

# Nueces County Quarterly Investment Report September 30, 2013 (Unaudited)

*Prepared by Nueces County  
Auditors Office and County  
Clerk Treasury Division  
901 Leopard Rm. 304  
Corpus Christi TX  
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# Nueces County

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Presented to Nueces County  
Commissioners Court  
in accordance with Government  
Code 2256.023

### Investment Committee Members

Samuel L. Neal, Jr. - County Judge

Diana T. Barrera - County Clerk

Laura Jimenez - County Attorney

Steve Waterman - Director of Commissioners Court Admin

Kevin Kieschnick – Tax Assessor/Collector

Dale Atchley, CPA - County Auditor

### County Investment Officers

Alberto Silguero - Treasury Accountant

Fred Chavera - Revenue/Cash Manager

# Investment Report to Commissioners Court

As of September 30, 2013

Investments have been made in accordance with the requirements of the Nueces County Investment Policy and Government Code 2256. The investment committee is directed by the investment policy to meet certain requirements regarding investment strategy, earnings, diversity and liquidity. This report is presented in conformity with generally accepted accounting principles.

This report covers investment results on county-wide treasury accounts only. Interest income on departmental accounts such as the tax office, sheriff, and district clerk checking accounts are not included in this report.

## **Summary of Cash, Cash Equivalents and Investments**

Total cash, cash equivalents, and investments as of September 30, 2013 have a current value of \$59,164,823. As compared to last quarter, total balances have decreased by \$(14,439,204) down from \$73,604,027. The reason for the decrease is due to the county having reduced property tax collections and the expenses exceed revenues.

## **Compliance Measures**

- The weighted average maturity of the operating portfolio is 183 days and the county is in compliance with the investment policy. The policy limits the weighted average to 364 days. Compared to last quarter the average maturity increased by 57 days. The reason for the increase is due to additional purchases of brokered CD's.
- As to portfolio diversity a test for compliance with the investment policy indicates the county is in compliance with the maximum percentages allowed per investment type. The largest investment type is in cash equivalents which is 63.43% and the remainder is invested in brokered CDs and US Agencies which are 18.5% and 18.07%, respectively.
- All investments are in compliance with the Public Investment Act and the Nueces County Investment Policy.

## **Summary of Investment Results**

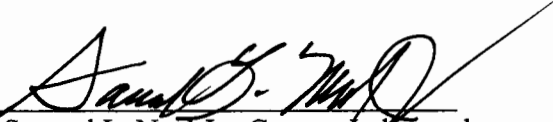
Investment earnings are calculated under Government Accounting Standards Board (GASB) Statement #31. GASB #31 mandates that changes in the fair market value of investments longer than 1 year should be reported as revenues in the financial statements. Since our investment strategy has been to buy and hold until maturity, the loss in market value is reflected of the value of the portfolios as if they had been liquidated on September 30th, which has never been our strategy.

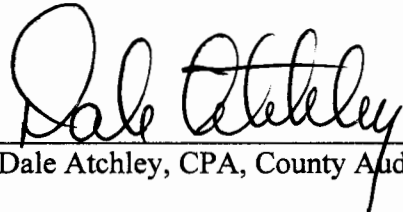
Current quarterly earnings are \$53,147. Compared to the previous quarter ending June 30, 2013, earnings this quarter increased by \$55,016 up from \$(1,869). The reason for the increase is due to bond markets adjusting up after negative revenues were reported in the previous quarter.


**Investment Strategy**

Only eligible investments, as defined by the Investment Policy may be used. Preservation and safety of principal is the number one consideration in selecting an investment instrument followed by the availability of funds (liquidity), diversification for further safeguarding of funds and laddering investments with varying maturity dates. While maximizing return on investment is an objective of the county investment policy, safety is always the first consideration in selecting investments.

This report has been prepared jointly by the county auditors office and the county treasury division and in accordance with Government Code 2256.023. The investment committee approved this report on January 10, 2014, and herein presents to the Commissioners Court for final approval. Thank you.

  
\_\_\_\_\_  
Samuel L. Neal Jr., County Judge and  
Investment Committee Chair

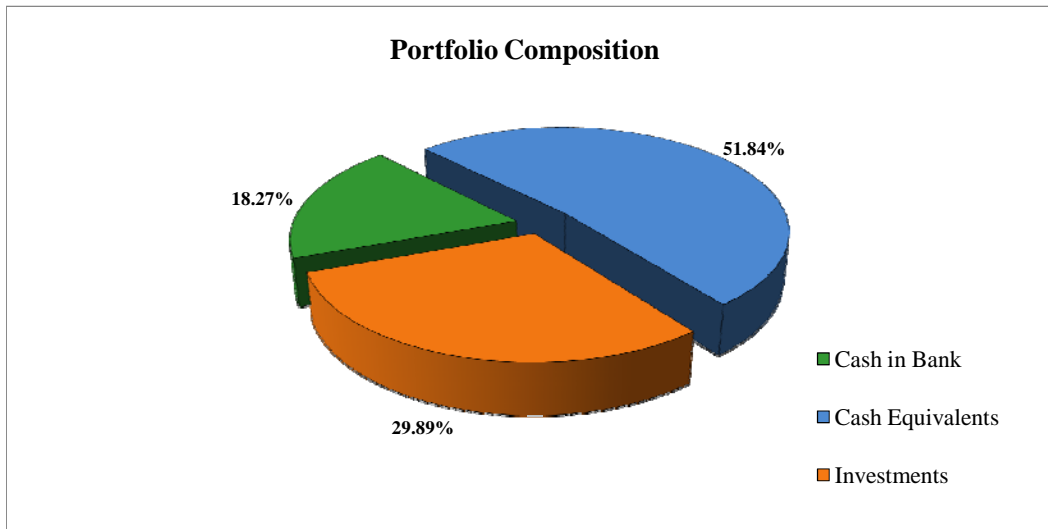
  
\_\_\_\_\_  
Dale Atchley, CPA, County Auditor

  
\_\_\_\_\_  
Alberto Silguero, Treasury Accountant

  
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Federico Chavera, Revenue/Cash Manager

