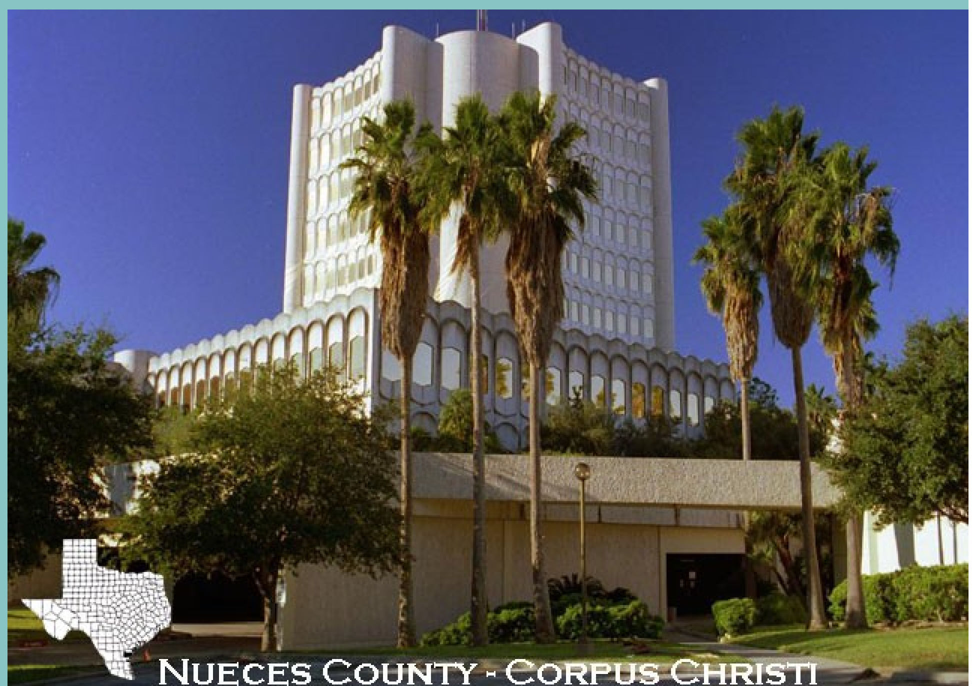
Nueces County
Quarterly Investment Report
December 31, 2015

(Unaudited)

Prepared by Nueces County Auditors Office and County Clerk Treasury Division
901 Leopard Rm. 304
Corpus Christi TX
78401



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

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, CPA - Treasury Accountant

Fred Chavera - Revenue/Cash Manager

Lisa Davis – Budget Accountant

Aidee Hernandez – Executive Accountant

Investment Report to Commissioners Court

As of December 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 December 31, 2015 have a current value of $98,982,043. As compared to last quarter, total balances have increased by $8,361,937 up from $90,620,106. The reason for the net increase is due to the county having started collecting property taxes.

Compliance Measures

- The weighted average maturity of the operating portfolio is 256 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 66 days, due to reduced investments.

- 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 56.84% and the remainder is invested in brokered CDs, municipal bonds, and US Agencies which are 13.84%, 6.68%, and 22.64%, 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 December 31, 2015.

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

Current quarterly earnings are $48,090. Compared to the quarter ending December 31, 2014, earnings this quarter shows an increase of $4,386, up from $43,704. Although, the county has more monies invested currently, the current quarter has a larger mark down of ($58,052) than the previous quarter in the previous year which had market mark down of (3,812).

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 April 21, 2016, 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

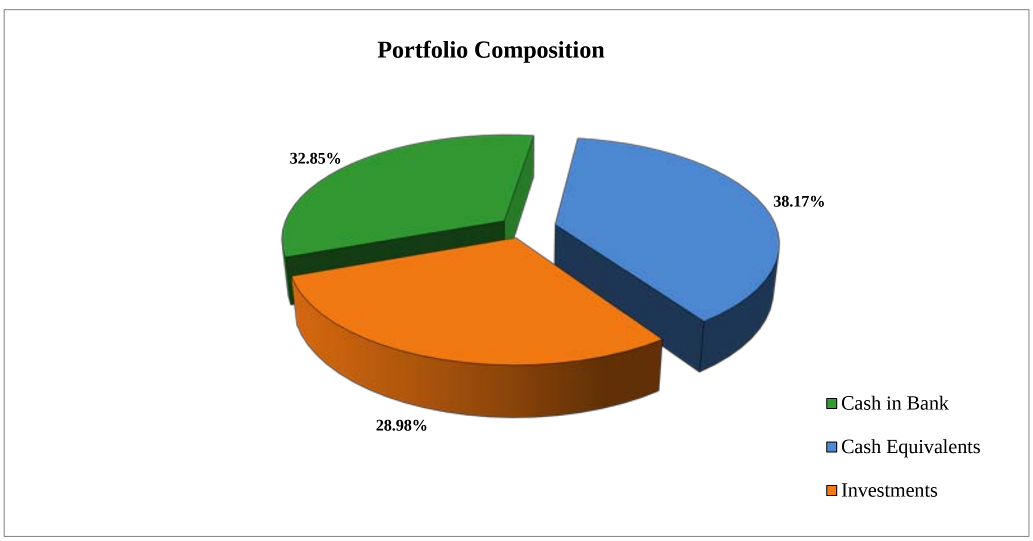
Kevin Hill, CPA, Treasury Accountant

Federico Chavera, Revenue/Cash Manager

Cash, Cash Equivalents and Investments by Fund Group
December 31, 2015

(Unaudited)

