

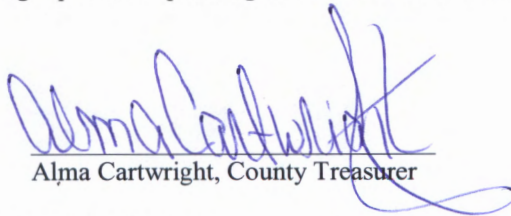
Aransas County Treasurer's Report
1ST Quarter Ending March 31, 2014

The Treasurer's Quarterly Investment Report includes all activity and positions for the **1st Quarter 2014**.

The total of all cash and investments that are in the custody of the County Treasurer at the time of this report is:

\$26,406,019.49

Therefore, I, ALMA CARTWRIGHT, County Treasurer of Aransas County, Texas, who being fully sworn and subscribed before the County Judge and the County Commissioners of said Aransas County, state that the within and foregoing report is true and correct to the best of my knowledge. Filed with accompanying reports, in open **Regular Session Commissioners' Court**, on this date, **April 28, 2014**.


Alma Cartwright, County Treasurer

Commissioners' Court having reviewed the Treasurer's Report as presented, having taken reasonable steps to ensure its accuracy and based upon presentations of the Treasurer's Office approve the report, and request that it be filed with the official minutes of this meeting. {LGC 114.026(c)}

WITNESS OUR HANDS, officially this **28th** day of **April, 2014**.

C.H. "Burt" Mills, Jr., County Judge

Jack Chaney, Commissioner Pct 1

Leslie Casterline, Commissioner Pct 2

Charles Smith, Commissioner Pct 3

Betty Stiles, Commissioner Pct 4

FILED FOR RECORD this 28th day of April, 2014 and recorded the _____ day of _____, 2014.

Peggy L. Friebe, County Clerk

ARANSAS COUNTY INVESTMENT PORTFOLIO

1st Quarter 2014 Ending 3/31/2014

Total All Funds/All Investment Types	Beginning Balance 1/1/14	Ending Balance 3/31/14	Ending Balance 6/30/14	Ending Balance 9/30/14	Ending Balance 12/31/14
Operating Funds	12,612,764.61	16,570,613.80			
CO's 2003 I&S	28,186.04	402.08			
CO's 2007 I&S	364,851.50	425,019.67			
CO's 2009 I&S	343,810.49	385,254.17			
2009 Capital Projects	52,363.52	52,363.52			
CO's 2011 Flood I&S	172,823.17	191,379.82			
2011 Flood Capital Projects	4,147,344.05	3,542,162.32			
CO's 2012 I&S	48,039.67	58,912.58			
2012 Capital Projects	2,253,528.10	2,254,003.50			
LTR Bonds 2012 I&S	813,572.22	773,079.32			
CO's 2011 Venue I&S	10,151.30	10,100.58			
2011 Venue Capital Projects	1,456,671.79	1,408,221.92			
Venue Projects Account	138,192.81	367,412.16			
Venue Tax Account	558,069.19	367,094.05			
	23,000,368.46	26,406,019.49	0.00	0.00	0.00

	2014 Interest Earned Operations	2014 Interest Earned Bond Funds	2014 Total Interest Earned
1st Qtr	8,082.10	1,379.49	9,461.59
2nd Qtr			0.00
3rd Qtr			0.00
4th Qtr			0.00
Accrued	8,082.10	1,379.49	9,461.59
	4,263.25	324.10	4,587.35
	12,345.35	1,703.59	14,048.94
2014 Budgeted - OPERATIONS ONLY			30,350.00
Percent of Budget - OPERATIONS ONLY			40.68%

Investments Detailed by Fund	Book Value 1/1/14	Deposits 1/1/14-3/31/14	Interest Credited 1/1/14-3/31/14	Withdrawals 1/1/14-3/31/14	Book Value 03/31/14	Percent of Portfolio	Maturity	Avg. Yield	Accrued Interest	Interest Earned prior periods	YTD Interest Earned
OPERATING FUNDS											
American Bank	1,914,861.83	14,355,667.67	0.00	13,975,770.31	2,294,759.19	8.6903%			0.00	0.00	0.00
TexPool	1,099,817.88	107,000.00	88.45	115,000.00	1,091,906.33	4.1351%	Daily	0.0300%	0.00	0.00	88.45
Cash Account Trust	5,398,325.04	837,009.60	402.38	400,009.60	5,835,727.42	22.1000%	Daily	0.0300%	0.00	0.00	402.38
Texas CLASS	149,250.23	3,400,000.00	337.18	0.00	3,549,587.41	13.4423%	Daily	0.1000%	0.00	0.00	337.18
Tex STAR	1,063,646.24	440,019.99	86.00	442,019.99	1,061,732.24	4.0208%	Daily	0.0356%	0.00	0.00	86.00
Wells Fargo Heritage Money Market Fund	250,863.39	0.00	37.82	0.00	250,901.21	0.9502%	Daily	0.0600%	0.00	0.00	37.82
IBC Bank CD#2910129438	250,000.00	0.00	1,250.00	1,250.00	250,000.00	0.9468%	3/26/15	0.5000%	17.12	0.00	1,267.12
Prosperity Bank CD#89000864	250,000.00	0.00	376.71	376.71	250,000.00	0.9468%	10/29/14	0.6000%	252.06	0.00	628.77
Huntington Natl Bank,Columbus OH CD#446438N58	250,000.00	0.00	1,008.22	251,008.22	0.00	0.0000%	MATURED		0.00	0.00	1,008.22
BMW Bank N America CD#05568PY76	250,000.00	0.00	1,071.23	1,071.23	250,000.00	0.9468%	8/18/14	0.8500%	244.52	0.00	1,315.75
American Express Centurion CD#02587DQM3	248,000.00	0.00	875.13	875.13	248,000.00	0.9392%	7/27/15	0.7000%	309.15	0.00	1,184.28
Ally Bank CD#02005Q5N9	248,000.00	0.00	1,250.19	1,250.19	248,000.00	0.9392%	8/22/16	1.0000%	258.19	0.00	1,508.38
Discover Bank CD#254671UF5	248,000.00	0.00	1,312.70	1,312.70	248,000.00	0.9392%	8/22/16	1.0500%	271.10	0.00	1,583.80
TCF National Bank CD#87227BAZ9	248,000.00	0.00	0.00	0.00	248,000.00	0.9392%	10/16/14	0.3500%	394.76	0.00	394.76
Goldman Sachs Bank USA CD#38147JMW9	248,000.00	0.00	0.00	0.00	248,000.00	0.9392%	10/17/16	1.1000%	1,240.68	0.00	1,240.68
Charter Bank CD#21831	248,000.00	0.00	0.00	0.00	248,000.00	0.9392%	11/26/14	0.5000%	424.66	0.00	424.66
Safra National Bank CD#78658ANG9	248,000.00	0.00	0.00	0.00	248,000.00	0.9392%	10/15/15	0.7500%	851.01	0.00	851.01
Various Interest other Offices	0.00	0.00	(13.91)	0.00	0.00				0.00	0.00	(13.91)
Operating Funds - Total Detailed	12,612,764.61	19,139,697.26	8,082.10	15,189,944.08	16,570,613.80	62.7532%		0.5104%	4,263.25	0.00	12,345.35

ARANSAS COUNTY INVESTMENT PORTFOLIO

1st Quarter 2014 Ending 3/31/2014

Investments Detailed by Fund	Book Value 1/1/14	Deposits 1/1/14-3/31/14	Interest Credited 1/1/14-3/31/14	Withdrawals 1/1/14-3/31/14	Book Value 03/31/14	Percent of Portfolio	Maturity	Avg. Yield	Accrued Interest	Interest Earned prior periods	YTD Interest Earned
CO's 2003 I&S (#620)											
American Bank	623.57	31,878.51	0.00	32,100.00	402.08	0.0015%			0.00	0.00	0.00
Cash Account Trust	27,303.40	0.00	1.44	27,304.84	0.00	0.0000%	Daily	0.0300%	0.00	0.00	1.44
Texas CLASS	259.07	0.00	0.00	259.07	0.00	0.0000%		0.1000%	0.00	0.00	0.00
CO's 2003 I&S - Total Detailed	28,186.04	31,878.51	1.44	59,663.91	402.08	0.0015%		0.0650%	0.00	0.00	1.44
CO's 2007 I&S (#630)											
American Bank	84,104.94	242,100.98	0.00	321,970.00	4,235.92	0.0160%			0.00	0.00	0.00
Cash Account Trust	189,380.73	0.00	14.25	0.00	189,394.98	0.7172%	Daily	0.0300%	0.00	0.00	14.25
Texas CLASS	91,365.83	140,000.00	22.94	0.00	231,388.77	0.8763%		0.1000%	0.00	0.00	22.94
CO's 2007 I&S - Total Detailed	364,851.50	382,100.98	37.19	321,970.00	425,019.67	1.6096%		0.0650%	0.00	0.00	37.19
CO's 2009 I&S (#640)											
American Bank	88,121.28	307,186.09	0.00	389,775.00	5,532.37	0.0210%			0.00	0.00	0.00
Cash Account Trust	179,267.72	0.00	13.37	0.00	179,281.09	0.6789%	Daily	0.0300%	0.00	0.00	13.37
Texas CLASS	76,421.49	124,000.00	19.22	0.00	200,440.71	0.7591%		0.1000%	0.00	0.00	19.22
CO's 2009 I&S - Total Detailed	343,810.49	431,186.09	32.59	389,775.00	385,254.17	1.4590%		0.0650%	0.00	0.00	32.59
2009 CAPITAL PROJECTS (#760)											
American Bank	52,363.52	0.00	0.00	0.00	52,363.52	0.1983%			0.00	0.00	0.00
Cash Account Trust	0.00	0.00	0.00	0.00	0.00	0.0000%	Daily	0.0300%	0.00	0.00	0.00
2009 Capital Projects - Total Detailed	52,363.52	0.00	0.00	0.00	52,363.52	0.1983%		0.0300%	0.00	0.00	0.00
CO's 2011 FLOOD I&S (#230)											
American Bank	97,209.96	315,662.73	0.00	398,125.00	14,747.69	0.0558%	Daily		0.00	0.00	0.00
Texas CLASS	75,613.21	101,000.00	18.92	0.00	176,632.13	0.6689%	Daily	0.1000%	0.00	0.00	18.92
CO's 2011 Flood I&S - Total Detailed	172,823.17	416,662.73	18.92	398,125.00	191,379.82	0.7248%		0.1000%	0.00	0.00	18.92
CO's 2011 VENUE I&S (#300)											
American Bank	242.27	46,750.00	0.00	46,803.27	189.00	0.0007%			0.00	0.00	0.00
Texas CLASS	9,909.03	0.00	2.55	0.00	9,911.58	0.0375%	Daily	0.1000%	0.00	0.00	2.55
CO's 2011 Venue I&S - Total Detailed	10,151.30	46,750.00	2.55	46,803.27	10,100.58	0.0383%		0.1000%	0.00	0.00	2.55
2011 VENUE CAPITAL PROJECTS (#310)											
American Bank	47,626.74	20,715.00	0.00	49,335.02	19,006.72	0.0720%			0.00	0.00	0.00
Cash Account Trust	1,000,146.20	0.00	73.91	0.00	1,000,220.11	3.7878%	Daily	0.0300%	0.00	0.00	73.91
Texas CLASS	205,886.81	0.00	48.51	20,000.00	185,935.32	0.7041%	Daily	0.1000%	0.00	0.00	48.51
Texas CLASS - RESERVE	203,012.04	0.00	47.73	0.00	203,059.77	0.7690%	Daily	0.1000%	0.00	0.00	47.73
2011 VENUE Capital Projects - Total Detailed	1,456,671.79	20,715.00	170.15	69,335.02	1,408,221.92	5.3330%		0.0767%	0.00	0.00	170.15
VENUE TAX ACCOUNT (#290)											
American Bank	100,715.36	257,815.97	0.00	312,830.55	45,700.78	0.1731%			0.00	0.00	0.00
TexSTAR	457,353.83	75,000.00	39.44	211,000.00	321,393.27	1.2171%	Daily	0.0356%	0.00	0.00	39.44
Venue Tax Account - Total Detailed	558,069.19	332,815.97	39.44	523,830.55	367,094.05	1.3902%		0.0356%	0.00	0.00	39.44

