & Trust Company (IL)		
1.45%	4/19/18	246,000	246,000
	First National Bank (LA)		
1.10%	1/25/18	243,500	243,500
	First National Bank (ME)		
1.10%	2/8/18	243,500	243,500
	First National Bank (TX)		
1.10%	2/1/18	243,500	243,500
	First National Bank of Michigan (MI)		
1.10%	2/8/18	243,500	243,500
	First National Bank of Oklahoma (OK)		
1.10%	1/11/18	243,500	243,500
	First Natl Bank Albany/Breckenridge (TX)		
1.10%	2/8/18	243,500	243,500
	First Resource Bank (PA)		
1.10%	2/1/18	207,488	207,488
	First Sentry Bank (WV)		
1.10%	2/1/18	5,000	5,000
1.45%	4/19/18	238,500	238,500
	First State Bank (IL)		
1.45%	4/19/18	21,620	21,620
	First State Bank of Illinois (IL)		
1.40%	4/5/18	246,000	246,000
	First United Bank and Trust Company (OK)		
1.35%	3/15/18	246,000	246,000
	First Western Bank (AR)		
1.10%	1/25/18	227,000	227,000

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
FirstCapital Bank of Texas (TX)			
1.10%	1/25/18	\$ 43,693	\$ 43,693
1.10%	2/1/18	199,807	199,807
Firsttrust Savings Bank (PA)			
1.10%	2/1/18	200,000	200,000
Five Star Bank (CA)			
1.10%	1/11/18	150,000	150,000
Flagstar Bank (MI)			
1.10%	2/1/18	243,500	243,500
Flanagan State Bank (IL)			
1.10%	2/1/18	104,629	104,629
FNB & Trust of Elk City (OK)			
1.35%	3/15/18	246,000	246,000
Franklin Synergy Bank (TN)			
1.40%	3/29/18	246,000	246,000
Fremont Bank (CA)			
1.35%	3/15/18	144,000	144,000
Generations Bank (NY)			
1.35%	3/15/18	246,000	246,000
Grandpoint Bank (CA)			
1.10%	2/8/18	243,500	243,500
Great Plains State Bank (NE)			
1.25%	2/22/18	243,500	243,500
Great Southern Bank (MO)			
1.35%	3/15/18	246,000	246,000
Green Bank ⁽⁵⁾			
1.26%	2/7/18	5,300,000	5,300,000
1.26%	2/7/18	20,000,000	20,000,000
Gulf Coast Bank and Trust Company (LA)			
1.10%	2/8/18	243,500	243,500
Happy State Bank (TX)			
1.10%	2/1/18	243,500	243,500
Hillsdale County National Bank (MI)			
1.10%	1/11/18	243,500	243,500
Horizon Community Bank (AZ)			
1.45%	4/19/18	246,000	246,000
Iberiabank (LA)			
1.10%	2/1/18	195,427	195,427
Illinois National Bank (IL)			
1.10%	2/8/18	243,500	243,500
Independent Bank (MI)			
1.10%	1/11/18	133,751	133,751
Independent Bank (TX)			
1.35%	3/15/18	24,293	24,293
1.45%	4/19/18	221,707	221,707

