

Nueces County Quarterly Investment Report March 31, 2015 (Unaudited)

*Prepared by Nueces County
Auditors Office and County
Clerk Treasury Division
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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

Kara Sands- 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

Kevin L. Hill - Treasury Accountant

Fred Chavera - Revenue/Cash Manager

Lisa Davis – Budget Accountant

Aidee Hernandez – Executive Accountant

Investment Report to Commissioners Court

As of March 31, 2015

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 March 31, 2015 have a current value of \$97,052,839. As compared to last quarter, total balances have increased by \$25,826,300 up from \$71,226,539. The reason for the increase is due to the county having reached the peak of property tax collection.

Compliance Measures

- The weighted average maturity of the operating portfolio is 64 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 decreased by (96) days, due to a reduction of investments and a higher balance in cash equivalents this quarter which increased liquidity.
- As to portfolio diversity a test for compliance with the investment policy indicates the county is slightly out of compliance with the maximum percentages allowed per investment type. The largest investment type is in cash equivalents which is 88.52% and the remainder is invested in brokered CDs, municipal bonds, and US Agencies which are 4.3%, 1.55%, and 5.63%, 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, changes in market value are reflected as gains or losses in the value of the portfolios as if they had been liquidated on March 31, 2015.

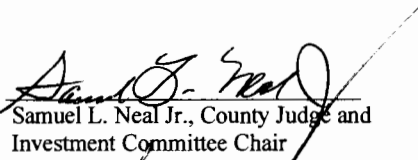
Brokered CDs are being carried at cost and municipal bonds shorter than a year are not marked to market.

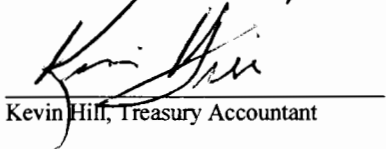
Current quarterly earnings are \$49,441. Compared to the quarter ending March 31, 2014, earnings this quarter shows an increase of \$16,047, up from \$33,394. The increase is due to having more interest reported in the current quarter than the previous year's first quarter.

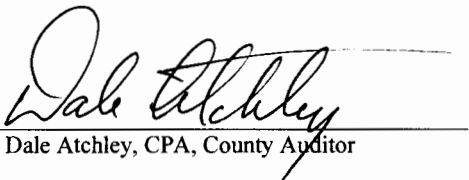
Investment Strategy

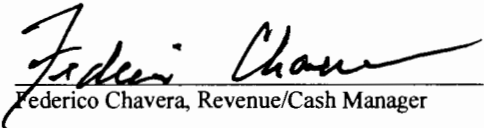
Only eligible investments, as defined by the Investment Policy may be used. Preservation and safety of principal is the number one consideration in selecting an investment instrument followed by the availability of funds (liquidity), diversification for further safeguarding of funds and laddering investments 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 July 14, 2015, and herein presents to the Commissioners Court for final approval. Thank you.


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

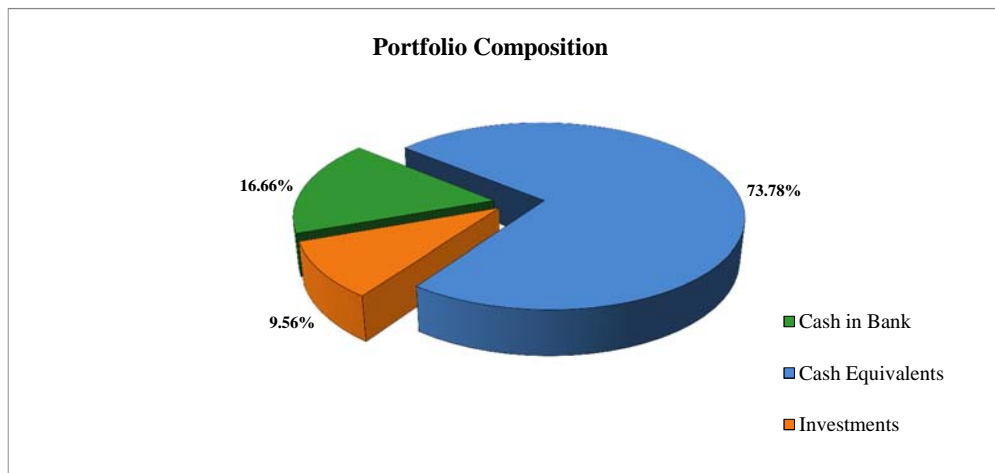

Kevin Hill, Treasury Accountant


Dale Atchley, CPA, County Auditor


Federico Chavera, Revenue/Cash Manager

Cash, Cash Equivalents and Investments by Fund Group
March 31, 2015
(Unaudited)