**Cash, Cash Equivalents and Investments by Fund Group**  
**September 30, 2013**  
(Unaudited)

	Operating Funds		Capital Projects Funds		Debt Service Funds		Other Funds		All Fund Groups Total	
Cash in bank	\$ 4,481,213	15.59%	\$ 1,604,099	15.21%	\$ 28,115	0.67%	\$ 4,698,269	29.94%	\$ 10,811,696	18.27%
Cash equivalents:										
TEXPool LGP	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
TEXPool Prime	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
MBIA	16,418,386	57.11%	5,923,442	56.16%	2,099,278	50.26%	6,232,194	39.71%	30,673,300	51.84%
Sub-total cash equivalents	<u>16,418,386</u>	<u>57.11%</u>	<u>5,923,442</u>	<u>56.16%</u>	<u>2,099,278</u>	<u>50.26%</u>	<u>6,232,194</u>	<u>39.71%</u>	<u>30,673,300</u>	<u>51.84%</u>
Investments:										
Brokered CDs	3,969,569	13.81%	1,528,021	14.48%	1,036,747	24.82%	2,409,663	15.35%	8,944,000	15.12%
US Agencies	3,877,177	13.49%	1,492,456	14.15%	1,012,616	24.25%	2,353,578	15.00%	8,735,827	14.77%
Sub-total Investments	<u>7,846,746</u>	<u>27.30%</u>	<u>3,020,477</u>	<u>28.63%</u>	<u>2,049,363</u>	<u>49.07%</u>	<u>4,763,241</u>	<u>30.35%</u>	<u>17,679,827</u>	<u>29.89%</u>
<b>Total cash, cash equivalents &amp; investments</b>	<b><u>\$ 28,746,345</u></b>	<b>100.00%</b>	<b><u>\$ 10,548,018</u></b>	<b>100.00%</b>	<b><u>\$ 4,176,756</u></b>	<b>100.00%</b>	<b><u>\$ 15,693,704</u></b>	<b>100.00%</b>	<b><u>\$ 59,164,823</u></b>	<b>100.00%</b>



## Operating Funds and Other Funds Groups

Cash, Cash Equivalents and Investments by Fund - (Unaudited)

September 30, 2013

### Operating Funds:

	General Fund	Road Fund	Stadium/ Fairgrounds Fund
Cash	\$ 1,928,654	2,317,901	(54,897)
Cash Equivalents	12,375,079	86,078	3,023,225
Investments	<u>7,103,171</u>	<u>114,304</u>	<u>-</u>
Total	21,406,904	2,518,283	2,968,328
As of September 30, 2012	17,522,211	5,252,473	546,377
Increase (Decrease) from one year ago	\$ <u><u>3,884,693</u></u>	<u><u>(2,734,190)</u></u>	<u><u>2,421,951</u></u>

### Other Funds:

	Self Insurance Fund	Special Fund	Main Grant Fund
Cash	\$ 1,532,613	938,100	1,815,897
Cash Equivalents	890,377	5,341,817	-
Investments	<u>373,890</u>	<u>4,389,351</u>	<u>-</u>
Total	2,796,880	10,669,268	1,815,897
As of September 30, 2012	3,735,292	5,840,199	1,839,774
Increase (Decrease) from one year ago	\$ <u><u>(938,412)</u></u>	<u><u>4,829,069</u></u>	<u><u>(23,877)</u></u>

Law Library Fund	Airport Fund	Inland Parks Fund	Coastal Parks Fund	Total
44,899	(4,970)	(9,207)	258,833	\$ 4,481,213
125,125	59,469	409,561	339,849	16,418,386
<u>115,564</u>	<u>-</u>	<u>-</u>	<u>513,707</u>	<u>7,846,746</u>
285,588	54,499	400,354	1,112,389	28,746,345
305,130	62,554	389,331	1,239,261	25,317,337
<u><u>(19,542)</u></u>	<u><u>(8,055)</u></u>	<u><u>11,023</u></u>	<u><u>(126,872)</u></u>	<u><u>\$ 3,429,008</u></u>

TJJD Grant Fund	Total
411,659	\$ 4,698,269
-	6,232,194
<u>-</u>	<u>4,763,241</u>
411,659	15,693,704
342,390	11,757,655
<u><u>69,269</u></u>	<u><u>\$ 3,936,049</u></u>

### Portfolio Diversity

Test of Compliance with Investment Policy  
All Fund Groups as of September 30, 2013  
(Unaudited)