ARANSAS COUNTY INVESTMENT PORTFOLIO

1st Quarter 2014 Ending 3/31/2014

Investments Detailed by Fund	Book Value 1/1/14	Deposits 1/1/14-3/31/14	Interest Credited 1/1/14-3/31/14	Withdrawals 1/1/14-3/31/14	Book Value 03/31/14	Percent of Portfolio	Maturity	Avg. Yield	Accrued Interest	Interest Earned prior periods	YTD Interest Earned	
VENUE PROJECTS ACCOUNT (#295)												
American Bank	3,047.03	241,000.00	0.00	202,799.18	41,247.85	0.1562%			0.00	0.00	0.00	
Texas CLASS	50,070.69	0.00	11.71	0.00	50,082.40	0.1897%	Daily	0.1000%	0.00	0.00	11.71	
TexSTAR	85,075.09	191,000.00	6.82	0.00	276,081.91	1.0455%	Daily	0.0356%	0.00	0.00	6.82	
Venue Projects Account - Total Detailed	138,192.81	432,000.00	18.53	202,799.18	367,412.16	1.3914%		0.0678%	0.00	0.00	18.53	
CO's 2012 I & S (#320)												
American Bank	23,952.25	77,214.88	0.00	96,347.82	4,819.31	0.0183%			0.00	0.00	0.00	
Texas CLASS	24,087.42	30,000.00	5.85	0.00	54,093.27	0.2049%	Daily	0.1000%	0.00	0.00	5.85	
CO's 2012 I&S - Total Detailed	48,039.67	107,214.88	5.85	96,347.82	58,912.58	0.2231%		0.1000%	0.00	0.00	5.85	
2012 CAPITAL PROJECTS (#330)												
American Bank	4,759.87	0.00	0.00	53.15	4,706.72	0.0178%			0.00	0.00	0.00	
Texas CLASS	2,248,768.23	0.00	528.55	0.00	2,249,296.78	8.5181%	Daily	0.1000%	0.00	0.00	528.55	
2012 Capital Projects - Total Detailed	2,253,528.10	0.00	528.55	53.15	2,254,003.50	8.5359%		0.1000%	0.00	0.00	528.55	
LTR BONDS 2012 I&S (#340)												
American Bank	86,547.51	625,981.82	0.00	705,644.73	6,884.60	0.0261%			0.00	0.00	0.00	
Texas CLASS	727,024.71	63,000.00	170.01	24,000.00	766,194.72	2.9016%	Daily	0.1000%	0.00	0.00	170.01	
LTR Bonds 2012 I&S - Total Detailed	813,572.22	688,981.82	170.01	729,644.73	773,079.32	2.9277%		0.1000%	0.00	0.00	170.01	
2011 FLOOD CAPITAL PROJECTS (#240)												
American Bank	242,576.40	625,000.00	0.00	805,536.00	62,040.40	0.2349%			0.00	0.00	0.00	
Cash Account Trust	2,202,473.93	0.00	162.90	0.00	2,202,636.83	8.3414%	Daily	0.0300%	0.00	0.00	162.90	
Texas CLASS	453,647.47	0.00	106.44	0.00	453,753.91	1.7184%	Daily	0.1000%	0.00	0.00	106.44	
Tex STAR	1,000,646.25	200,000.00	84.93	625,000.00	575,731.18	2.1803%	Daily	0.0356%	0.00	0.00	84.93	
Wells Fargo Heritage Money Market Fund	0.00	0.00	0.00	0.00	0.00	0.0000%	Daily	0.0600%	0.00	0.00	0.00	
Mizuho Corp Bank CD#60688MCP7	248,000.00	0.00	0.00	0.00	248,000.00	0.9392%	4/23/14	0.3000%	324.10	0.00	324.10	
2011 Flood Capital Projects - Total Detailed	4,147,344.05	825,000.00	354.27	1,430,536.00	3,542,162.32	13.4142%		0.1051%	324.10	0.00	678.37	
								0.6155%				
			9,461.59				26,406,019.49			4,587.35	0.00	14,048.94

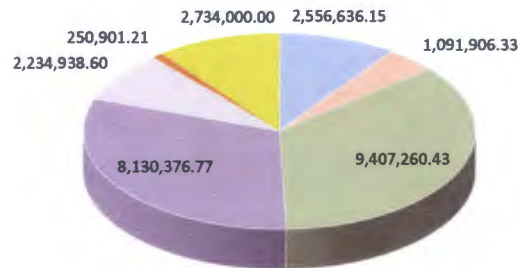
ARANSAS COUNTY INVESTMENT PORTFOLIO

1st Quarter 2014 Ending 3/31/2014

Total Investments by Investment Type	Book Value 1/1/14	Deposits 1/1/14-3/31/14	Interest Credited 1/1/14-3/31/14	Withdrawals 1/1/14-3/31/14	Book Value 03/31/14	Investment Type	% of Portfolio
American Bank	2,746,752.53	17,146,973.65	0.00	17,337,090.03	2,556,636.15	Depository Bank-Operations	8.6903%
TexPool	1,099,817.88	107,000.00	88.45	115,000.00	1,091,906.33	Depository Bank-Bond Funds	0.9917%
Cash Account Trust	8,996,897.02	837,009.60	668.25	427,314.44	9,407,260.43	Pools-Operating Funds	43.6982%
Texas CLASS	4,315,316.23	3,858,000.00	1,319.61	44,259.07	8,130,376.77	Pools-Bond Funds	35.3159%
TexSTAR	2,606,721.41	906,019.99	217.19	1,278,019.99	2,234,938.60	CD's-Operations	#REF!
Wells Fargo MM	250,863.39	0.00	37.82	0.00	250,901.21	CD's-Bond Funds	#REF!
CD's	2,984,000.00	0.00	7,144.18	257,144.18	2,734,000.00	MM-Bond Funds	0.950167%
Various from Other Offices			(13.91)				
	23,000,368.46	22,855,003.24	9,461.59	19,458,827.71	26,406,019.49		

- American Bank
- TexPool
- Cash Account Trust
- Texas CLASS
- TexSTAR
- Wells Fargo MM
- CD's

Investments By Type



Comparative Rates	4th Qtr 2011	1st Qtr 2012	2nd Qtr 2012	3rd Qtr 2012	4th Qtr 2012	1st Qtr 2013	2nd Qtr 2013	3rd Qtr 2013	4th Qtr 2013	1st Qtr 2014
Aransas County - Average Earned	0.456%	0.432%	0.427%	0.451%	0.448%	0.5030%	0.5116%	0.5200%	0.3163%	0.5100%
3 Month Treasury Bill	0.150%	0.0700%	0.0840%	0.0760%	0.0480%	0.0700%	0.0700%	0.0300%	0.0300%	0.0300%
6 Month Treasury Bill	5.100%	0.1300%	0.1550%	0.1320%	0.1100%	0.1100%	0.0900%	0.0700%	0.0600%	0.0400%
12 Month Treasury Bill	0.104%	0.1950%	0.2060%	0.1520%	0.1500%	0.1500%	0.1500%	0.1000%	0.1000%	0.1200%
24 Month Treasury Bill	0.239%	0.3230%	0.3010%	0.2340%	0.2700%	0.2400%	0.3600%	0.3100%	0.3700%	0.3800%
60 Month Treasury Bill	0.832%	1.0080%	0.7180%	0.6200%	0.7600%	0.7600%	1.3900%	1.2800%	1.6200%	1.6300%
Cash Account Trust-Average	0.030%	0.0300%	0.0300%	0.0300%	0.0300%	0.0300%	0.0300%	0.0300%	0.0300%	0.0300%
TexPool-Average	0.090%	0.1150%	0.1300%	0.1400%	0.1458%	0.1458%	0.0576%	0.0394%	0.0300%	0.0300%
Texas CLASS-Average	0.190%	0.2500%	0.2600%	0.2300%	0.2100%	0.2100%	0.1600%	0.0900%	0.1000%	0.1000%
TexSTAR-Average	0.082%	0.1148%	0.1379%	0.1574%	0.1647%	0.1647%	0.0860%	0.0390%	0.0295%	0.0356%
Wells Fargo Money Market Fund							0.0800%	0.0600%	0.0600%	0.0600%

ARANSAS COUNTY INVESTMENT PORTFOLIO

1st Quarter 2014 Ending 3/31/2014

Cash & Investment Position - 3 Year Comparison

Fund	Fund #	Balance 3/31/12	Balance 3/31/13	Balance 3/31/14
General Fund	120	8,390,185.49	9,138,460.94	9,966,411.01
Unclaimed Property Fund	140	437.27	2,332.92	3,625.42
Payroll Fund	190	67,713.94	56,616.87	56,939.13
Road & Bridge Fund	200	2,372,912.01	2,380,298.65	2,460,338.77
Flood Control Fund	220	1,260,141.84	1,269,757.28	1,455,968.90
Waterway Restoration	270	xxxxxxxxxx	75,299.51	118,518.49
Hotel/Motel Tax Fund	280	398,052.72	316,509.96	373,303.11
County Clerk Records Archive Fee	350	212,779.57	120,741.56	158,345.50
County Child Abuse Prevention	370	642.59	723.71	728.86
County Attorney Hot Check Fund	380	7,127.79	6,271.23	2,622.48
District Clerk Records Management	390	20,784.61	22,830.95	24,960.66
Mosquito Control Fund	400	151,543.01	21,997.83	104,018.64
Library Fund	410	63,414.24	54,075.27	59,027.02
Credit Card Clearing Fund	420	0.00	2,619.50	3,992.90
Capital Projects (Grants) Fund	430	(140,451.23)	(95,357.16)	(145,839.80)
Special Contingency Fund	440	88,888.70	91,727.77	94,645.55
County Clerk Records Management	450	115,843.78	109,438.49	103,603.10
OMNI	460	3,422.42	4,407.69	3,413.44
Law Library	470	47,071.89	47,633.51	45,999.27
Courthouse Security Fund	480	6,706.58	5,966.97	23,163.35
County Wide Record Management	490	166,782.47	176,959.67	187,474.81
Airport Fund	500	467,024.46	570,758.96	575,138.52
Indigent Health Care	520	43,107.01	(67,321.88)	162,334.58
Aransas County Assistance Program	530	29,809.44	54,706.70	60,709.74
ARRA Grant	540	0.00	0.00	0.00
Health Care Sales Tax Fund	550	(31,071.02)	186,082.37	211,545.05
Pre-Trial Intervention Program	560	20,628.92	5,770.40	5,084.00
Title IV-B Child Support	570	10,511.10	10,511.10	10,511.10
Out of County Juvenile Detention	580	348.52	348.52	348.52
Road Bond I&S	600	97.61	98.84	110.42
Court Reporter Service Fee Fund	610	64,166.24	71,695.33	79,046.67
Chapter 19 Voter Registration	650	91.75	(232.34)	336.48
Officers Fee Accounts	660	97,511.05	109,350.65	111,771.01
Juvenile Case Management Fund	670	23,497.47	24,907.98	8,734.99
DEA Forfeiture Fund	680	67,939.35	67,524.92	64,524.92
Election Service Contract	690	xxxxxxxxxx	xxxxxxxxxx	1,157.91
Fire Dept Capital Projects	700	0.00	0.00	0.00
Appellate Judicial System Fund	740	513.41	1,601.58	2,546.52
Special Forfeiture Fund	800	2,658.23	4,847.23	8,245.76
County & District Court Tech Fund	810	1,600.55	2,668.85	3,744.61
Technology Fund	820	96,541.18	93,646.86	104,864.57
District Court Records Tech Fund	830	2,142.14	3,172.98	4,061.96
Court Record Preservation Fund	840	12,677.35	18,267.18	23,764.91
Civil Process Fund	850	6,048.45	6,048.45	8,048.45
Advance Tax Collections	890	0.00	0.00	0.00
Escheat (State)	910	0.00	0.00	0.00
Teclose Training Fund	960	20,971.72	16,519.86	22,722.50
CO's 2011 Flood I&S	230	90,546.49	137,287.54	191,379.82
2011 Flood Capital Projects	240	5,502,331.32	5,259,022.37	3,542,162.32
Venue Tax Fund	290	335,259.29	343,690.79	367,094.05
Venue Projects Account	295	xxxxxxxxxx	190,310.40	367,412.16
CO's 2011 Venue I&S	300	10,877.04	10,572.28	10,100.58
2011 Venue Capital Projects	310	2,210,934.74	1,948,211.40	1,408,221.92
CO's 2012 I&S	320	xxxxxxxxxx	49,238.31	58,912.58
2012 Capital Projects	330	xxxxxxxxxx	2,251,473.46	2,254,003.50
LTR Bonds 2012 I&S	340	xxxxxxxxxx	656,279.85	773,079.32
CO's 2003 I&S	620	698,056.81	50,260.93	402.08
CO's 2007 I&S	630	218,775.15	292,424.87	425,019.67
CO's 2009 I&S	640	254,652.78	317,520.28	385,254.17
2009 Capital Projects	760	378,260.09	190,881.55	52,363.52
		23,870,508.33	26,687,461.69	26,406,019.49

Depository Bank
Securities

	3/31/12	3/31/13	3/31/14
	1,450,959.72	2,777,717.99	2,556,636.15
	22,419,548.61	23,909,757.76	23,849,383.34
	23,870,508.33	26,687,475.75	26,406,019.49