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Insbank (TN)			
1.10%	1/11/18	\$ 72,495	\$ 72,495
1.10%	1/25/18	40,307	40,307
Interbank (OK)			
1.40 %	3/29/18	246,000	246,000
Iowa State Bank of Wapello (IA)			
1.10%	2/1/18	243,500	243,500
Israel Discount Bank of New York (NY)			
1.10%	1/25/18	243,500	243,500
John Marshall Bank (VA)			
1.40%	3/29/18	246,000	246,000
Katahdin Trust Company (ME)			
1.40%	4/5/18	246,000	246,000
Kennebunk Savings Bank (ME)			
1.10%	1/25/18	243,500	243,500
Kirkpatrick Bank (OK)			
1.10%	1/11/18	243,500	243,500
KS StateBank (KS)			
1.35%	3/15/18	246,000	246,000
Lakeland Bank (NJ)			
1.10%	2/1/18	243,500	243,500
Lakeside Bank (IL)			
1.10%	1/25/18	243,500	243,500
Lakestone Bank & Trust (MI)			
1.10%	1/25/18	1,484	1,484
Landmark Bank (MO)			
1.40%	3/29/18	246,000	246,000
LegacyTexas Bank (TX)			
1.10%	1/25/18	243,500	243,500
Lincoln Savings Bank (IA)			
1.10%	1/25/18	243,500	243,500
M&F Bank of Greene County (AL)			
1.10%	2/8/18	243,500	243,500
Mabrey Bank (OK)			
1.10%	1/25/18	243,500	243,500
Machias Savings Bank (ME)			
1.10%	1/11/18	243,500	243,500
Magnolia Bank (KY)			
1.45%	4/19/18	246,000	246,000
Main Street Bank (MA)			
1.40%	3/29/18	16,000	16,000
Mascoma Savings Bank (NH)			
1.40%	3/29/18	246,000	246,000
MB Financial Bank (IL)			
1.10%	1/25/18	37,850	37,850
1.35%	3/15/18	88,591	88,591

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
MB Financial Bank (IL) (continued)			
1.40%	3/29/18	\$ 24,254	\$ 24,254
1.40%	4/5/18	92,805	92,805
Meadows Bank (NV)			
1.40%	3/29/18	123,080	123,080
Mechanics & Farmers Bank (NC)			
1.10%	2/1/18	243,500	243,500
Meridian Bank (PA)			
1.25%	2/22/18	243,500	243,500
Metropolitan Bank (MS)			
1.10%	1/25/18	243,500	243,500
Metropolitan Capital Bank & Trust (IL)			
1.45%	4/19/18	245,000	245,000
Midwest Bank (NE)			
1.45%	4/19/18	246,000	246,000
Milford National Bank & Trust Company (MA)			
1.25%	2/22/18	243,500	243,500
Monona State Bank (WI)			
1.10%	2/1/18	243,500	243,500
Morton Community Bank (IL)			
1.10%	2/1/18	97,500	97,500
1.35%	3/15/18	146,000	146,000
MRV Banks (MO)			
1.25%	2/22/18	243,500	243,500
Mutual of Omaha Bank (NE)			
1.10%	1/25/18	243,500	243,500
MutualBank (IN)			
1.40%	3/29/18	246,000	246,000
National Bank of St. Anne (IL)			
1.10%	1/11/18	243,500	243,500
New Mexico Bank & Trust (NM)			
1.10%	1/11/18	119,176	119,176
1.10%	2/1/18	124,324	124,324
Northern California National Bank (CA)			
1.10%	1/11/18	514	514
1.10%	2/1/18	129,296	129,296
Northstar Bank (MI)			
1.10%	2/1/18	213,971	213,971
1.10%	2/8/18	29,529	29,529
NXT Bank (IA)			
1.10%	2/8/18	243,500	243,500
Oklahoma State Bank (OK)			
1.10%	1/25/18	243,500	243,500