	Current Value	%	Investment Policy Maximum
Cash equivalents	\$ 30,673,300	63.43%	85.00%
Brokered CDs	8,944,000	18.50%	75.00%
US Agencies	8,735,827	18.07%	75.00%
US Treasury Note	-	0.00%	75.00%
Total cash equivalents and investments (excludes cash in bank)	\$ 48,353,127	100.00%	

### Portfolio Liquidity

Test of Compliance with Investment Policy  
Weighted Average Days to Maturity  
Operating Funds Group as of September 30, 2013  
(Unaudited)

	Fair Value	Weighted Average Days to Maturity	Investment Policy Maximum
Cash equivalents	\$ 16,418,386	1	
Brokered CDs	3,969,569	402	
US Agencies	3,877,177	727	
Total cash equivalents and investments-operating fund group only (excludes cash in bank)	\$ 24,265,132	183	364



**Statement of Changes in Investments**

as of **September 30, 2013**

(Unaudited)

	Beginning Balance 07/01/13	Additions	(Subtractions)	Amortization (Premium) Discount	Market Adjustments	Ending Balance 09/30/13
Brokered CDs	\$ 6,452,000	-	-	-	-	6,452,000
US agencies	9,947,197	-	(1,200,000)	(6,756)	(4,614)	8,735,827
<b>Total</b>	<b>\$ 16,399,197</b>	<b>-</b>	<b>(1,200,000)</b>	<b>(6,756)</b>	<b>(4,614)</b>	<b>15,187,827</b>

**Comprehensive Interest Earnings for All Fund Groups Compared to  
Same Period Prior Year (Note1)**

(Unaudited)

	Quarterly Comparison			Year-to-Date Comparison		
	07/01/12 09/30/12	07/01/13 09/30/13	Increase/ (Decrease)	10/01/11 09/30/12	10/01/12 09/30/13	Increase/ (Decrease)
Operating fund group	\$ 35,813	25,233	(10,580)	119,064	68,214	(50,850)
Capital Projects fund group	13,329	10,025	(3,304)	37,958	25,950	(12,008)
Debt service fund group	6,007	5,628	(379)	21,982	11,511	(10,471)
Other funds group	11,273	12,261	988	41,027	25,925	(15,102)
<b>Total</b>	<b>\$ 66,422</b>	<b>53,147</b>	<b>(13,275)</b>	<b>220,031</b>	<b>131,600</b>	<b>(88,431)</b>

Note 1: Comprehensive interest earnings include: interest on treasury demand deposits and money market accounts, coupon interest rates, amortization of discounts and premiums paid at the time of purchase, accrued interest, and adjustments to market value.

## Listing of All Investments and Ladder Placement - September 30, 2013 (Unaudited)

CUSIP	Desc	Coupon	Yield	Duration in Yrs from Purchase	Days To MTY	Purchase Date	Maturity Date /Called Date	Par Amount	Purchase Price
3133XRX88	FHLB	4.000%	4.046000%	0.0000	-	09/29/08	09/06/13	1,200,000	1,197,525
31398A3K6	FNMA	1.250%	1.284086%	3.0027	165	03/14/11	03/14/14	1,200,000	1,198,800
3133XWX95	FHLB	2.750%	2.730000%	5.0658	529	02/18/10	03/13/15	1,400,000	1,401,272
3135G0PJ6	FNMA	0.400%	0.400000%	2.4959	541	09/25/12	03/25/15	1,000,000	1,000,000
31398AU34	FNMA	2.375%	0.570072%	3.4932	666	01/30/12	07/28/15	1,545,000	1,641,346
3134G3K25	FHLMC	0.500%	0.500000%	3.0000	725	09/25/12	09/25/15	1,000,000	999,900
3134G3L40	FHLMC	0.600%	0.600000%	3.5014	917	10/04/12	04/04/16	1,000,000	1,000,000
3134G3H52	FHLMC	1.000%	1.000000%	4.9973	1,443	09/14/12	09/12/17	1,500,000	1,500,000
332135EQ1	CD	0.500%	0.500000%	1.2548	7	07/06/12	10/07/13	248,000	248,000
037830GS9	CD	0.400%	0.400000%	2.0000	158	03/07/12	03/07/14	248,000	248,000
05568PV79	CD	0.650%	0.650000%	2.0027	161	03/09/12	03/10/14	248,000	248,000
229253CQ0	CD	0.500%	0.500000%	2.0000	179	03/28/12	03/28/14	248,000	248,000
509685EM1	CD	0.500%	0.500000%	2.0000	179	03/28/12	03/28/14	248,000	248,000
531554BS1	CD	0.500%	0.500000%	2.0000	179	03/28/12	03/28/14	248,000	248,000
662326BS5	CD	0.500%	0.500000%	2.0000	179	03/28/12	03/28/14	248,000	248,000
892094CE1	CD	0.500%	0.500000%	2.0000	179	03/28/12	03/28/14	248,000	248,000
446438N22	CD	0.500%	0.500000%	2.0027	231	05/18/12	05/19/14	248,000	248,000
17669WDW2	CD	0.500%	0.500000%	2.0055	294	07/19/12	07/21/14	248,000	248,000
91979NAR6	CD	0.600%	0.600000%	2.0027	301	07/27/12	07/28/14	248,000	248,000
84603M2L9	CD	0.750%	0.750000%	2.0000	333	08/29/12	08/29/14	248,000	248,000
16116PGU9	CD	0.500%	0.500000%	2.5041	340	03/05/12	09/05/14	248,000	248,000
940637FF3	CD	0.500%	0.500000%	2.5041	351	03/16/12	09/16/14	248,000	248,000
687377CQ2	CD	0.500%	0.500000%	2.5068	357	03/21/12	09/22/14	248,000	248,000
57116AEC8	CD	0.550%	0.550000%	2.4986	424	05/30/12	11/28/14	248,000	248,000
02005QYZ0	CD	0.950%	0.950000%	3.0027	511	02/23/12	02/23/15	248,000	248,000
2546704B5	CD	0.900%	0.900000%	3.0055	511	02/22/12	02/23/15	248,000	248,000
786580ZQ6	CD	0.650%	0.650000%	3.0055	511	02/22/12	02/23/15	248,000	248,000
53700PCV6	CD	0.500%	0.500000%	3.0027	512	02/24/12	02/24/15	248,000	248,000
175144CB8	CD	0.550%	0.550000%	3.0000	518	03/02/12	03/02/15	248,000	248,000
38143AKX2	CD	0.950%	0.950000%	3.0055	518	02/29/12	03/02/15	248,000	248,000
80928EHZ6	CD	0.700%	0.700000%	3.0055	700	08/29/12	08/31/15	248,000	248,000
17284AS66	CD	1.150%	1.150000%	4.0027	966	05/23/12	05/23/16	248,000	248,000
63969AAU8	CD	0.850%	0.850000%	5.0027	1,457	09/26/12	09/26/17	250,000	250,000
12325EFN7	CD	0.950%	0.950000%	5.0027	1,459	09/28/12	09/28/17	250,000	250,000