TOTAL FUNDS



Alma Cartwright
Alma Cartwright, CIO, County Treasurer

Date: 4-19-14

Leslie M. Kirk

Leslie M. Kirk, County Auditor

Date: 4-21-14

Susan Woodley
Susan Woodley, Chief Deputy Treasurer

Date: 4-21-14

03/31/2014

INVESTMENTS & CASH

Issue/Renew Date	Settlement Date	BANK	TYPE	NO.	AMOUNT	RATE	TERM	MATURES	INTEREST PAID	NEXT INTEREST	% of Portfolio	Broker Issued By	Safe Keeping
3/26/14	3/26/14	IBC Bank	CD	2910129438	250,000.00	0.500%	1 Yr	3/26/15	Maturity	3/26/15	0.95%	R&B IBC	IBC
10/16/13	10/16/13	TCF National Bank	CD	872278AZ9	248,000.00	0.350%	1 Yr	10/16/14	Maturity	10/16/14	0.94%	R&B CoastalSec	AmerBank
11/26/13	11/26/13	Charter Bank Rockport	CD	21831	248,000.00	0.500%	1 Yr	11/26/14	Maturity	11/26/14	0.94%	AIRPORT Charter	Charter
10/29/13		Prosperity Bank	CD	89000864	250,000.00	0.600%	1 Yr	10/29/14	Quarterly	4/29/14	0.95%	GEN Prosperity	Prosperity
1/27/12	1/27/12	Huntington Natl Bank, Columbus OH	CD	446438NS8	250,000.00	0.800%	2 Yrs	1/27/14	Semi-Annual	1/27/14			
8/17/12	8/17/12	BMW Bank North America	CD	05568PY76	250,000.00	0.850%	2 Yrs	8/18/14	Semi-Annual	8/18/14	0.95%	GEN WellsFargo	AmerBank
7/25/13	7/29/13	American Express Centurion Bank	CD	02587DQM3	248,000.00	0.700%	2 Yrs	7/27/15	Semi-Annual	7/27/14	0.94%	GEN WellsFargo	AmerBank
8/21/13	8/21/13	Ally Bank-Midvale UT	CD	02005Q5N9	248,000.00	1.000%	3 Yrs	8/22/16	Semi-Annual	8/21/14	0.94%	GEN WellsFargo	WellsFargo
8/21/13	8/21/13	Discover Bank	CD	254671UF5	248,000.00	1.050%	3 Yrs	8/22/16	Semi-Annual	8/21/14	0.94%	GEN WellsFargo	WellsFargo
10/16/13	10/16/13	Goldman Sachs Bank USA	CD	38147JMW9	248,000.00	1.100%	3 Yrs	10/17/16	Semi-Annual	4/16/14	0.94%	GEN CoastalSec	AmerBank
10/15/13	10/15/13	SAFRA National Bank	CD	78658AN69	248,000.00	0.750%	2 Yrs	10/15/15	Semi-Annual	4/15/14	0.94%	GEN CoastalSec	AmerBank
10/23/13	10/23/13	Mizuho Corp Bank USA	CD	60688MCP9	248,000.00	0.300%	6 months	4/23/14	Maturity	4/23/14	0.94%	FLOOD CoastalSec	AmerBank

2,734,000.00

All CD's 10.35%

CD's-GEN 6.59%

1 year	250,000.00	0.95%
2 years	746,000.00	2.83%
3 years	744,000.00	2.82%
	<u>1,740,000.00</u>	

CD's-AIRPORT 0.94%

1 year	<u>248,000.00</u>	0.94%
	248,000.00	

CD's-R&B 1.89%

1 year	<u>498,000.00</u>	1.89%
	498,000.00	

CD's-FLOOD 0.94%

3 months	0.00	0.00%
6 months	248,000.00	0.94%
9 months	0.00	0.00%
	<u>248,000.00</u>	

03/31/2014

INVESTMENTS & CASH

Issue/Renew Date	Settlement Date	BANK	TYPE	NO.	AMOUNT	RATE	TERM	MATURES	INTEREST PAID	NEXT INTEREST	% of Portfolio	Broker Issued By	Safe Keeping
1,091,906.33		TexPool	Pool		1,091,906.33	0.054%			Monthly		4.14%		
9,407,260.43		CAT	Pool		5,835,727.42	0.030%			Monthly		22.10%		
		CAT-2011 FLOOD CAPITAL PROJECTS	Pool		2,202,636.83	0.030%			Monthly		8.34%		
		CAT-CO's 2003 I&S	Pool		0.00	0.030%							
		CAT-CO's 2007 I&S	Pool		189,394.98	0.030%							
		CAT-CO's 2009 I&S	Pool		179,281.09	0.030%							
		CAT-2009 Capital Projects	Pool		0.00	0.030%							
		CAT-2011 Venue Capital Projects	Pool		1,000,220.11	0.030%							
8,130,376.77		Texas CLASS	Pool		3,549,587.41	0.240%							
		Texas CLASS-Venue Tax Account	Pool		0.00	0.240%							
		Texas CLASS-Venue Projects Acct	Pool		50,082.40	0.240%							
		Texas CLASS-CO's 2011 Venue I&S	Pool		9,911.58	0.240%							
		Texas CLASS-2011 Venue Capital Proj	Pool		185,935.32	0.240%							
		Texas CLASS-2011 Venue Reserve	Pool		203,059.77	0.240%							
		Texas CLASS-2011 Flood I&S	Pool		176,632.13	0.240%							
		Texas CLASS-2011 Flood Cap Proj	Pool		453,753.91	0.240%							
		Texas CLASS-CO's 2003 I&S	Pool		0.00	0.240%							
		Texas CLASS-CO's 2007 I&S	Pool		231,388.77	0.240%							
		Texas CLASS-CO's 2009 I&S	Pool		200,440.71	0.240%							
		Texas CLASS-CO's 2012 I&S	Pool		54,093.27	0.240%							
		Texas CLASS-Capital Projects 2012	Pool		2,249,296.78	0.240%							
		Texas CLASS-LTR Bonds 2012 I&S	Pool		766,194.72	0.240%							
2,234,938.60		TexSTAR	Pool		1,061,732.24	0.060%							
		TexSTAR-2011 Flood Cap Proj	Pool		575,731.18	0.060%							
		TexSTAR-Venue Tax Account	Pool		321,393.27	0.060%							
		TexSTAR-Venue Projects Acct	Pool		276,081.91	0.060%							
250,901.21		Wells Fargo Advantage Heritage MM	MM		250,901.21	0.049%							
		Wells Fargo Advantage Heritage MM	MM		0.00	0.049%							
		Operations Pools			11,789,854.61						Oper Pools	44.65%	
		BOND Funds Pools			9,325,528.73						Bond Pools	35.32%	
					21,115,383.34						All Pool	79.96%	
		All Securities			23,849,383.34						All Securities	90.32%	
		American Bank	Depository		2,294,759.19						Oper Cash	8.69%	
		American Bank - BONDS	Depository		261,876.96						Bond Cash	0.99%	
					2,556,636.15						All Cash	9.68%	
		GRAND TOTAL			26,406,019.49								

AMERICAN BANK, N.A.


Aransas County
ATTN: Alma Cartwright
301 N Live Oak
Rockport, Texas 78382

RECEIVED
APR 07 2014
Aransas County Treasurer's Office

AMERICAN BANK Held for Aransas County
3/31/2014

Security Description	Par Value	Rate	Due Date	Cusip#
Mizuho Corp CD	248,000.00	0.300%	4/23/2014	60688MCP7
TCF National Bank	248,000.00	0.350%	10/16/2014	872278AZ9
Am Express Cent Bank CD	248,000.00	0.700%	7/27/2015	02587DQM3
SAFRA National Bank	248,000.00	0.750%	10/15/2015	78658ANG9
Goldman Sachs Bank	248,000.00	1.100%	10/17/2016	38147JMW9
BMW Bank of NA	250,000.00	0.850%	8/18/2024	05568PY76
	<u>1,490,000.00</u>			

Prepared by:


Melissa Kaulfus

AMERICAN BANK, N.A.


Aransas County
 ATTN: Alma Cartwright
 301 N Live Oak
 Rockport, Texas 78382

RECEIVED
 APR 07 2014
 Aransas County Treasurer's Office

Pledged Securities
 3/31/2014

Security Description	Par Value	Rate	Due Date	Fair Value	Receipt #
YOAKUM COUNTY TX	745,000.00	4.00%	2/15/2015	745,000.00	
BROWN CNTY	625,000.00	4.00%	9/1/2015	653,562.50	
STANTON TX ISD	610,000.00	4.00%	2/15/2016	649,137.59	
YOAKUM COUNTY TX	775,000.00	4.00%	2/15/2016	775,000.00	
CAMERON ISD	395,000.00	4.00%	2/15/2017	419,197.70	
HEMPSTEAD TX ISD	220,000.00	5.00%	2/15/2017	247,185.39	
DRISCOLL TX ISD	255,000.00	4.00%	8/15/2017	274,759.95	
ROANOKE TX	200,000.00	4.00%	8/15/2017	214,420.00	
MEDINA VALLEY ISD	540,000.00	4.00%	2/15/2018	573,080.40	
TOMBALL TX REF	765,000.00	3.00%	2/15/2018	816,071.40	
MCLENNAN CNTY TX	725,000.00	4.00%	6/1/2018	728,516.25	
EAST CENTRAL TX ISD	840,000.00	3.00%	8/15/2018	918,859.20	
MESQUITE TX	395,000.00	4.00%	3/1/2019	441,629.75	
NORTHSIDE TX ISD	625,000.00	4.00%	8/15/2019	714,025.00	
EDCOUCH ELSA TX ISD	660,000.00	3.00%	2/15/2021	713,189.40	
LA FERIA TX ISD	485,000.00	4.10%	2/15/2021	513,508.29	
CORPUS CHRISTI	690,000.00	4.00%	3/1/2022	769,722.59	
FRIENDSWOOD TX	490,000.00	4.45%	3/1/2023	542,724.00	
Total Pledged	10,040,000.00			10,709,589.41	
FDIC Coverage				250,000.00	
Total Coverage				10,959,589.41	
Balances at 3/31/14				3,820,803.08	
Percentage Covered				287%	
Rate of Interest at 4/1/14				0.00%	

Prepared by:


 Melissa Kaulfus



4900 Woodway, Suite 545 * Houston, Texas 77056 * (713) 626-5741 * 1-800-683-3644 * FAX (713) 626-5742

MONEY MARKET RATE REVIEW

7 DAY AVG WEEK ENDING	CAT	30-DAY	90-DAY	180-DAY	2 YEAR	FED	ON
	DWS Govt Cash * SIMPLE **	T BILL **	T BILL **	T BILL **	NOTE **	FUNDS **	REPOS **
04/04/14	0.03%	0.020%	0.026%	0.053%	0.435%	0.079%	0.076%
03/28/14	0.03%	0.030%	0.042%	0.069%	0.441%	0.083%	0.064%
03/21/14	0.03%	0.053%	0.051%	0.078%	0.396%	0.080%	0.072%
03/14/14	0.03%	0.045%	0.044%	0.078%	0.357%	0.080%	0.082%
AVERAGE	0.03%	0.037%	0.041%	0.070%	0.407%	0.080%	0.073%

* Cash Account Trust Government Securities Portfolio – SEC Registered Money Market Fund for Public Funds – Past Performance does not indicate future results

** Rates as reported on Bloomberg

“UKRAINE, NATURAL GAS & RUSSIA”

Ukraine buys (“imports”) all of its natural gas from Russia. Russia just raised the price of the natural gas it sells to Ukraine – an obvious punishment tactic. Ukraine is broke. The Obama administration proposes to provide \$1 billion in aid to Ukraine as a sign of geo-political support in the battle against Russian aggression. The simple flow of this is that the U.S. taxpayer is going to provide Ukraine with \$1 billion which will be used to pay Russia for natural gas imported at inflated prices. I thought the U.S. was pursuing economic sanctions against Russia as protest and punishment for its aggression.

The United States produces natural gas well in excess of our domestic needs, and has proven the capacity to expand that production significantly further. Our production and exploration companies, along with mineral rights owners, have petitioned our Federal authorities for approval to export surplus natural gas. Facilities are in place for LNG (liquefied natural gas) conversion for export by sea.

Instead of shipping \$1 billion in aid to Ukraine, which would then largely be used to pay Russia for natural gas, the U.S. could pay our domestic producers to export surplus gas directly to Ukraine. Under this simplistic plan, Ukraine gets \$1 billion of free natural gas, the U.S. domestic economy is stimulated and reaps “profits”, while Russia is punished by a loss of export revenues. An additional benefit of this approach is the avoidance of waste and inefficiency in the bureaucratic ineptitude inherent in the deployment and disbursement of international aid.

This is not a political commentary. Regardless of one’s political persuasion, this is a matter of pure economics – embedded in an international policy stance.

04/10/14

Bob Ross
Joan Alexander

ANNOUNCEMENTS

We would like to recognize and welcome the following entities who joined the TexPool program in March 2014:

TexPool

Fort Bend County ESD 5
Harris County MUD 433
North Zulch ISD

Upcoming Events

04/14/14 - 04/15/14
GFOAT Spring Conference
Austin

04/21/14 - 04/24/14
County Treasurers' Education Seminar
Austin

05/06/14 - 05/09/14
LBJ School/TACA
Austin

TexPool Advisory Board Members

R.C. Allen	LaVonne Mason
Pati Buchenau	John McGrane
Jose Elizondo, Jr.	Clay McPhail
Ron Leverett	Vivian Wood

Overseen by the State of Texas Comptroller of Public Accounts Susan Combs.