	Operating Funds		Capital Projects Funds		Debt Service Funds		Other Funds		All Fund Groups Total	
Cash in Bank	$ 15,641,591	37.44%	$ 2,206,293	8.29%	$ 3,663,893	47.32%	$ 10,999,631	48.13%	$ 32,511,409	32.85%
Cash Equivalents:										
TEXPOOL	1,439,284	3.45%	-	0.00%		0.00%	-	0.00%	1,439,284	1.45%
MBIA	16,137,925	38.62%	10,761,515	40.44%	2,107,173	27.21%	7,335,454	32.10%	36,342,067	36.72%
Sub-Total Cash & Cash Equivalents	17,577,209	42.07%	10,761,515	40.44%	2,107,173	27.21%	7,335,454	32.10%	37,781,351	38.17%
Investments:										
Brokered CDs	2,744,197	6.57%	4,373,629	16.44%	632,343	8.17%	1,448,980	6.34%	9,199,149	9.29%
Municipal Bonds	1,323,712	3.17%	2,109,695	7.93%	305,022	3.94%	698,940	3.06%	4,437,369	4.48%
US Agencies	4,490,388	10.75%	7,156,663	26.90%	1,034,717	13.36%	2,370,997	10.37%	15,052,765	15.21%
Sub-Total Investments	8,558,297	20.49%	13,639,987	51.27%	1,972,082	25.47%	4,518,917	19.77%	28,689,283	28.98%
Total Cash, Cash Equivalents & Investments	**$ 41,777,097**	100.00%	**$ 26,607,795**	100.00%	**$ 7,743,148**	100.00%	**$ 22,854,002**	100.00%	**$ 98,982,043**	100.00%



Operating Funds and Other Funds Groups

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

December 31, 2015

Operating Funds:

		General Fund	Road Fund	Stadium/ Fairgrounds Fund
Cash	$	12,044,137	3,048,293	193,984
Cash Equivalents		13,820,670	57,371	1,595,863
Investments		7,393,031	109,994	569,980
Total as of December 31, 2015		33,257,838	3,215,658	2,359,827
Total as of December 31, 2014		31,622,037	2,550,660	2,841,049
Increase (Decrease) from one year ago	$	1,635,801	664,998	(481,222)

Other Funds:

		Self Insurance Fund	Special Fund	Main Grant Fund
Cash	$	2,676,735	7,563,904	462,068
Cash Equivalents		427,061	6,908,393	-
Investments		295,089	4,223,828	-
Total as of December 31, 2015		3,398,885	18,696,125	462,068
Total as of December 31, 2014		3,271,473	9,669,040	1,326,493
Increase (Decrease) from one year ago	$	127,412	9,027,085	(864,425)

Law Library Fund	Airport Fund	Inland Parks Fund	Coastal Parks Fund		Total
35,497	650	184,240	134,790	$	15,641,591
93,433	67,394	109,314	1,833,164		17,577,209
111,206	-	-	374,086		8,558,297
240,136	68,044	293,554	2,342,040		41,777,097
265,810	6,851	294,294	932,130		38,512,831
(25,674)	61,193	(740)	1,409,910	$	3,264,266

TJJD Grant Fund		Total
296,924	$	10,999,631
-		7,335,454
-		4,518,917
296,924		22,854,002
346,202		14,613,208
(49,278)	$	8,240,794

Portfolio Diversity

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

	Current Value	%	Investment Policy Maximum
Cash Equivalents	$ 37,781,351	56.84%	85.00%
Brokered CDs	9,199,149	13.84%	75.00%
Municipal Bonds	4,437,369	6.68%	75.00%
US Agencies	15,052,765	22.64%	75.00%
Total Cash Equivalents and Investments (excludes cash in bank)	$ 66,470,634	100.00%	

Portfolio Liquidity

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

	Fair Value	Weighted Average Days to Maturity	Investment Policy Maximum
Cash Equivalents	$ 37,781,351	1	
Brokered CDs	9,199,149	589	
Municipal Bonds	4,437,369	749	
US Agencies	15,052,765	545	
Total Cash Equivalents and Investments-Operating Fund Group Only (excludes cash in bank)	$ 66,470,634	256	364

Statement of Changes in Investments

as of December 31, 2015

(Unaudited)

	Beginning Balance 09/30/15	Additions	(Subtractions)	Amortization (Premium) Discount	Market Adjustments	Ending Balance 12/31/15
Brokered CDs	$ 9,446,993	$ -	$ (248,000)	$ 156	$ -	$ 9,199,149
Municipal Bonds	4,459,396	-	-	(5,049)	(16,978)	4,437,369
US Agencies	18,847,273	-	(3,750,000)	(3,434.00)	(41,074)	15,052,765
Total	$ 32,753,662	$ 0	$ (3,998,000)	$ (8,327)	$ (58,052)	$ 28,689,283

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

(Unaudited)

	Quarterly Comparison			Year-to-Date Comparison		
	10/01/14 12/31/14	10/01/15 12/31/15	Increase/ (Decrease)	10/01/14 12/31/14	10/01/15 12/31/15	Increase/ (Decrease)
Operating Fund Group	$ 19,989	$ 18,154	$ (1,835)	$ 19,989	$ 18,154	$ (1,835)
Capital Projects Fund Group	7,517	19,378	11,861	7,517	19,378	11,861
Debt Service Fund Group	5,018	3,089	(1,929)	5,018	3,089	(1,929)
Other Funds Group	11,180	7,469	(3,711)	11,180	7,469	(3,711)
Total	$ 43,704	$ 48,090	$ 4,386	$ 43,704	$ 48,090	$ 4,386

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 -
December 31, 2015 (Unaudited)

