

**BRAZOS COUNTY  
BRYAN, TEXAS**

Print

DEPARTMENT:

DATE OF COURT MEETING: 4/26/2011

ITEM: Acknowledgement of Quarterly Investment Report for Q/E 3/31/11.

TO: Commissioners Court

FROM:

DATE: 04/15/2011

FISCAL IMPACT: No

SOURCE OF FUNDS:

NOTES/EXCEPTIONS:

ACTION REQUESTED OR ALTERNATIVES: Acknowledgement

**ATTACHMENTS:**

Name:	Description:	Type:
<input type="checkbox"/> <a href="#">20110415145055567.pdf</a>	Quarterly Investment Report for Q/E 3/31/11	Cover Memo

**ACKNOWLEDGED**

Duane Peters  
County Judge

date 4/26/11



Laura Taylor Davis  
Brazos County Treasurer  
[ldavis@co.brazos.tx.us](mailto:ldavis@co.brazos.tx.us)

200 S. Texas Avenue, Ste 240  
Bryan, Texas 77803  
Tel: 979-361-4345

DATE: April 15, 2011

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 03/31/2011 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 0.1533% on the quarterly *average balance* of \$2,344,748.17 invested with TexPool for the period ending 03/31/2011. Investment interest deposited during the quarter was \$871.37. Actual ending balance for March 31, 2011 was \$2,345,030.33.

The average rate of interest earned on the depository checking account balances for the quarter ending 03/31/2011 was 0.4900% netting \$83,888.64 on an *average depository investable balance* of \$69,550,515.31.

**Total year-end interest earned \$148,796.07**

#### **Investment Strategy**

"With inflationary expectations rising only modestly in spite of a substantial rise in commodity prices, it appears unlikely that the handful of inflation hawks at the Fed will carry the day and derail the extended period of ultra-loose monetary policy as now contemplated. Still, the cash market is a discounting operation, and we do expect cash yields to inch higher by summer. Given that outlook, we maintained our average weighted maturities for both pools without venturing much past the six-month portion of the curve, where there remains a relative dearth of value among fixed-rate, longer-dated paper." TexPool April 2011 Newsletter.

Following the anticipations of TexPool and other economists 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.

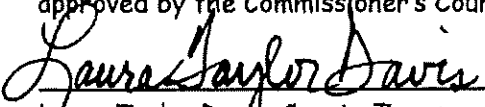
**FY 2011 INTEREST RATES AND EARNINGS BY MONTH**

	<b>TexPool Interest</b>	<b>Interest Rate</b>	<b>Cking Acct Interest</b>	<b>Earnings Credit Rate</b>
October 2010	405.12	0.2036	21,272.45	0.5000
November 2010	369.26	0.1900	18,652.36	0.4800
December 2010	333.91	0.1700	23,002.96	0.4900
<b>Q/E 12/31/2010</b>	<b>1,108.29</b>	<b>0.1879</b>	<b>62,927.77</b>	<b>0.4900</b>
January 2011	315.92	0.1600	29,063.30	0.49
February 2011	264.43	0.1500	28,090.85	0.50
March 2011	291.02	0.1500	26,734.49	0.48
<b>Q/E 03/31/2011</b>	<b>871.37</b>	<b>0.1533</b>	<b>83,888.64</b>	<b>0.4900</b>

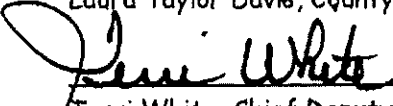
Attached are the following reports:

- 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

4/15/11  
 Date

  
 Terri White, Chief Deputy Treasurer, CIO

4/15/11  
 Date



**TEXPOOL QUARTER ENDING 03/31/2011 ACTIVITY REPORT**

**FUND 1 - POOLED FUND GROUP**

DATE	DESC.	GENERAL FUND	EXPO. COMPLEX	TOTAL
12/31/10	December Balance	\$ 2,344,158.96	\$ -	\$ 2,344,158.96
01/31/11	January Interest	\$ 315.92	\$ -	\$ 315.92
01/31/11	January Balance	\$ 2,344,474.88	\$ -	\$ 2,344,474.88
02/28/11	February Interest	\$ 264.43	\$ -	\$ 264.43
02/28/11	February Balance	\$ 2,344,739.31	\$ -	\$ 2,344,739.31
03/31/11	March Interest	\$ 291.02	\$ -	\$ 291.02
03/31/11	March Balance	\$ 2,345,030.33	\$ -	\$ 2,345,030.33

INVESTMENTS BY FUND GROUP AND STRATEGY TYPE

<b>FUND 1 - POOLED FUND GROUP</b>		
General Fund		\$ 2,345,030.33
Health Endowment Fund		\$ -
State Lateral Road		\$ -
Courthouse Security		\$ -
<b>Strategy Type:</b>	<b>OPERATING FUNDS</b>	\$ 2,345,030.33
General Obligation Debt Svc.		\$ -
<b>Strategy Type:</b>	<b>DEBT SERVICE FUNDS</b>	\$ -
General Permanent Impv.		\$ -
Exposition Center Fund		\$ -
<b>Strategy Type:</b>	<b>SPECIAL PROJ. &amp; PERM. IMPV. DEBT</b>	\$ -
	<b>Fund 1 - Group Total</b>	\$ 2,345,030.33

BOOK VALUE OF ALL INVESTED FUNDS FOR MARCH 2011                      \$ 2,345,030.33