



Laura Taylor Davis
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DATE: October 23, 2013

TO: Hon. Duane Peters, County Judge
Hon. Lloyd Wassermann, Commissioner
Hon. Sammy Catalina, Commissioner
Hon. Kenny Mallard, Commissioner
Hon. Irma Cauley, Commissioner
Candy Gallego, Administrative Assistant

FROM: Laura Taylor Davis, County Treasurer

RE: Quarter Ending 09/30/2013 Investment Report

This report is made in accordance with provisions of Gov.Code 2256, The Public Funds Investment Act, which requires quarterly reporting of investment transactions to the Commissioners' Court.

The Brazos County Investment portfolio earned an average yield of 0.0433% on the quarterly *average balance* of \$2,350,864.09 invested with TexPool for the period ending 09/30/2013. Investment interest deposited during the quarter was \$269.33 for a total year end interest of \$2,228.02. Actual ending balance for September 30, 2013 was \$2,350,943.92. Average overall interest rate for the year was 0.0938.

The average rate of interest earned on the depository checking account balances for the quarter ending 09/30/2013 was 0.3467% netting \$68,408.40 on an *average depository investable balance* of \$76,973,078.41. Average overall interest rate for the year was 0.4100

Total FY2013 interest earned: \$314,413.65

Investment Strategy

The lack of action by the Fed to taper it's monthly purchases has continued to keep downward pressure on short term investment rates as well as repurchase agreements. All indicators - political, economic, the FOMC chairman successorship issues and debt-ceiling issues - lean toward continued low interest rates.

The Brazos County depository contract went out for bids this year and as feared the interest rate offers on deposited funds was significantly lower than in the past. Citibank was awarded the contract offering a fixed interest rate of .25%, lower service fee charges and the lowest cost for FDIC insurance.

The Brazos County Investment Strategy will remain unchanged, keeping investments very short-termed & liquid. With the safety of principal as the foremost objective of the County's investment policy followed by liquidity and yield - it seems prudent to continue keeping the majority of available funds in the County's depository where all funds are 110% collateralized.

For diversification the County has an investment account with TexPool that provides the safety of an overnight market.

Summary of Portfolio Changes

The deposit of interest is the only portfolio change to balances at this time and the Weighted Average Maturity of investments remains at 1 day due to the liquidity of funds invested with TexPool and on deposit at CitiBank of Texas

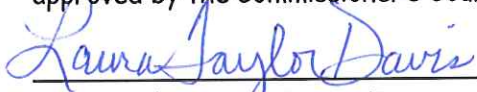
FY 2013 INTEREST RATES AND EARNINGS BY MONTH

	TexPool Interest	Interest Rate	Cking Acct Interest	Earnings Credit Rate
October 2012	330.52	0.1657	20,917.24	0.4600
November 2012	301.96	0.1600	20,760.88	0.4500
December 2012	300.44	0.1500	23,686.66	0.4400
Q/E 12/31/2012	932.92	0.1586	65,364.78	0.4500
January 2013	196.86	0.1000	30,086.84	0.42
February 2013	168.48	0.0900	29,428.06	0.42
March 2013	208.91	0.1000	33,554.71	0.45
Q/E 03/31/2013	574.25	0.0967	93,069.61	0.4300
April 2013	197.46	0.1000	30,849.67	0.44
May 2013	142.70	0.0700	28,874.80	0.41
June 2013	111.36	0.0600	25,618.37	0.39
Q/E 06/30/2013	451.52	0.0767	85,342.84	0.4133
July 2013	106.02	0.0500	27,806.21	0.40
August 2013	87.12	0.0400	26,264.30	0.39
September 2013	76.19	0.0400	14,337.89	0.25
Q/E 09/30/201	269.33	0.0433	68,408.40	0.3467
YTD TOTALS	2,228.02	0.0938	312,185.63	0.4100

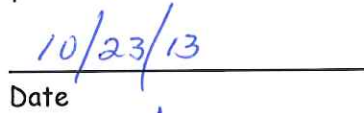
Attached are the following reports:

- 1) Cost Amount Summary of Investments by Fund
- 2) TexPool Quarter End Activity Report
- 3) Investments by Fund Group and Strategy Type

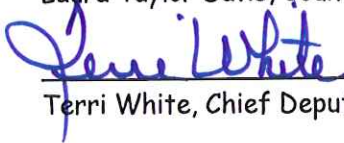
To the best of our knowledge the investment portfolio in this report conforms in all respects to the Investment Policy of Brazos County and is being managed under the investment strategy of said policy as approved by the Commissioner's Court of Brazos County.



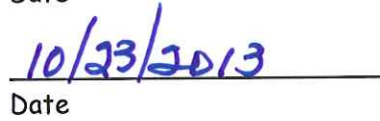
Laura Taylor Davis, County Treasurer, CIO



Date



Terri White, Chief Deputy Treasurer, CIO



Date

COST AMOUNT SUMMARY OF INVESTMENTS BY FUNDS

General Fund
TexPool \$ 2,350,943.92

Total Cost of all funds invested for the month of September 2013 \$ 2,350,943.92

Book Value is the same because all investments are with TexPool and the Share Price is maintained at \$1.00

TEXPOOL QUARTER ENDING 09/30/2013 ACTIVITY REPORT

FUND 1 - POOLED FUND GROUP

DATE	DESC.	GENERAL FUND	EXPO. COMPLEX	TOTAL
06/30/13	June Balance	\$ 2,350,674.59	\$ -	\$ 2,350,674.59
07/31/13	July Interest	\$ 106.02	\$ -	\$ 106.02
07/31/13	July Balance	\$ 2,350,780.61	\$ -	\$ 2,350,780.61
08/31/13	August Interest	\$ 87.12	\$ -	\$ 87.12
08/31/13	August Balance	\$ 2,350,867.73	\$ -	\$ 2,350,867.73
09/30/13	September Interest	\$ 76.19	\$ -	\$ 76.19
09/30/13	September Balance	\$ 2,350,943.92	\$ -	\$ 2,350,943.92

INVESTMENTS BY FUND GROUP AND STRATEGY TYPE

FUND 1 - POOLED FUND GROUP		
General Fund		\$ 2,350,943.92
Health Endowment Fund		\$ -
State Lateral Road		\$ -
Courthouse Security		\$ -
Strategy Type:	OPERATING FUNDS	\$ 2,350,943.92
General Obligation Debt Svc.		\$ -
Strategy Type:	DEBT SERVICE FUNDS	\$ -
General Permanent Impv.		\$ -
Exposition Center Fund		\$ -
Strategy Type:	SPECIAL PROJ. & PERM. IMPV. DEBT	\$ -
	Fund 1 - Group Total	\$ 2,350,943.92

BOOK VALUE OF ALL INVESTED FUNDS FOR SEPTEMBER 2013 \$ 2,350,943.92