Operated under the supervision of the Texas Treasury Safekeeping Trust Company.

Additional information regarding TexPool is available upon request:

www.texpool.com
1-866-839-7665
(1-866-TEX-POOL)
Fax: 866-839-3291

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Federated, founded in 1955, is publicly traded on the NYSE. It is one of the largest managers of AAA-rated money market portfolios in the country (Source: iMoneyNet as of 2/28/14).

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G35884-24 (4/14)

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Month in Cash: The end of low-rate frustration is almost in sight

April 1, 2014

Even when you think that you know something, it's still nice to get confirmation. It seemed as clear as can be that bad weather skewed figures in March and held back an economy we thought was improving. The month verified this. We are starting to head back in the right direction and are beginning to see that the slushy data was keeping the economy from gaining traction. People simply weren't going to go out to buy cars or houses when it was zero degrees with a foot of snow. But as the month progressed, we saw fewer weather-related slowdowns and more of a pick-up, with nonfarm payrolls and jobs, manufacturing and various regional surveys becoming positive.

From a rate perspective, the frustration is ending. We haven't seen the light at the end of the tunnel yet, but we can at least imagine seeing it. The Federal Open Market Committee (FOMC) meeting last month furthered this optimism when new chair Janet Yellen announced the continuation of its monthly tapering of asset purchases, lowering the amount of Treasuries and agencies being purchased to \$55 billion from \$65 billion per month. The Fed also moved away from the quantitative approach to forward guidance that had been in place. It is not that the Fed was saying that unemployment and inflationary statistics are no longer important, but rather that they felt a broader, less-quantitative approach was merited. The FOMC statement indicated that the current target range would be in place for a considerable period of time after QE ends, which, if the Fed keeps on the current pace of reduction, could be in late 2014.

Or will it? In her question-and-answer press conference after the FOMC announcement, Yellen went on to describe "considerable" as around six months. Many analysts felt Yellen misspoke, perhaps flustered by the peppering of reporters' questions, but FOMC members didn't race to soften her comments. Maybe more telling was the summary of economic projections released at the time of the announcement; here, the majority of FOMC members thought that tightening would commence in 2015, with an average projection for the fed funds target at year-end 2015 in excess of 1%. With that outlook, in the second half of 2014 we would expect to see a slight steepening of a yield curve that is quite flat now. The bond market seems to bear this out by the fact that few are buying

(continued page 6)

PERFORMANCE AS OF MARCH 31, 2014

	TexPool	TexPool Prime
Current Invested Balance	\$17,256,236,706.59	\$1,212,253,556.16
Weighted Average Maturity (1)*	45 Days	54 Days
Weighted Average Maturity (2)*	78 Days	59 Days
Net Asset Value	1.00002	1.00001
Total Number of Participants	2,305	168
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	\$450,893.38	\$71,156.85
Management Fee Collected	\$716,667.51	\$67,804.85
Standard & Poor's Current Rating	AAAm	AAAm

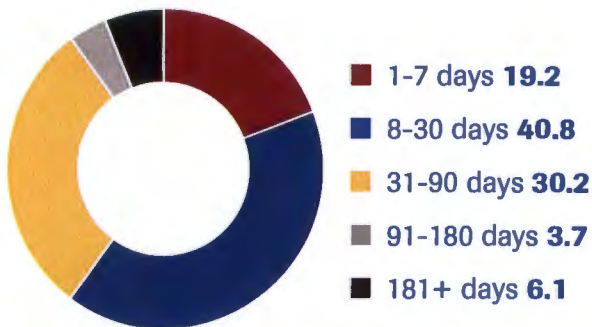
Month Averages

Average Invested Balance	\$17,796,568,254.70	\$1,249,735,367.98
Average Monthly Yield, on a simple basis (3)*	0.03%	0.07%
Average Weighted Average Maturity (1)*	42 Days	50 Days
Average Weighted Average Maturity (2)*	73 Days	56 Days

*Definitions for Average Monthly Yield and Weighted Average Maturity can be found on page 2.

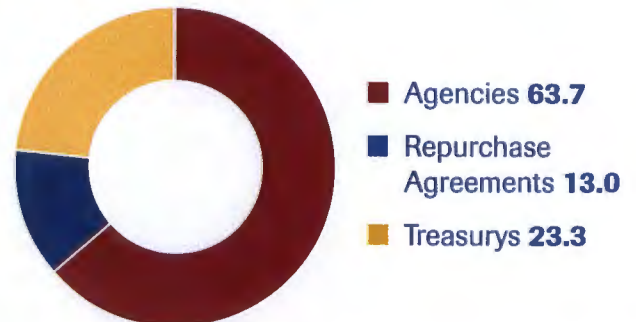
Portfolio by Maturity (%)

As of March 31, 2014



Portfolio by Type of Investment (%)

As of March 31, 2014



PORTFOLIO ASSET SUMMARY AS OF MARCH 31, 2014

	Book Value	Market Value
Uninvested Balance	\$402.29	\$402.29
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	19,156,549.05	19,156,549.05
Interest and Management Fees Payable	-451,010.31	-451,010.31
Payable for Investments Purchased	0.00	0.00
Accrued Expenses & Taxes	0.00	0.00
Repurchase Agreements	2,231,795,000.00	2,231,792,200.00
Mutual Fund Investments	0.00	0.00
Government Securities	10,527,572,029.51	10,528,105,446.00
US Treasury Bills	2,149,928,555.09	2,149,970,840.00
US Treasury Notes	2,328,235,180.96	2,327,968,734.33
Total	\$17,256,236,706.59	\$17,256,543,161.36

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investment Counseling and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool. The only source of payment to the Participants is the assets of TexPool. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

PARTICIPANT SUMMARY

	Number of Participants	Balance
School District	573	\$5,599,544,884.02
Higher Education	56	\$1,329,691,095.57
Healthcare	80	\$706,491,531.26
Utility District	707	\$2,054,852,794.49
City	450	\$4,464,284,743.54
County	174	\$1,583,076,048.54
Other	265	\$1,518,171,413.68

Definition of Weighted Average Maturity (1) & (2)

*(1) "WAM Days" is the mean average of the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid, (b) would be repaid upon a demand by TexPool, or (c) are scheduled to have their interest rate readjusted to reflect current market rates. Securities with adjustable rates payable upon demand are treated as maturing on the earlier of the two dates set forth in (b) and (c) if their scheduled maturity is 397 days or less; and the later of the two dates set forth in (b) and (c) if their scheduled maturity is more than 397 days. The mean is weighted based on the percentage of the amortized cost of the portfolio invested in each period.

*(2) "WAM Days" is calculated in the same manner as the described in footnote 1, but is based solely on the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid or (b) would be repaid upon a demand by TexPool, without reference to when interest rates of securities within TexPool are scheduled to be readjusted.

Definition of Average Monthly Yield (3)

*(3) This current yield for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.

TEXPOOL

DAILY SUMMARY

Date	Money Mkt. Fund Equiv. (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
3/1	0.0288%	0.000000790	\$17,851,480,342.39	1.00004	46	78
3/2	0.0288%	0.000000790	\$17,851,480,342.39	1.00004	46	78
3/3	0.0291%	0.000000798	\$17,717,162,831.65	1.00005	44	76
3/4	0.0289%	0.000000792	\$17,878,614,458.88	1.00004	43	74
3/5	0.0299%	0.000000818	\$17,780,793,864.99	1.00005	42	74
3/6	0.0278%	0.000000761	\$18,127,949,257.01	1.00005	41	71
3/7	0.0295%	0.000000807	\$17,976,487,320.24	1.00004	42	73
3/8	0.0295%	0.000000807	\$17,976,487,320.24	1.00004	42	73
3/9	0.0295%	0.000000807	\$17,976,487,320.24	1.00004	42	73
3/10	0.0305%	0.000000836	\$17,992,346,663.01	1.00004	39	70
3/11	0.0297%	0.000000813	\$18,087,896,979.97	1.00004	40	71
3/12	0.0307%	0.000000842	\$17,923,795,208.55	1.00004	40	71
3/13	0.0312%	0.000000855	\$18,006,122,071.23	1.00004	40	72
3/14	0.0281%	0.000000771	\$17,981,401,881.80	1.00004	39	71
3/15	0.0281%	0.000000771	\$17,981,401,881.80	1.00004	39	71
3/16	0.0281%	0.000000771	\$17,981,401,881.80	1.00004	39	71
3/17	0.0282%	0.000000773	\$18,006,728,762.78	1.00004	37	68
3/18	0.0288%	0.000000789	\$17,896,372,010.33	1.00002	37	68
3/19	0.0255%	0.000000699	\$17,866,872,167.62	1.00001	38	69
3/20	0.0289%	0.000000792	\$17,858,432,178.31	1.00002	39	69
3/21	0.0287%	0.000000787	\$17,789,480,540.80	1.00002	40	70
3/22	0.0287%	0.000000787	\$17,789,480,540.80	1.00002	40	70
3/23	0.0287%	0.000000787	\$17,789,480,540.80	1.00002	40	70
3/24	0.0294%	0.000000806	\$17,700,587,100.96	1.00001	43	74
3/25	0.0376%	0.000001031	\$17,687,158,259.11	1.00002	43	75
3/26	0.0383%	0.000001049	\$17,512,804,147.85	1.00001	42	72
3/27	0.0387%	0.000001061	\$17,456,601,756.90	1.00003	47	79
3/28	0.0289%	0.000000791	\$17,330,690,518.89	1.00002	48	80
3/29	0.0289%	0.000000791	\$17,330,690,518.89	1.00002	48	80
3/30	0.0289%	0.000000791	\$17,330,690,518.89	1.00002	48	80
3/31	0.0303%	0.000000829	\$17,256,236,706.59	1.00002	45	78
Average	0.0299%	0.000000819	\$17,796,568,254.70	1.00003	42	73

TEXPOOL

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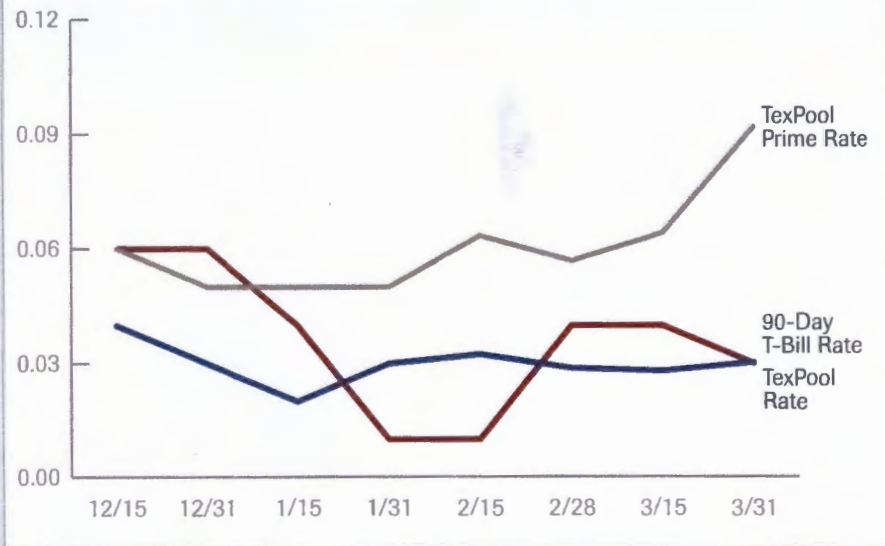
(continued from page 1)

March bonds. With an expectation that rates might actually be increasing, the portfolio strategy is not to buy the longest thing out there at this point in time. Instead, investors are keeping weighted-average-maturities relatively steady, buying more floating-rate positions and shortening the barbell. There is not much demand in that 12-month, fixed-rate sector at this point.

The impact of the Fed's overnight reverse repo facility—extended to 2015 at the earliest, continues to be helpful. The rate was at five basis points the entire month of March, although policymakers did up the ante for participants from \$5 billion to \$7 billion. We are grateful that the Fed facility is in place, particularly on month end and quarter end dates when collateral supply is often difficult to find. We are watching closely, however, the impact that the developing facility might have on our more traditional sources of investment.

So for now, we are inching closer to the time period when rates will go up. It was 2011 when they first started talking about 2015, which seemed a really long way away. But it is not anymore. It seems a little less frustrating and a little more realizable.

TexPool & TexPool Prime vs. 90-Day Treasury Bill



90-Day Treasury Bill is a short-term debt instrument backed by the national government. These are used to collect immediate cash to meet outstanding obligations.

Any private investor can invest in a Treasury bill. The 90-Day Treasury Bill is a weighted average rate of the weekly auctions of 90-Day Treasury Bills.



The NEWS

SPRING CLEANING: TIPS TO FINE-TUNE YOUR INVESTMENT POLICY

Is your local government investment policy a comprehensive, well developed investment policy? Does it include, among other things, clearly stated investment objectives, allowable investment instruments, and compliance with relevant statutes? Is it time to fine-tune it, to remove vague, contradictory requirements that may artificially constrain your investment program? Does your local government have an investment policy or an investment procedure? Remember, a policy sets out what you are able to do, whereas a procedure spells out how you should do it.