VENDOR	Agency Feature B=Bullet C=Call S=Step	CUSIP	Desc	Coupon	Yield	Duration in Yrs from Purchase	Days To MTY	Purchase Date	Maturity Date /Called Date	Par Amount	Purchase Price
Wells Fargo	C	67756A2K7	MB	1.000%	0.273100%	1.6384	367	05/14/15	01/01/17	380,000	392,171
Coastal Securities	N/A	57582P2Q2	MB	1.000%	0.880000%	2.9233	487	05/30/14	05/01/17	1,250,000	1,254,300
Coastal Securities	N/A	20772JL26	MB	1.284%	0.850000%	1.9205	579	08/31/15	08/01/17	500,000	501,420
Wells Fargo	N/A	34074GDG6	MB	2.107%	2.107000%	3.2110	913	04/16/15	07/01/18	1,500,000	1,523,670
Coastal Securities	N/A	882806EL2	MB	1.804%	1.400000%	3.4630	1,142	08/31/15	02/15/19	800,000	810,856
Wells Fargo	N/A/	3133EFBS5	FFCB	0.680%	0.680000%	1.8329	550	09/03/15	07/03/17	1,000,000	1,000,000
Coastal Securities	N/A	3130A43S9	FHLB	0.270%	0.254900%	0.7397	36	05/11/15	02/05/16	1,000,000	1,000,110
Coastal Securities	N/A	3130A4YK2	FHLB	0.310%	0.310000%	1.0027	106	04/15/15	04/15/16	1,000,000	1,000,000
Coastal Securities	C	3134G6E82	FHLMC	1.013%	0.850000%	2.0027	512	05/26/15	05/26/17	2,500,000	2,500,325
Frost Bank	C	3134G6E82	FHLMC	1.000%	0.850000%	2.0027	512	05/26/15	05/26/17	1,750,000	1,750,000
Wells Fargo	N/A	3134G6YQ0	FHLMC	1.000%	0.800000%	2.0027	512	05/26/15	05/26/17	3,808,000	3,808,000
Frost Bank	C	3134G6B44	FHLMC	1.000%	1.000000%	0.0000	697	05/27/15	11/27/17	2,000,000	2,000,000
Raymond James	S	3136E16J3	FNMA	0.800%	0.800000%	0.0000	727	05/12/15	12/27/17	250,000	249,999
Raymond James	C	3135G0D83	FNMA	1.625%	0.590000%	2.9589	847	05/12/15	04/26/18	2,000,000	2,019,694
Raymond James	C	3135G0D67	FNMA	1.625%	0.590000%	2.9616	848	05/12/15	04/27/18	2,000,000	2,019,751
Coastal Securities	N/A	3136G2GP6	FNMA	1.375%	1.335000%	0.0000	1,033	04/29/15	10/29/18	1,500,000	1,500,300
Raymond James	N/A	45340KCZ0	CD	1.000%	1.000000%	0.0000	-	05/19/15	11/19/15	248,000	248,000
Raymond James	N/A	80280JEJ60	CD	1.000%	1.000000%	0.7507	15	04/16/15	01/15/16	248,000	248,000
Raymond James	N/A	15135KAN1	CD	1.000%	1.000000%	0.7507	43	05/14/15	02/12/16	248,000	248,000
Raymond James	N/A	05368TAA9	CD	1.000%	1.000000%	1.0000	106	04/16/15	04/15/16	248,000	248,000
Raymond James	N/A	33583CPD5	CD	1.000%	1.000000%	0.9973	106	04/17/15	04/15/16	248,000	248,000
Frost Bank	N/A	8148RAV2	CD	1.000%	1.000000%	0.9973	106	04/17/15	04/15/16	248,000	248,000
Frost Bank	N/A	03784JHB3	CD	1.000%	1.000000%	1.0219	120	04/22/15	04/29/16	248,000	248,000
Frost Bank	N/A	14147VEN2	CD	1.000%	1.000000%	0.9945	117	04/29/15	04/26/16	248,000	248,000
Coastal Securities	N/A	149159KH7	CD	1.000%	1.000000%	0.9808	127	05/14/15	05/06/16	248,000	248,000
Coastal Securities	N/A	60688MMH4	CD	1.000%	1.000000%	1.0027	141	05/20/15	05/20/16	248,000	248,000
Wells Fargo	N/A	17284AS66	CD	1.000%	1.000000%	4.0247	144	05/15/12	05/23/16	248,000	248,000
Frost Bank	N/A	200829AW9	CD	1.000%	1.000000%	0.8329	182	08/31/15	06/30/16	250,000	250,000
Frost Bank	N/A	08016PBU2	CD	1.000%	1.000000%	1.0000	243	08/31/15	08/30/16	250,000	250,000
Frost Bank	N/A	07370TP98	CD	1.000%	1.000000%	0.9973	244	09/02/15	08/31/16	250,000	250,000
Frost Bank	N/A	29367RHC3	CD	1.000%	1.000000%	1.0027	244	08/31/15	08/31/16	250,000	250,000
Frost Bank	N/A	7836861BY2	CD	1.000%	1.000000%	0.9973	246	09/04/15	09/02/16	250,000	250,000
Wells Fargo	N/A	78658QNK5	CD	1.000%	1.000000%	1.5068	320	05/15/15	11/15/16	248,000	248,000
Wells Fargo	N/A	316041CN0	CD	1.000%	1.000000%	1.5068	326	05/21/15	11/21/16	248,000	248,000
Wells Fargo	N/A	59774QEU2	CD	1.000%	1.000000%	1.4575	410	08/31/15	02/13/17	249,000	249,000
Raymond James	N/A	05580ABL7	CD	1.000%	1.000000%	1.9479	480	05/14/15	04/24/17	248,000	246,879
Coastal Securities	N/A	02006LQT3	CD	1.000%	1.000000%	2.0055	501	05/14/15	05/15/17	248,000	248,000
Raymond James	N/A	02587DXZ6	CD	1.000%	1.000000%	2.0055	501	05/14/15	05/15/17	248,000	248,000

Listing of All Investments and Ladder Placement -
December 31, 2015 (Unaudited)

FMV 09/30/15	Additions (Subtractions)	Amortization (Premium) Discount	Market Adjustments Increase (Decrease)	FMV 12/31/15	Short-term Ladder <=12 mos	Mid-term Ladder > 12 mos < 3.5 yrs	Long-term Ladder 3.5 to 5 yrs
387,463		(1,866)	(646)	**384,951**	-	384,951	-
1,253,487		(368)	(4,469)	**1,248,650**	-	1,248,650	-
500,160		(185)	(675)	**499,300**	-	499,300	-
1,513,486		(1,845)	(4,861)	**1,506,780**	-	1,506,780	-
804,800		(785)	(6,327)	**797,688**	-	797,688	-
1,000,289			(6,219)	**994,070**	-	994,070	-
1,000,053		(38)	83	**1,000,098**	1,000,098	-	-
1,000,324			(696)	**999,628**	999,628	-	-
2,502,641		(41)	(8,942)	**2,493,658**	-	2,493,658	-
1,751,848			(6,288)	**1,745,560**	-	1,745,560	-
3,811,579			(2,006)	**3,809,573**	-	3,809,573	-
2,002,644	(2,000,000)		(2,644)	**-**	-	-	-
250,278	(250,000)		(278)	**-**	-	-	-
2,012,410		(1,666)	(5,632)	**2,005,112**	-	2,005,112	-
2,014,762		(1,669)	(8,027)	**2,005,066**	-	2,005,066	-
1,500,446	(1,500,000)	(21)	(425)	-	-	-	-
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**	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	-
249,000				**249,000**	-	249,000	-
247,098		145		**247,243**	-	247,243	-
248,000				**248,000**	-	248,000	-
248,000				**248,000**	-	248,000	-