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Old Line Bank (MD)			
1.10 %	1/25/18	\$ 240,000	\$ 240,000
1.10 %	2/8/18	3,500	3,500
Old Second National Bank (IL)			
1.10 %	2/8/18	243,500	243,500
Orange County Trust Company (NY)			
1.25%	2/22/18	50,325	50,325
1.40%	4/5/18	119,446	119,446
Pacific Commerce Bank (CA)			
1.40%	4/5/18	246,000	246,000
Pacific Western Bank (CA)			
1.10%	2/1/18	200,000	200,000
1.45%	4/19/18	50	50
Parke Bank of Sewell (NJ)			
1.35%	3/15/18	246,000	246,000
Passumpsic Savings Bank (VT)			
1.10%	1/11/18	6,169	6,169
Pentagon Federal Credit Union ⁽⁵⁾⁽⁶⁾			
1.10%	1/2/18	50,000,000	50,000,000
1.10%	1/2/18	13,000,000	13,000,000
Peoples Bank & Trust Company Madison County (KY)			
1.10%	2/1/18	31,004	31,004
Peoples Bank (MS)			
1.10%	1/11/18	181,639	181,639
Peoples Bank (OH)			
1.10%	1/25/18	243,500	243,500
Peoples Bank of Alabama (AL)			
1.10%	2/8/18	243,500	243,500
Pinnacle Bank (GA)			
1.10%	1/11/18	160,595	160,595
Pioneer Bank (VA)			
1.10%	1/25/18	243,500	243,500
Planters Bank (KY)			
1.35%	3/15/18	32,000	32,000
Pointbank (TX)			
1.10%	2/1/18	243,500	243,500
Premier Community Bank (OR)			
1.10%	2/1/18	6,500	6,500
Premier Valley Bank (CA)			
1.40%	3/29/18	246,000	246,000
Prime Bank (OK)			
1.10%	1/25/18	243,500	243,500
Providence Bank (NC)			
1.10%	2/8/18	243,500	243,500
Prudential Savings Bank (PA)			
1.35%	3/15/18	246,000	246,000

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Radius Bank (MA)			
1.25 %	2/22/18	\$ 93,500	\$ 93,500
Regent Bank (OK)			
1.10%	2/1/18	243,500	243,500
Relyance Bank (AR)			
1.10%	2/8/18	176,377	176,377
Renasant Bank (MS)			
1.10%	1/11/18	238,145	238,145
Republic Bank & Trust Company (KY)			
1.10%	2/8/18	243,500	243,500
Riverview Community Bank (WA)			
1.10%	2/1/18	16,699	16,699
1.45%	4/19/18	226,801	226,801
Rockford Bank and Trust Company (IL)			
1.10%	2/8/18	175,000	175,000
1.45%	4/19/18	68,500	68,500
Saco & Biddeford Saving Institution (ME)			
1.10%	1/25/18	85,500	85,500
1.45%	4/19/18	158,000	158,000
Santander Bank (DE)			
1.40%	3/29/18	246,000	246,000
Seaside National Bank & Trust (FL)			
1.10%	1/25/18	203,235	203,235
1.10%	2/1/18	40,265	40,265
Select Bank & Trust Company (NC)			
1.10%	1/11/18	243,500	243,500
Seneca Federal Savings & Loan Association (NY)			
1.10%	1/25/18	243,500	243,500
Signature Bank (NY)			
1.10%	1/25/18	243,500	243,500
Signature Bank (OH)			
1.45%	4/19/18	19,071	19,071
Skagit Bank (WA)			
1.10%	2/1/18	50,201	50,201
SmartBank (TN)			
1.40%	3/29/18	246,000	246,000
SNB Bank (OK)			
1.10%	1/25/18	243,500	243,500
South State Bank (SC)			
1.10%	1/11/18	243,500	243,500
Southern Missouri Bank Marshfield (MO)			
1.10%	1/11/18	56,500	56,500
Southern States Bank (AL)			
1.25%	2/22/18	243,500	243,500

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Southwest Bank (TX)			
1.25 %	2/22/18	\$ 243,500	\$ 243,500
St. Louis Bank (MO)			
1.10%	1/25/18	243,500	243,500
State Bank & Trust Company (MS)			
1.25%	2/22/18	243,500	243,500
State Bank Financial (WI)			
1.10%	2/8/18	243,500	243,500
Stockmans Bank (OK)			
1.10%	1/25/18	76,401	76,401
Stonegate Bank (FL)			
1.10%	2/1/18	202,398	202,398
Summit Community Bank (WV)			
1.10%	1/25/18	243,500	243,500
Summit State Bank (CA)			
1.10%	1/11/18	220,000	220,000
1.10%	2/1/18	23,500	23,500
Sunrise Banks (MN)			
1.10%	2/1/18	100,200	100,200
Sunwest Bank (CA)			
1.10%	1/11/18	64,122	64,122
TexStar National Bank (TX)			
1.10%	1/25/18	120,802	120,802
1.40%	3/29/18	41,028	41,028
The American National Bank of Texas (TX)			
1.10%	2/1/18	115,588	115,588
The Bank of Edwardsville (IL)			
1.40%	3/29/18	246,000	246,000
The Bank of Fayette County (TN)			
1.35%	3/15/18	246,000	246,000
The Bank of Kremlin (OK)			
1.40%	4/5/18	246,000	246,000
The Bank of Tampa (FL)			
1.10%	2/1/18	200,289	200,289
The Bank of Tioga (ND)			
1.45%	4/19/18	246,000	246,000
The Brenham National Bank (TX)			
1.10%	1/25/18	243,500	243,500
The Business Bank of Saint Louis (MO)			
1.45%	4/19/18	246,000	246,000
The Citizens Bank of Clovis (NM)			
1.10%	2/8/18	138,500	138,500
1.40%	4/5/18	88,190	88,190