	Operating Funds		Capital Projects Funds		Debt Service Funds		Other Funds		All Fund Groups Total	
Cash in Bank	\$ 9,148,776	14.45%	\$ 916,052	9.36%	\$ 737,440	12.87%	\$ 5,364,866	29.40%	\$ 16,167,134	16.66%
Cash Equivalents:										
MBIA	49,992,544	78.99%	7,325,572	74.88%	3,902,092	68.11%	10,382,561	56.90%	71,602,769	73.78%
Sub-Total Cash & Cash Equivalents	<u>49,992,544</u>	<u>78.99%</u>	<u>7,325,572</u>	<u>74.88%</u>	<u>3,902,092</u>	<u>68.11%</u>	<u>10,382,561</u>	<u>56.90%</u>	<u>71,602,769</u>	<u>73.78%</u>
Investments:										
Brokered CDs	1,554,721	2.46%	577,032	5.90%	408,406	7.12%	935,841	5.13%	3,476,000	3.58%
Municipal Bonds	560,243	0.88%	207,933	2.13%	147,169	2.57%	337,230	1.85%	1,252,575	1.29%
US Agencies	2,037,044	3.22%	756,044	7.73%	535,106	9.33%	1,226,167	6.72%	4,554,361	4.69%
Sub-Total Investments	<u>4,152,008</u>	<u>6.56%</u>	<u>1,541,009</u>	<u>15.75%</u>	<u>1,090,681</u>	<u>19.02%</u>	<u>2,499,238</u>	<u>13.70%</u>	<u>9,282,936</u>	<u>9.56%</u>
Total Cash, Cash Equivalents & Investments	<u>\$ 63,293,328</u>	<u>100.00%</u>	<u>\$ 9,782,633</u>	<u>100.00%</u>	<u>\$ 5,730,213</u>	<u>100.00%</u>	<u>\$ 18,246,665</u>	<u>100.00%</u>	<u>\$ 97,052,839</u>	<u>100.00%</u>



Operating Funds and Other Funds Groups

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

March 31, 2015

Operating Funds:

	General Fund	Road Fund	Stadium/ Fairgrounds Fund	Law Library Fund
Cash	\$ 8,811,739	90,212	(61,231)	58,152
Cash Equivalents	44,281,776	1,836,523	2,970,416	125,553
Investments	<u>3,822,778</u>	<u>60,833</u>	<u>-</u>	<u>61,504</u>
Total as of March 31, 2015	56,916,293	1,987,568	2,909,185	245,209
As of March 31, 2014	52,224,611	2,306,462	2,970,306	267,210
Increase (Decrease) from one year ago	<u>\$ 4,691,682</u>	<u>(318,894)</u>	<u>(61,121)</u>	<u>(22,001)</u>

Other Funds:

	Self Insurance Fund	Special Revenue Fund	Main Grant Fund	TJJD Grant Fund
Cash	\$ 112,493	3,739,715	964,243	548,415
Cash Equivalents	2,389,608	7,992,953	-	-
Investments	<u>163,202</u>	<u>2,336,036</u>	<u>-</u>	<u>-</u>
Total as of March 31, 2015	2,665,303	14,068,704	964,243	548,415
As of March 31, 2014	3,222,796	14,605,447	(148,984)	499,258
Increase (Decrease) From One Year Ago	<u>\$ (557,493)</u>	<u>(536,743)</u>	<u>1,113,227</u>	<u>49,157</u>

Operating Funds:

	Airport Fund	Inland Parks Fund	Coastal Parks Fund	Total
Cash	14,167	(77,558)	313,295	\$ 9,148,776
Cash Equivalents	15,167	411,464	351,645	49,992,544
Investments	-	-	206,893	4,152,008
Total as of March 31, 2015	29,334	333,906	871,833	63,293,328
As of March 31, 2014	23,651	393,026	770,496	58,955,762
Increase (Decrease) from one year ago	<u>5,683</u>	<u>(59,120)</u>	<u>101,337</u>	<u>\$ 4,337,566</u>

Other Funds:

	Total
Cash	\$ 5,364,866
Cash Equivalents	10,382,561
Investments	<u>2,499,238</u>
Total as of March 31, 2015	18,246,665
As of March 31, 2014	18,178,517
Increase (Decrease) From One Year Ago	<u>\$ 68,148</u>

Portfolio Diversity

Test of Compliance with Investment Policy
All Fund Groups as of March 31, 2015
(Unaudited)

	Current Value	%	Investment Policy Maximum
Cash equivalents	\$ 71,602,769	88.52%	85.00%
Brokered CDs	3,476,000	4.30%	75.00%
Municipal Bonds	1,252,575	1.55%	75.00%
US Agencies	4,554,361	5.63%	75.00%
Total cash equivalents and investments (excludes cash in bank)	\$ 80,885,705	100.00%	

Portfolio Liquidity

Test of Compliance with Investment Policy
Weighted Average Days to Maturity
All Funds Group as of March 31, 2015
(Unaudited)

	Fair Value	Weighted Average Days to Maturity	Investment Policy Maximum
Cash equivalents	\$ 71,602,769	1	
Brokered CDs	3,476,000	717	
Municipal Bonds	1,252,575	762	
US Agencies	4,554,361	373	
Total cash equivalents and investments-operating fund group only (excludes cash in bank)	\$ 80,885,705	64	364

Statement of Changes in Investments

as of **March 31, 2015**

(Unaudited)