Listing of All Investments and Ladder Placement -
December 31, 2015 (Unaudited)

VENDOR	Agency Feature B=Bullet C=Call S=Step	CUSIP	Desc	Coupon	Yield	Duration in Yrs from Purchase	Days To MTY	Purchase Date	Maturity Date /Called Date	Par Amount	Purchase Price
Coastal Securities	N/A	254672NM6	CD	1.000%	1.000000%	2.0082	501	05/13/15	05/15/17	248,000	248,000
Wells Fargo	N/A	928066AJ8	CD	1.000%	1.000000%	1.7973	529	08/26/15	06/12/17	249,000	249,000
Wells Fargo	N/A	33610RPP2	CD	1.000%	1.000000%	3.0466	571	07/08/14	07/24/17	248,000	248,000
Wells Fargo	N/A	63969AAU8	CD	1.000%	1.000000%	5.0384	635	09/13/12	09/26/17	250,000	250,000
Wells Fargo	N/A	12325EFN7	CD	1.000%	1.000000%	5.0438	637	09/13/12	09/28/17	250,000	250,000
Raymond James	N/A	48125T6N0	CD	1.000%	1.000000%	2.9863	831	04/16/15	04/10/18	248,000	248,000
Frost Bank	N/A	38148JRJ2	CD	1.000%	1.000000%	3.0055	844	04/22/15	04/23/18	248,000	248,000
Wells Fargo	N/A	140420UW8	CD	1.000%	1.000000%	3.0274	978	08/26/15	09/04/18	248,000	248,000
Wells Fargo	N/A	591803BD2	CD	1.000%	1.000000%	5.0110	1,288	07/08/14	07/11/19	248,000	248,000
Wells Fargo	N/A	06740KHF7	CD	1.000%	1.000000%	5.0247	1,293	07/08/14	07/16/19	248,000	248,000
Wells Fargo	N/A	23204HBU1	CD	1.000%	1.000000%	5.0411	1,300	07/09/14	07/23/19	248,000	248,000
Wells Fargo	N/A	677721CE0	CD	1.000%	1.000000%	5.0438	1,300	07/08/14	07/23/19	248,000	248,000
Raymond James	N/A	140420UT5	CD	1.000%	1.000000%	3.9890	1,334	08/31/15	08/26/19	250,000	250,000
Raymond James	N/A	33646CFN9	CD	1.000%	1.000000%	4.9973	1,702	08/31/15	08/28/20	250,000	250,000
Raymond James	N/A	29976DA59	CD	1.000%	1.000000%	4.9973	1,702	08/31/15	08/28/20	250,000	250,000
Raymond James	N/A	307814DF7	CD	1.000%	1.000000%	4.9973	1,702	08/31/15	08/28/20	250,000	250,000
		Weighted Averages †			**0.912427%**	**2.0643**	**615**		**Totals**	**32,686,000**	**32,777,475**

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 Investments and Ladder Placement -
December 31, 2015 (Unaudited)

FMV 09/30/15	Additions (Subtractions)	Amortization (Premium) Discount	Market Adjustments Increase (Decrease)	FMV 12/31/15	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	-
249,000				**249,000**	-	249,000	-
248,000				**248,000**	-	248,000	-
250,000				**250,000**	-	-	250,000
250,000				**250,000**	-	-	250,000
247,895		11		**247,906**	-	247,906	-
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**	-	-	250,000
250,000				**250,000**	-	-	250,000
32,753,663	**(3,998,000)**	**(8,328)**	**(58,052)**	**28,689,283**	**5,481,726**	**20,467,557**	**2,740,000**
Investment Ladder Targets………………………… ………………. ………………..					7,000,000	25,000,000	8,000,000
Investment Funds: Available/(Exceeded) ..………………………….. ………………..					1,518,274	4,532,443	5,260,000

Listing of All Brokered CDs and Ladder Placement -
December 31, 2015 (Unaudited)