The chart below includes tips for developing a sound, comprehensive investment policy. The column on the left outlines what should be in the policy and the column on the right describes why this information is important.

TIP

REASON

Clearly describe what funds are covered by the policy and what funds are covered by a separate policy.

The policy should be clear on what funds are covered by those particular policy guidelines as some funds, such as bond proceeds or pension funds, may have different investment objectives or different investment horizons and would be better managed under a separate policy.

Write a clear and concise statement of objectives.

Simply stating investment objectives as safety, liquidity and yield will not help the government protect its funds. Statements describing how the government will achieve these goals provide more guidance. GFOA's Sample Investment Policy includes explicit statements of objectives.

Include a Standards of Care section addressing the delegation of authority, prudence and ethics and conflicts of interest.

The delegation of authority states who is responsible for the investment program and cites the derivation of authority. A reference to the prudent investor standard by which investment decisions are made should be included and ethics and conflicts of interest should reference any existing formal codes and internal policies.

Know your investment statutes and determine if all of the allowable investment instruments are appropriate for your investment program.

Some public entities copy the state statute into their investment policies, thus allowing the use of investment instruments that the staff may not fully understand or that may be inappropriate for the government's investment program. Many public entities may opt to have an investment program that is more restrictive than that allowed by state statute. In addition, the state statute may not provide the level of detail regarding maturity structure, security specific asset allocation and reporting requirements desired.

Use explicit language to describe allowable investment instruments; include clear definitions of investment types, credit criteria, maturity restrictions and diversification requirements.

Clear, explicit language describing allowable investment instruments will leave little room for interpretation and will help protect the government from imprudent investment decisions. Also, it is best to avoid having a list of permitted investments followed by a list of prohibited investments as there may be conflicting language. It should be understood if the security is not listed then it is prohibited.

Ensure diversification by assigning maximum percentages of the portfolio to security types and issuers. In addition, some policies artificially limit maturities. Maturity restrictions should make sense for the entity's cash flows and investment horizon.

Avoid arbitrary percentages when discussing diversification requirements; instead use target guidelines such as "no more than five percent of the portfolio can be invested in the securities of a single issuer" or "no more than 20 percent of the portfolio may be invested beyond one year."

Many investment policies include specific diversification guidelines such as, "The portfolio must be invested in 50 percent Treasuries, 30 percent certificates of deposit, 10 percent commercial paper, and 10 percent local government investment pool." Arbitrary percentages can restrict the entity from implementing an effective, dynamic investment strategy. Asset allocation limits should be used as a guide and allow for flexibility as market conditions and investment opportunities change. The purpose of diversification is to reduce risk in the portfolio and can be accomplished by investing in a variety of maturities and avoiding over-concentration in a specific business sector (with the exception of U.S. Treasury securities).

All comments and viewpoints presented are purely based on opinion and assumptions, not fact, and these assumptions may or may not be correct based on foreseen and unforeseen events. The information above is not a recommendation to buy, sell, implement or change any securities or investment strategy, function or process. Any financial and/or investment decision should be made only after considerable research, consideration and involvement with an experienced professional engaged for the specific purpose. Of course, past performance is not an indication of future performance. Any financial and/or investment decision may incur losses.



The**NEWS** (cont.)

TIP	REASON
Require governing body review and approval for new security types, securities that are not clearly allowed by the policy and deviations from the policy when new securities come to the market.	Requiring governing body approval forces the investment official to analyze the security in question and explain why it should be included, thereby preventing decisions that have not been fully thought out.
Include collateralization requirements in the policy.	Many times public entities require collateralization for their deposit-type investments such as certificates of deposit and repurchase agreements but do not include specific guidelines. Investment policies should specify allowable collateral securities, collateral ratios and third party safekeeping requirements.
Require that securities be held in third-party custody arrangements.	This requirement protects the public entity from the bank's credit risk. Should the bank holding the securities fail, the entity can simply transfer the securities they own to another custody provider.
Require a formal process for selecting financial institutions and broker/ dealers and describe this process in the policy.	The point of this section is to specify what process you will use to screen firms selling you securities. This section should require a due diligence review of prospective firms, specify minimum credit criteria for financial institutions and limit transactions to only those firms on the approved list. The list should be included as an appendix item. It is also important to update your list of approved financial institutions and broker/dealers annually.
Require competitive quotes from at least three financial institutions and/or broker/dealers.	Many entities obtain competitive quotes for their investment transactions but do not specifically require them in the investment policy. By not requiring competitive quotes, this practice could be lost over time. Adding this requirement ensures that the competitive quoting process will always be used so that the entity gets the best trade execution for its investments.
Address reporting requirements and specifically state required portfolio holdings information.	The policy should state how frequently investment reports should be prepared, to whom they'll be presented, and a list of essential portfolio and individual holdings information, such as yield, security type, and maturity to be included in the report.
Determine relevant benchmarks to gauge your performance.	Many investment policies specify a certain benchmark in one section and then state that the portfolio must maintain a weighted average maturity (WAM) that is not relevant to the benchmark in another section. The benchmark maturity should be similar to the WAM of the portfolio in order to provide a meaningful performance comparison over time. Since investment programs are dynamic and the WAM may change over time, providing a statement that the benchmark and the investment portfolio should be similar in WAM allows for flexibility to change the benchmark when it is necessary without formally revising the investment policy. Governments must also be careful that the way the performance of their portfolio is measured is consistent with the method used by the benchmark. Some governments use a benchmark whose performance is measured based on a total return calculation but report their own performance based on weighted average yield.
Adopt your investment policy as a resolution or an ordinance.	Many entities develop an investment policy as an internal document and do not require formal governing body approval. By adopting the policy as an ordinance or a resolution, the policy becomes an official document.
Put specifics such as authorized personnel and authorized financial institutions and broker/dealers in an appendix attached to the policy.	Policies that include names rather than titles of personnel and specific names of authorized business partners can become outdated and require governing body approval when updated. Using only titles and referencing appendix items in the policy allows the policy itself to stay current. Appendix items can be easily updated and do not require governing body approval.

By using this article as a checklist, public entities can help ensure that their investment policies are complete. The Government Finance Officers Association provides a Sample Investment Policy to include expanded examples of sample policy language. The sample policy is available on GFOA's website at www.gfoa.org/downloads/sampleInvestmentPolicy.pdf.

Disclaimer: Texas CLASS and its administrator Public Trust Advisors, LLC are committed to the on going education of the Texas CLASS Participants. The information contained herein represents the opinions of Public Trust Advisors, LLC. Nothing contained herein should be construed as investment, legal, business, tax or accounting advice. The information contained herein does not purport to contain all of the information that may be required to evaluate an investment policy. Public Trust Advisors or any of its affiliates does not make any representation or warranty, express or implied, as to the accuracy or completeness of the information contained herein, and nothing contained herein shall be relied upon as a promise or representation whether as to the past, current or future performance. Any financial and/or investment decision may incur losses.



The **ECONOMY**

Hawks and Doves

As the unemployment rate now hovers near 6.5%, a threshold the Federal Reserve (Fed) adopted in December 2012 for keeping the federal funds rate exceptionally low, economists have wondered if monetary policy would remain specifically tethered to the labor market. Partly due to its increasing irrelevance, in March the Fed did indeed scrap the unemployment reference in favor of a more subjective economic valuation of "a wide range of information, including measures of labor market conditions, indications of inflation pressures and inflation expectations, and reading on financial developments."

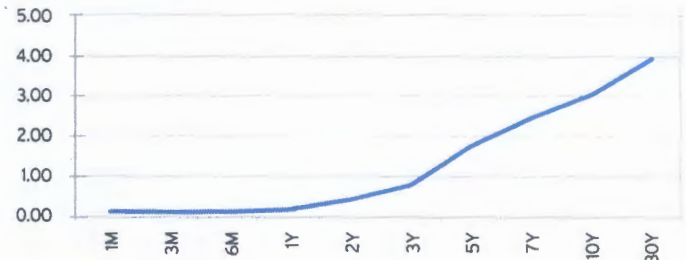
Although the Fed's shift in thinking was widely anticipated, a review of the Fed's Summary of Economic Projections (SEP) and comments from Chair Janet Yellen in the accompanying press conference left the markets with a more hawkish tone than anticipated. The Fed also continues to cut back on its bond purchases at a \$10B per meeting clip, projecting a conclusion to the Quantitative Easing program at some point later this year. As a result, the markets are now firmly pricing in an increase of the federal funds target rate in 2015. In addition, the Treasury curve has flattened, with three to seven year maturities having seen the largest spike in yield.

Last month we discussed the harsh winter weather's perceived negative impact on economic growth at the start of this year. If this is proven correct, the economy may accelerate enough in the coming months to provide the Fed enough comfort to tighten monetary policy next year. However, with inflation still running well below the Fed's 2% target and the tendency of economic forecasts to stray from reality, there are still many bridges to cross before the dovish Fed takes flight as a hawk.

Portfolio Strategy

Short-term rates continued to be well anchored by the Fed's zero interest target rate policy, expected to last well into next year. Therefore, we remain focused on safety, liquidity and then yield. Texas CLASS is rated AAAM by Standard & Poor's.

US Treasury Curve



Source: Bloomberg

Treasury Yields

MATURITY	3/31/14	2/28/13	CHANGE
3 Month	0.030%	0.040%	-0.010%
6 Month	0.040%	0.060%	-0.020%
1-Year	0.120%	0.100%	0.020%

Source: Bloomberg

Agency Yields

MATURITY	3/31/14	2/28/13	CHANGE
3 Month	0.040%	0.030%	0.010%
6 Month	0.060%	0.050%	0.010%
1-Year	0.100%	0.100%	0.000%

Source: Bloomberg

Commercial Paper Yields (A-1/P-1)

MATURITY	3/31/14	2/28/13	CHANGE
1 Month	0.160%	0.160%	0.000%
3 Month	0.160%	0.200%	-0.040%
6 Month	0.270%	0.280%	-0.010%
9 Month	0.350%	0.350%	0.000%

Source: Bloomberg

Current Economic Releases

DATA	PERIOD	VALUE
GDP QoQ	Q4 '13	2.60%
US Unemployment	Feb '14	6.70%
ISM Manufacturing	Feb '14	53.7
PPI YoY	Feb '14	1.30%
CPI YoY	Feb '14	1.10%
Fed Funds Target	Mar 19 '14	0 - 0.25%

Source: Bloomberg

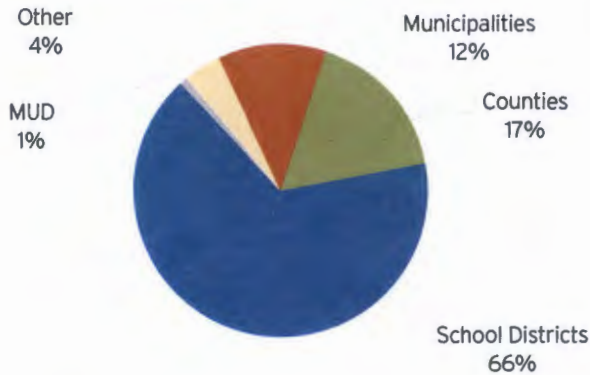
Standard & Poor's Ratings in no way guarantee favorable performance results and shouldn't be construed as safety in an investment.