	Beginning Balance 12/31/14	Additions	(Subtractions)	Amortization (Premium) Discount	Market Adjustments	Ending Balance 03/31/15
Brokered CDs	\$ 5,708,000		(2,232,000)	-	-	\$ 3,476,000
Municipal Bonds	1,519,613	-	(270,000)	(1,131)	4,093	1,252,575
US Agencies	7,462,328		(2,900,000)	(6,896)	(1,071)	4,554,361
Total	<u>\$ 14,689,941</u>	<u>-</u>	<u>(5,402,000)</u>	<u>(8,027)</u>	<u>3,022</u>	<u>\$ 9,282,936</u>

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

(Unaudited)

	Quarterly Comparison			Year-to-Date Comparison		
	01/01/14 03/31/14	01/01/15 03/31/15	Increase/ (Decrease)	10/01/13 03/31/14	10/01/14 03/31/15	Increase/ (Decrease)
Operating Fund Group	\$ 16,809	25,097	8,288	31,509	45,086	\$ 13,577
Capital Projects Fund Group	5,496	7,611	2,115	11,346	15,128	3,782
Debt Service Fund Group	3,683	5,194	1,511	7,295	10,212	2,917
Other Funds Group	7,406	11,539	4,133	15,554	22,718	7,164
Total	<u>\$ 33,394</u>	<u>49,441</u>	<u>16,047</u>	<u>65,704</u>	<u>93,144</u>	<u>\$ 27,440</u>

Note 1: Comprehensive interest earnings include: interest on treasury demand deposits, 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 - March 31, 2015

(Unaudited)

CUSIP	Desc	Coupon	Yield	Duration in Yrs from Purchase	Days To MTY	Purchase Date	Maturity Date /Called Date	Par Amount	Purchase Price	FMV 12/31/14
613922NJ8	MB	2.000%	0.301000%	0.0000	-	05/29/14	03/01/15	270,000	274,779	270,763
57582P2Q2	MB	1.000%	0.880000%	2.9233	762	05/30/14	05/01/17	1,250,000	1,254,369	1,248,850
3133XWX95	FHLB	2.750%	2.730000%	0.0000	-	02/18/10	03/13/15	1,400,000	1,401,272	1,407,230
3130A22C9	FHLB	1.000%	1.000000%	0.0000	1,532	06/10/14	06/10/19	1,500,000	1,500,000	1,500,797
3130A2LJ3	FHLB	0.170%	0.182517%	1.0000	113	07/22/14	07/22/15	1,500,000	1,499,813	1,499,697
31398AU34	FNMA	2.375%	0.570072%	3.4932	119	01/30/12	07/28/15	1,545,000	1,641,346	1,564,187
3134G3H52	FHLMC	1.000%	1.000000%	4.9973	896	09/14/12	09/12/17	1,500,000	1,500,000	1,490,418
33583CJF7	CD	0.350%	0.350000%	0.0000	-	07/18/14	01/20/15	248,000	248,000	248,000
786580ZQ6	CD	0.650%	0.650000%	0.0000	-	02/22/12	02/23/15	248,000	248,000	248,000
2546704B5	CD	0.900%	0.900000%	0.0000	-	02/22/12	02/23/15	248,000	248,000	248,000
02005QYZ0	CD	0.950%	0.950000%	0.0000	-	02/23/12	02/23/15	248,000	248,000	248,000
53700PCV6	CD	0.500%	0.500000%	0.0000	-	02/24/12	02/24/15	248,000	248,000	248,000
38143AKX2	CD	0.950%	0.950000%	0.0000	-	02/29/12	03/02/15	248,000	248,000	248,000
175144CB8	CD	0.550%	0.550000%	0.0000	-	03/02/12	03/02/15	248,000	248,000	248,000
457288AS7	CD	0.350%	0.350000%	0.0000	-	07/16/14	03/16/15	248,000	248,000	248,000
150517CB4	CD	0.250%	0.250000%	0.0000	-	07/25/14	03/25/15	248,000	248,000	248,000
065221CP6	CD	0.350%	0.350000%	0.9178	85	07/24/14	06/24/15	248,000	248,000	248,000
43786NBM0	CD	0.350%	0.350000%	0.9890	101	07/14/14	07/10/15	248,000	248,000	248,000
853117NU9	CD	0.400%	0.400000%	1.0000	107	07/16/14	07/16/15	248,000	248,000	248,000
71270QEH5	CD	0.350%	0.350000%	1.0000	107	07/16/14	07/16/15	248,000	248,000	248,000
320844NZ2	CD	0.450%	0.450000%	1.0000	107	07/16/14	07/16/15	248,000	248,000	248,000
80928EHZ6	CD	0.700%	0.700000%	3.0055	153	08/29/12	08/31/15	248,000	248,000	248,000
17284AS66	CD	1.150%	1.150000%	4.0027	419	05/23/12	05/23/16	248,000	248,000	248,000
33610RPP2	CD	1.000%	1.000000%	3.0027	846	07/24/14	07/24/17	248,000	248,000	248,000
63969AAU8	CD	0.850%	0.850000%	5.0027	910	09/26/12	09/26/17	250,000	250,000	250,000
12325EFN7	CD	0.950%	0.950000%	5.0027	912	09/28/12	09/28/17	250,000	250,000	250,000
591803BD2	CD	1.850%	1.850000%	5.0027	1,563	07/11/14	07/11/19	248,000	248,000	248,000
06740KHF7	CD	2.050%	2.050000%	5.0027	1,568	07/16/14	07/16/19	248,000	248,000	248,000
677721CE0	CD	1.800%	1.800000%	5.0027	1,575	07/23/14	07/23/19	248,000	248,000	248,000
23204HBU1	CD	1.900%	1.900000%	5.0027	1,575	07/23/14	07/23/19	248,000	248,000	248,000
				0.0000	-					
				0.0000	-					
				0.0000	-					

Weighted Averages †	0.953062%	-	Totals	14,673,000	14,779,579	14,689,942
				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

MB - Municipal Bond

† 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.