VENDOR	CUSIP	FDIC Cert#	Bank Issuing CD	Coupon	Yield	Duration in Yrs from Purchase	Days To MTY
Raymond James	45340KCZ0	8136	INDEPENDENCE BANK OWENSBORO	0.300%	0.300000%	0.0000	-
Raymond James	80280JEJ60	29950	SANTANDER BANK NA	0.350%	0.349900%	0.7507	15
Raymond James	15135KAN1	11241	CENTENNIAL BANK CONWAY	0.350%	0.349900%	0.7507	43
Raymond James	05368TAA9	57510	AVIDBANK	0.400%	0.399600%	1.0000	106
Raymond James	33583CPD5	16004	FIRST NIAGARA BANK NY	0.450%	0.450000%	0.9973	106
Frost Bank	81489RAV2	18374	SECURITY STATE BANK SCOTT	0.400%	0.400000%	0.9973	106
Frost Bank	03784JHB3	16068	APPLE BANK FOR SAVINGS	0.400%	0.400000%	1.0027	113
Frost Bank	1414VEN2	34733	CARDINAL BANK NA	0.400%	0.400000%	1.0027	120
Coastal Securities	149159KH7	18503	CATHAY BANK	0.400%	0.399000%	0.9808	127
Coastal Securities	60688MMH4	21843	MIZUHO BANK USA	0.400%	0.400000%	1.0027	141
Wells Fargo	17284AS66	35575	CIT BANK SALT LAKE CITY UTAH	1.150%	1.150000%	4.0027	144
Frost Bank	200829AW9	58366	COMMERCE UNION BANKSHARE	0.600%	0.600000%	0.8329	182
Frost Bank	08016PBU2	58165	BELMONT BANK & TRUST CO	0.550%	0.550000%	1.0000	243
Frost Bank	07370TP98	57833	BEAL BANK SSB	0.600%	0.600000%	0.9973	244
Frost Bank	293637RHC3	24786	ENTERPRISE BANK / PA	0.400%	0.400000%	1.0027	244
Frost Bank	7836861BY2	11124	S & T BANK	0.550%	0.550000%	0.9973	246
Wells Fargo	78658QNKS	26876	SAFRA NATIONAL BANK	0.550%	0.550000%	1.5068	320
Wells Fargo	316041CN0	21440	FIDELITY BANK ATLANTA	0.550%	0.550000%	1.5068	326
Wells Fargo	59774QEU2	1040	MIDLAND STATES BANK	0.900%	0.900000%	1.4575	410
Raymond James	05580ABL7	35141	BMW BANK NORTH AMERICA	0.700%	0.934600%	1.9479	480
Coastal Securities	02006LQT3	35141	ALLY	0.950%	0.950000%	2.0055	501
Raymond James	02587DXZ6	27471	AMERICAN EXPRESS CENTURION	1.000%	1.000000%	2.0055	501
Coastal Securities	254672NM6	5649	DISCOVER BANK	0.950%	0.950000%	2.0082	501
Wells Fargo	928066AJ8	58824	VIRGINIA PARTNERS BANK	0.900%	0.900000%	1.7973	529
Wells Fargo	33610RPP2		FIRST PREMIER BANK	1.000%	1.000000%	3.0466	571
Wells Fargo	63969AAU8		NEBRASKA STATE B&T	0.850%	0.850000%	5.0658	635
Wells Fargo	12325EFN7		BUSINESS BANK OF ST LOUIS	0.950%	0.950000%	5.0466	637
Raymond James	48125T6N0	628	JP MORGAN CHASE BANK	1.000%	1.430000%	2.9863	831
Frost Bank	38148JRJ2	33124	GOLMAN SACHS BANK USA	1.500%	1.500000%	3.0055	844
Wells Fargo	140420UW8	33954	CAPITAL ONE BANK USA NA	1.600%	1.600000%	3.0274	978
Wells Fargo	591803BD2		METROPOLITAN CAPITAL BANK	1.850%	1.850000%	5.0110	1,288
Wells Fargo	06740KHF7		BARCLAYS BANK DELAWARE	2.050%	2.050000%	5.0247	1,293

Listing of All Brokered CDs and Ladder Placement -
December 31, 2015 (Unaudited)

Purchase Date	Maturity Date /Called Date	Purchase Price at Par	Face Value 9/30/15	Additions	(Maturities)	Amortization of (Premium) Discount	Face Value 12/31/2015	Short-term Ladder <=12 mos	Mid-term Ladder > 12 mos < 3.5 yrs	Long-term Ladder 3.5 to 5 yrs
05/19/15	11/19/15	248,000	248,000	-	(248,000)		-	-	-	-
04/16/15	01/15/16	248,000	248,000	-	-	-	248,000	248,000	-	-
05/14/15	02/12/16	248,000	248,000	-	-	-	248,000	248,000	-	-
04/16/15	04/15/16	248,000	248,000	-	-	-	248,000	248,000	-	-
04/17/15	04/15/16	248,000	248,000	-	-	-	248,000	248,000	-	-
04/17/15	04/15/16	248,000	248,000	-	-	-	248,000	248,000	-	-
04/22/15	04/22/16	248,000	248,000	-	-	-	248,000	248,000	-	-
04/29/15	04/29/16	248,000	248,000	-	-	-	248,000	248,000	-	-
05/14/15	05/06/16	248,000	248,000	-	-	-	248,000	248,000	-	-
05/20/15	05/20/16	248,000	248,000	-	-	-	248,000	248,000	-	-
05/23/12	05/23/16	248,000	248,000	-	-	-	248,000	-	-	248,000
08/31/15	06/30/16	250,000	250,000	-	-	-	250,000	250,000	-	-
08/31/15	08/30/16	250,000	250,000	-	-	-	250,000	250,000	-	-
09/02/15	08/31/16	250,000	250,000	-	-	-	250,000	250,000	-	-
08/31/15	08/31/16	250,000	250,000	-	-	-	250,000	250,000	-	-
09/04/15	09/02/16	250,000	250,000	-	-	-	250,000	250,000	-	-
05/15/15	11/15/16	248,000	248,000	-	-	-	248,000	-	248,000	-
05/21/15	11/21/16	248,000	248,000	-	-	-	248,000	-	248,000	-
08/31/15	02/13/17	249,000	249,000	-	-	-	249,000	-	249,000	-
05/14/15	04/24/17	246,953	247,098	-	-	145	247,243	-	247,243	-
05/14/15	05/15/17	248,000	248,000	-	-	-	248,000	-	248,000	-
05/14/15	05/15/17	248,000	248,000	-	-	-	248,000	-	248,000	-
05/13/15	05/15/17	248,000	248,000	-	-	-	248,000	-	248,000	-
08/26/15	06/12/17	249,000	249,000	-	-	-	249,000	-	249,000	-
07/08/14	07/24/17	248,000	248,000	-	-	-	248,000	-	248,000	-
09/03/12	09/26/17	250,000	250,000	-	-	-	250,000	-	-	250,000
09/12/12	09/28/17	250,000	250,000	-	-	-	250,000	-	-	250,000
04/16/15	04/10/18	247,885	247,895	-	-	11	247,906	-	247,906	-
04/22/15	04/23/18	248,000	248,000	-	-	-	248,000	-	248,000	-
08/26/15	09/04/18	248,000	248,000	-	-	-	248,000	-	248,000	-
07/08/14	07/11/19	248,000	248,000	-	-	-	248,000	-	-	248,000
07/08/14	07/16/19	248,000	248,000	-	-	-	248,000	-	-	248,000

Listing of All Brokered CDs and Ladder Placement -
December 31, 2015 (Unaudited)

