Nueces County Hospital District
Quarterly Investment Report
July 1, 2014 - September 30, 2014

Summary Holdings Statistics:

Portfolio as of June 30, 2014		**Portfolio as of September 30, 2014**	
Beginning Book Value	$101,620,317	Ending Book Value	$87,557,302
Beginning Market Value	$101,632,662	Ending Market Value	$87,554,734
Unrealized Gain/Loss	$12,345	Unrealized Gain/Loss	($2,568)
Beginning WAM	139 Days	Ending WAM	180 Days
Change in Market Value	($14,077,928) [1]		
Investment Income for Period	$41,141		
Quarter Average Yield	0.203%		
Quarter Average Yield - 6 Mth T-Bill	0.050%		

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

INVESTMENT OFFICERS:

Jonny F. Hipp
JONNY F. HIPP, ADMINISTRATOR

Dena Bruni
DENA BRUNI, ASSISTANT ADMINISTRATOR

Donna Littlefield
DONNA LITTLEFIELD, DIRECTOR OF ACCOUNTING & FINANCE

Notes
1. On a quarterly basis, the value of the portfolio declined by $14,077,928. However, of that decline, $14,063,015 represents net expenditures by the District for operations. There was a net unrealized loss of $14,913, but the District does not sell securities prior to maturity. Therefore, the loss is for notation purposes only.

Nueces County Hospital District
Inventory Report - Holdings by Fund
As of: 09/30/2014