Additions (Subtractions)	Amortization (Premium) Discount	Market Adjustments Increase (Decrease)	FMV 03/31/15	Short-term Ladder ≤12 mos	Mid-term Ladder > 12 mos < 3.5 yrs	Long-term Ladder 3.5 to 5 yrs
(270,000)	(763)	-	-	-	-	-
-	(368)	4,093	1,252,575	-	1,252,575	-
(1,400,000)	(50)	(7,180)	-	-	-	-
(1,500,000)	-	(797)	-	-	-	-
-	47	418	1,500,162	1,500,162	-	-
-	(6,893)	(1,128)	1,556,166	-	1,556,166	-
-	-	7,616	1,498,033	-	-	1,498,033
(248,000)	-	-	-	-	-	-
(248,000)	-	-	-	-	-	-
(248,000)	-	-	-	-	-	-
(248,000)	-	-	-	-	-	-
(248,000)	-	-	-	-	-	-
(248,000)	-	-	-	-	-	-
(248,000)	-	-	-	-	-	-
(248,000)	-	-	-	-	-	-
(248,000)	-	-	-	-	-	-
(248,000)	-	-	-	-	-	-
(248,000)	-	-	-	-	-	-
-	-	-	248,000	248,000	-	-
-	-	-	248,000	248,000	-	-
-	-	-	248,000	248,000	-	-
-	-	-	248,000	248,000	-	-
-	-	-	248,000	248,000	-	-
-	-	-	248,000	-	248,000	-
-	-	-	248,000	-	-	248,000
-	-	-	248,000	-	248,000	-
-	-	-	250,000	-	-	250,000
-	-	-	250,000	-	-	250,000
-	-	-	248,000	-	-	248,000
-	-	-	248,000	-	-	248,000
-	-	-	248,000	-	-	248,000
-	-	-	248,000	-	-	248,000
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(5,402,000)	(8,027)	3,022	9,282,936	2,740,162	3,304,741	3,238,033
				6,000,000	9,000,000	8,000,000
				<u>3,259,838</u>	<u>5,695,259</u>	<u>4,761,967</u>

Listing of All Brokered CDs and Ladder Placement - March 31, 2015

(Unaudited)

VENDOR	CUSIP	FDIC Cert#	Bank Issuing CD	Coupon	Yield	Duration in Yrs from Purchase	Days To MTY	Purchase Date	Maturity Date /Called Date
Wells Fargo	33583CJF7		FIRST NIAGARA BANK NY	0.350%	0.350000%	0.0000	-	07/18/14	01/20/15
Wells Fargo	786580ZQ6	26876	SAFRA NATIONAL BANK NEW YORK NY	0.650%	0.650000%	0.0000	-	02/22/12	02/23/15
Wells Fargo	2546704B5	5649	DISCOVER BK GREENWOOD DEL	0.900%	0.900000%	0.0000	-	02/22/12	02/23/15
Wells Fargo	02005QYZ0	57803	ALLY BANK MIDVALLEY UT	0.950%	0.950000%	0.0000	-	02/23/12	02/23/15
Wells Fargo	53700PCV6	34934	LITTLE BK INC KINGSTON NC	0.500%	0.500000%	0.0000	-	02/24/12	02/24/15
Wells Fargo	38143AKX2	33124	GOLDMAN SACHS BK USA NY	0.950%	0.950000%	0.0000	-	02/29/12	03/02/15
Wells Fargo	175144CB8	6531	CITIZENS NATIONAL BK BLUFFTON OH	0.550%	0.550000%	0.0000	-	03/02/12	03/02/15
Raymond James	457288AS7		INLAND BK & TRST LAKE ZURI	0.350%	0.350000%	0.0000	-	07/16/14	03/16/15
Raymond James	150517CB4		CEDAR RAPIDS BK & TRUST	0.250%	0.250000%	0.0000	-	07/25/14	03/25/15
Raymond James	065221CP6		BANK OF SULLIVAN MO	0.350%	0.350000%	0.9178	85	07/24/14	06/24/15
Raymond James	43786NBM0		HOMETOWN BANK FOND DU LA	0.350%	0.350000%	0.9890	101	07/14/14	07/10/15
Raymond James	853117NU9		STANDARD B&T COMPANY	0.400%	0.400000%	1.0000	107	07/16/14	07/16/15
Wells Fargo	71270QEH5		PEOPLES UNITED BANK	0.350%	0.350000%	1.0000	107	07/16/14	07/16/15
Wells Fargo	320844NZ2		FIRST MERIT BANK OHIO	0.450%	0.450000%	1.0000	107	07/16/14	07/16/15
Wells Fargo	80928EHZ6		SCOTIABANK DE PUERTO RICO	0.700%	0.700000%	3.0055	153	08/29/12	08/31/15
Wells Fargo	17284AS66	35575	CIT BANK SALT LAKE CITY UT	1.150%	1.150000%	4.0027	419	05/23/12	05/23/16
Wells Fargo	33610RPP2		FIRST PREMIER BANK	1.000%	1.000000%	3.0027	846	07/24/14	07/24/17
Wells Fargo	63969AAU8		NEBRASKA STATE B T	0.850%	0.850000%	5.0027	910	09/26/12	09/26/17
Wells Fargo	12325EFN7		BUSINESS BK OF ST LOUIS	0.950%	0.950000%	5.0027	912	09/28/12	09/28/17
Wells Fargo	591803BD2		METROPOLITAN CAPITAL BK	1.850%	1.850000%	5.0027	1,563	07/11/14	07/11/19
Wells Fargo	06740KHF7		BARCLAYS BANK DELAWARE	2.050%	2.050000%	5.0027	1,568	07/16/14	07/16/19
Wells Fargo	677721CE0		OHIO VALLEY BANK GALLIP	1.800%	1.800000%	5.0027	1,575	07/23/14	07/23/19
Wells Fargo	23204HBU1		CUSTOMERS BANK	1.900%	1.900000%	5.0027	1,575	07/23/14	07/23/19

