



COUNTY OF GALVESTON

FY 2013 INVESTMENT REPORT FOURTH QUARTER JULY 2013 THROUGH SEPTEMBER 2013

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FY 2013 INVESTMENT REPORT

July 1, 2013 THROUGH September 30, 2013

Disclosure; Notice of Significant Information:

There are currently no known areas of concern either with safety or diversity of investments held in Galveston County's Portfolio, or in regards to deposits held at any particular contracted institution. Furthermore, on October 1, 2011 Galveston County entered into a new Depository contract with Prosperity Bank to end September 30, 2015. The banking contract has several clauses including renegotiation options in 2013 which could result in higher yielding interest rates. Another benefit of the new contract details banking charges under the payment structure-interest vs. fee option which would result in saving the County significant amount of banking expenditures over the next four years.

A. COMPLIANCE AND REPORTING REQUIREMENTS

This report is made in accordance with the provisions of Government Code 2256 known as The Public Funds Investment Act, which requires the reporting of investments to Commissioners' Court at least quarterly.

This report is intended to present a fair, accurate, and detailed summary of investment activity. The investments held in Galveston County's portfolio comply with the Public Funds Investment Act, and the County's Investment Policy and Strategies. This report is prepared in compliance with generally accepted accounting principles.

B. FINANCIAL SUMMARY - INVESTMENTS AT-A-GLANCE

1. Securities held Sept 30, 2013 ¹	\$	0	see Exhibit C
2. Additional Investable funds as of Sept 30 ^B	\$	111,179,661	see Exhibit A (See note)
3. Interest Earnings (Cash): July 1 to Sept 30	\$	261,296	see Exhibit B

^B Using the Investment Procedure's \$10million base. Generally outside investments are yielding less than approved Pool deposits at this time.

¹Figure is based upon Market Value and interest compounding as of the date listed.

²Investment interest figures do not include the interest earned on Cash (Demand, Money Market, CBA and Pool) Accounts. Those are reported in item 10. CDs only recorded at maturity.

³Purchased and Sold securities do not include NOW, CBA, Pool or Money Market Accounts. It does include reinvested interest earnings on CDs.

⁴All investments are CDs which receive interest that is reinvested. No market value changes.

The County's Investment policy sets the Interest Yield Benchmark as the 6 month Treasury Bill. As of September 30, 2013 it yielded 0.04%. The actual interest yield on the entire portfolio (Cash and Securities) is currently .749%, including the \$10 million required liquidity.

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Galveston County currently owns 0 securities at this time due to low yielding interest rates on securities and CD's. There are no outstanding investment transactions at this time.

Cash flow analyses were done for bond project funds. The County's investment procedures suggest that \$10 million be kept as a liquidity base for current accounts payable with the remainder laddered out. As of September 30, 2013 there was approximately \$111,179,661.49 in additional funds that could be available for investment into securities. Of this, 99% of it mainly represented funds currently at depository bank yielding an average APY rate of .75%. These amounts represent general operating funds, and various bond and debt service funds. Since Hurricane Ike hit on September 12, 2008, retaining higher liquidity levels has been necessary in order to manage cash flows before being reimbursed by FEMA for recovery projects.

Galveston County's deposits at all Depository Banks are fully collateralized at, or over, 110% and there are no known problems with any collateral placed against these deposits. Galveston County monitors all collateral for both depository contract compliance and risk.

C. INDIVIDUAL INVESTMENT DETAIL

1. INVESTABLE FUNDS NOT YET REQUESTED TO BE INVESTED

(a) The total funds available to be invested that have not yet been requested to be invested in a security total \$0. This is due to the fact that there are no eligible securities whose yield is paying better than our main depositories.

2. NON INVESTABLE FUNDS (THESE ARE FUNDS FOR FUTURE ACCOUNTS PAYABLE)

(a) Currently, the County's investment procedures set aside \$10,000,000 in highly liquid accounts to meet nearby obligations of the County. As of September 30, 2013, there was \$121,179,661.46 in NOW Checking accounts, and Money Market Accounts. Funds held in previous months in Pool Accounts kept were closed due to low yielding rates. Currently yielding at .75% large portion of funds are held in the Main depository's Money Market accounts (before a netting of earnings credits and fees). The Depository yield dropped significantly beginning October 1, 2011 from 1.65% due to end of banking contract and negotiations of the new contract including limited bond funds that could be kept at our main depository. These funds are available on a daily basis to meet current needs. Given the impact of hurricane Ike and the need for cash flow liquidity until FEMA reimbursements are received, the plan is to let these funds remain liquid to cover short term obligations.

FY 2013 INVESTMENT REPORT

D. INTEREST EARNED

1. INTEREST SUMMARY FOR INVESTMENTS AND NON-INVESTABLE FUNDS

Income generated via the GASB 31 accounting method for both securities and cash accounts totaled \$261,296.80 for the FOURTH Quarter of FY 2013.