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

	Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Treynor State Bank (IA)	1.10%	1/25/18	\$ 243,500	\$ 243,500
Tri Counties Bank (CA)	1.45%	4/19/18	246,000	246,000
Tristate Capital Bank (PA)	1.35%	3/15/18	246,000	246,000
Union Bank & Trust (NE)	1.10%	1/25/18	243,500	243,500
Union Bank & Trust Company (WI)	1.40%	3/29/18	246,000	246,000
United Bank (WV)	1.10%	1/25/18	25,111	25,112
	1.40%	3/29/18	218,388	218,388
United Community Bank (MN)	1.40%	4/5/18	246,000	246,000
Unity Bank North (MN)	1.10%	2/8/18	200,000	200,000
	1.25%	2/22/18	43,500	43,500
Valley National Bank (NJ)	1.45%	4/19/18	246,000	246,000
Valley National Bank (OK)	1.40%	3/29/18	68,742	68,742
Volunteer State Bank (TN)	1.10%	1/11/18	243,500	243,500
Washington County Bank (NE)	1.10%	1/25/18	151,299	151,299
	1.10%	2/1/18	92,202	92,202
WashingtonFirst Bank (VA)	1.35%	3/15/18	59,220	59,220
Wesbanco Bank (WV)	1.10%	1/11/18	243,500	243,500
West Bank (IA)	1.40%	4/5/18	246,000	246,000
Western Alliance Bank (AZ)	1.40%	3/29/18	246,000	246,000
Yorktown Bank (OK)	1.10%	2/1/18	243,500	243,500
<i>Total Certificates of Deposit</i>				<u>607,300,000</u>
Government Agency and Instrumentality Obligations (58.32%)				
Asian Development Bank Notes	1.52%	4/26/18	12,750,000	12,724,003
Fannie Mae Mortgage-Backed Security Discount Notes	1.41%	4/2/18	25,000,000	24,912,188
Fannie Mae Notes (Callable)	1.46%	7/27/18	15,000,000	14,950,214