Weighted Averages †

0.852207%

1.9558

436

Totals

† 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, P Total Purchase Price .

Purchase Price at Par	Face Value 12/31/2014	Additions	(Maturities)	Face Value 03/31/2015	Short-term Ladder <=12 mos	Mid-term Ladder > 12 mos < 3.5 yrs	Long-term Ladder 3.5 to 5 yrs
248,000	248,000	-	(248,000)	-	-	-	-
248,000	248,000	-	(248,000)	-	-	-	-
248,000	248,000	-	(248,000)	-	-	-	-
248,000	248,000	-	(248,000)	-	-	-	-
248,000	248,000	-	(248,000)	-	-	-	-
248,000	248,000	-	(248,000)	-	-	-	-
248,000	248,000	-	(248,000)	-	-	-	-
248,000	248,000	-	(248,000)	-	-	-	-
248,000	248,000	-	(248,000)	-	-	-	-
248,000	248,000	-	-	248,000	248,000	-	-
248,000	248,000	-	-	248,000	248,000	-	-
248,000	248,000	-	-	248,000	248,000	-	-
248,000	248,000	-	-	248,000	248,000	-	-
248,000	248,000	-	-	248,000	248,000	-	-
248,000	248,000	-	-	248,000	-	248,000	-
248,000	248,000	-	-	248,000	-	-	248,000
248,000	248,000	-	-	248,000	-	248,000	-
250,000	250,000	-	-	250,000	-	-	250,000
250,000	250,000	-	-	250,000	-	-	250,000
248,000	248,000	-	-	248,000	-	-	248,000
248,000	248,000	-	-	248,000	-	-	248,000
248,000	248,000	-	-	248,000	-	-	248,000
248,000	248,000	-	-	248,000	-	-	248,000
5,708,000	5,708,000	-	(2,232,000)	3,476,000	1,240,000	496,000	1,740,000

urchase Prices, and

Listing of All Municipal Bonds and Ladder Placement - March 31, 2015

(Unaudited)

VENDOR	Rating	CUSIP	Description	Coupon	Yield	Duration in Yrs from Purchase	Days To MTY	Purchase Date	Maturity Date /Called Date	OPTIONAL Call Date
Wells Fargo	-/AA	613922NJ8	Municipal Bond - Montgomery County, TX MUD	2.0000%	0.3010%	0.0000	-	05/29/14	03/01/15	
Coastal Securities	Aa1/AA+	57582P2Q2	Municipal Bond - Massachusetts State (GO) TXBL	1.0000%	0.8800%	2.9233	724	05/30/14	05/01/17	
Weighted Averages [†]					1.1810%	2.9233	724	Totals		

[†] 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 .

Par Amount	Purchase Price	FMV 12/31/14	Additions (Subtractions)	Amortization (Premium) Discount	Market Adjustments Increase (Decrease)	FMV 03/31/15	Short-term Ladder <=12 mos	Mid-term Ladder > 12 mos < 3.5 yrs	Long-term Ladder 3.5 to 5 yrs
270,000	274,779	270,763	(270,000)	(763)		-			
1,250,000	1,254,369	1,248,850	-	(368)	4,093	1,252,575		1,252,575	-
1,520,000	1,529,148	1,519,613	(270,000)	(1,131)	4,093	1,252,575	-	1,252,575	-

Portfolio Holdings by Fund

March 31, 2015

(Unaudited)

Operating Funds Groups:

General Fund	\$ 3,822,778		41.18%
Road & Bridge Fund	60,833		0.66%
Stadium & Fairgrounds Fund	-		0.00%
Law Library Fund	61,504		0.66%
Airport Fund	-		0.00%
Inland Parks Fund	-		0.00%
Coastal Parks Fund	<u>206,893</u>		<u>2.23%</u>
Sub-total Operating Funds	\$ 4,152,008	\$ 4,152,008	44.73%

