

Nueces County Hospital District  
 Annual Investment Report  
 October 1, 2013 - September 30, 2014

Summary Holdings Statistics:

| <u>Portfolio as of September 30, 2013</u> |                | <u>Portfolio as of September 30, 2014</u> |              |
|---|----------------|---|--------------|
| Ending Book Value                         | \$106,723,011  | Ending Book Value                         | \$87,557,302 |
| Ending Market Value                       | \$106,724,710  | Ending Market Value                       | \$87,554,734 |
| Unrealized Gain/Loss                      | \$1,699        | Unrealized Gain/Loss                      | (\$2,568)    |
| Ending WAM                                | 35 Days        | Ending WAM                                | 180 Days     |
| Change in Market Value                    | (\$19,169,976) |   |              |
| Investment Income for Period              | \$104,610      |   |              |

This report reflects Nueces County Hospital District's investment policy and strategies in accordance with the Public Funds Investment Act.

INVESTMENT OFFICERS:

  
 JONNY F. HIPPI, ADMINISTRATOR

  
 DENA BRUNI, ASSISTANT ADMINISTRATOR

  
 DONNA LITTLEFIELD, DIRECTOR OF ACCOUNTING & FINANCE

Notes

1. On a year over year basis, the value of the portfolio declined by \$19,169,976. However, of that decline, \$19,165,709 represents net expenditures by the District for operations. There was a net unrealized loss of \$4,267, but the District does not sell securities prior to maturity. Therefore, the loss is for notation purposes only.

Nueces County Hospital District  
 Annual Investment Report - By Fund  
 Fiscal Year Comparison 09/30/2013 and 09/30/2014

| Settle Date | Maturity Date | Security                    | Holder            | Acct Name               | Coupon | 09/30/2013 Book | 09/30/2013 Market | 09/30/2014 Book | 09/30/2014 Market | Change MV    |
|-------------|---------------|-----------------------------|-------------------|-------------------------|--------|-----------------|-------------------|-----------------|-------------------|--------------|
|             |               | Investment Pool             | Texpool           | Indigent Care Fund      |        | 6,054,611       | 6,054,611         | 3,585,511       | 3,585,511         | (2,469,101)  |
|             |               | Investment Pool             | LOGIC             | Indigent Care Fund      |        | 17,297          | 17,297            | 17,314          | 17,314            | 17           |
|             |               | Investment Pool             | TexSTAR           | Indigent Care Fund      |        | 15,050,734      | 15,050,734        | 7,565,317       | 7,565,317         | (7,485,418)  |
| 03/18/2013  | 03/18/2015    | FHLMC - 1x Call             | Safekeeping       | Indigent Care Fund      | 0.350% | 3,000,000       | 3,000,804         | 3,000,000       | 3,003,048         | 2,244        |
| 07/30/2013  | 07/30/2015    | FHLMC - Callable            | Safekeeping       | Indigent Care Fund      | 0.500% | 3,000,000       | 3,000,888         | 0               | 0                 | (3,000,888)  |
| 05/19/2014  | 05/19/2017    | FHLMC - Qtrly Call          | Safekeeping       | Indigent Care Fund      | 1.125% | 0               | 0                 | 3,000,000       | 3,001,695         | 3,001,695    |
| 05/28/2014  | 05/26/2017    | FHLMC - Qtrly Call          | Safekeeping       | Indigent Care Fund      | 1.000% | 0               | 0                 | 3,000,000       | 2,996,850         | 2,996,850    |
| 06/16/2014  | 06/16/2017    | FHLMC - Callable            | Safekeeping       | Indigent Care Fund      | 1.000% | 0               | 0                 | 3,000,000       | 2,997,117         | 2,997,117    |
| 08/21/2014  | 08/21/2017    | FHLB - Qtrly Call           | Safekeeping       | Indigent Care Fund      | 1.200% | 0               | 0                 | 3,000,000       | 2,996,694         | 2,996,694    |
| 09/29/2014  | 09/29/2017    | FHLB - Qtrly Call           | Safekeeping       | Indigent Care Fund      | 1.300% | 0               | 0                 | 3,000,000       | 3,002,025         | 3,002,025    |
|             |               | Subtotal                    |                   |                         |        | 27,122,643      | 27,124,335        | 29,168,141      | 29,165,570        | 2,041,235    |
|             |               | Investment Pool             | Tex Pool-00007    | Tobacco Settlement      |        | 643             | 643               | 122             | 122               | (521)        |
|             |               | Subtotal                    |                   |                         |        | 643             | 643               | 122             | 122               | (521)        |
|             |               | Short Term Treasury         | Frost Trust       | SI - Emp Health Ben     |        | 359,225         | 359,225           | 357,485         | 357,485           | (1,740)      |
|             |               | Subtotal                    |                   |                         |        | 359,225         | 359,225           | 357,485         | 357,485           | (1,740)      |
|             |               | Subtotal - Designated Funds |                   |                         |        | 27,482,511      | 27,484,203        | 29,525,748      | 29,523,177        | 2,038,974    |
| 10/01/1986  | 10/15/2016    | GNMA Pool #155679           | Frost Safekeeping | General Fund            | 9.000% | 327             | 334               | 175             | 178               | (156)        |
|             |               | Investment Pool             | Texpool-00004     | General Fund            |        | 10,448,263      | 10,448,263        | 11,593,672      | 11,593,672        | 1,145,409    |
|             |               | Investment Pool             | Texpool-00009     | GF - Membership Revenue |        | 67,704,550      | 67,704,550        | 45,082,776      | 45,082,776        | (22,621,774) |
|             |               | Commercial Cash             | Frost Bank        | GF - Operating          |        | 612,937         | 612,937           | 879,150         | 879,150           | 266,214      |
|             |               | Commercial Cash             | Frost Bank        | GF - Payroll            |        | 1,000           | 1,000             | 1,001           | 1,001             | 1            |
|             |               | Subtotal                    |                   |                         |        | 78,767,077      | 78,767,083        | 57,556,774      | 57,556,777        | (21,210,306) |
|             |               | Investment Pool             | Texpool-00003     | Debt Svc Fund           |        | 473,423         | 473,423           | 474,780         | 474,780           | 1,356        |
|             |               | Subtotal                    |                   |                         |        | 473,423         | 473,423           | 474,780         | 474,780           | 1,356        |
|             |               | Grandtotal - All Funds      |                   |                         |        | 106,723,011     | 106,724,710       | 87,557,302      | 87,554,734        | (19,168,976) |

Weighted Avg Maturity: 180 Days

Weight Avg Yield to Maturity: 0.203%

Benchmark: 0.050%