**Weighted Averages †** **1.114406%** **3.0436** **564** **Totals** **16,297,000** **16,390,843**

Investment Ladder Targets

Investment Funds: Available/(Exceeded)

Description Index:

CD - Brokered Certificates of Deposit  
 FFCB - Federal Farm Credit Bureau  
 FHLB-Federal Home Loan Bank  
 FHLMC-Federal Home Loan Mortgage Corporation  
 FNMA- Fannie Mae

† Weighted Averages are based on investment holdings as of the last day of the quarter using actual days remaining to maturity and are calculated based on Yields, Duration, Days to Maturity, Purchase Prices, and Total Purchase Price .



**Listing of All Brokered CDs and Ladder Placement -  
September 30, 2013 (Unaudited)**

CUSIP	FDIC Cert#	Bank Issuing CD	Coupon	Yield	Duration in Yrs from Purchase	Days To MTY	Purchase Date	Maturity Date /Called Date	Purchase Price at Par
332135EQ1	5452	FIRST NATIONAL BANK OMAHA	0.500%	0.500000%	1.2548	7	07/06/12	10/07/13	248,000
037830GS9	16068	APPLE BK FOR SVGS NY PRIMARY	0.400%	0.400000%	2.0000	158	03/07/12	03/07/14	248,000
05568PV79	35141	BMW BK NORTH AMER SALT LAKE CITY UT	0.650%	0.650000%	2.0027	161	03/09/12	03/10/14	248,000
892094CE1	34717	TOWN BANK WI	0.500%	0.500000%	2.0000	179	03/28/12	03/28/14	248,000
662326BS5	33935	NORTH SHORE COMM BK & TR IL	0.500%	0.500000%	2.0000	179	03/28/12	03/28/14	248,000
531554BS1	34073	LIBERTYVILLE BANK & TRUST IL	0.500%	0.500000%	2.0000	179	03/28/12	03/28/14	248,000
509685EM1	27589	LAKE FOREST BANK & TRUST IL	0.500%	0.500000%	2.0000	179	03/28/12	03/28/14	248,000
229253CQ0	34681	CRYSTAL LAKE BK & TR IL	0.500%	0.500000%	2.0000	179	03/28/12	03/28/14	248,000
446438NZ2	6560	HUNTINGTON NATIONAL BANK COLUMBUS OH	0.500%	0.500000%	2.0027	231	05/18/12	05/19/14	248,000
17669WDW2	419	CITIZENS STATE BANK OK	0.500%	0.500000%	2.0055	294	07/19/12	07/21/14	248,000
91979NAR6	9396	VAL NATL BK WAYNE	0.600%	0.600000%	2.0027	301	07/27/12	07/28/14	248,000
84603M2L9		SOVEREIGN BANK	0.750%	0.750000%	2.0000	333	08/29/12	08/29/14	248,000
16116PGU9	23137	CHARTER BANK EAU CLAIRE WI	0.500%	0.500000%	2.5041	340	03/05/12	09/05/14	248,000
940637FF3	23623	WASHINGTON TRUST CO OF WESTERLY RI	0.500%	0.500000%	2.5041	351	03/16/12	09/16/14	248,000
687377CQ2	713	ORRSTOWN BK SHIPPENSBURG PA	0.500%	0.500000%	2.5068	357	03/21/12	09/22/14	248,000
57116AEC8	5867	MARLIN BUSINESS BANK	0.550%	0.550000%	2.4986	424	05/30/12	11/28/14	248,000
786580ZQ6	26876	SAFRA NATIONAL BANK NEW YORK NY	0.650%	0.650000%	3.0055	511	02/22/12	02/23/15	248,000
2546704B5	5649	DISCOVER BK GREENWOOD DEL	0.900%	0.900000%	3.0055	511	02/22/12	02/23/15	248,000
02005QYZ0	57803	ALLY BANK MIDVALLEY UT	0.950%	0.950000%	3.0027	511	02/23/12	02/23/15	248,000
53700PCV6	34934	LITTLE BK INC KINGSTON NC	0.500%	0.500000%	3.0027	512	02/24/12	02/24/15	248,000
38143AKX2	33124	GOLDMAN SACHS BK USA NY	0.950%	0.950000%	3.0055	518	02/29/12	03/02/15	248,000
175144CB8	6531	CITIZENS NATIONAL BK BLUFFTON OH	0.550%	0.550000%	3.0000	518	03/02/12	03/02/15	248,000
80928EHZ6		SCOTIABANK DE PUERTO RICO	0.700%	0.700000%	3.0055	700	08/29/12	08/31/15	248,000
17284AS66	35575	CIT BANK SALT LAKE CITY UT	1.150%	1.150000%	4.0027	966	05/23/12	05/23/16	248,000
63969AAU8		NEBRASKA STATE B T	0.850%	0.850000%	5.0027	1,457	09/26/12	09/26/17	250,000
12325EFN7		BUSINESS BK OF ST LOUIS	0.950%	0.950000%	5.0027	1,459	09/28/12	09/28/17	250,000
<b>Weighted Averages †</b>					<b>0.638624%</b>	<b>2.6291</b>	<b>444</b>	<b>Totals</b>	<b>6,452,000</b>