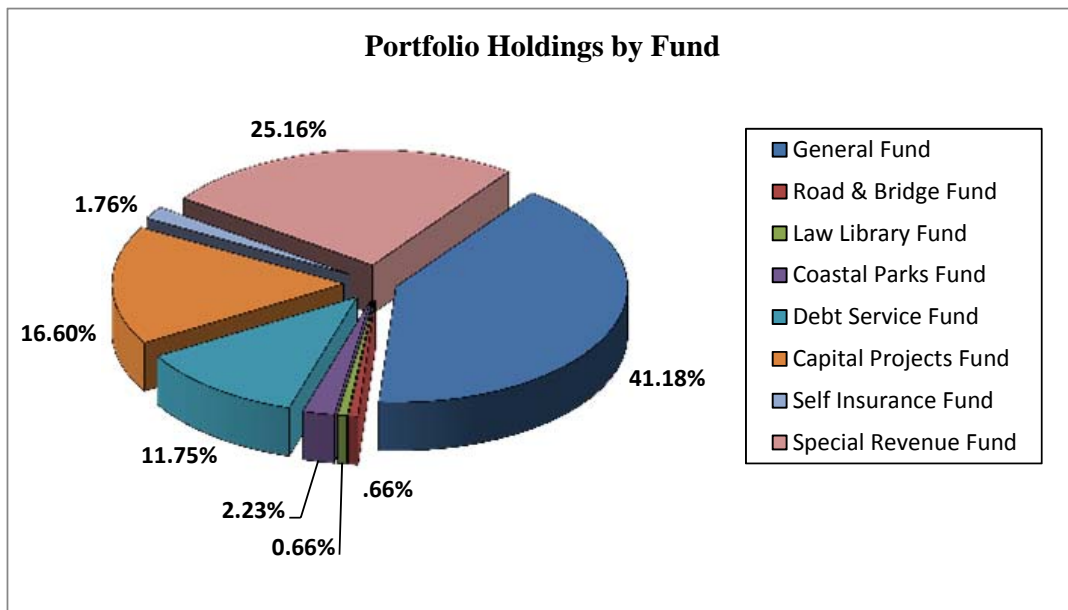
Debt Service Fund		1,090,681	11.75%
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Capital Projects Fund		1,541,009	16.60%
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Other Funds Groups:

Self Insurance Fund	163,202		1.76%
Special Revenue Fund	<u>2,336,036</u>		<u>25.16%</u>
Sub-total Other Funds	2,499,238	2,499,238	26.92%

Total Holdings at Current Market Value		<u>\$ 9,282,936</u>	<u>100.00%</u>
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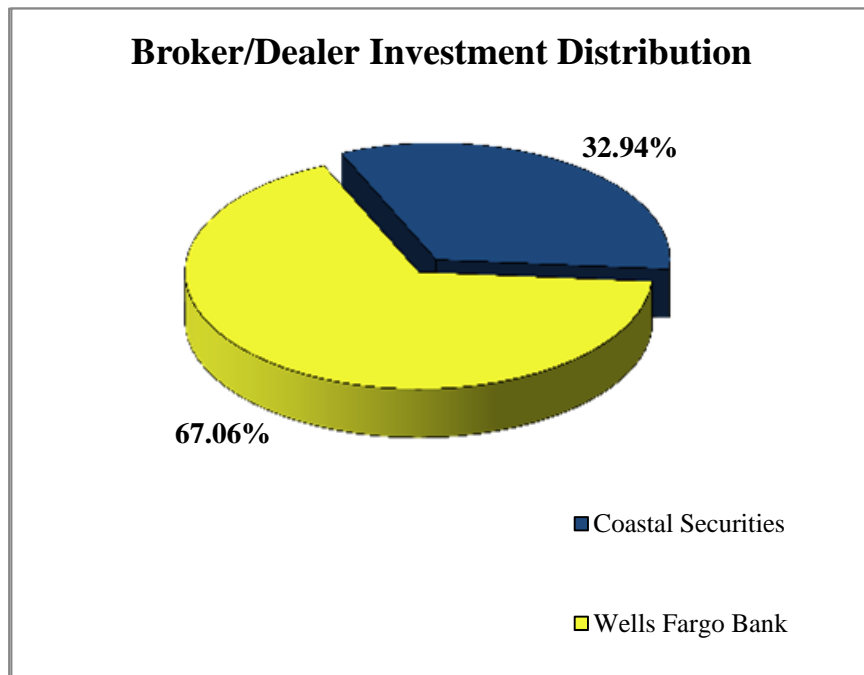