Under GASB 31, securities earned \$0.00 due to change in market value and reversal of market value earnings on matured instruments, and received interest earnings of \$0, due to interest paid/maturities/sales. The NOW, Money Market and Pool accounts (All Cash accounts) earned \$261,296.80 FOURTH Quarter of FY 2013. (Exhibit B)

Total Earnings (GASB 31 Method) for the Fiscal Year (Oct2012- Current) are \$1,130,648.26 with Securities at \$0. And Cash Accounts at \$1,130,648.26(Exhibit E).

The County's FY 2013 total budgeted General Fund Interest Revenue is \$663,281.00, same budgeted amount as FY 2012. As of September 30, 2013, \$613,134.48 (see Schedule A) in interest has been credited/booked to the General Fund (Obj Code: 1101-4811010). *not all bank accounts interest earned are booked in I-Fas/7i.

Currently Galveston County has no CD investments at this time. The YTM of the entire portfolio is .749% with a WAM of 1.0 day as of September 30, 2013.

Other Interest bearing accounts controlled by other elected officials, such as those held by the County Tax Assessor-Collector, are also earning interest that will eventually be transferred to the new Main Depository. Those accounts do not fall within our scope of investment accounts or funds available for investment since the County Treasurer does not maintain those accounts, and are therefore not reported here.

Any questions regarding investments, or this report, should be directed to Kevin Walsh at (409) 770-5395.



Hon. Kevin C. Walsh, CPA
County Treasurer
Investment Officer

Cc: Commissioner's Court
County Auditor
Galveston County Investment Committee

Fact Sheet Asset Detail (Total Portfolio: Cash and Securities)

As of September 30, 2013
Galveston County, Texas

Liquid Cash Assets

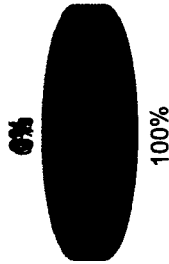
Account	Balance	Percentage of Assets
Now/MM Accts (Bank)	121,179,661	100%
Certificated Bond Accounts	-	0%
Pooled Cash Accounts	-	0%
Sub-Totals	121,179,661	100%

Security Assets

Security	Market Value	Percentage of Assets
Agencies	\$	0%
CDs	-	0%
Treasuries	-	0%
Sub-Totals	\$	0%

Total Assets 121,179,661 100%

Distribution of Assets



- Now/MM Accts (Bank)
- Certificated Bond Accounts
- Pooled Cash Accounts
- Agencies
- CDs
- Treasuries

Galveston County's Total Investable Assets:

(including Required Liquidity):

YTM @ Cost	0.749%
WAM:	1.00 days

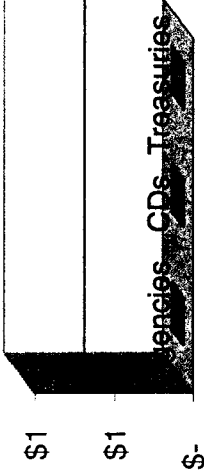
Investible Cash:

Current Liquid Cash Assets:	\$ 121,179,661
Required Cash Liquidity:	(\$10,000,000)
Outstanding Transfer:	\$0
Residual For Investment:	\$111,179,661

Target Investment Benchmark (6/30/12)

6 month US Treasury Bill Rate:	0.100%
6 month Tbill 90 Day Moving Avg	0.182%

Diversification of Security Assets



-The required Cash Liquidity in Now Accounts and Money Market Accounts is intended to fulfill short term Cash obligations and therefore will receive rates lower than our target benchmark yield. These would not be considered "Fully Invested Funds" and therefore should not be considered in the YTM comparison to the target benchmark.

-When looking at the WAM of Galveston County's Assets, all assets should be considered since they make up the short term liquidity available to the County which WAM is an important measure of.

Tracker
Galveston County
Date To Date
MONTHLY Proof for Accuracy: MM, LGIP, Cash
Report Format: By CUSIP / Ticker
Group By: Portfolio Name
Portfolio / Report Group: All Portfolios
Begin Activity Date: 6/30/2013, End Activity Date: 9/30/2013, Carrying Value Date: 6/30/2013