Settle Date	Maturity Date	Fund Name	Location	Security	CUSIP	Avg Yield/ Coupon	Purchase Price	PAR	Beginning Book Value 06/30/2014	Beginning Market Value 06/30/2014	Ending Book Value 09/30/2014	Ending Market 09/30/2014	Gain/Loss	Accrued Interest	Yield	D-T-M
Indigent Care Fund																
09/30/2014	10/01/2014	Indigent Care Fund	TexPool	Investment Pool	#0002	0.033%	3,585,511	3,585,511	1,585,363	1,585,363	3,585,511	3,585,511	0	0	0.033%	1
09/30/2014	10/01/2014	Indigent Care Fund	LOGIC	Investment Pool		0.080%	17,314	17,314	17,310	17,310	17,314	17,314	0	0	0.080%	1
09/30/2014	10/01/2014	Indigent Care Fund	TexSTAR	Investment Pool		0.032%	7,565,317	7,565,317	10,551,052	10,551,052	7,565,317	7,565,317	0	0	0.032%	1
03/18/2013	03/18/2015	Indigent Care Fund	Safekeeping	FHLMC - 1x Call	3134G36G0	0.350%	3,000,000	3,000,000	3,000,000	3,004,920	3,000,000	3,003,048	3,048	350	0.350%	169
05/19/2014	05/19/2017	Indigent Care Fund	Safekeeping	FHLMC - Qtrly Call	3134G53L7	1.125%	3,000,000	3,000,000	3,000,000	3,003,756	3,000,000	3,001,695	1,695	12,281	1.125%	962
05/27/2014	05/26/2017	Indigent Care Fund	Safekeeping	FHLB - Qtrly Call	3130A1XK9	1.100%	0	0	3,000,000	3,004,425	0	0	0	0	1.100%	969
05/28/2014	05/26/2017	Indigent Care Fund	Safekeeping	FHLMC - Qtrly Call	3134G54F9	1.000%	3,000,000	3,000,000	3,000,000	2,998,959	3,000,000	2,996,850	(3,150)	10,167	1.000%	969
06/16/2014	06/16/2017	Indigent Care Fund	Safekeeping	FHLMC - Callable	3134G56A8	1.000%	3,000,000	3,000,000	3,000,000	3,000,282	3,000,000	2,997,117	(2,883)	8,667	1.000%	990
08/21/2014	08/21/2017	Indigent Care Fund	Safekeeping	FHLB - Qtrly Call	3130A2Q25	1.200%	3,000,000	3,000,000	0	0	3,000,000	2,996,694	(3,306)	3,900	1.200%	1,056
09/29/2014	09/29/2017	Indigent Care Fund	Safekeeping	FHLB - Qtrly Call	3130A32N3	1.300%	3,000,000	3,000,000	0	0	3,000,000	3,002,025	2,025	108	1.300%	1,095
				Subtotal			29,168,141	29,168,141	27,153,725	27,166,067	29,168,141	29,165,570	(2,571)	35,473	0.627%	539
Tobacco Settlement Fund																
09/30/2014	10/01/2014	Tobacco Settlement	TexPool	Investment Pool	#00007	0.033%	122	122	122	122	122	122	0	0	0.033%	1
				Subtotal			122	122	122	122	122	122	0	0	0.033%	1
Employee Health Benefits Trust Fund																
09/30/2014	10/01/2014	Emp Health Benefits Trust	Frost Trust	Short Term Treasury	AIM	0.010%	357,485	357,485	357,923	357,923	357,485	357,485	0	3	0.010%	1
				Subtotal			357,485	357,485	357,923	357,923	357,485	357,485	0	3	0.010%	1
General Fund																
10/01/1986	10/15/2016	General Fund	Safekeeping	GNMA Pool #155679	3621562L4	9.000%	169	175	214	218	175	178	3	1	9.350%	746
09/30/2014	10/01/2014	General Fund	TexPool	Investment Pool	#00004	0.033%	11,593,672	11,593,672	33,478,401	33,478,401	11,593,672	11,593,672	0	0	0.033%	1
09/30/2014	10/01/2014	GF - Membership Revenue	TexPool	Investment Pool	#00009	0.033%	45,082,776	45,082,776	37,914,603	37,914,603	45,082,776	45,082,776	0	0	0.033%	1
09/30/2014	10/01/2014	GF - Operating	Frost Bank	Commercial Checking	664025679	0.010%	879,150	879,150	899,619	899,619	879,150	879,150	0	0	0.010%	1
09/30/2014	10/01/2014	GF - Payroll	Frost Bank	Commercial Checking	664027221	0.010%	1,001	1,001	1,001	1,001	1,001	1,001	0	0	0.010%	1
				Subtotal			57,556,769	57,556,775	72,293,839	72,293,842	57,556,774	57,556,777	3	1	0.033%	1
Debt Service Fund																
09/30/2014	10/01/2014	Debt Svc Fund	TexPool	Investment Pool	#00003	0.033%	474,780	474,780	1,814,708	1,814,708	474,780	474,780	0	0	0.033%	1
				Subtotal			474,780	474,780	1,814,708	1,814,708	474,780	474,780	0	0	0.033%	1
				TOTAL PORTFOLIO			87,557,296	87,557,302	101,620,317	101,632,662	87,557,302	87,554,734	(2,568)	35,477	0.231%	180
															WAY	WAM

Nueces County Hospital District
Investment Transaction Activity
July 1, 2014 - September 30, 2014