The **FUND**

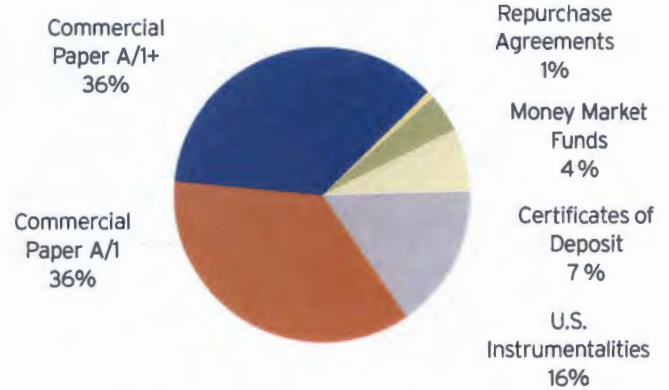
Fund Highlights as of March 31, 2014 (Unaudited)

The following information is provided in accordance with Texas state statute 2256.0016. As of March 31, 2014 the portfolio contained the following types of securities:

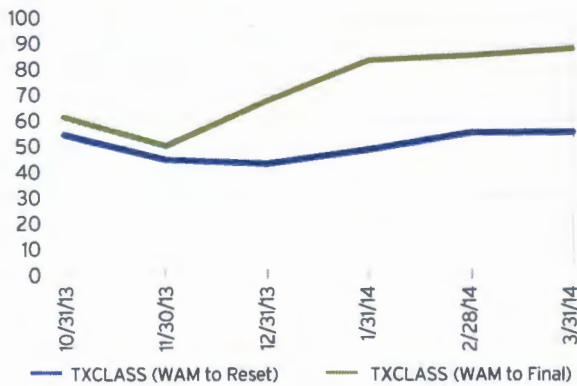
Participant Asset Distribution



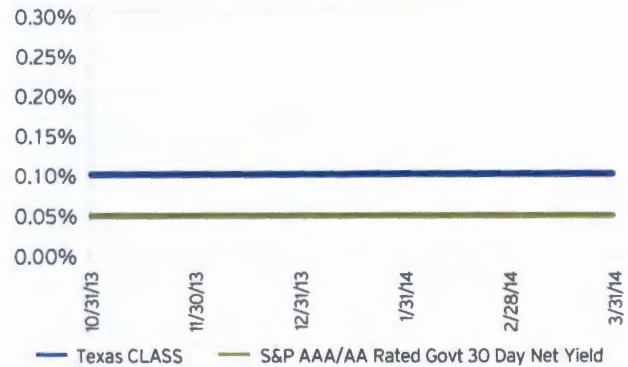
Portfolio Distribution



Weighted Average Maturity



Texas CLASS vs S&P AAA/AA GIP* (30 Day Avg Yields)



Program Yields

Jan-14	0.10%
Feb-14	0.10%
Mar-14	0.10%

	Dec 31, 2013	Mar 31, 2014
Shares Balance	\$2,478,829,799	\$3,017,312,783
Market Value	\$2,479,083,509	\$3,017,631,080
Amortized Cost	\$2,478,981,793	\$3,017,442,277

Weighted Average Maturity

January	49
February	55
March	55

data) aggregated. All comments and discussion presented are purely based on opinion and assumptions, not fact, and these assumptions may or may not be correct based on present and unforeseen events. The information above is not a recommendation to buy, sell, implement or change any securities or investment strategy, function or process. Any financial and/or investment decision should be made only after considerable research, consideration and involvement with an experienced professional engaged for the specific purpose. Additionally, past performance is not an indication of future performance. Any financial and/or investment decision may incur losses.

The benchmark, the S&P US AAA & AA Rated GIP All 30 Day Net Yield (LGIP30D) is a performance indicator of rated GIPs that maintain a stable net asset value of \$1.00 per share and is an unmanaged market index representative of the LGIP universe. The S&P benchmark utilized in this comparison is a composite of all rated stable net asset value pool's GIPs in the index include only those rated based on Standard & Poor's money market criteria. Pools rated 'AAA' provide excellent safety and a superior capacity to maintain principal value while those rated 'AA' offer very good safety and a strong capacity to maintain principal value (Source: Standard & Poor's website). The comparison between this index and the portfolio may differ in holdings, duration and percentage composition of each holding. Such differences may account for variances in yield. Past performance is not a guarantee of future results. Any financial and/or investment decision may incur losses.



The **FUND**

Fund Highlights as of March 31, 2014

(Unaudited)

For the month of March, 2014, the Program Administrator, accrued fees of \$235,749.87 based on average shares outstanding for the Texas CLASS of \$3,032,768,484.60. The fee is accrued on a daily basis by multiplying the value of the investment property as determined each day by the fee rate divided by 365 days. The Program Administrator reserves the right to abate fees listed in the Sixth Amended and Restated Trust Agreement. The monthly fee is the sum of all daily fee accruals for the month of March. The fee is paid monthly upon notification to the custodian bank. As of March 31, 2014 the fee was 9.2 basis points.

- Rated "AAAm" by Standard and Poor's Rating Services.
- Net Asset Value from January 1 to March 31, 2014 is equal to \$1.00.
- The final maturity dates of all securities were less than one year.
- The custodian bank for Texas CLASS is Wells Fargo Bank.
- Total Number of Participants is 479.
- There are currently no investments that have a stated maturity greater than one year.
- The portfolio manager for Texas CLASS is Randy Palomba, CFA.
- The Sixth Amended and Restated Trust Agreement was adopted by the Board of Trustees on August 16, 2013. You can access your copy of the Sixth Amended and Restated Trust Agreement by visiting our website at www.texasclass.com.

Additional information can be provided to you by calling the Texas CLASS Client Service Desk at 1-800-707-6242.

Texas CLASS

2435 North Central Expressway
Suite 1200
Richardson, TX 75080
T 214-473-4224
info@texasclass.com
www.texasclass.com

Advisory Board Members

NAME	TERM
Mark Burton Municipal Accounts & Consulting, L.P.	2017
Arthur Martin Qualified Non-Participant	2015
Tony Sekaly Qualified Non-Participant	2016

Board of Trustees Members

NAME	TERM
Mike Hagar Alamo Heights ISD	2016
Rodney Rhoades City of McKinney	2015
Roger Roecker City of Friendswood	2015
Cindy Brown Denton County	2015
Steve Williams City of Conroe	2015
Monika Arris Collin County	2016
Vacancy	2014

Fund Portfolio Analysis
 Schedule of Current Positions By Category.
 Based on Posting Date Data As Of 3/31/2014
 TXCLASS - TEXAS CLASS

All Money Values and Prices are Converted to Base Currency

Qty or Principal/ Original Face	Description/ Security ID	Original Cost	Amortized Cost	Current Price	Current Value	Unrealized Gain or Loss	Est. Annual Income	Current Yield	Yld to Mat (*Call)	% of Tot. Portfolio	% of Tot. Assets	% of Net Assets
US Gov't Agency												
20,000,000.000	Fannie Mae - Floating Rate 3135G0PG2	20,011,600.00	20,005,512.54	100.02700 I	20,005,400.00	-112.54	27,300.00	0.136	0.08	0.66	0.66	0.66
50,000,000.000	Fannie Mae - Floating Rate 3135G0VK6	50,013,552.00	50,011,361.78	100.00900 I	50,004,500.00	-8,861.78	61,875.00	0.124	0.11	1.66	1.66	1.66
30,000,000.000	Federal Farm Credit Bank - Floating Rate 3133EDB43	30,000,000.00	30,000,000.00	99.98860 I	29,996,581.20	-3,418.80	27,000.00	0.090	0.11	0.99	0.99	0.99
30,000,000.000	Federal Home Loan Bank - Fixed Rate 3130A0A91	30,000,000.00	30,000,000.00	100.02000 I	30,006,000.00	6,000.00	75,000.00	0.250	-0.20 *	0.99	0.99	0.99
35,000,000.000	Federal Home Loan Bank - Fixed Rate 3130A0AG5	34,996,850.00	34,999,723.08	100.00400 I	35,001,400.00	1,676.92	59,500.00	0.170	0.08	1.16	1.16	1.16
50,000,000.000	Federal Home Loan Bank - Floating Rate 3130A0D80	49,992,093.50	49,994,577.10	99.98600 I	49,993,000.00	-1,577.10	47,000.00	0.094	0.12	1.66	1.66	1.66
50,000,000.000	Federal Home Loan Bank - Floating Rate 3130A0GB0	49,995,435.50	49,996,748.75	99.96400 I	49,982,000.00	-14,748.75	52,500.00	0.105	0.16	1.66	1.66	1.66
25,000,000.000	Federal Home Loan Bank - Fixed Rate 3130A0JD3	25,000,000.00	25,000,000.00	100.03500 I	25,008,750.00	8,750.00	60,000.00	0.240	0.10 *	0.83	0.83	0.83
50,000,000.000	Federal Home Loan Bank - Floating Rate 3130A0LC2	50,000,000.00	50,000,000.00	100.00600 I	50,003,000.00	3,000.00	61,000.00	0.119	0.11	1.66	1.66	1.66
50,000,000.000	Federal Home Loan Bank - Floating Rate 3130A0LF5	50,000,000.00	50,000,000.00	99.98900 I	49,994,500.00	-5,500.00	50,000.00	0.100	0.14	1.66	1.66	1.66
40,000,000.000	Federal Home Loan Bank - Fixed Rate 3130A0UA6	40,000,000.00	40,000,000.00	100.00000 I	40,000,000.00	0.00	84,000.00	0.210	0.21	1.33	1.33	1.33
30,000,000.000	Federal Home Loan Bank - Fixed Rate 3130A1HR2	30,000,000.00	30,000,000.00	100.00000 I	30,000,000.00	0.00	60,000.00	0.200	0.20	0.99	0.99	0.99
41,610,000.000	Federal Home Loan Bank - Floating Rate 313381J48	41,616,969.68	41,614,077.50	100.01700 I	41,617,073.70	2,996.20	51,596.40	0.124	0.05	1.38	1.38	1.38

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 TXCLASS - TEXAS CLASS

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Qty or Principal/ Original Face	Description/ Security ID	Original Cost	Amortized Cost	Current Price	Current Value	Unrealized Gain or Loss	Est. Annual Income	Current Yield	Yld to Mat (*Call)	% of Tot. Portfolio	% of Tot. Assets	% of Net Assets
US Gov't Agency												
501,610,000.000	TOTAL US Gov't Agency	501,626,500.68	501,622,000.75		501,612,204.90	-9,795.85	716,771	0.143	0.10	16.62	16.62	16.62
Certificate Deposit												
75,000,000.000	JPMorgan Chase JPMCTX\$01	75,000,000.00	75,000,000.00	100.00000	75,000,000.00	0.00	52,500.00	0.070	0.07	2.49	2.49	2.49
125,000,000.000	JPMorgan Chase JPMCHS\$TX	125,000,000.00	125,000,000.00	100.00000	125,000,000.00	0.00	87,500.00	0.070	0.07	4.14	4.14	4.14
200,000,000.000	TOTAL Certificate Deposit	200,000,000.00	200,000,000.00		200,000,000.00	0.00	140,000	0.070	0.07	6.63	6.63	6.63
Commercial Paper												
50,000,000.000	Barclays Capital Inc. 06737JFB6	49,973,333.33	49,980,277.78	99.97000 I	49,985,000.00	4,722.22	105,685.85	0.211	0.15	1.66	1.66	1.66
50,000,000.000	BNP Paribas Finance Inc 0556N1E17	49,977,041.67	49,992,083.33	99.99311 I	49,996,555.50	4,472.17	98,106.54	0.196	0.08	1.66	1.66	1.66
50,000,000.000	Chariot Funding LLC 15963UD86	49,941,861.11	49,997,763.89	99.99711 I	49,998,555.50	791.61	117,347.65	0.235	0.15	1.66	1.66	1.66
30,000,000.000	Chariot Funding LLC 15963UDG8	29,963,600.00	29,997,000.00	99.99378 I	29,998,133.40	1,133.40	73,490.06	0.245	0.15	0.99	0.99	0.99
21,000,000.000	Chariot Funding LLC 15963UGW0	20,953,100.00	20,979,000.00	99.91597 I	20,982,354.12	3,354.12	64,353.57	0.307	0.25	0.70	0.70	0.70
50,000,000.000	Credit Suisse New York 2254EBE80	49,964,416.67	49,989,208.33	99.98417 I	49,992,083.50	2,875.17	107,799.45	0.216	0.15	1.66	1.66	1.66
40,000,000.000	Fortis Funding LLC 3495P3DU6	39,936,000.00	39,990,400.00	99.98756 I	39,995,022.40	4,622.40	130,721.05	0.327	0.17	1.33	1.33	1.33
50,000,000.000	Fortis Funding LLC 3495P3F34	49,961,986.11	49,979,875.00	99.97511 I	49,987,555.50	7,680.50	118,798.49	0.238	0.14	1.66	1.66	1.66
75,000,000.000	Gotham Funding Corp. 38346MFA7	74,965,500.00	74,973,750.00	99.96253 I	74,971,896.00	-1,854.00	143,491.07	0.191	0.20	2.48	2.48	2.48
50,000,000.000	ING (US) Funding LLC 4497W1DF0	49,974,659.72	49,996,013.89	99.99250 I	49,996,250.00	236.11	105,400.14	0.211	0.19	1.66	1.66	1.66
32,000,000.000	ING (US) Funding LLC 4497W1DM5	31,983,600.00	31,996,355.56	99.99008 I	31,996,826.56	471.00	67,521.28	0.211	0.18	1.06	1.06	1.06
35,000,000.000	ING (US) Funding LLC 4497W1E69	34,982,694.44	34,993,194.44	99.98400 I	34,994,400.00	1,205.56	72,360.85	0.207	0.16	1.16	1.16	1.16

Fund Portfolio Analysis
 Schedule of Current Positions By Category.
 Based on Posting Date Data As Of 3/31/2014
 TXCLASS - TEXAS CLASS