Description	CUSIP/Ticker	Beginning Face Amount/Shares	Buy Principal	Sell Principal	Interest/Dividend	Ending Face Amount/Shares
0002 General Fund						
Moodys National Bank Cash	02MOODY238	60,635.42	6,928.99	5,234.55	57.92	62,329.86
Prosperity Bank Cash	02PRS081	206,096.16	4,026.44	438.84	392.03	209,683.76
Prosperity Bank Cash	02PRS161	37,451.22	113,962.19	151,056.22	62.19	357.19
Prosperity Bank Cash	02PRS321	29,146.91	22,467.33	29,146.91	45.17	22,467.33
Prosperity Bank Cash	02PRS401	59,493.73	45,814.68	59,605.56	95.11	45,702.85
Prosperity Bank Cash	02PRS431	112,462.52	55,782,495.27	51,593,461.77	2,706.48	4,301,496.02
Prosperity Bank Cash	02PRS511	116,928,859.82	3,767,424.83	36,696,593.73	185,688.85	83,999,690.92
Prosperity Bank Cash	02PRS591	143,737.27	106,044.84	0	372.49	249,782.11
Prosperity Bank Cash	02PRS781	1,098,356.62	15,721,726.67	15,695,483.16	2,580.71	1,124,600.13
Prosperity Bank Cash	02PRS861	2,208,469.03	22,145,067.79	24,132,335.88	3,078.57	221,200.94
Prosperity Bank Cash	02PRS941	29,537.96	76,482.57	65,170.18	62.34	40,850.35
PROSPERITY Cash	02PRS751	16,258.81	30.76	0	30.76	16,289.57
PROSPERITY Cash	02PRS831	293,077.05	487,867.50	681,484.68	338.12	99,459.87
PROSPERITY Cash	02PRSDRG	23,651.23	43.86	5,400.00	43.86	18,295.09
Texas First Bank Cash	02JP600	438,690.10	612,160.69	879,724.15	0	171,126.64
Texas First Bank Cash	02TFB2PARKS	255,971.50	163,789.50	401,006.00	0	18,755.00
Sub Total/Average 0002 General Fund		121,941,895.35	99,056,333.91	130,396,141.63	195,554.60	90,602,087.63
3120 Lmt Tx Cnty Bid Bd 09B						
Prosperity Bank MM	3120PRS111	4,625,171.44	8,471.39	328,032.00	8,471.39	4,305,610.83
Sub Total/Average 3120 Lmt Tx Cnty Bid Bd 09B		4,625,171.44	8,471.39	328,032.00	8,471.39	4,305,610.83
3206 2003 Certificate / Obg						
Prosperity Bank MM	3206PRS651	0.88	0	0.88	0	0
Sub Total/Average 3206 2003 Certificate / Obg		0.88	0	0.88	0	0
3307 2003 Road Bonds						
Prosperity Bank MM	3307PRS811	4,950,674.67	8,852.78	3,098,069.07	8,852.78	1,861,458.38
Sub Total/Average 3307 2003 Road Bonds		4,950,674.67	8,852.78	3,098,069.07	8,852.78	1,861,458.38
3308 2001 Road Bonds						
Prosperity Bank MM	3308PRS731	133,560.92	252.48	331	252.48	133,482.40
Sub Total/Average 3308 2001 Road Bonds		133,560.92	252.48	331	252.48	133,482.40
3310 2007 Limited Tax Bonds						
Prosperity Bank MM	3310PRS571	3,869,578.92	7,193.95	88,650.00	7,193.95	3,788,122.87
Sub Total/Average 3310 2007 Limited Tax Bonds		3,869,578.92	7,193.95	88,650.00	7,193.95	3,788,122.87

Description	CUSIP/Ticker	Beginning Face Amount/Shares	Buy Principal	Sell Principal	Interest/Dividend	Ending Face Amount/Shares
3312 Unlm Tx Rd Bd 09A						
Prosperity Bank MM	3312PRS031	8,401,006.33	67,060.73	2,602,042.80	13,330.33	5,866,024.26
Sub Total/Average 3312 Unlm Tx Rd Bd 09A		8,401,006.33	67,060.73	2,602,042.80	13,330.33	5,866,024.26
3370 Lmt Tx Fld Cntl Bd 09C						
Prosperity Bank MM	3370PRS381	10,322,653.12	19,526.30	0	19,526.30	10,342,179.42
Sub Total/Average 3370 Lmt Tx Fld Cntl Bd 09C		10,322,653.12	19,526.30	0	19,526.30	10,342,179.42
3373 COB Series 2008						
Prosperity Bank MM	3373PRS461	339,627.24	630.17	23,906.28	630.17	316,351.13
Sub Total/Average 3373 COB Series 2008		339,627.24	630.17	23,906.28	630.17	316,351.13
4022 Ltd Tax Rfnd bd						
Prosperity Bank MM	4022PRS221	12,006.78	22.71	0	22.71	12,029.49
Sub Total/Average 4022 Ltd Tax Rfnd bd		12,006.78	22.71	0	22.71	12,029.49
4023 Unltd Tax Rfnd Bd						
Prosperity Bank MM	4023PRS301	12,796.79	24.21	0	24.21	12,821.00
Sub Total/Average 4023 Unltd Tax Rfnd Bd		12,796.79	24.21	0	24.21	12,821.00
4024 Ltd Tax Rfnd Bd						
Prosperity Bank MM	4024PRS491	9,295.90	4,952.17	4,934.58	17.59	9,313.49
Sub Total/Average 4024 Ltd Tax Rfnd Bd		9,295.90	4,952.17	4,934.58	17.59	9,313.49
4371 09 Debt Service						
PROSPERITY MM	4371PRS541	3,922,760.30	7,420.29	0	7,420.29	3,930,180.59
Sub Total/Average 4371 09 Debt Service		3,922,760.30	7,420.29	0	7,420.29	3,930,180.59
Total / Average		158,541,028.64	99,180,741.09	136,542,108.24	261,296.80	121,179,661.49