VENDOR	CUSIP	FDIC Cert#	Bank Issuing CD	Coupon	Yield	Duration in Yrs from Purchase	Days To MTY
Wells Fargo	23204HBU1		CUSTOMERS BANK	1.900%	1.900000%	5.0027	1,300
Wells Fargo	677721CE0		OHIO VALLEY BANK GALLIP	1.800%	1.800000%	5.0438	1,300
Raymond James	140420UT5	33954	CAPITAL ONE BANK USA NA	2.100%	2.100000%	3.9890	1,334
Raymond James	33646CFN9	9087	FIRST SOURCE BANK	1.800%	1.800000%	4.9973	1,702
Raymond James	29976DA59	34775	VEVERBANK / JACKSONVILLE FL	2.050%	2.050000%	4.9973	1,702
Raymond James	307814DF7	13046	FARMERS & MERCHANT BK WISC	1.850%	1.850000%	4.9973	1,702
			Weighted Average		0.978283%	2.4433	576

† 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 -
December 31, 2015 (Unaudited)

Purchase Date	Maturity Date /Called Date	Purchase Price at Par	Face Value 9/30/15	Additions	(Maturities)	Amortization of (Premium) Discount	Face Value 12/31/2015	Short-term Ladder <=12 mos	Mid-term Ladder > 12 mos < 3.5 yrs	Long-term Ladder 3.5 to 5 yrs
07/23/14	07/23/19	248,000	248,000	-	-	-	248,000	-	-	248,000
07/08/14	07/23/19	248,000	248,000	-	-	-	248,000	-	-	248,000
08/31/15	08/26/19	250,000	250,000	-	-	-	250,000	-	-	250,000
08/31/15	08/28/20	250,000	250,000	-	-	-	250,000	-	-	250,000
08/31/15	08/28/20	250,000	250,000	-	-	-	250,000	-	-	250,000
08/31/15	08/28/20	250,000	250,000	-	-	-	250,000	-	-	250,000
	TOTAL	9,446,838	9,446,993	-	(248,000)	156	9,199,149	3,482,000	2,977,149	2,740,000

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

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	Aa2/AA-	67756A2K7	Ohio State Higher Education Fac Comm - Callable Anytime	0.751%	0.273100%	1.6384	459	05/14/15	01/01/17	
Coastal Securities	Aa1/AA+	57582P2Q2	Municipal Bond - Massachusetts State (GO) TXBL	1.000%	0.880000%	2.9233	579	05/30/14	05/01/17	
Coastal Securities	AA3/AA	20772JL26	Municipal Bond - Connecticut State (GO) TXBL - B	1.000%	0.850000%	1.9205	671	08/31/15	08/01/17	
Wells Fargo	Aa3/AA-	34074GDG6	Florida State Hurricane Catastrophe Fund Fin Corp	2.107%	2.107000%	3.2110	1,005	04/16/15	07/01/18	
Coastal Securities	AA/AA+	882806EL2	Texas Tech Univ Revenues 17th Series - TXBL - Series B	1.804%	1.400000%	3.4630	1,234	08/31/15	02/15/19	
			† **Weighted Averages**		**1.333923%**	**2.8948**	**842**		**Totals**	

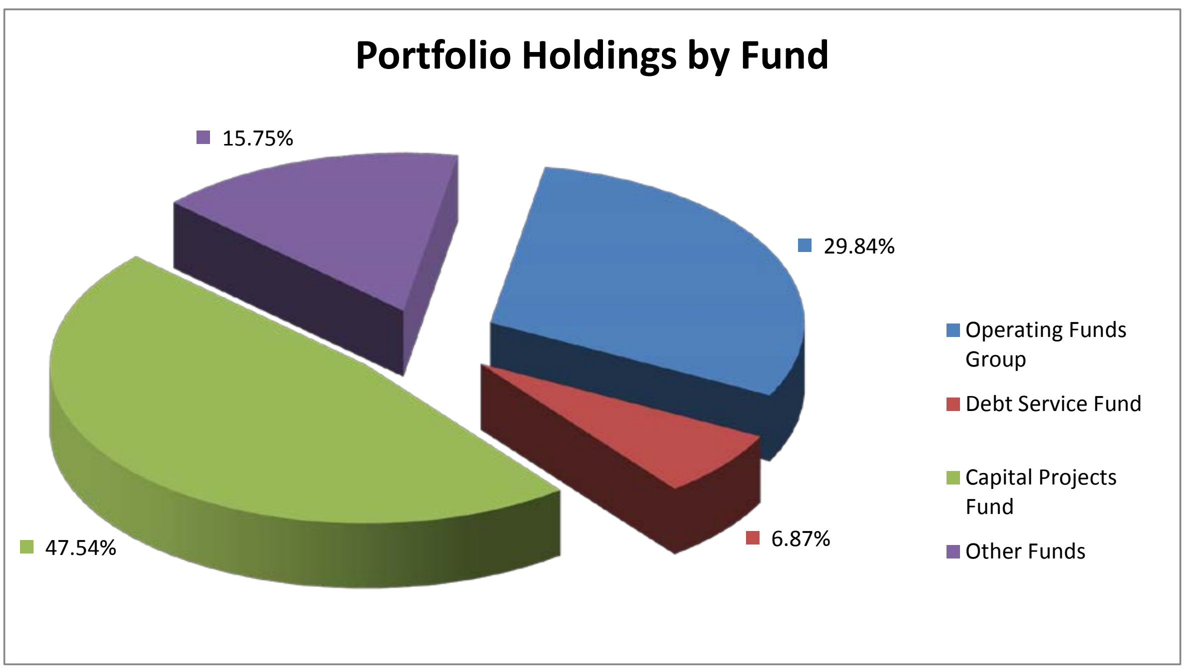
† Weighted Averages are based on investment holdings as of the last day of the quarter using actual days remaining to maturity and are calculated based on Yields, Duration, Days to Maturity, Purchase Prices, and Total Purchase Price.