**Distribution of Investments (U.S. Agencies) by
Dealer/Broker/Financial Institutions**

March 31, 2015

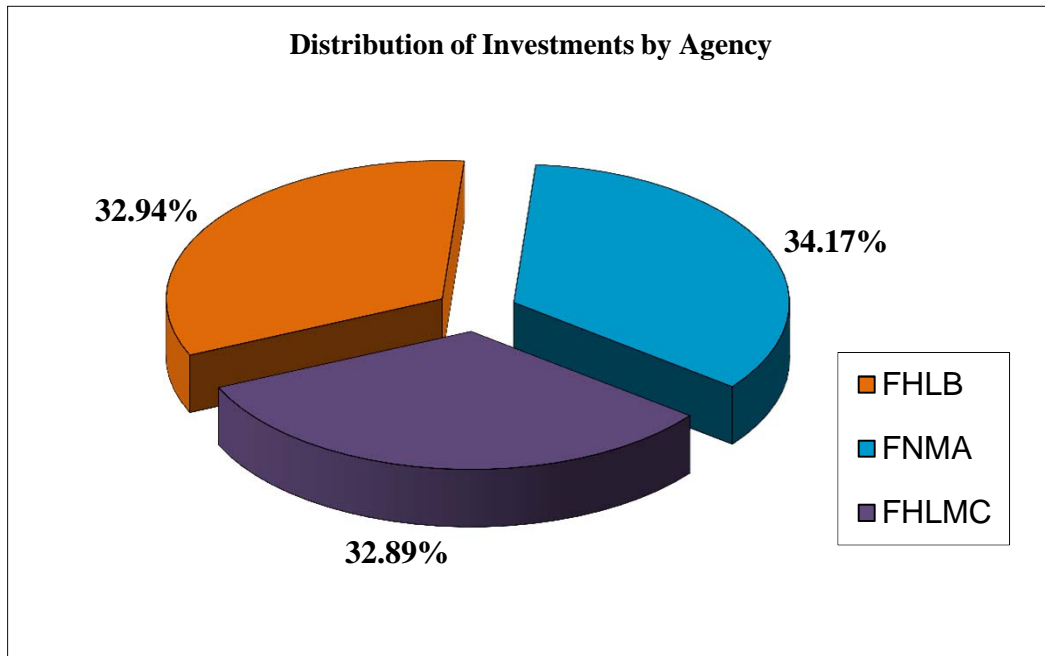
(Unaudited)

	<u>Fair Market Value</u>	<u>Distribution %</u>
Coastal Securities	\$ 1,500,162	32.94%
Wells Fargo Bank	3,054,199	67.06%
Total	\$ 4,554,361	100.00%



**Distribution of Investments by
U. S Agencies Issuers
March 31, 2015
(Unaudited)**

Agency		Fair Market Value	Distribution %
Fed Home Loan Bank	FHLB	\$ 1,500,162	32.94%
Fannie Mae	FNMA	1,556,166	34.17%
Fed Home Loan Freddie Mac	FHLMC	1,498,033	32.89%
		<u>\$ 4,554,361</u>	<u>100.00%</u>



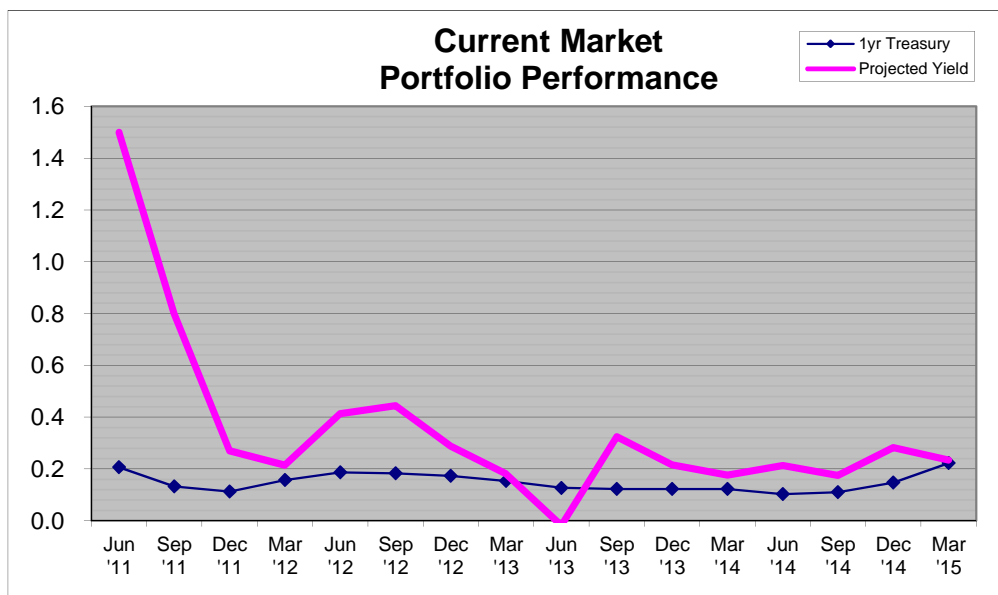
Investments Performance Compared to One-Year Treasury

March 31, 2015
(Unaudited)

Quarter Ended	County Qrtly Avg Yield	Projected Annual County Yield	* 1yr Treasury
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%
Dec'13	0.054%	0.216%	0.123%
Mar '14	0.044%	0.176%	0.123%
Jun'14	0.054%	0.214%	0.103%
Sep'14	0.044%	0.175%	0.110%
Dec'14	0.071%	0.283%	0.147%
Mar '15	0.059%	0.234%	0.223%