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Federal Farm Credit Bank Notes			
1.23%	2/20/18	\$ 17,000,000	\$ 16,997,312
1.56% ⁽⁴⁾	11/14/18	45,000,000	44,996,853
1.42% ⁽⁴⁾	4/15/19	22,000,000	21,997,160
1.44% ⁽⁴⁾	6/6/19	28,000,000	27,996,003
1.42% ⁽⁴⁾	8/8/19	50,000,000	49,992,784
1.44% ⁽⁴⁾	10/28/19	20,000,000	20,000,000
Federal Farm Credit Bank Notes (Callable)			
1.24%	4/6/18	17,000,000	16,977,819
Federal Home Loan Bank Discount Notes			
1.29%	2/2/18	15,000,000	14,982,867
1.34%	3/21/18	164,000,000	163,518,109
1.34%	3/23/18	125,000,000	124,623,406
1.40%	3/28/18	165,000,000	164,451,332
Federal Home Loan Bank Notes			
1.20%	3/19/18	10,925,000	10,917,449
1.57% ⁽⁴⁾	3/23/18	15,000,000	15,000,055
1.26% ⁽⁴⁾	8/8/18	25,000,000	24,995,588
Freddie Mac Notes			
1.21%	3/7/18	2,393,000	2,391,600
1.46%	7/11/18	25,000,000	24,913,815
1.47%	7/27/18	10,000,000	9,964,969
Inter-American Development Bank Notes			
1.42% ⁽⁴⁾	1/16/18	5,000,000	4,999,989
International Finance Corporation Notes			
1.44% ⁽⁴⁾	3/6/18	12,500,000	12,500,065
International Bank of Reconstruction and Development Notes			
1.52%	4/10/18	19,385,000	19,377,012
U.S. Treasury Bills			
1.29%	3/8/18	5,000,000	4,988,170
1.47%	3/29/18	35,000,000	34,876,001
1.43%	4/5/18	60,000,000	59,783,306
U.S. Treasury Notes			
1.41%	1/16/18	74,178,090	74,181,611
1.32%	2/28/18	55,000,000	54,949,852
1.49%	8/31/18	35,000,000	35,002,108
1.60%	10/1/18	60,000,000	59,902,298
Total Government Agency and Instrumentality Obligations			1,167,863,938
Repurchase Agreements (12.57%)			
Goldman Sachs & Company			
1.30%	1/2/18	31,700,000	31,700,000
(Dated 12/29/17, repurchase price \$31,704,579, collateralized by Fannie Mae certificates, 4.50%, maturing 4/1/44, fair value \$32,338,671)			

The notes to the financial statements are an integral part of the schedule of investments.

TexasDAILY

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Goldman Sachs & Company (continued)			
1.30%	1/7/18 ⁽⁸⁾	\$ 160,000,000	\$ 160,000,000
(Dated 12/14/17, repurchase price \$160,202,222, collateralized by: Fannie Mae certificates, 1.79% - 7.00%, maturing 5/1/19 - 12/1/47, fair value \$70,757,954; Freddie Mac certificates, 2.49% - 8.00%, maturing 5/1/20 - 10/1/47, fair value \$81,968,380; and Ginnie Mae certificates, 2.50% - 4.50%, maturing 10/20/42 - 10/20/47, fair value \$10,585,640)			
Merrill Lynch Pierce Fenner & Smith			
1.40%	1/2/18	60,000,000	60,000,000
(Dated 12/29/17, repurchase price \$60,009,333, collateralized by U.S. Treasury securities, 1.375%, maturing 9/30/19, fair value \$61,209,593)			
Total Repurchase Agreements			251,700,000
Total Investments (101.21%) (Amortized Cost \$2,026,863,938)			2,026,863,938
Other Liabilities in Excess of Other Assets (-1.21%)			(24,230,075)
Net Position (100.00%)			\$ 2,002,633,863

(1) Yield-to-maturity at original cost unless otherwise noted.

(2) Actual maturity dates unless otherwise noted.

(3) See Note B to the financial statements.

(4) Adjustable rate instrument. Rate shown is that which was in effect at December 31, 2017.

(5) Guaranteed by Federal Home Loan Bank Letter of Credit.

(6) Subject to put with 1 day notice.

(7) FDIC insurance coverage up to \$250,000 of principal and accrued interest per issuing bank, except those noted in ⁽⁵⁾ above.

(8) Subject to put with 7 days notice.

The notes to the financial statements are an integral part of the schedule of investments.