EXHIBIT C

Tracker
 Galveston County
 Portfolio Holdings
 Portfolio Holdings / by Security Type - Totals
 Report Format: By Totals
 Group By: Security Type
 Average By: Face Amount / Shares
 Portfolio / Report Group: All Portfolios
 As of 9/30/2013

Description	Coupon Rate	YTM @ Cost	Face Amount/Shares	Book Value	Market Value	Days To Maturity	% of Portfolio
Cash	0.749	0.749	90,602,087.63	90,602,087.63	90,602,087.63	1	74.77
Money Mark	0.75	0.75	30,577,573.86	30,577,573.86	30,577,573.86	1	25.23
Total / Average	0.75	0.75	121,179,661.49	121,179,661.49	121,179,661.49	1	100

Tracker
Galveston County
Portfolio Holdings
Portfolio Holdings / by Security Type
Report Format: By CUSIP / Ticker
Group By: Security Type
Average By: Face Amount / Shares
Portfolio / Report Group: All Portfolios
As of 9/30/2013

Description	CUSIP/Ticker	Face Amount/Shares	Market Value	Book Value	YTM @ Cost	Coupon Rate	Maturity Date	Days To Maturity	% of Portfolio
Cash									
Moody's National Bank	02MOODY238	62,329.86	62,329.86	62,329.86	0.35	0.35	N/A	1	0.05
Prosperity Bank Cash	02PRS321	22,467.33	22,467.33	22,467.33	0.75	0.75	N/A	1	0.02
Prosperity Bank Cash	02PRS781	1,124,600.13	1,124,600.13	1,124,600.13	0.75	0.75	N/A	1	0.93
Prosperity Bank Cash	02PRS591	249,782.11	249,782.11	249,782.11	0.75	0.75	N/A	1	0.21
Prosperity Bank Cash	02PRS941	40,850.35	40,850.35	40,850.35	0.75	0.75	N/A	1	0.03
Prosperity Bank Cash	02PRS431	4,301,496.02	4,301,496.02	4,301,496.02	0.75	0.75	N/A	1	3.55
Prosperity Bank Cash	02PRS511	83,999,690.92	83,999,690.92	83,999,690.92	0.75	0.75	N/A	1	69.32
Prosperity Bank Cash	02PRS401	45,702.85	45,702.85	45,702.85	0.75	0.75	N/A	1	0.04
Prosperity Bank Cash	02PRS861	221,200.94	221,200.94	221,200.94	0.75	0.75	N/A	1	0.18
Prosperity Bank Cash	02PRS161	357.19	357.19	357.19	0.75	0.75	N/A	1	0
Prosperity Bank Cash	02PRS081	209,683.76	209,683.76	209,683.76	0.75	0.75	N/A	1	0.17
PROSPERITY Cash	02PRSDRG	18,295.09	18,295.09	18,295.09	0.75	0.75	N/A	1	0.02
PROSPERITY Cash	02PRS751	16,289.57	16,289.57	16,289.57	0.75	0.75	N/A	1	0.01
PROSPERITY Cash	02PRS831	99,459.87	99,459.87	99,459.87	0.75	0.75	N/A	1	0.08
Texas First Bank Cash	02JP600	171,126.64	171,126.64	171,126.64	0.61	0.61	N/A	1	0.14
Texas First Bank Cash	02TFB2PARKS	18,755.00	18,755.00	18,755.00	0.61	0.61	N/A	1	0.02
Sub Total / Average		90,602,087.63	90,602,087.63	90,602,087.63	0.749	0.749		1	74.77
Money Market									
Prosperity Bank MM	4023PRS301	12,821.00	12,821.00	12,821.00	0.75	0.75	N/A	1	0.01
Prosperity Bank MM	3373PRS461	316,351.13	316,351.13	316,351.13	0.75	0.75	N/A	1	0.26
Prosperity Bank MM	3120PRS111	4,305,610.83	4,305,610.83	4,305,610.83	0.75	0.75	N/A	1	3.55
Prosperity Bank MM	3307PRS811	1,861,458.38	1,861,458.38	1,861,458.38	0.75	0.75	N/A	1	1.54
Prosperity Bank MM	3308PRS731	133,482.40	133,482.40	133,482.40	0.75	0.75	N/A	1	0.11
Prosperity Bank MM	4022PRS221	12,029.49	12,029.49	12,029.49	0.75	0.75	N/A	1	0.01
Prosperity Bank MM	3370PRS381	10,342,179.42	10,342,179.42	10,342,179.42	0.75	0.75	N/A	1	8.53
Prosperity Bank MM	3312PRS031	5,866,024.26	5,866,024.26	5,866,024.26	0.75	0.75	N/A	1	4.84
Prosperity Bank MM	3310PRS571	3,788,122.87	3,788,122.87	3,788,122.87	0.75	0.75	N/A	1	3.13
Prosperity Bank MM	4024PRS491	9,313.49	9,313.49	9,313.49	0.75	0.75	N/A	1	0.01
PROSPERITY MM	4371PRS541	3,930,180.59	3,930,180.59	3,930,180.59	0.75	0.75	N/A	1	3.24
Sub Total / Average		30,577,573.86	30,577,573.86	30,577,573.86	0.75	0.75		1	25.23
Total / Average		121,179,661.49	121,179,661.49	121,179,661.49	0.75	0.75		1	100