† Weighted Averages are based on investment holdings as of the last day of the quarter using actual days remaining to maturity and are calculated based on Yields, Duration, Days to Maturity, Purchase Prices, and Total Purchase Price .



## Portfolio Holdings by Fund

September 30, 2013

(Unaudited)

### Operating Funds Groups:

General Fund	\$ 7,103,171		40.18%
Road & Bridge Fund	114,304		0.65%
Stadium & Fairgrounds Fund	-		0.00%
Law Library Fund	115,564		0.65%
Airport Fund	-		0.00%
Inland Parks Fund	-		0.00%
Coastal Parks Fund	513,707		2.90%

<b>Sub-total Operating Funds</b>	<b>\$ 7,846,746</b>	<b>\$</b>	<b>7,846,746</b>	<b>44.38%</b>
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<b>Debt Service Fund</b>		<b>2,049,363</b>	<b>11.59%</b>
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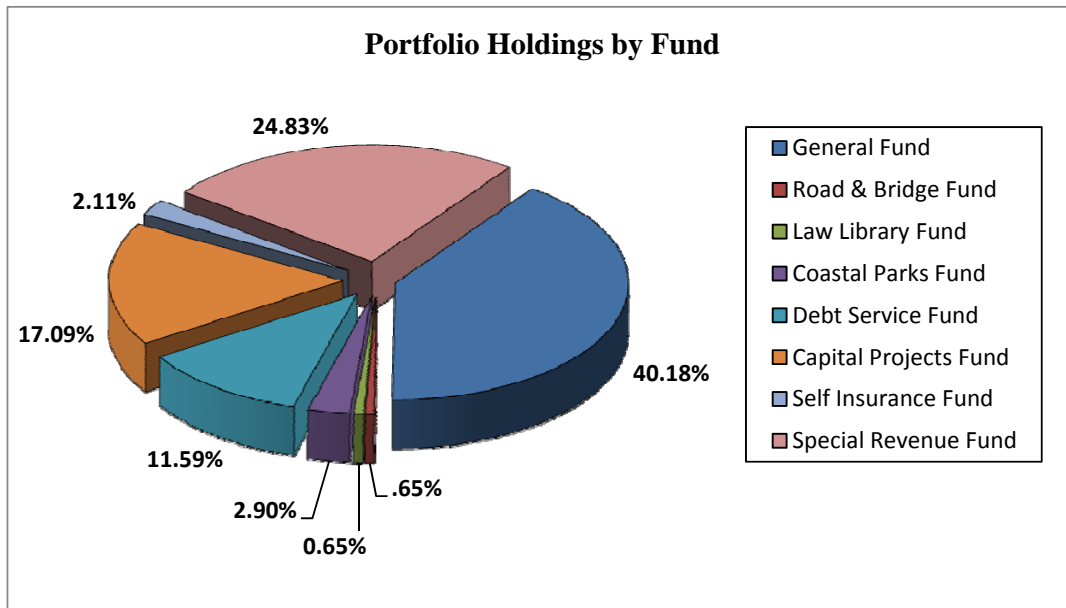
<b>Capital Projects Fund</b>		<b>3,020,477</b>	<b>17.09%</b>
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### Other Funds Groups:

Self Insurance Fund	373,890		2.11%
Special Revenue Fund	4,389,351		24.83%

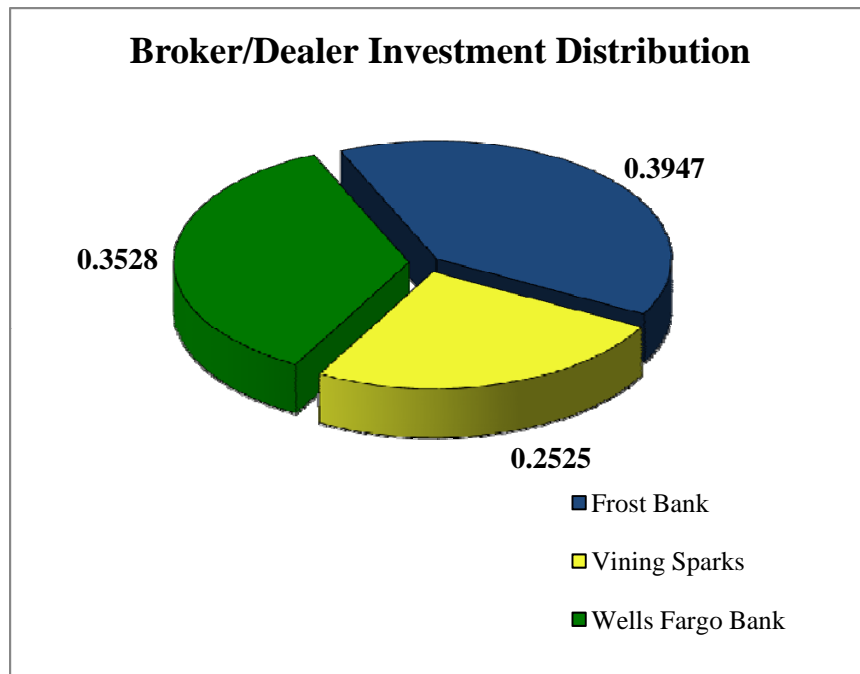
<b>Sub-total Other Funds</b>	<b>4,763,241</b>	<b>\$</b>	<b>4,763,241</b>	<b>26.94%</b>
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<b>Total Holdings at Current Market Value</b>		<b>\$ 17,679,827</b>	<b>100.00%</b>
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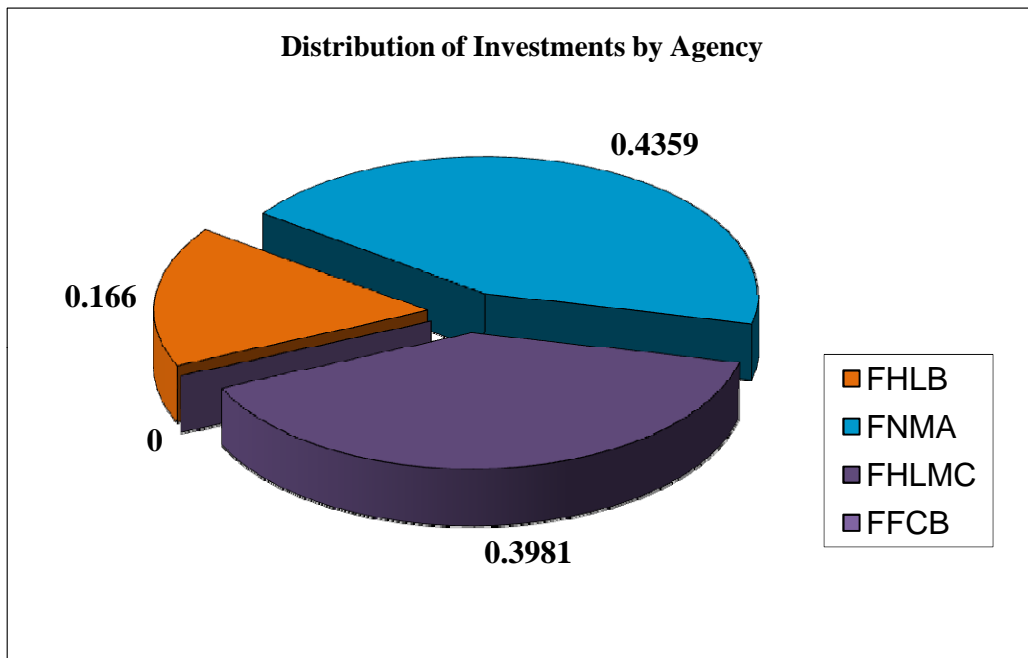
**Distribution of Investments by  
Dealer/Broker/Financial Institutions  
September 30, 2013  
(Unaudited)**

	Fair Market Value	Distribution %
Frost Bank	\$ 3,448,170	39.47%
Vining Sparks	2,205,674	25.25%
Wells Fargo Bank	3,081,983	35.28%
<b>Total</b>	<b>\$ 8,735,827</b>	<b>100.00%</b>



**Distribution of Investments by  
U. S Agencies Issuers  
September 30, 2013  
(Unaudited)**

Agency		Fair Market Value	Distribution %
Fed Home Loan Bank	FHLB	\$ 1,449,728	16.60%
Fannie Mae	FNMA	3,808,056	43.59%
Fed Home Loan Freddie Mac	FHLMC	3,478,043	39.81%
		<u>\$ 8,735,827</u>	<u>100.00%</u>