TexasTERM Series DEC 2018

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Asset-Backed Commercial Paper (9.20%)			
Bedford Row Funding Corporation			
1.56%	6/25/18	\$ 10,100,000	\$ 10,008,716
Fairway Finance Company LLC			
1.32%	1/2/18	10,050,000	10,048,342
1.64%	2/15/18	4,000,000	3,991,308
1.56%	3/5/18	10,100,000	10,068,892
Gotham Funding Corporation			
1.83%	3/28/18	4,000,000	3,981,944
Manhattan Asset Funding Company			
1.35%	1/4/18	10,000,000	9,997,540
1.32%	1/8/18	2,550,000	2,548,939
1.44%	1/23/18	1,500,000	1,498,335
1.41%	2/1/18	25,650,000	25,610,063
1.52%	2/2/18	10,000,000	9,983,940
1.65%	2/20/18	13,550,000	13,516,531
1.53%	2/27/18	1,000,000	997,200
1.54%	3/2/18	11,050,000	11,017,281
Old Line Funding LLC			
1.48%	2/21/18	5,050,000	5,037,577
Thunder Bay Funding LLC			
1.71%	3/15/18	600,000	597,829
Total Asset-Backed Commercial Paper			118,904,437
Commercial Paper (90.82%)			
Bank of Montreal (Chicago)			
1.46%	2/1/18	10,000,000	9,985,140
1.40%	2/2/18	3,000,000	2,995,407
1.52%	4/16/18	11,300,000	11,241,692
1.56%	5/1/18	9,100,000	9,046,146
1.49%	6/4/18	2,600,000	2,579,988
1.87%	9/7/18	20,000,000	19,732,460
Bank of Nova Scotia (Houston)			
1.48 %	4/13/18	20,000,000	19,898,200
1.50%	4/24/18	31,000,000	30,825,284
1.76 %	8/24/18	40,500,000	39,991,563
Bank of Tokyo Mitsubishi UFJ LTD			
1.54%	1/26/18	5,100,000	5,093,676
1.55%	2/2/18	400,000	399,376
1.55%	2/6/18	3,000,000	2,994,771
1.54%	2/9/18	4,000,000	3,992,476
1.50%	2/12/18	3,000,000	2,993,943
1.50%	2/16/18	7,250,000	7,234,021
1.50%	2/23/18	1,900,000	1,895,195
1.49%	2/26/18	3,000,000	2,991,990
1.49%	3/2/18	1,000,000	997,139
1.49%	3/6/18	1,100,000	1,096,638
1.52%	3/26/18	2,500,000	2,489,880
1.53%	3/27/18	1,100,000	1,095,491
1.54%	3/30/18	6,000,000	5,974,506
1.55%	4/6/18	10,000,000	9,953,970

The notes to the financial statements are an integral part of the schedule of investments

TexasTERM Series DEC 2018

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Bank of Tokyo Mitsubishi UFJ LTD (continued)			
1.54%	4/20/18	\$ 2,000,000	\$ 1,989,366
1.57%	4/23/18	1,000,000	994,528
1.53%	4/25/18	5,600,000	5,568,769
1.54%	4/27/18	5,100,000	5,071,022
1.54%	5/2/18	1,500,000	1,491,087
1.56%	5/25/18	3,300,000	3,276,339
1.58%	6/1/18	2,000,000	1,984,908
1.61%	6/6/18	5,100,000	5,060,154
1.64%	6/15/18	750,000	743,777
1.60 %	6/22/18	1,000,000	991,323
1.61 %	6/26/18	10,100,000	10,010,160
1.66 %	7/27/18	1,500,000	1,483,926
1.75 %	8/10/18	3,000,000	2,965,299
1.94 %	9/17/18	1,050,000	1,035,343
BNP Paribas (NY)			
1.44 %	1/26/18	4,000,000	3,995,304
1.35 %	2/1/18	5,050,000	5,042,784
1.42%	2/23/18	1,000,000	997,625
1.45%	2/26/18	3,100,000	3,092,231
1.48%	3/5/18	10,000,000	9,971,620
1.49%	3/9/18	4,100,000	4,087,565
1.44%	3/26/18	9,000,000	8,964,963
1.52%	4/6/18	10,000,000	9,955,380
1.72%	8/3/18	25,300,000	25,017,424
1.77%	8/24/18	2,000,000	1,975,102
Canadian Imperial Holding			
1.60%	7/2/18	19,300,000	19,130,797
1.73%	8/17/18	6,000,000	5,932,164
1.82%	9/4/18	1,000,000	987,661
1.82%	9/7/18	30,000,000	29,624,520
Cooperatieve Rabobank			
1.79%	8/15/18	30,000,000	29,649,240
1.80%	9/7/18	800,000	789,606
Credit Agricole Corporate & Investment Bank (NY)			
1.39%	1/22/18	10,100,000	10,090,173
1.46%	3/12/18	8,000,000	7,974,352
1.46%	3/16/18	10,100,000	10,065,458
1.46%	3/19/18	20,300,000	20,227,245
1.47%	3/22/18	15,100,000	15,043,360
1.47%	3/23/18	6,800,000	6,774,106
1.47%	3/27/18	3,100,000	3,087,488
1.60%	5/2/18	6,000,000	5,964,306
Credit Suisse (NY)			
1.44%	2/1/18	1,010,000	1,008,498
1.49%	2/28/18	10,150,000	10,122,433
1.49%	3/12/18	9,080,000	9,049,745
1.55%	4/9/18	3,500,000	3,483,158