EXHIBIT D

Tracker
Galveston County
Date To Date
TEXAS Earnings and Yields Summary Report for the QUARTER
Report Format: By Totals
Group By: Security Type
Portfolio / Report Group: All Portfolios

Begin Activity Date: 6/30/2013, End Activity Date: 9/30/2013, Carrying Value Date: 6/30/2013

Description	Interest/Dividends	Ending YTM @ Cost
Cash	195,554.60	0.749
Money Market	65,742.20	0.75
Total / Average	261,296.80	0.75

As of SEPTEMBER 30, 2013
Galveston County, Texas

Location of Investment	Description of Allowable Investment Options	Allowable Collateral	Safekeeping Agent	Minimum Contracted Collateral Percentage	Total Funds Invested on Deposit	Total Collateral FMV on 9/30/2013	Actual Collateral Percentage
Moody National Bank	Demand Deposits & Time Deposits	US Treasury Obligations, US Agencies, GNMMAs	Federal Reserve Bank, or Chase Bank	110%	\$ 444,161	2,926,980.07	659%
Texas First Bank Hitchcock/Santa Fe/Texas City	Time Deposits	US Treasury Obligations, US Agencies, GNMMAs	Federal Reserve Bank, or Chase Bank	110%	\$ 697,547	\$ 3,945,224	566%
Prosperity Bank	Time Deposits	US Treasury Obligations, US Agencies, GNMMAs Agency Letters of Credit.	Federal Reserve Bank, or Chase Bank	110%	\$ 250,558,864	\$ 377,142,964	151%
Totals:					\$ 251,700,572	\$ 384,015,168	153%

*The first \$250,000.00 of all bank deposits are insured by FDIC. Moody National has coverage for \$250,000.00. Each TFB Branch has \$250K FDIC coverage. Texas First Bank Galveston has merged into Texas First Bank Texas City. Amegy Bank has FDIC coverage for \$250,000.

**Moody National Bank
Galveston County
September 2013**

Account Description	Type	MNB #	Amount
KEVIN WALSH			
GALVESTON COUNTY TREASURER			
Galveston Cnty - J P Account	N	3010003238	62,329.86
GEAN LEONARD, SHERIFF			
Galveston Cnty Sheriff-Inmate Property	D	3120001122	44,897.55
COUNTY AUDITOR			
Galveston County Clear Creek Flood	M	040-444-2	2,385.89
Sabine Galv Shoreline Erosion	M	5010000536	33,504.32
Cnty Special Escrow Agreement	M	5010000874	7,080.13
GALVESTON COUNTY J. P. & CONSTABLE			
Penny L. Pope, J. P. Pct. 2	D	035-924-0	1,025.00
Justice Court - Precinct 1	D	3010003352	25,230.60
ADULT PROBATION DEPARTMENT			
Galveston County Adult Probation Dept.	N	035-856-4	267,379.13
COUNTY CLERK			
Dwight Sullivan Cnty Clerk Registry	D	3010012213	329.00