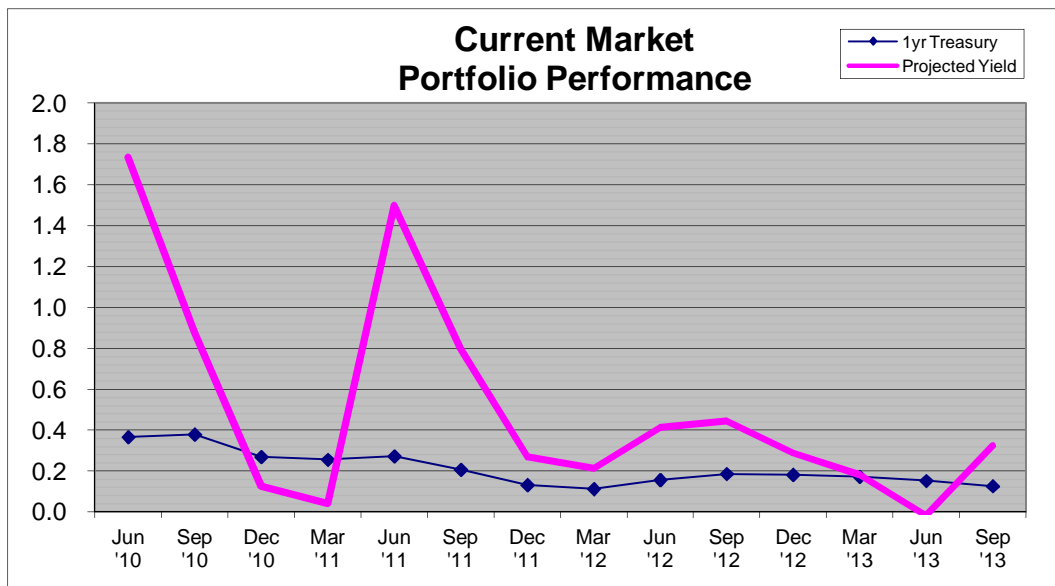
# Investments Performance Compared to One-Year Treasury

September 30, 2013  
(Unaudited)

Quarter Ended	County Qrtly Avg Yield	Projected Annual County Yield	* 1yr Treasury
Sep '09	0.281%	1.124%	0.447%
Dec '09	0.167%	0.667%	0.350%
Mar '10	0.144%	0.575%	0.367%
Jun '10	0.434%	1.735%	0.380%
Sep '10	0.219%	0.876%	0.270%
Dec '10	0.032%	0.126%	0.256%
Mar '11	0.011%	0.043%	0.273%
Jun '11	0.374%	1.500%	0.207%
Sep '11	0.200%	0.800%	0.133%
Dec '11	0.067%	0.270%	0.113%
Mar '12	0.054%	0.215%	0.157%
Jun '12	0.103%	0.413%	0.187%
Sep '12	0.119%	0.443%	0.183%
Dec '12	0.072%	0.288%	0.173%
Mar '13	0.045%	0.181%	0.153%
Jun '13	0.005%	-0.018%	0.127%
Sep '13	0.081%	0.324%	0.123%

\* An average of the three months for the quarter presented of the market yields on 1-year U.S. Treasury constant maturity (CMT), quoted on investment basis.

Source: [www.federalreserve.gov](http://www.federalreserve.gov)



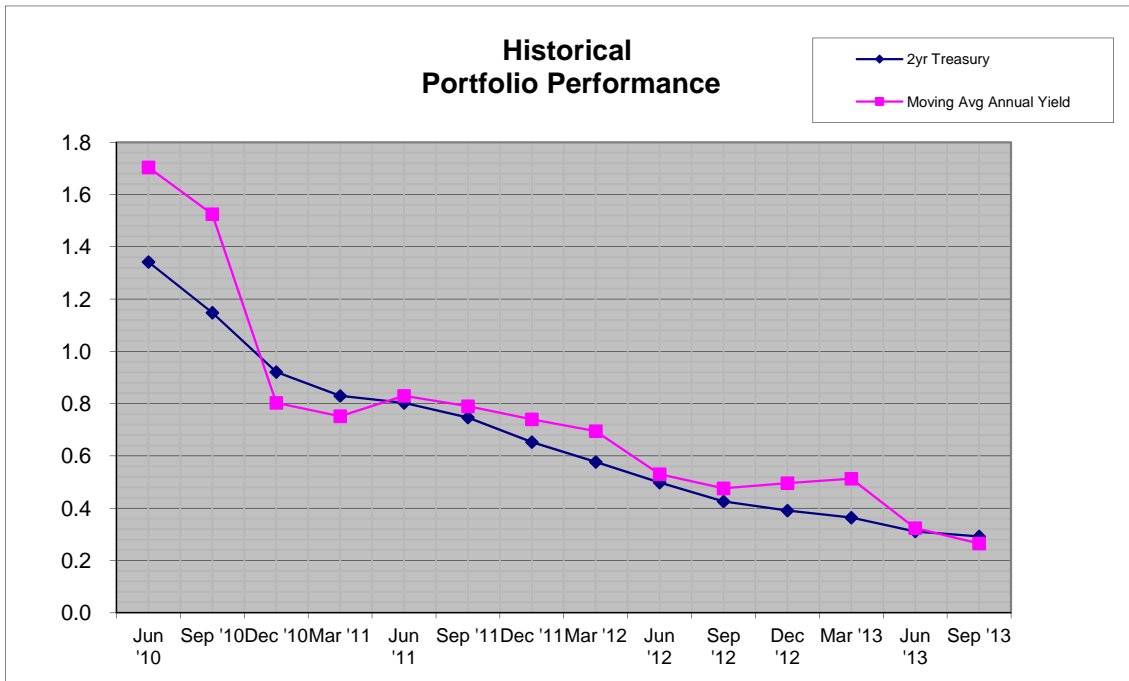
# Investments Performance Compared to Two-Year Treasury