The notes to the financial statements are an integral part of the schedule of investments.

TexasTERM Series DEC 2018

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Credit Suisse (NY) (continued)			
1.55%	4/13/18	\$ 9,095,000	\$ 9,049,370
1.58%	4/18/18	2,600,000	2,586,280
1.55%	4/20/18	6,575,000	6,539,633
1.55%	4/23/18	1,015,000	1,009,381
1.55%	4/24/18	5,550,000	5,518,970
1.59%	5/15/18	6,780,000	6,734,384
1.67%	5/21/18	10,100,000	10,028,664
1.61%	5/24/18	4,060,000	4,030,642
1.66%	6/19/18	1,015,000	1,006,140
1.66%	6/22/18	5,100,000	5,054,579
1.68%	6/28/18	1,100,000	1,089,813
1.69%	7/2/18	1,000,000	990,503
1.75%	7/13/18	10,130,000	10,027,029
1.75%	7/16/18	1,020,000	1,009,445
1.76%	7/20/18	3,100,000	3,067,171
1.76%	7/27/18	3,100,000	3,065,822
1.86%	8/6/18	4,000,000	3,953,384
2.04%	9/7/18	5,100,000	5,030,028
General Electric Treasury LLC			
1.26%	1/5/18	10,100,000	10,097,233
1.40%	3/26/18	3,500,000	3,486,822
1.81%	8/15/18	13,500,000	13,346,708
1.83%	9/7/18	26,050,000	25,719,582
HSBC USA			
1.73%	8/3/18	6,050,000	5,984,878
ING (US) Funding			
1.41%	2/6/18	2,020,000	2,016,574
1.55%	5/1/18	26,325,000	26,177,685
1.55%	5/11/18	2,530,000	2,514,438
1.53%	5/21/18	6,000,000	5,959,698
1.75%	5/22/18	5,000,000	4,966,120
1.54%	5/25/18	2,085,000	2,070,509
1.65%	7/2/18	12,000,000	11,890,908
1.66%	7/13/18	2,100,000	2,079,785
2.05%	9/7/18	4,500,000	4,442,733
1.93%	9/18/18	10,100,000	9,964,902
JP Morgan Securities			
1.54%	4/6/18	20,250,000	20,157,660
1.50%	4/18/18	1,100,000	1,094,397
1.53%	4/20/18	1,515,000	1,507,152
1.68%	5/10/18	1,000,000	993,855
1.56%	5/11/18	11,130,000	11,061,039
1.77%	6/11/18	1,000,000	992,105
1.62%	6/22/18	13,765,000	13,647,364
1.63%	6/25/18	1,215,000	1,204,397
1.90%	6/26/18	2,020,000	2,002,242

The notes to the financial statements are an integral part of the schedule of investments.