N=Now Account

M=Money Market Account

D=Demand Deposit

\$ 444,161.48



Pledges By Pledgee And Maturity

pledged To: GALVESTON COUNTY

Moody National Bank - Galveston, TX

As of 9/30/2013

Receipt#	CUSIP	ASC 320	Description	Maturity	Prerefund	PoolType	Moody S&P	Original Face	Original Face Pledged Percent	Pledged		Market Value
										Coupon	Par	
TIB TIB	606020CF5	HTM	MISSOURI CITY TX	06/15/23		3.90	Aa2	350,000.00	100.00%	350,000.00	351,823.17	358,424.50
TIB TIB	798025HD7	AFS	SAN JACINTO TEX COUNTY	02/15/24		4.50	Aa2	500,000.00	100.00%	500,000.00	515,981.19	542,205.00
TIB TIB	740614BN1	AFS	PREMONT ISD	08/15/24		4.20	Aaa	435,000.00	100.00%	435,000.00	441,310.30	450,625.20
TIB TIB	785615FN0	AFS	SABINE PASS TX ISD PSEFG	08/15/24		4.25	N/A	580,000.00	100.00%	580,000.00	599,513.19	604,771.80
TIB TIB	340423FY3	AFS	FLORESVILLE TX ISD	02/01/26		4.00	N/A	500,000.00	100.00%	500,000.00	504,263.33	517,470.00
TIB TIB	96987XX1	AFS	WILLIAMSON CNTY TX	02/15/28		5.00	N/A	475,000.00	100.00%	475,000.00	514,388.89	515,189.75
6 Securities Pledged To: CNTY - GALVESTON COUNTY										2,840,000.00	2,926,980.07	2,988,686.25

Although the information in this report has been obtained from sources believed to be reliable, its accuracy cannot be guaranteed.
 9/25/2013 2:59 PM - MYSM / MOOD

1. [Illegible text]

2. [Illegible text]

3. [Illegible text]

4. [Illegible text]

5. [Illegible text]

6. [Illegible text]

7. [Illegible text]

8. [Illegible text]

9. [Illegible text]

10. [Illegible text]

11. [Illegible text]

12. [Illegible text]

13. [Illegible text]

14. [Illegible text]

15. [Illegible text]

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28. [Illegible text]

(409) 765 3246

Cooper, Crystal <Crystal.Cooper@co.galveston.tx.us>
 Kevin Walsh or Crystal Cooper

TO: COUNTY OF GALVESTON - TREASURY DEPARTMENT

FROM: Amanda Tinnin

Date: September 30, 2013

SUBJECT: TOTAL DEPOSITS vs TOTAL COLLATERAL

TOTAL PROJECTED DEPOSITS AT TEXAS FIRST BANK - TEXAS CITY
 ARE AS FOLLOWS

DEPOSITS

TOTAL DEPOSITS	\$697,546.96
LESS FDIC COVERAGE	(\$250,000.00)
	\$447,546.96
102% OF DEPOSITS	\$456,497.90

COVERAGE

TOTAL PLEDGED SECURITY	\$3,801,828.66
BOOK VALUE	\$3,818,883.98
MARKET VALUE	\$3,945,224.16
Market Value	\$3,945,224.16

EXCESS COLLATERAL	\$3,488,726.26
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PREPARED BY: Amanda Tinnin
 Contact Information: (409) 978-2250
amanda.tinnin@texasfirstbank.com

Pledge Security Listing

September 30, 2013

Texas First Bank
Texas City, TX

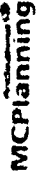
MCPlanning

ID	CUSIP	Description	Safeguarding Location	Safeguarding Receipt#	Coupon	Maturity Date	Call Date	Moody	S&P	Fitch	FASB115	Face Amount	Current Par	Current Book Value	Market Value	Gain(Loss)
13107-Galveston County Treasury																
429	3137145C7	FN 256541	Frost Bank	0	5.00	11/01/2021		AAA	AA+	AAA	AFS	1,000,000	120,631.54	120,045.82	130,179.23	10,113.31
432	3137146B0	FN 256312	Frost Bank	0	5.00	04/01/2026		AAA	AA+	AAA	AFS	1,200,000	124,004.92	123,780.67	133,105.28	9,524.61
577	3137147V0	FN 5	Frost Bank	0	2.38	03/14/2014		AAA	AA-	AAA	MTM	2,000,000	2,000,000.00	2,006,960.00	2,020,160.00	13,180.00
579	3141804E4	FN A03028	Frost Bank	0	4.00	04/01/2025		AAA	AA+	AAA	MTM	2,500,000	622,866.85	633,510.43	662,649.83	29,139.40
627	31363VFN6	FNR 2634 PA	Frost Bank	0	3.90	02/15/2023		AAA	AA-	AAA	MTM	4,000,000	44,638.55	44,633.90	45,243.67	609.77
674	313763E3	FN 357373	Frost Bank	0	5.00	04/01/2033		AAA	AA+	AAA	MTM	1,700,000	199,694.19	199,635.06	214,913.38	15,278.32
Total for 13107-Galveston County Treasury												9,400,000	3,112,118.05	3,128,605.86	3,206,451.29	77,845.41

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PX
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Pledge Security Listing