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Qty or Principal/ Original Face	Description/ Security ID	Original Cost	Amortized Cost	Current Price	Current Value	Unrealized Gain or Loss	Est. Annual Income	Current Yield	Yld to Mat (*Call)	% of Tot. Portfolio	% of Tot. Assets	% of Net Assets
Commercial Paper												
16,000,000.000	Institutional Secured Funding LLC 45779QEL6	15,987,973.33	15,992,813.33	99.97639 I	15,996,222.24	3,408.91	55,244.06	0.345	0.17	0.53	0.53	0.53
63,000,000.000	Institutional Secured Funding LLC 45779QEM4	62,956,225.83	62,971,541.66	99.97592 I	62,984,827.71	13,286.05	216,467.13	0.344	0.17	2.09	2.09	2.09
50,000,000.000	Institutional Secured Funding LLC 45779QF35	49,955,763.89	49,969,375.00	99.96800 I	49,984,000.00	14,625.00	184,128.07	0.368	0.19	1.66	1.66	1.66
25,000,000.000	Jupiter Security Co. LLC 4820P3J46	24,944,166.67	24,967,500.00	99.86917 I	24,967,291.75	-208.25	76,779.27	0.308	0.31	0.83	0.83	0.83
50,000,000.000	Kells Funding LLC 48802WWL8	49,950,125.00	49,953,333.33	99.92844 I	49,964,222.00	10,888.67	117,184.25	0.235	0.16	1.66	1.66	1.66
25,000,000.000	Kells Funding LLC 48802XNG7	24,986,541.67	24,999,881.94	99.99944 I	24,999,861.00	-20.94	43,504.76	0.174	0.20	0.83	0.83	0.83
50,000,000.000	Liberty Street Funding LLC 53127UFA3	49,977,000.00	49,982,500.00	99.96253 I	49,981,264.00	-1,236.00	95,660.71	0.191	0.20	1.66	1.66	1.66
38,060,000.000	Macquire Bank Limited 55607LEM2	38,044,987.44	38,049,427.77	99.97875 I	38,051,912.25	2,484.48	81,091.53	0.213	0.15	1.26	1.26	1.26
73,500,000.000	Macquire Bank Limited 55607LEN0	73,468,508.34	73,479,175.00	99.97833 I	73,484,074.75	4,899.75	155,276.93	0.211	0.15	2.44	2.44	2.44
50,000,000.000	Mitsubishi UFJ Trust & Banking Corp. 60682XEK8	49,976,250.00	49,987,333.33	99.97958 I	49,989,791.50	2,458.17	98,736.25	0.198	0.15	1.66	1.66	1.66
50,000,000.000	Nordea North America Inc. 65558GDA8	49,968,333.33	49,997,625.00	99.99667 I	49,998,333.50	708.50	97,261.66	0.195	0.13	1.66	1.66	1.66
50,000,000.000	Nordea North America Inc. 65558GE82	49,970,500.00	49,990,750.00	99.98733 I	49,993,666.50	2,916.50	92,453.91	0.185	0.12	1.66	1.66	1.66
40,000,000.000	Nordea North America Inc. 65558GFG3	39,984,000.00	39,986,488.89	99.97219 I	39,988,877.60	2,388.71	69,928.24	0.175	0.13	1.33	1.33	1.33
100,000,000.000	Northern Pines Funding LLC	99,944,777.77	99,961,888.88	99.97150 I	99,971,500.00	9,611.12	259,825.73	0.260	0.18	3.31	3.31	3.31

Fund Portfolio Analysis
 Schedule of Current Positions By Category.
 Based on Posting Date Data As Of 3/31/2014
 TXCLASS - TEXAS CLASS

All Money Values and Prices are Converted to Base Currency

Qty or Principal/ Original Face	Description/ Security ID	Original Cost	Amortized Cost	Current Price	Current Value	Unrealized Gain or Loss	Est. Annual Income	Current Yield	Yld to Mat (*Call)	% of Tot. Portfolio	% of Tot. Assets	% of Net Assets
Commercial Paper												
50,000,000.000	66560LET9 Old Line Funding LLC	49,966,500.00	49,986,000.00	99.98258 I	49,991,291.50	5,291.50	92,498.38	0.185	0.11	1.66	1.66	1.66
40,000,000.000	67983UET6 Old Line Funding LLC	39,966,222.22	39,981,111.11	99.97133 I	39,988,533.20	7,422.09	82,396.47	0.206	0.12	1.33	1.33	1.33
45,000,000.000	67983UFR9 Old Line Funding LLC	45,000,000.00	45,000,000.00	100.00000 I	45,000,000.00	0.00	83,475.00	0.255	0.25	1.49	1.49	1.49
50,000,000.000	Floater 67984YAG9 Rabobank USA Finance Corp.	49,918,055.56	49,948,958.34	99.93833 I	49,969,166.50	20,208.16	128,264.10	0.257	0.15	1.66	1.66	1.66
40,000,000.000	74977LHS9 Ridgefield Funding CO LLC - Floater	40,000,000.00	40,000,000.00	100.00000 I	40,000,000.00	0.00	101,800.00	0.255	0.25	1.33	1.33	1.33
50,000,000.000	76582FAA3 Ridgefield Funding CO LLC - Floater	50,000,000.00	50,000,000.00	100.00000 I	50,000,000.00	0.00	127,900.00	0.255	0.25	1.66	1.66	1.66
30,000,000.000	76582EAB1 Ridgefield Funding CO LLC	29,976,383.33	29,986,566.66	99.96850 I	29,990,550.00	3,983.34	80,857.85	0.270	0.19	0.99	0.99	0.99
45,000,000.000	76582KF22 Salisbury Receivables CO	44,979,525.00	44,991,900.00	99.98458 I	44,993,062.35	1,162.35	83,703.13	0.186	0.15	1.49	1.49	1.49
45,000,000.000	79540BE77 Salisbury Receivables CO	44,981,100.00	44,988,975.00	99.97639 I	44,989,375.05	400.05	84,598.35	0.188	0.17	1.49	1.49	1.49
40,000,000.000	79540BEL6 Salisbury Receivables CO	39,973,333.33	39,981,333.33	99.95278 I	39,981,111.20	-222.13	83,485.71	0.209	0.20	1.32	1.32	1.32
50,000,000.000	79540BFQ4 Sheffield Receivables	49,977,000.00	49,998,250.00	99.99711 I	49,998,555.50	305.50	92,399.55	0.185	0.15	1.66	1.66	1.66
50,000,000.000	82124MD80 Sheffield Receivables	49,966,111.11	49,980,833.33	99.96306 I	49,981,528.00	694.67	103,409.44	0.207	0.20	1.66	1.66	1.66
50,000,000.000	82124MF96 Societe Generale North America	49,972,500.00	49,990,312.50	99.99289 I	49,996,444.50	6,132.00	116,178.85	0.232	0.08	1.66	1.66	1.66
50,000,000.000	83365SE25 Societe Generale	49,959,166.67	49,968,694.45	99.96125 I	49,980,625.00	11,930.55	128,889.69	0.258	0.15	1.66	1.66	1.66

Fund Portfolio Analysis
 Schedule of Current Positions By Category.
 Based on Posting Date Data As Of 3/31/2014
 TXCLASS - TEXAS CLASS

All Money Values and Prices are Converted to Base Currency

Qty or Principal/ Original Face	Description/ Security ID	Original Cost	Amortized Cost	Current Price	Current Value	Unrealized Gain or Loss	Est. Annual Income	Current Yield	Yld to Mat (*Call)	% of Tot. Portfolio	% of Tot. Assets	% of Net Assets
Commercial Paper												
35,000,000.000	North America 83365SG23 Societe Generale	34,972,583.33	34,975,325.00	99.95156 I	34,983,044.60	7,719.60	91,035.91	0.260	0.16	1.16	1.16	1.16
30,000,000.000	North America 83365SGJ6 Standard Chartered Bank	29,938,123.84	29,997,599.63	99.99667 I	29,999,000.10	1,400.47	97,414.94	0.325	0.13	0.99	0.99	0.99
50,000,000.000	85324UDA8 Standard Chartered Bank	49,937,152.78	49,966,319.45	99.96461 I	49,982,305.50	15,986.05	128,350.92	0.257	0.13	1.66	1.66	1.66
50,000,000.000	85324UG72 Standard Chartered Bank	49,937,500.00	49,963,194.44	99.95839 I	49,979,194.50	16,000.06	128,560.19	0.257	0.14	1.66	1.66	1.66
50,000,000.000	85324UGG2 Svenska Handelsbank Inc.	49,971,666.67	49,983,236.11	99.97600 I	49,988,000.00	4,763.89	88,036.21	0.176	0.12	1.66	1.66	1.66
50,000,000.000	86958GFB6 Thunder Bay Funding LLC - Floater	50,000,000.00	50,000,000.00	100.00000 I	50,000,000.00	0.00	93,375.00	0.187	0.19	1.66	1.66	1.66
50,000,000.000	88603KAC5 Toyota Motor Credit Corp.	50,000,000.00	50,000,000.00	100.00590 I	50,002,950.00	2,950.00	107,200.00	0.214	0.20	1.66	1.66	1.66
15,000,000.000	89233ABJ7 University of Texas Sys	15,000,000.00	15,000,000.00	99.97700 I	14,996,550.00	-3,450.00	18,000.00	0.120	0.32	0.50	0.50	0.50
15,000,000.000	91510PPF6											
2,178,560,000.000	TOTAL Commercial Paper	2,177,085,870.16	2,177,843,165.70		2,178,041,764.79	198,599.08	4,990,448	0.229	0.17	72.18	72.17	72.18
Money Funds												
120,000,000.000	Heritage Fund Select HSFBNK\$01	120,000,000.00	120,000,000.00	100.00000	120,000,000.00	0.00	72,000.00	0.060	0.06	3.98	3.98	3.98
120,000,000.000	TOTAL Money Funds	120,000,000.00	120,000,000.00		120,000,000.00	0.00	72,000	0.060	0.06	3.98	3.98	3.98
Repurchase Agreement												
17,977,110.080	Wells Fargo 0.02% due 4/ 1/14	17,977,110.08	17,977,110.08	100.00000	17,977,110.08	0.00	3,595.42	0.020	0.02	0.60	0.60	0.60
17,977,110.080	TOTAL Repurchase Agreement	17,977,110.08	17,977,110.08		17,977,110.08	0.00	3,595	0.020	0.02	0.60	0.60	0.60
3,018,147,110.080	TOTAL PORTFOLIO	3,016,689,480.92	3,017,442,276.53		3,017,631,079.77	188,803.23	5,922,815	0.196	0.15	100.00	100.00	100.00



Monthly Newsletter - March 2014

Performance

As of March 31, 2014

Current Invested Balance	\$5,447,221,784.71
Weighted Average Maturity (1)	49 Days
Weighted Average Maturity (2)	65 Days
Net Asset Value	1.000059
Total Number of Participants	784
Management Fee on Invested Balance	0.05%*
Interest Distributed	\$426,760.19
Management Fee Collected	\$237,258.48
% of Portfolio Invested Beyond 1 Year	1.45%
Standard & Poor's Current Rating	AAAm

Rates reflect historical information and are not an indication of future performance.

March Averages

Average Invested Balance	\$5,587,768,965.54
Average Monthly Yield, on a simple basis	0.0400%
Average Weighted Average Maturity (1)*	51 Days
Average Weighted Average Maturity (2)*	66 Days

Definition of Weighted Average Maturity (1) & (2)

- (1) This weighted average maturity calculation uses the SEC Rule 2a-7 definition for stated maturity for any floating rate instrument held in the portfolio to determine the weighted average maturity for the pool. This Rule specifies that a variable rate instrument to be paid in 397 calendar days or less shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest rate.
- (2) This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.

* The maximum management fee authorized for the TexSTAR Cash Reserve Fund is 12 basis points. This fee may be waived in full or in part in the discretion of the TexSTAR co-administrators at any time as provided for in the TexSTAR Information Statement.

New Participants

We would like to welcome the following entity who joined the TexSTAR program in March:

★ City of Glen Rose

Holiday Reminder

In observance of Good Friday, **TexSTAR will be closed Friday, April 18, 2014.** All ACH transactions initiated on Thursday, April 17th will settle on Monday, April 21st. Notification of any early transaction deadlines on the business day preceding this holiday will be sent by email to the primary contact on file for all TexSTAR participants. Please plan accordingly for your liquidity needs.

Economic Commentary

Investors entered 2014 with the expectation that equity markets would continue to rally and bonds would sell-off, yet things turned out a bit different. While developed market equities posted positive returns, these were small compared to the fourth quarter 2013. Meanwhile, bonds outperformed equities and the U.S. Treasuries also strengthened. Concerns about an uneven U.S. economy, a slowdown in the emerging markets, and turmoil in Ukraine benefited U.S. Treasuries during most of the quarter, while emerging market equities and bonds suffered. The Federal Reserve's initiation of its gradual retreat from quantitative easing led to a "liquidity squeeze" in those emerging market countries with weaker current account balances that had relied on the influx of global liquidity over the last few years and a flight to quality in U.S. Treasuries. At the March FOMC meeting, the Committee reiterated that the fed funds rate will remain in the current 0 to 25bps range for a considerable time, but in the press conference, Chairwoman Yellen surprised markets when she mentioned that "considerable time" could mean "six months" after asset purchases end. In addition, the Federal Reserve participants' median projections of the fed funds rate were higher than the December 2013 meeting projections for 2015 and 2016. Investors immediately responded by selling U.S. Treasuries, especially shorter maturities.