* 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



Investments Performance Compared to Two-Year Treasury

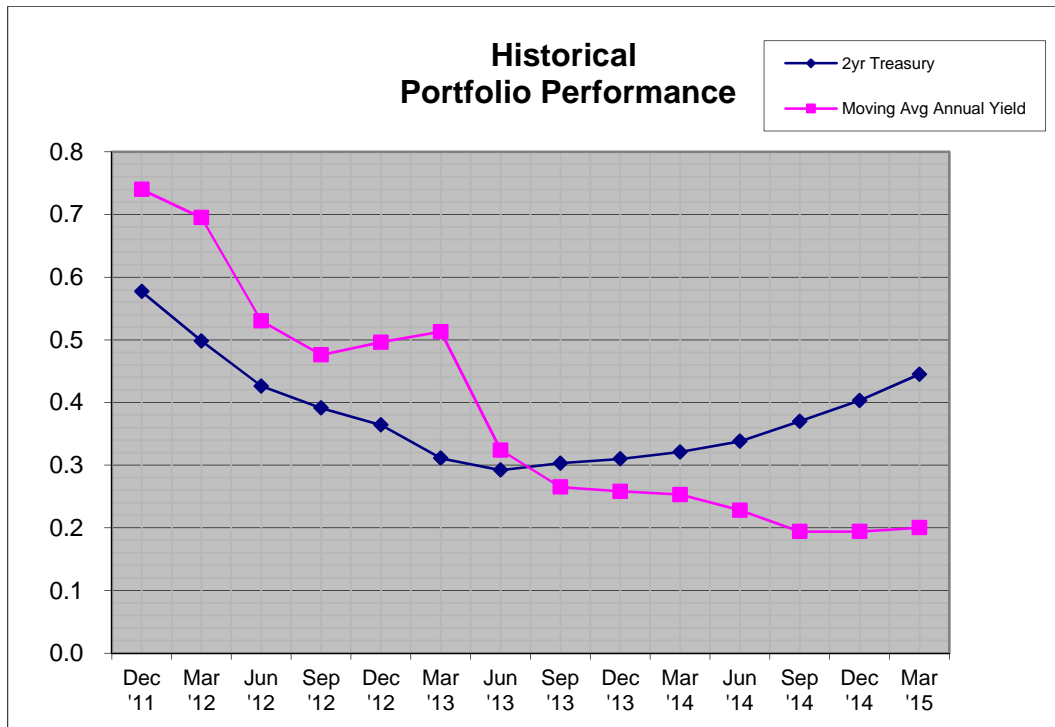
March 31, 2015

(Unaudited)

Quarter Ended	County Two Year Moving Avg Annual Yield	* 2 yr Treasury (CMT)
Mar '13	0.513%	0.311%
Jun '13	0.324%	0.292%
Sep '13	0.265%	0.303%
Dec '13	0.258%	0.310%
Mar '14	0.253%	0.321%
Jun '14	0.228%	0.334%
Sep '14	0.194%	0.370%
Dec '14	0.194%	0.403%
Mar '15	0.200%	0.445%

* 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



Comparison of Interest Rates on Liquid Investments

March 31, 2015

(Unaudited)

	TexPool Average Monthly Rates	TexPool Prime Average Monthly Rates	MBIA Average Monthly Rates	Depository (Note 1) Bank Rates
February '11	0.1470%	0.1895%	0.18%	0.01%
March '11	0.1461%	0.1842%	0.17%	0.01%
April '11	0.1122%	0.1554%	0.17%	0.01%
May '11	0.0838%	0.1369%	0.16%	0.01%
June '11	0.0793%	0.1272%	0.16%	0.01%
July '11	0.0665%	0.0901%	0.14%	0.01%
August '11	0.0851%	0.1044%	0.14%	0.01%
September '11	0.0929%	0.1102%	0.14%	0.01%
October '11	0.0839%	0.1036%	0.14%	0.01%
November '11	0.1080%	0.1297%	0.15%	0.01%
December '11	0.0810%	0.1125%	0.20%	0.01%
January '12	0.0875%	0.1249%	0.21%	0.01%
February '12	0.0903%	0.1347%	0.25%	0.01%
March '12	0.1150%	0.1597%	0.24%	0.01%
April '12	0.1110%	0.1387%	0.25%	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	0.0531%	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%
October '13	0.0498%	0.0863%	0.09%	0.01%
November '13	0.0446%	0.0771%	0.10%	0.01%
December '13	0.0372%	0.0657%	0.10%	0.01%
January '14	0.0273%	0.0464%	0.10%	0.01%
February '14	0.0283%	0.0532%	0.10%	0.01%
March '14	0.0299%	0.0671%	0.10%	0.01%
April '14	0.0336%	0.0674%	0.10%	0.01%
May '14	0.0244%	0.0676%	0.10%	0.01%
June '14	0.0284%	0.0644%	0.10%	0.01%
July '14	0.0313%	0.0576%	0.10%	0.01%
August '14	0.0353%	0.0594%	0.10%	0.01%
September '14	0.0333%	0.0582%	0.10%	0.01%
October '14	0.0268%	0.0628%	0.10%	0.01%
November '14	0.0286%	0.0714%	0.10%	0.01%
December '14	0.0418%	0.0754%	0.10%	0.01%
January '15	0.0465%	0.0706%	0.10%	0.01%
February '15	0.0441%	0.0826%	0.10%	0.01%
March '15	0.0480%	0.0880%	0.12%	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.