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

Par Amount	Purchase Price	FMV 9/30/15	Additions (Subtractions)	Amortization (Premium) Discount	Market Adjustments Increase (Decrease)	FMV 12/31/15	Short-term Ladder <=12 mos	Mid-term Ladder > 12 mos < 3.5 yrs	Long-term Ladder 3.5 to 5 yrs
380,000	392,171	387,463	-	(1,866)	(646)	**384,951**	-	384,951	-
1,250,000	1,254,369	1,253,487	-	(368)	(4,469)	**1,248,650**	-	1,248,650	-
500,000	501,420	500,160	-	(185)	(675)	**499,300**	-	499,300	-
1,500,000	1,523,670	1,513,486	-	(1,845)	(4,861)	**1,506,780**	-	1,506,780	-
800,000	810,856	804,800	-	(785)	(6,327)	**797,688**	-	797,688	-
4,430,000	**4,482,486**	**4,459,396**	**-**	**(5,049)**	**(16,978)**	**4,437,369**	**-**	**4,437,369**	**-**

Portfolio Holdings by Fund
December 31, 2015
(Unaudited)

Operating Funds Groups:			
General Fund	$ 7,393,031		25.78%
Road & Bridge Fund	109,994		0.38%
Stadium & Fairgrounds Fund	569,980		1.99%
Law Library Fund	111,206		0.39%
Airport Fund	-		0.00%
Inland Parks Fund	-		0.00%
Coastal Parks Fund	374,086		1.30%
Sub-Total Operating Funds		**$ 8,558,297**	29.84%
Debt Service Fund		**1,972,082**	6.87%
Capital Projects Fund		**13,639,987**	47.54%
Other Funds Groups:			
Self Insurance Fund	295,089		1.03%
Special Revenue Fund	4,223,828		14.72%
Sub-total Other Funds		**4,518,917**	15.75%
Total Holdings at Current Market Value		**$ 28,689,283**	100.00%



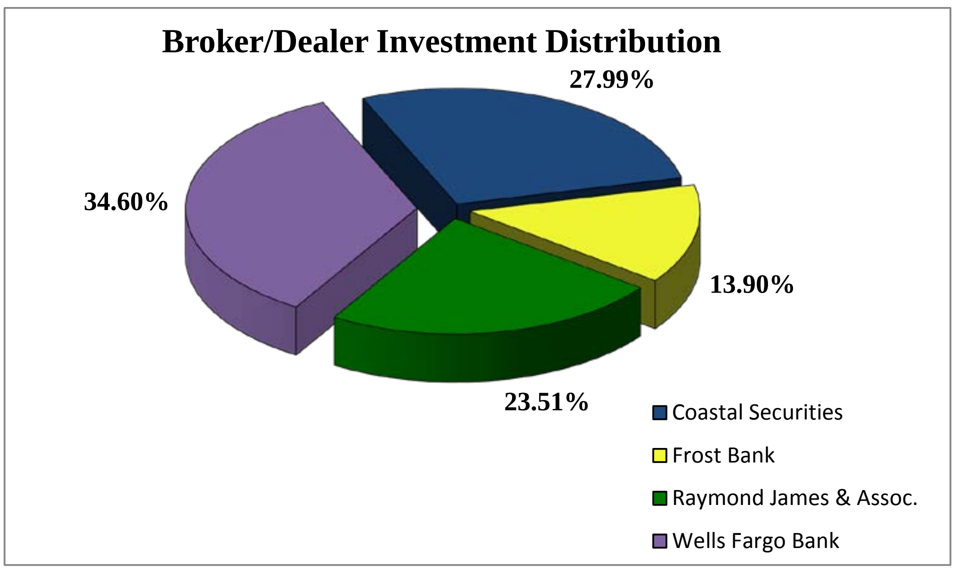
Distribution of Investments by

Broker/Dealer/Financial Institutions

December 31, 2015

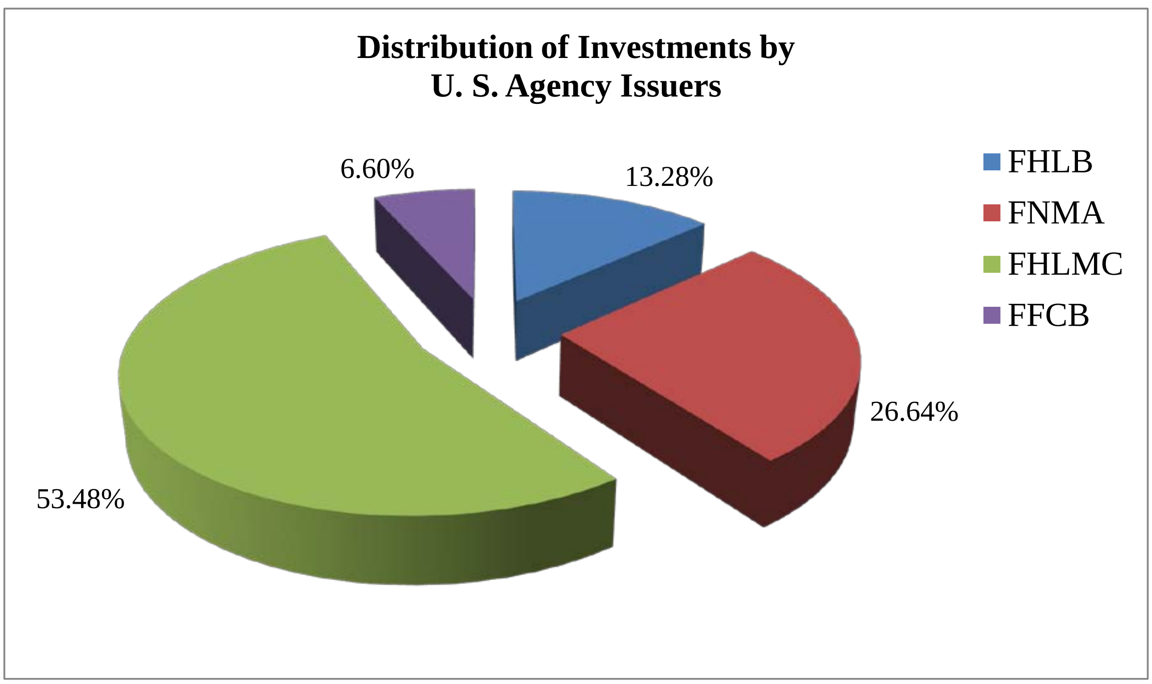
(Unaudited)