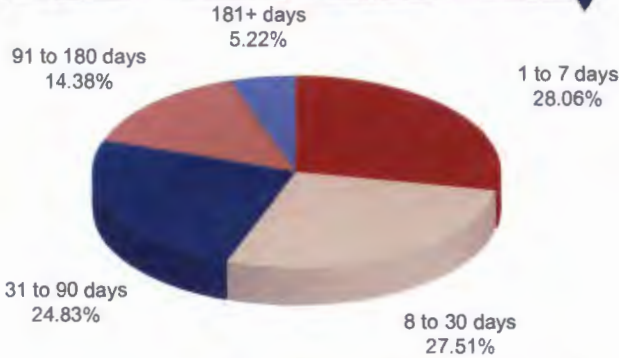
The global economy continues to recover, but not expand, with base case scenario still being sub-trend global growth through the remainder of the year. Economic recovery in the U.S. is broadening, excluding the weather impact, while Europe appears to be stabilizing. However, this optimism is offset by a generally deteriorating trade surplus in Japan and tighter credit conditions in China. Labor market slack in the U.S. remains sufficient to keep inflation at low levels. Inflation risks are to the downside, as deflation is still a very real threat in peripheral Europe, and Japan is exporting its deflation to the U.S. Central banks will remain accommodative until deleveraging is complete or inflation is evident.

This information is an excerpt from an economic report dated March 2014 provided to TexSTAR by JP Morgan Asset Management, Inc., the investment manager of the TexSTAR pool.

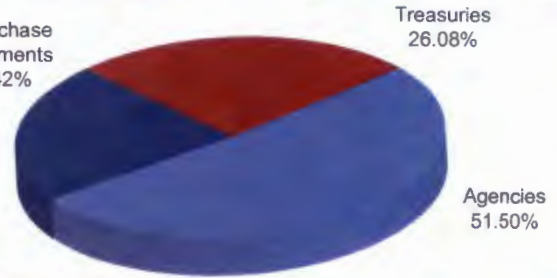
For more information about TexSTAR, please visit our web site at www.texstar.org.

Information at a Glance

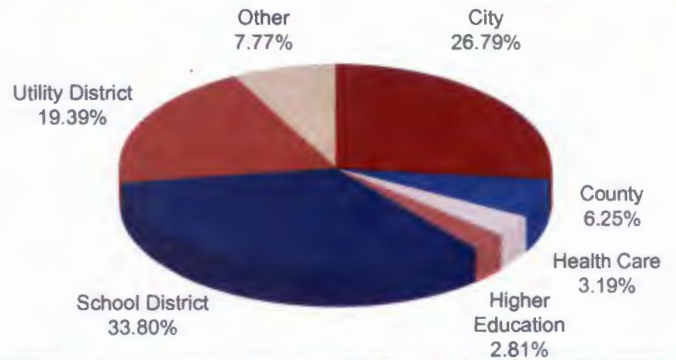
Portfolio by Type of Investment As of March 31, 2014



Repurchase
Agreements
22.42%



Portfolio by Maturity As of March 31, 2014



Distribution of Participants by Type As of March 31, 2014

Historical Program Information

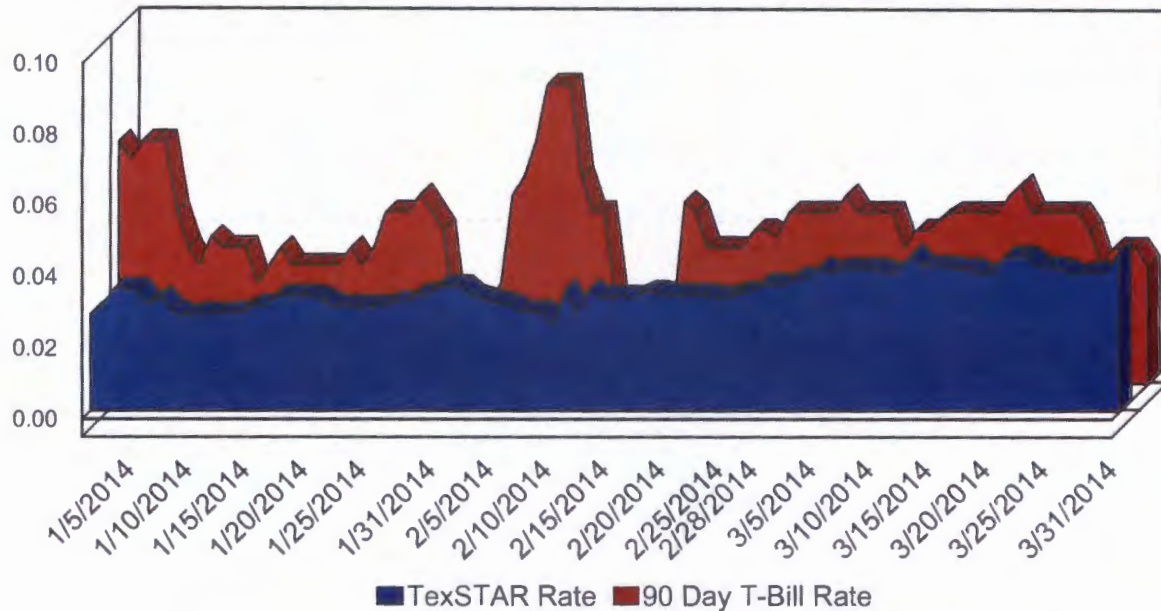
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Mar 14	0.0400%	\$5,447,221,784.71	\$5,447,546,676.56	1.000059	51	66	784
Feb 14	0.0318%	5,890,162,246.46	5,890,513,830.50	1.000066	49	65	783
Jan 14	0.0303%	5,518,659,649.58	5,518,895,897.21	1.000048	49	64	781
Dec 13	0.0357%	4,749,571,555.83	4,749,808,699.35	1.000050	52	65	781
Nov 13	0.0405%	4,358,778,907.03	4,358,933,052.64	1.000035	52	63	781
Oct 13	0.0434%	4,549,543,382.92	4,549,816,768.31	1.000060	52	63	781
Sep 13	0.0390%	4,545,216,845.55	4,545,590,808.40	1.000082	52	64	781
Aug 13	0.0474%	4,682,919,318.35	4,683,351,916.02	1.000091	52	59	777
Jul 13	0.0487%	4,833,856,137.70	4,834,318,370.27	1.000095	52	56	776
Jun 13	0.0614%	5,173,585,142.53	5,173,948,421.52	1.000070	54	58	775
May 13	0.0723%	5,474,920,318.32	5,475,469,836.81	1.000100	54	59	773
Apr 13	0.1038%	5,496,240,712.35	5,496,953,468.88	1.000129	51	57	773

Portfolio Asset Summary as of March 31, 2014

	Book Value	Market Value
Uninvested Balance	\$ (210.76)	\$ (210.76)
Accrual of Interest Income	2,330,729.87	2,330,729.87
Interest and Management Fees Payable	(529,662.01)	(529,662.01)
Payable for Investment Purchased	(55,005,555.00)	(55,005,555.00)
Repurchase Agreement	1,233,113,000.00	1,233,113,000.00
Government Securities	4,267,313,482.61	4,267,638,374.46
Total	\$ 5,447,221,784.71	\$ 5,447,546,676.56

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by J.P. Morgan Chase & Co. and the assets are safekept in a separate custodial account at the Federal Reserve Bank in the name of TexSTAR. The only source of payment to the Participants are the assets of TexSTAR. There is no secondary source of payment for the pool such as insurance or guarantee. Should you require a copy of the portfolio, please contact TexSTAR Participant Services.

TexSTAR versus 90-Day Treasury Bill



This material is for information purposes only. This information does not represent an offer to buy or sell a security. The above rate information is obtained from sources that are believed to be reliable; however, its accuracy or completeness may be subject to change. The TexSTAR management fee may be waived in full or in part at the discretion of the TexSTAR co-administrators and the TexSTAR rate for the period shown reflects waiver of fees. This table represents historical investment performance/return to the customer, net of fees, and is not an indication of future performance. An investment in the security is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the issuer seeks to preserve the value of an investment at \$1.00 per share, it is possible to lose money by investing in the security. Information about these and other program details are in the fund's Information Statement which should be read carefully before investing. The yield on the 90-Day Treasury Bill ("T-Bill Yield") is shown for comparative purposes only. When comparing the investment returns of the TexSTAR pool to the T-Bill Yield, you should know that the TexSTAR pool consist of allocations of specific diversified securities as detailed in the respective Information Statements. The T-Bill Yield is taken from Bloomberg Finance L.P. and represents the daily closing yield on the then current 90-day T-Bill.

Daily Summary for March 2014

Date	Mny Mkt Fund Equiv. [SEC Std.]	Daily Allocation Factor	TexSTAR Invested Balance	Market Value Per Share	WAM Days (1)*	WAM Days (2)*
3/1/2014	0.0356%	0.000000975	\$5,890,162,246.46	1.000066	44	60
3/2/2014	0.0356%	0.000000975	\$5,890,162,246.46	1.000066	44	60
3/3/2014	0.0376%	0.000001030	\$5,628,872,486.03	1.000066	45	62
3/4/2014	0.0372%	0.000001020	\$5,648,164,262.60	1.000060	46	62
3/5/2014	0.0403%	0.000001104	\$5,629,385,290.86	1.000057	44	60
3/6/2014	0.0392%	0.000001073	\$5,671,399,530.32	1.000057	49	65
3/7/2014	0.0400%	0.000001095	\$5,568,571,894.09	1.000047	49	66
3/8/2014	0.0400%	0.000001095	\$5,568,571,894.09	1.000047	49	66
3/9/2014	0.0400%	0.000001095	\$5,568,571,894.09	1.000047	49	66
3/10/2014	0.0400%	0.000001095	\$5,530,876,476.20	1.000046	48	65
3/11/2014	0.0388%	0.000001062	\$5,539,755,658.67	1.000052	51	67
3/12/2014	0.0391%	0.000001071	\$5,512,075,307.92	1.000051	52	68
3/13/2014	0.0441%	0.000001208	\$5,539,989,889.85	1.000052	55	71
3/14/2014	0.0407%	0.000001114	\$5,638,072,986.86	1.000047	52	67
3/15/2014	0.0407%	0.000001114	\$5,638,072,986.86	1.000047	52	67
3/16/2014	0.0407%	0.000001114	\$5,638,072,986.86	1.000047	52	67
3/17/2014	0.0400%	0.000001097	\$5,654,242,986.09	1.000046	51	66
3/18/2014	0.0403%	0.000001103	\$5,603,963,532.88	1.000043	53	69
3/19/2014	0.0385%	0.000001054	\$5,634,928,898.54	1.000039	52	68
3/20/2014	0.0388%	0.000001062	\$5,655,607,375.29	1.000042	54	69
3/21/2014	0.0433%	0.000001185	\$5,579,011,724.61	1.000045	55	70
3/22/2014	0.0433%	0.000001185	\$5,579,011,724.61	1.000045	55	70
3/23/2014	0.0433%	0.000001185	\$5,579,011,724.61	1.000045	55	70
3/24/2014	0.0405%	0.000001109	\$5,520,160,036.60	1.000036	54	70
3/25/2014	0.0406%	0.000001112	\$5,544,219,452.89	1.000041	53	69
3/26/2014	0.0399%	0.000001093	\$5,485,635,601.05	1.000042	53	68
3/27/2014	0.0384%	0.000001053	\$5,498,305,332.40	1.000057	52	67
3/28/2014	0.0391%	0.000001070	\$5,446,246,573.03	1.000052	50	65
3/29/2014	0.0391%	0.000001070	\$5,446,246,573.03	1.000052	50	65
3/30/2014	0.0391%	0.000001070	\$5,446,246,573.03	1.000052	50	65
3/31/2014	0.0454%	0.000001243	\$5,447,221,784.71	1.000059	49	65
Average	0.0400%	0.000001095	\$5,587,768,965.54		51	66

TexSTAR Participant Services
First Southwest Asset Management, Inc.
325 North St. Paul Street, Suite 800
Dallas, Texas 75201



TexSTAR Board Members

<i>William Chapman</i>	<i>Central Texas Regional Mobility Authority</i>	<i>Governing Board President</i>
<i>Nell Lange</i>	<i>City of Frisco</i>	<i>Governing Board Vice President</i>
<i>Kenneth Huewitt</i>	<i>Houston ISD</i>	<i>Governing Board Treasurer</i>
<i>Michael Bartolotta</i>	<i>First Southwest Company</i>	<i>Governing Board Secretary</i>
<i>Joni Freeman</i>	<i>JP Morgan Chase</i>	<i>Governing Board Asst. Sec./Treas.</i>
<i>Eric Cannon</i>	<i>Town of Addison</i>	<i>Advisory Board</i>
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<i>Pamela Moon</i>	<i>City of Lubbock</i>	<i>Advisory Board</i>
<i>Monte Mercer</i>	<i>North Central TX Council of Government</i>	<i>Advisory Board</i>
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<i>Stephen Fortenberry</i>	<i>Plano ISD</i>	<i>Advisory Board</i>
<i>Becky Brooks</i>	<i>Government Resource Associates, LLC</i>	<i>Advisory Board</i>

For more information contact TexSTAR Participant Services ★ 1-800-TEX-STAR ★ www.texstar.org

FirstSouthwest 

J.P.Morgan
Asset Management