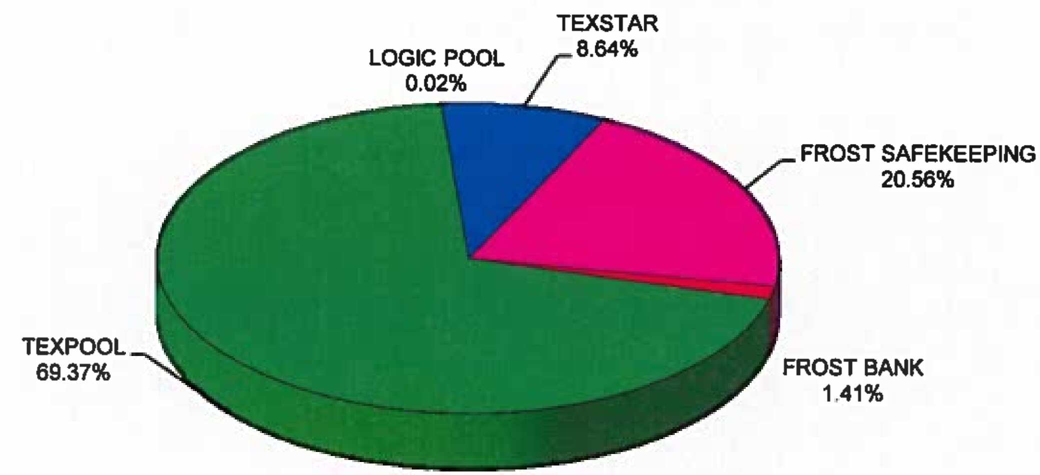
Settle Date	Maturity	Call Date	Fund	Type	CUSIP	Coupon	Price	Par	Principal	Acc'd Interest	Total Settlement	Yield to Mat/Call	Broker
Purchases													
08/21/2014	08/21/2017	11/21/2014	Indigent Care Fund	FHLB - Qrtrly Call	3130A2Q25	1.200%	100.0000	3,000,000.00	3,000,000.00	0.00	3,000,000.00	1.200%	Morgan Stanley
09/29/2014	09/29/2017	12/29/2014	Indigent Care Fund	FHLB - Qrtrly Call	3130A32N3	1.300%	100.0000	3,000,000.00	3,000,000.00	0.00	3,000,000.00	1.300%	Raymond James
							Total Purchases:	**6,000,000.00**	**6,000,000.00**	**0.00**	**6,000,000.00**		
Maturities/Calls													
05/27/2014	05/26/2017	08/26/2014	Indigent Care Fund	FHLB - Qtrly Call	3130A1XK9	1.100%	100.0000	3,000,000.00	3,000,000.00	8,158.33	3,008,158.33	1.100%	Mizuho