	Fair Market Value	Distribution %
Coastal Securities	$ 8,031,022	27.99%
Frost Bank	3,987,560	13.90%
Raymond James & Assoc.	6,745,327	23.51%
Wells Fargo Bank	9,925,374	34.60%
Total	$ 28,689,283	100.00%



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

Agency		Fair Market Value	Distribution %
Fed Home Loan Bank	FHLB	$ 1,999,726	13.28%
Fannie Mae	FNMA	4,010,178	26.64%
Fed Home Loan Freddie Mac	FHLMC	8,048,790	53.48%
Federal Farm Credit Bank	FFCB	994,070	6.60%
		$ 15,052,764	100.00%



Investments Performance
Compared to One-Year Treasury

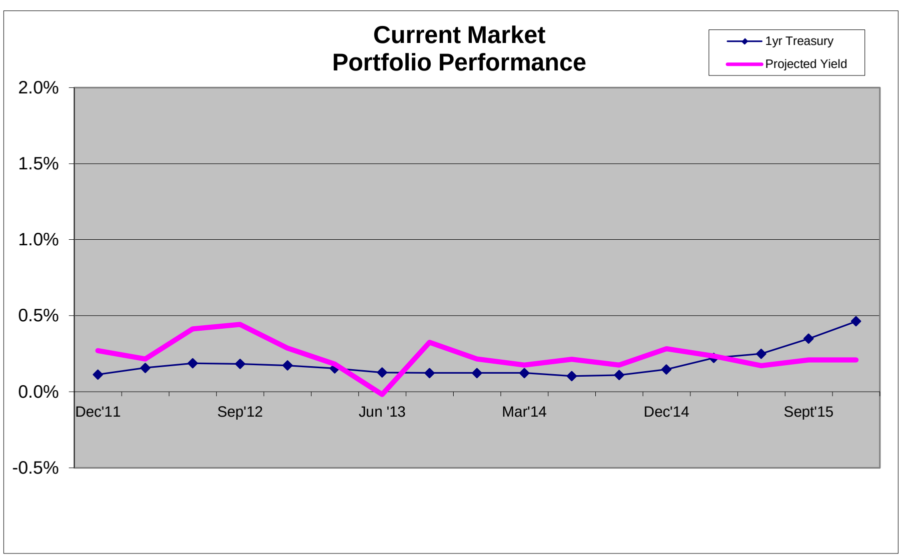
December 31, 2015

(Unaudited)

Quarter Ended	County Qrtly Avg Yield	Projected Annual County Yield	* 1yr Treasury
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%
Jun'15	0.043%	0.172%	0.250%
Sept'15	0.052%	0.209%	0.350%
Dec'15	0.053%	0.210%	0.463%

* 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

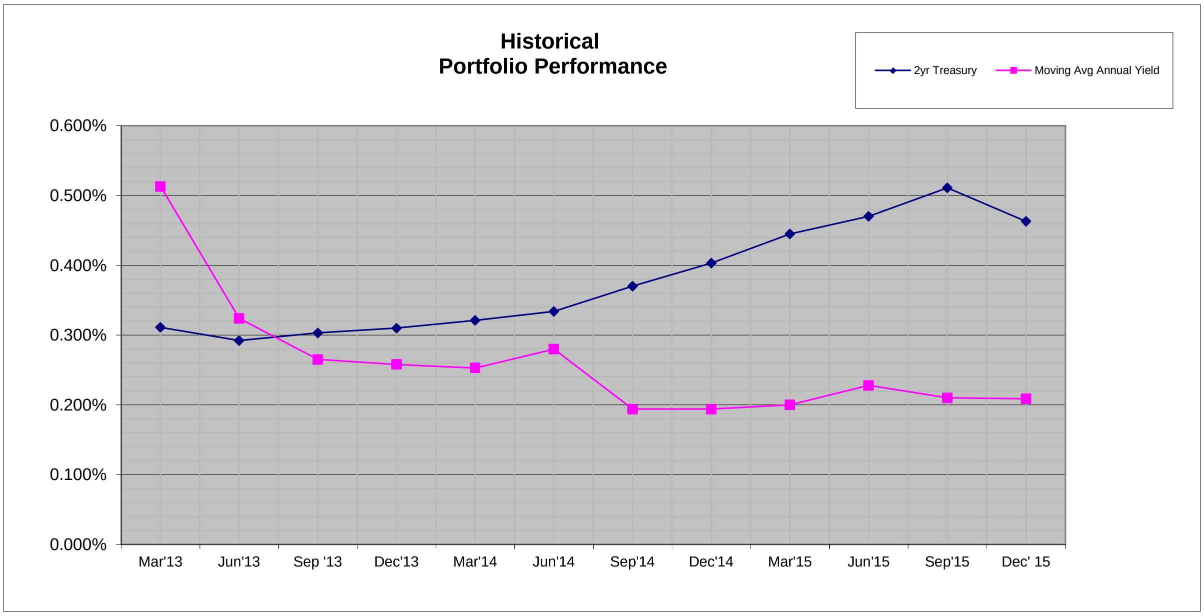


Investments Performance
Compared to Two-Year Treasury
December 31, 2015
(Unaudited)

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	0.280%	0.334%
Sep'14	0.194%	0.370%
Dec'14	0.194%	0.403%
Mar'15	0.200%	0.445%
Jun'15	0.228%	0.470%
Sep'15	0.210%	0.511%
Dec' 15	0.209%	0.463%

* 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

December 31, 2015
(Unaudited)

Month	TexPool Average Monthly Rates	TexPool Prime Average Monthly Rates	MBIA Average Monthly Rates	Depository (Note 1) Bank Rates
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	0.4980%	0.8630%	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%
April '15	0.0524%	0.0984%	0.14%	0.01%
May '15	0.0553%	0.1030%	0.14%	0.01%
June '15	0.0500%	0.1063%	0.15%	0.01%
July '15	0.0630%	0.1150%	0.16%	0.01%
August '15	0.0716%	0.1398%	0.18%	0.01%
September '15	0.0850%	0.1591%	0.19%	0.01%
October '15	0.9660%	0.1649%	0.21%	0.01%
November '15	0.1100%	0.1830%	0.24%	0.01%
December '15	0.1863%	0.2776%	0.29%	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.