TexasTERM Series DEC 2018

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
JP Morgan Securities (continued)			
1.81%	7/9/18	\$ 1,000,000	\$ 990,480
1.67%	7/13/18	9,950,000	9,853,027
1.69%	7/17/18	6,100,000	6,039,171
1.85%	8/8/18	1,000,000	988,820
1.83%	8/28/18	10,350,000	10,223,026
1.89%	9/4/18	1,000,000	987,315
1.89%	9/7/18	2,050,000	2,023,625
2.03%	9/18/18	1,220,000	1,203,502
Metlife Short Term Funding			
1.36%	2/20/18	800,000	798,077
1.64%	3/19/18	25,265,000	25,169,170
1.54%	4/16/18	2,100,000	2,089,088
Mizuho Bank (NY)			
1.38%	1/16/18	3,020,000	3,017,681
1.36%	1/17/18	4,700,000	4,696,174
Nordea Bank AB			
1.78%	7/13/18	38,400,000	38,022,221
Royal Bank of Canada (NY)			
1.60%	3/12/18	25,100,000	25,018,927
Skandinaviska Enskilda Banken AB			
1.41%	2/1/18	2,000,000	1,997,230
Societe Generale			
1.44%	1/31/18	93,100,000	92,968,543
1.55%	3/5/18	1,010,000	1,006,963
Sumitomo Mitsui Bank (NY)			
1.37%	2/15/18	2,120,000	2,115,465
Svenska Handelsbanken AB			
1.40%	2/16/18	4,290,000	4,281,622
1.72%	8/10/18	355,000	351,093
Swedbank (NY)			
1.39%	2/5/18	8,000,000	7,988,280
1.39%	2/6/18	9,050,000	9,036,380
1.45%	2/21/18	10,200,000	10,178,519
Toronto Dominion Bank			
1.50%	4/13/18	2,000,000	1,989,588
1.51%	4/16/18	85,600,000	85,140,328
1.68%	6/27/18	2,000,000	1,981,500
1.75%	8/24/18	3,000,000	2,962,536
Toyota Credit Puerto Rico			
1.66%	5/30/18	3,000,000	2,978,694
1.71%	6/29/18	1,500,000	1,487,018
1.71%	7/30/18	5,070,000	5,017,713
1.71%	7/31/18	20,255,000	20,045,016
1.80%	8/28/18	4,300,000	4,248,778
1.78%	8/31/18	5,100,000	5,038,392

The notes to the financial statements are an integral part of the schedule of investments.

TexasTERM Series DEC 2018

Schedule of Investments (unaudited)

December 31, 2017

Rate ⁽¹⁾	Maturity Date ⁽²⁾	Principal	Fair Value ⁽³⁾
Toyota Motor Credit Corporation			
1.43%	3/9/18	\$ 3,100,000	\$ 3,090,598
1.47%	3/19/18	2,025,000	2,017,846
1.51%	3/30/18	1,020,000	1,015,820
1.62%	7/2/18	1,000,000	991,187
1.63%	7/9/18	10,100,000	10,007,242
1.68%	8/3/18	760,000	751,996
<i>Total Commercial Paper</i>			1,173,247,936
Total Investments (100.03%) (Amortized Cost \$1,292,840,716)			1,292,152,373
Other Liabilities in Excess of Other Assets (-0.03%)			(380,193)
Net Position (100.00%)			\$ 1,291,772,180

(1) Yield-to-maturity at original cost unless otherwise noted.

(2) Actual maturity dates unless otherwise noted.

(3) See Note B to the financial statements.

The notes to the financial statements are an integral part of the schedule of investments.

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Advisory Board Members and Officers

Wes Eversole

President and Participant Board Member
*Deputy Superintendent and Chief Financial Officer,
Lake Dallas Independent School District*

Deborah Lauder milk

Secretary and Participant Board Member
Investment Officer, Travis County

Leandro Garcia, CPA

Participant Board Member
Chief Financial Officer, Brownsville Public Utilities Board

Margie Grimes, CPA

Participant Board Member
*Chief Financial Officer, Goose Creek Consolidated
Independent School District*

Susan Morgan, CPA

Treasurer and Participant Board Member
Chief Financial Officer, City of Round Rock

Edward B. Peacock, CPA

Non-Participant Board Member
Owner, Eddie Peacock, PLLC

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