September 30, 2013



ID	CUSEP	Description	Safetkeeping Location	Safetkeeping Receipts	Coupon	Maturity Date	Call Date	Moody	S&P	Fitch	FASB115	Face Amount	Current Par	Current Book Value	Market Value	Gain(Loss)
13116-Galveston County																
341	3128PHW2	FG 618308	Frost Bank	0	4.00	05/01/2024		AAA	AA+	AAA	AFS	1,000,000	101,287.85	182,567.75	191,204.29	8,636.54
599	31287JW1	FG 681147	Frost Bank	xr	5.50	12/01/2031		AAA	AA+	AAA	HTM	1,000,000	14,850.85	14,775.01	14,850.85	75.84
623	36212TW58	GM 547957	Frost Bank	xr	6.00	11/15/2031		AAA	AA+	AAA	AFS	1,000,000	64,756.81	64,500.89	69,879.88	5,298.99
637	31287HW2	FG 662301	First Bank	rr	5.50	01/01/2032		AAA	AA-	AAA	AFS	1,000,000	41,334.59	41,334.64	44,275.67	2,940.99
662	31371W41	FN 256853	Frost Bank	xr	5.50	06/01/2027		AAA	AA+	AAA	HTM	1,015,000	90,536.15	90,363.97	98,206.04	7,822.07
567	3128P7Z1	FG 691084	Frost Bank	xr	5.50	07/01/2027		AAA	AA-	AAA	HTM	1,125,259	219,293.61	219,266.35	236,771.30	17,504.95
568	3128PH57	FG 306245	Frost Bank	xr	5.00	10/01/2021		AAA	AA+	AAA	HTM	1,100,000	77,400.75	77,389.49	83,504.88	6,115.39
												699,278.10	738,772.87	48,494.77		
												2,240,059	699,718.61	738,772.87		

Total for 13116-Galveston County

Attorney: The information in this report has been obtained from sources believed to be reliable. No accuracy cannot be guaranteed.

Pledge Security Listing

September 30, 2013

ID	CUSIP	Description	Sales/Secur Loc	Sales/Secur	Receipts	Coupon	Maturity Date	Call Date	Moody	SEF	Rich	FACE	Current Par	Current Book Value	Market Value	Gains (Loss)
2061	31402959	PNMA 735921	PHB	X		5.00	10/01/2022		AAA	AA+	AAA	81,900,000	9,176,392.98	9,181,775.11	9,834,820.19	653,085.36
2115	31402608	PNMA 736647	PHB	X		5.00	12/01/2017		AAA	AA-	AAA	74,014,000	6,474,000.86	6,476,636.64	6,947,233.14	379,996.50
2165	31410349	PNMA 888878	PHB	X		5.00	10/01/2018		AAA	AA+	AAA	61,361,850	8,396,378.81	8,401,669.12	8,673,387.18	472,718.06
2257	31410874	PNMA 889366	PHB	X		4.50	12/01/2019		AAA	AA+	AAA	276,113,032	56,181,403.62	56,071,247.97	59,833,191.27	3,761,945.15
3179	31417834	PNMA 888696	PHB	X		5.00	10/01/2021		AAA	AA+	AAA	76,380,136	7,474,985.86	7,476,969.93	859,277.53	
2177	31462054	PNMA 725677	PHB	X		4.50	06/01/2023		AAA	AA-	AAA	63,007,077	5,895,285.41	5,882,367.10	402,579.97	
2410	31410300	PNMA 888701	PHB	X		4.50	08/01/2022		AAA	AA-	AAA	73,154,417	6,213,056.22	6,183,982.41	5,451,300.55	
2449	31417078	PNMA 888577	PHB	X		3.50	11/01/2020		AAA	AA-	AAA	98,000,000	38,171,638.96	38,729,457.76	488,320.14	
2473	31416000	PNMA 882041	PHB	X		3.50	11/01/2022		AAA	AA-	AAA	10,491,348	4,911,184.58	4,941,669.31	1,587,407.30	
2493	31427603	PNMA 881174	PHB	X		3.00	10/01/2021		AAA	AA+	AAA	49,507,711	27,618,409.86	28,163,447.35	246,523.84	
2331	31424471	PNMA 818478	PHB	X		2.50	06/01/2027		AAA	AA+	AAA	119,000,000	71,940,817.30	71,326,544.26	446,483.43	
3334	31417041	PNMA 885367	PHB	X		2.50	07/01/2027		AAA	AA+	AAA	150,454,145	116,928,964.53	116,529,412.84	11,712,636.31	
Total for PORT BOND COUNTY													377,534,292.02	377,142,983.95	4,608,671.93	

Total Deposits as of 09/30/13: \$250,558,863.83

EXHIBIT E

Tracker
Galveston County
Date To Date
TEXAS Earnings and Yields Summary Report for the YEAR(10/1/12-9/30/13)
Report Format: By Totals
Group By: Security Type
Portfolio / Report Group: All Portfolios
Begin Activity Date: 9/30/2012, End Activity Date: 9/30/2013, Carrying Value Date: 9/30/2012

Description	Interest/Dividends	Ending YTM @ Cost
Cash	824,234.74	0.749
Money Market	306,413.52	0.75
Total / Average	1,130,648.26	0.75

Walsh, Kevin

From: McDowell, Patrick [pmcdowell@viningsparks.com]
Sent: Tuesday, November 12, 2013 9:16 AM
Subject: Short New Issue Agencies (Bullets & Callables)

Below you will find new issue offering inside of 3yrs for November settle...