							Total Maturities/Calls:	**3,000,000.00**	**3,000,000.00**	**8,158.33**	**3,008,158.33**		

NUECES COUNTY HOSPITAL DISTRICT
INVESTMENTS SUMMARY BY TYPE & LOCATION
FY 2014 4TH QUARTER (JULY 1 - SEPTEMBER 30, 2014)

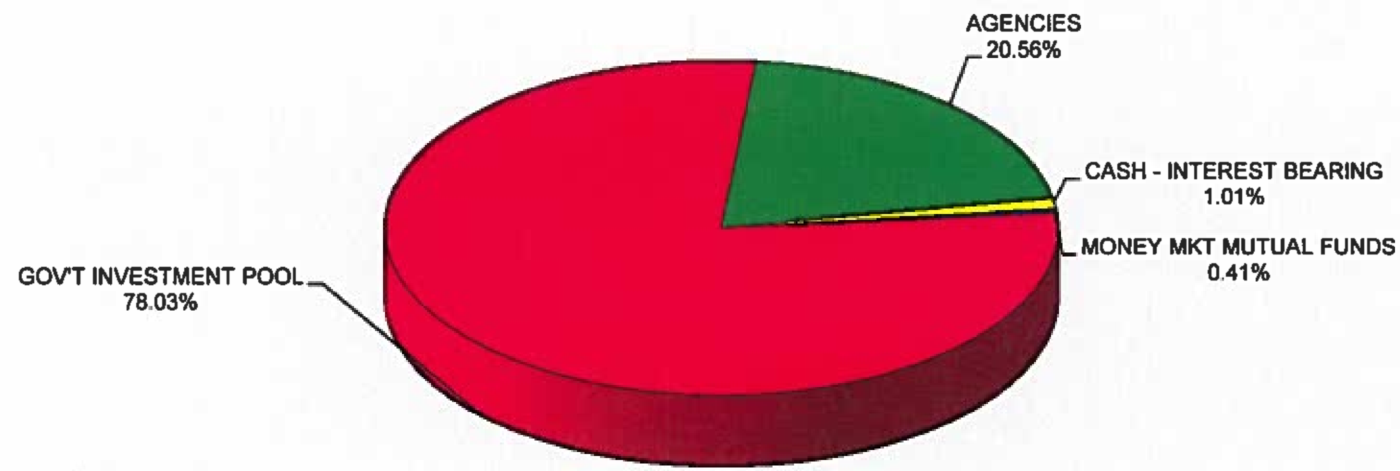
	FROST BANK	TEXPOOL	LOGIC	TEXSTAR	FROST SAFEKEEPING	TOTAL	PERCENT BY TYPE OF INVESTMENT
CASH - INTEREST BEARING	$880,152	$0	$0	$0	$0	$880,152	1.0%
MONEY MKT MUTUAL FUNDS	$357,485	$0	$0	$0	$0	$357,485	0.4%
GOV'T INVESTMENT POOLS	$0	$60,736,860	$17,314	$7,565,317	$0	$68,319,491	78.0%
CERTIFICATES OF DEPOSIT	$0	$0	$0	$0	$0	$0	0.0%
TREASURY NOTES AND BONDS	$0	$0	$0	$0	$0	$0	0.0%
AGENCIES	$0	$0	$0	$0	$18,000,175	$18,000,175	20.6%
TOTAL INVESTMENTS	$1,237,637	$60,736,860	$17,314	$7,565,317	$18,000,175	$87,557,302	100.0%
PERCENT BY HOLDER OF INVESTMENTS	1.41%	69.37%	0.02%	8.64%	20.56%	100.00%	