September 30, 2013  
(Unaudited)

Quarter Ended	County Two Year Moving Avg Annual Yield	* 2 yr Treasury (CMT)
Dec '09	2.130%	1.481%
Mar '10	1.771%	1.342%
Jun '10	1.704%	1.148%
Sep '10	1.525%	0.921%
Dec'10	0.803%	0.830%
Mar'11	0.752%	0.803%
Jun'11	0.830%	0.747%
Sep'11	0.790%	0.653%
Dec'11	0.740%	0.577%
Mar'12	0.695%	0.498%
Jun '12	0.530%	0.426%
Sep '12	0.476%	0.391%
Dec'12	0.496%	0.364%
Mar'13	0.513%	0.311%
Jun'13	0.324%	0.292%
Sep '13	0.265%	0.303%

\* 2-year treasury rates are adjusted to a 24 month quarterly average yield. Twenty-four month moving average based on the 2-year CMT that changes monthly.

Source: [www.federalreserve.gov](http://www.federalreserve.gov)



## Comparison of Interest Rates on Liquid Investments

September 30, 2013

(Unaudited)

	TexPool Average Monthly Rates	TexPool Prime Average Monthly Rates	MBIA Average Monthly Rates	Money Market Funds (Note2)	Depository (Note 1) Bank Rates
August '09	0.3380%	0.4354%	0.35%	-	0.01%
September '09	0.2822%	0.3641%	0.32%	-	0.01%
October '09	0.2095%	0.2835%	0.30%	0.45%	0.01%
November '09	0.2112%	0.2609%	0.28%	0.45%	0.01%
December '09	0.2090%	0.2395%	0.24%	0.35%	0.01%
January '10	0.1630%	0.1912%	0.21%	0.35%	0.01%
February '10	0.1512%	0.1814%	0.23%	0.35%	0.01%
March '10	0.1577%	0.1886%	0.23%	0.30%	0.01%
April '10	0.1662%	0.1970%	0.22%	0.30%	0.01%
May '10	0.1935%	0.2237%	0.23%	0.30%	0.01%
June '10	0.2078%	0.2794%	0.26%	0.30%	0.01%
July '10	0.2259%	0.3253%	0.29%	0.30%	0.01%
August '10	0.2279%	0.3221%	0.30%	0.30%	0.01%
September '10	0.2165%	0.2745%	0.29%	0.30%	0.01%
October '10	0.2036%	0.2396%	0.26%	0.30%	0.01%
November '10	0.1917%	0.2225%	0.25%	0.30%	0.01%
December '10	0.1677%	0.2012%	0.24%	0.25%	0.01%
January '11	0.1587%	0.2032%	0.22%	0.25%	0.01%
February '11	0.1470%	0.1895%	0.18%	0.25%	0.01%
March '11	0.1461%	0.1842%	0.17%	0.25%	0.01%
April '11	0.1122%	0.1554%	0.17%	0.25%	0.01%
May '11	0.0838%	0.1369%	0.16%	0.25%	0.01%
June '11	0.0793%	0.1272%	0.16%	0.10%	0.01%
July '11	0.0665%	0.0901%	0.14%	0.10%	0.01%
August '11	0.0851%	0.1044%	0.14%	0.10%	0.01%
September '11	0.0929%	0.1102%	0.14%	0.10%	0.01%
October '11	0.0839%	0.1036%	0.14%	0.10%	0.01%
November '11	0.1080%	0.1297%	0.15%	0.10%	0.01%
December '11	0.0810%	0.1125%	0.20%	0.10%	0.01%
January '12	0.0875%	0.1249%	0.21%	0.10%	0.01%
February '12	0.0903%	0.1347%	0.25%	0.10%	0.01%
March '12	0.1150%	0.1597%	0.24%	0.10%	0.01%
April '12	0.1110%	0.1387%	0.25%	0.10%	0.01%
May '12	0.1246%	0.1455%	0.26%		0.01%
June '12	0.1395%	0.1663%	0.26%		0.01%
July '12	0.1316%	0.1596%	0.24%		0.01%
August '12	0.1313%	0.1593%	0.24%		0.01%
September '12	0.1572%	0.1821%	0.23%		0.01%
October '12	0.1657%	0.1864%	0.21%		0.01%
November '12	0.1564%	0.1766%	0.19%		0.01%
December '12	0.1506%	0.1701%	0.21%		0.01%
January '13	0.0986%	0.1219%	0.18%		0.01%
February '13	0.0935%	0.1180%	0.17%		0.01%
March '13	0.1047%	0.1354%	0.17%		0.01%
April '13	0.1022%	0.1264%	0.16%		0.01%
May '13	0.0715%	0.1032%	0.16%		0.01%
June '13	0.0576%	0.0878%	0.16%		0.01%
July '13	0.5310%	0.0765%	0.14%		0.01%
August '13	0.0437%	0.0705%	0.10%		0.01%
September '13	0.0394%	0.0658%	0.09%		0.01%

Note 1: The interest rate paid on demand deposits for the current month is based on the previous month's weighted average of the 13-week T-Bill auction rate less 35 basis points.

Note2: The money market account was opened in October of 2009. This rate varies depending on account balances. Higher balances receive a lower rate. For informational purposes, the lower rate is displayed here. Beginning June 2011 the interest rate was lowered to 0.10%.