CALLABLES

FHLB 2yr/nc3mo/cont call @ 0.375%

- \$100 offering
- 11/27 settle

FHLMC 2.5yr/nc6mo/1x call @ 0.53%

- \$100 offering
- 11/27 settle

FNMA 3yr/nc1yr/1x call @ 0.70%

- \$100 offering
- 11/18 settle

FFCB 3yr/nc1yr/cont call @ 0.70%

- \$100 offering
- 11/14 settle

BULLETS

FFCB 2yr bullet @ 0.33%

- \$100 offering
- 11/13 settle

Thanks,
Patrick



Patrick McDowell
800-786-1247

INTENDED FOR INSTITUTIONAL INVESTORS ONLY. The information included herein has been obtained from sources deemed reliable, but it is not in any way guaranteed, and it, together with any opinions expressed, is subject to change at any time. Any and all details offered in this publication are preliminary and are therefore subject to change at any time. This has been prepared for general information purposes only and does not consider the specific investment objectives, financial situation and particular needs of any individual or institution. This information is, by its very nature, incomplete and specifically lacks information critical to making final investment decisions. Investors should seek financial advice as to the appropriateness of investing in any securities or investment strategies mentioned or

PFM Asset Management LLC Direct Purchase of Certificates of Deposit



TexasTERM-CD Purchase Program

November 4, 2013

Benefits to Participants:

- FDIC-insured CDs
- Competitive Rates, Flexible Terms
- Total investment amount will not exceed FDIC insurance limits per financial institution
- Access to Banks Nationwide
- Purchase funded directly from entity's existing TexasDAILY account
- Investments made directly in the entity's name; not a pooled investment

Call Toll-Free 1-866-839-8376, Press 2


Rates as of November 4, 2013*

<u>Maturity</u>	<u>Date</u>	<u>Net Rate</u>	<u>Purchase Par of 4 CDs</u>
91 Days	February 3, 2014	0.06%	\$992,000
120 Days	March 4, 2014	0.06%	\$992,000
182 Days	May 5, 2014	0.28%	\$992,000
270 Days	August 1, 2014	0.34%	\$992,000
365 Days	November 4, 2014	0.45%	\$992,000

*Subject to availability. Rates represent the average of 4 CDs in an amount such that the total value of each CD (including interest) will not exceed applicable FDIC insurance limits per financial institution, assuming no pre-existing deposits with that financial institution. Other amounts & maturities are available.

Rates are market rates, subject to change and net of applicable advisory fees and other expenses. They are quoted on a 365/366 day basis; interest is simple, payable at maturity. Once a CD is purchased, the rate is locked in for the full term of the investment and there may be a penalty for early redemption. The minimum investment is \$97,000; the maximum investment is an amount such that the total value of the CD (including interest) will not exceed applicable FDIC insurance limits per financial institution. A description of the TexasTERM-CD Purchase Program is contained in the TexasTERM Information Statement. The Information Statement contains important information and should be read carefully before investing. Investors may purchase Certificates of Deposit through the TexasTERM-CD Purchase Program only by executing an investment advisory agreement with the Program's Investment Adviser, PFM Asset Management LLC.

This information is for institutional investor use only, 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 is 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 government agency. Shares of the Pool are distributed by PFM Fund Distributors, Inc., member Financial Industry Regulatory Authority (FINRA) (www.finra.org) and Securities Investor Protection Corporation (SIPC) (www.sipc.org). PFM Fund Distributors, Inc. is a wholly owned subsidiary of PFM Asset Management LLC.



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November 4, 2013

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- Purchase funded directly from entity's existing TexasDAILY account
- Investments made directly in the entity's name; not a pooled investment

Call Toll-Free 1-866-839-8376, Press 2

Rates as of November 4, 2013									
91	120	150	182	210	240	270	302	330	365
Days	Days	Days	Days	Days	Days	Days	Days	Days	Days
0.10%	0.10%	0.30%	0.33%	0.34%	0.35%	0.35%	0.35%	0.45%	0.55%

**Subject to availability. Rates represent one CD in an amount such that the total value of the CD (including interest) will not exceed applicable FDIC insurance limits, assuming no pre-existing deposits with that financial institution. Other amounts & maturities are available. Rates on larger deposits may be lower.*

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