NOTE: THE ABOVE INVESTMENTS INCLUDE ALL TRUST FUNDS.

NUECES COUNTY HOSPITAL DISTRICT
INVESTMENT BY LOCATION
SEPTEMBER 30, 2014

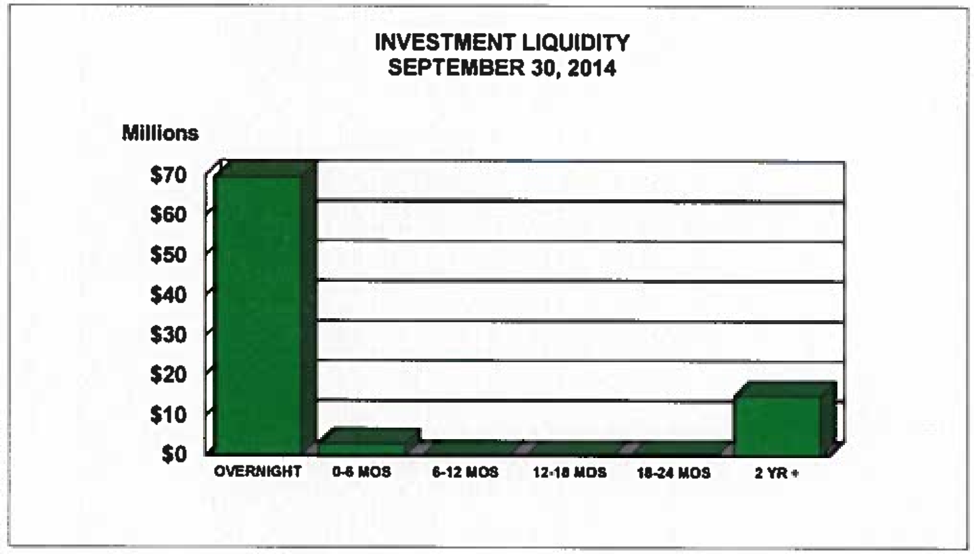


NUECES COUNTY HOSPITAL DISTRICT
INVESTMENTS BY TYPE
SEPTEMBER 30, 2014

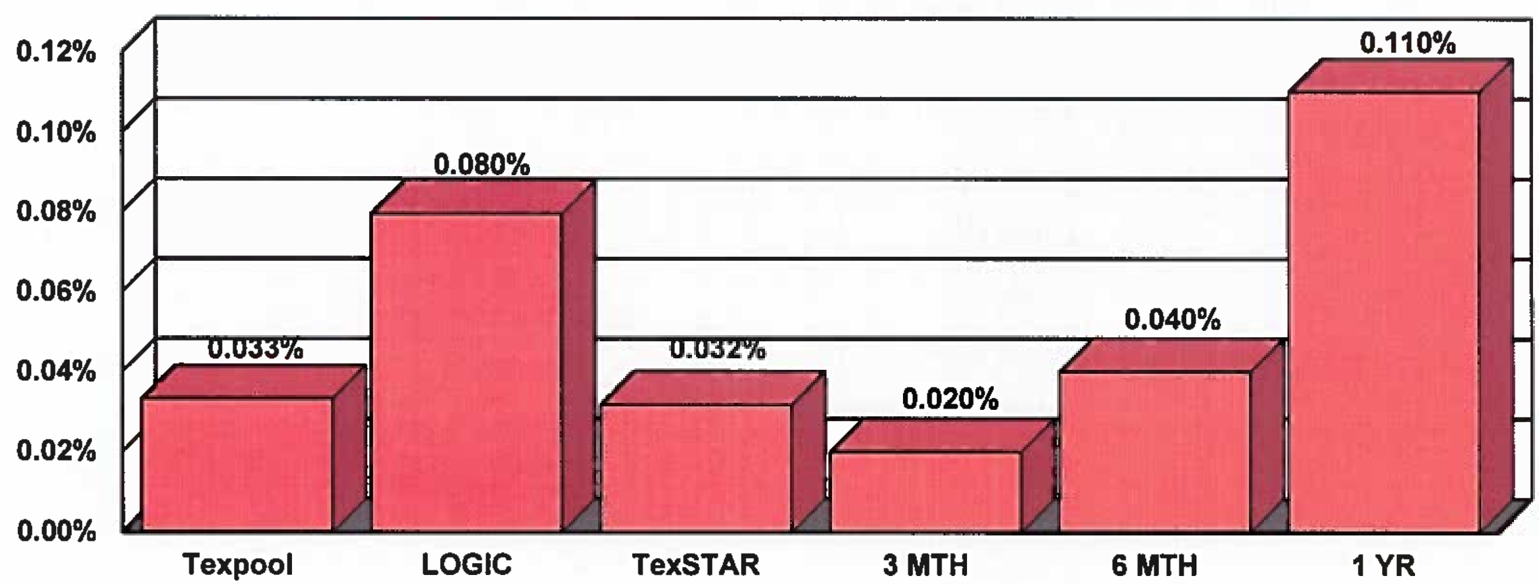


NUECES COUNTY HOSPITAL DISTRICT
INVESTMENT SUMMARY BY LIQUIDITY
FY 2014 4TH QUARTER (JULY 1 - SEPTEMBER 30, 2014)

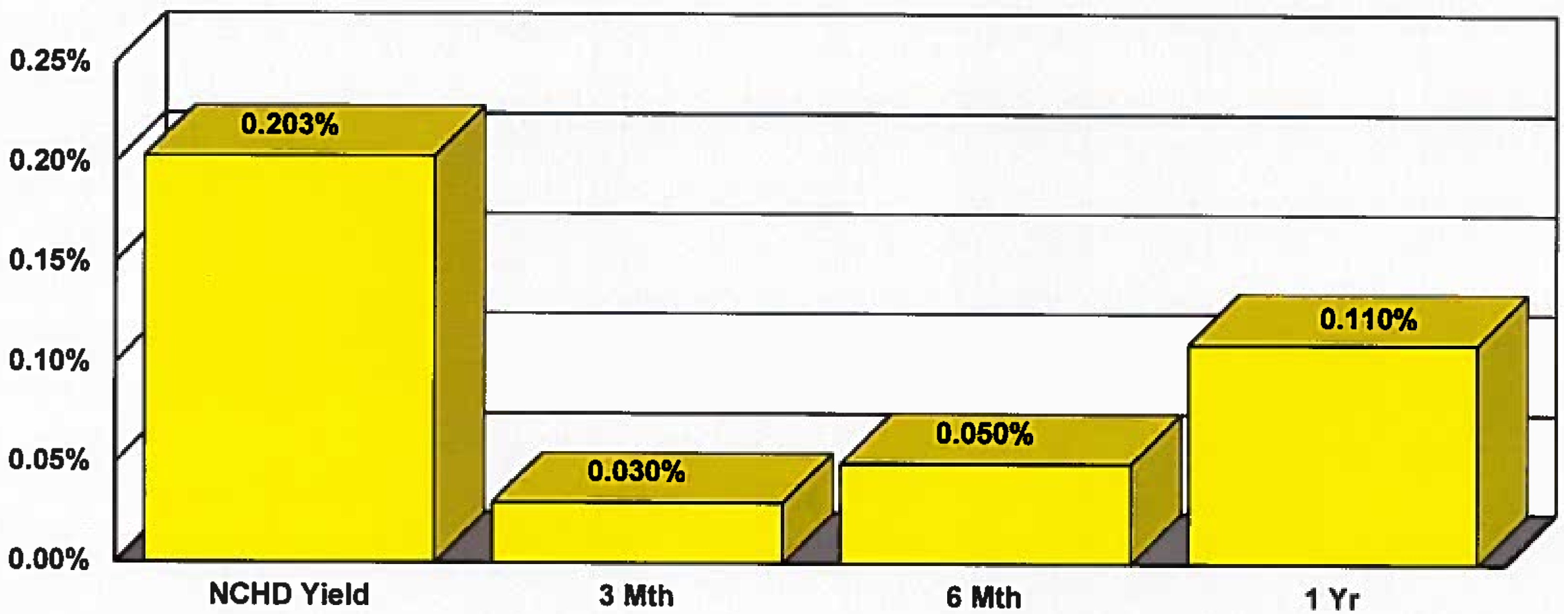
INVESTMENT-YRS TO MATURITY	AMOUNT	
CASH & CASH EQUIVALENTS	$69,557,128	79.4%
MATURES IN 0-6 MONTHS	$3,000,000	3.4%
MATURES IN 6-12 MONTHS	$0	0.0%
MATURES IN 12-18 MONTHS	$0	0.0%
MATURES IN 18-24 MONTHS	$0	0.0%
MATURES IN OVER 2 YEARS	$15,000,175	17.1%
TOTAL	**$87,557,302**	**100.0%**



NUECES COUNTY HOSPITAL DISTRICT
POOL RATES V. TREASURIES
SEPTEMBER 30, 2014



NUECES COUNTY HOSPITAL DISTRICT
QUARTERLY BENCHMARK COMPARISON
SEPTEMBER 30, 2014



Nueces County Hospital District
Investment Policy Compliance
For the Quarter Ended September 30, 2014

These are the major compliance issues regarding our Investment policy.
Any negative responses are explained below.

				Yes	No
1.)	Are at least 33% of the District's investments backed by U.S. Government securities to assure return of principal?			X	
2.)	Are all investments maturing 3 years or less from the date of purchase?			X	
3.)	Are at least 10% of the investments short-term maturing within 60-90 days?			X	
4.)	Is the weighted average maturity of the District's portfolio 18 months or less?			X	
5.)	With the exception of U.S. Treasury Bills, U.S. Treasury Notes and Bonds, are less than 20% of the District's portfolio invested with a common maturity date, a specific issue or a specific type or class.			X	
6.)	Does the District's weighted average yield exceed the U.S. Treasury Bill benchmark compared to the District's maximum weighted average maturity for each class of security?				
		District	U.S. Treasury		
	3 Month Treasury	0.203%	0.030%	X	
	6 Month Treasury	0.203%	0.050%	X	