

Nueces County Hospital District
 Quarterly Investment Report
 June 30, 2013 - September 30, 2013

Summary Holdings Statistics:

<u>Portfolio as of June 30, 2013</u>		<u>Portfolio as of September 30, 2013</u>	
Beginning Book Value	\$109,615,235	Ending Book Value	\$106,723,011
Beginning Market Value	\$109,610,491	Ending Market Value	\$106,724,710
Unrealized Gain/Loss	(\$4,744)	Unrealized Gain/Loss	\$1,699
Beginning WAM	18 Days	Ending WAM	35 Days
Change in Market Value	(\$2,885,781) ¹		
Investment Income for Period	\$16,352		
Quarter Average Yield	0.068%		
Quarter Average Yield - 6 Mth T-Bill	0.060%		

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

INVESTMENT OFFICERS:


 JONNY F. HIPPI, ADMINISTRATOR


 DENA BRUNI, ASSISTANT ADMINISTRATOR


 DONNA LITTLEFIELD, DIRECTOR OF ACCOUNTING & FINANCE

Notes

1. On a quarterly basis, the value of the portfolio declined by \$2,885,781. However, of that decline, \$2,892,224 represents net expenditures by the District for operations. There was a net unrealized gain of \$6,443, but the District does not sell securities prior to maturity. Therefore, the gain is for notation purposes only.

Nueces County Hospital District
Investment Transaction Activity
June 30, 2013 - September 30, 2013

Settle Date	Maturity	Call Date	Fund	Type	CUSIP	Coupon	Price	Par	Principal	Acc'd Interest	Total Settlement	Yield to Mat/Call	Broker	
07/30/2013	07/30/2015	10/30/2013	Indigent Care Fund	FHLMC - Ctry Call	3134G4DZ8	0.500%	100.0000	3,000,000.00	3,000,000.00	0.00	3,000,000.00	0.500%	Mizuho	
Total Purchases:											3,000,000.00	0.00	3,000,000.00	
Total Maturities/Calls:											0.00	0.00	0.00	

Maturities/Calls

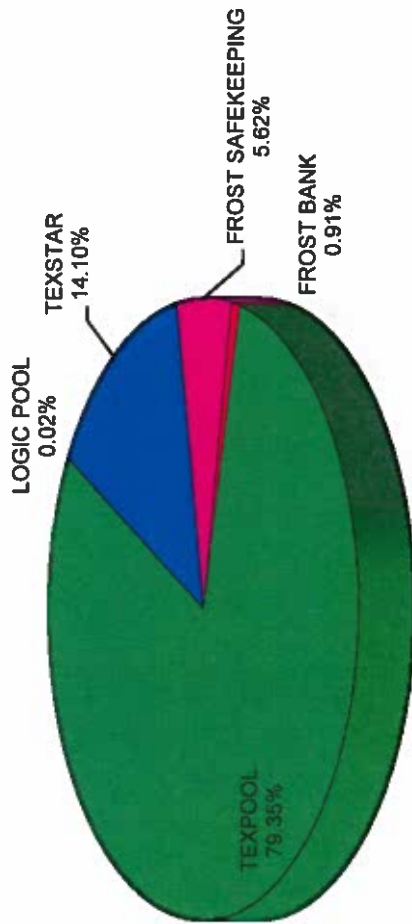
**NUECES COUNTY HOSPITAL DISTRICT
 INVESTMENTS SUMMARY BY TYPE & LOCATION
 FY 2013 4TH QUARTER (JUNE 1 - SEPTEMBER 30, 2013)**

	<u>FROST BANK</u>	<u>TEXPOOL</u>	<u>LOGIC</u>	<u>TEXSTAR</u>	<u>FROST SAFEKEEPING</u>	<u>TOTAL</u>	<u>PERCENT BY TYPE OF INVESTMENT</u>
CASH - INTEREST BEARING	\$613,937	\$0	\$0	\$0	\$0	\$613,937	0.6%
MONEY MKT MUTUAL FUNDS	\$359,225	\$0	\$0	\$0	\$0	\$359,225	0.3%
GOVT INVESTMENT POOLS	\$0	\$84,681,491	\$17,297	\$15,050,734	\$0	\$99,749,522	93.5%
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	\$6,000,327	\$6,000,327	5.6%
TOTAL INVESTMENTS	\$973,162	\$84,681,491	\$17,297	\$15,050,734	\$6,000,327	\$106,723,011	100.0%

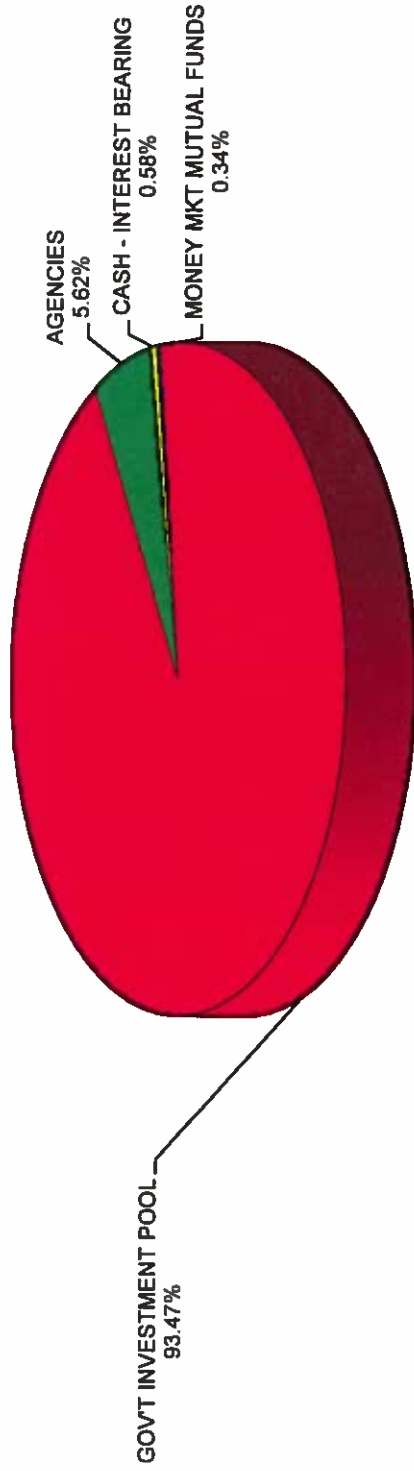
PERCENT BY HOLDER OF INVESTMENTS	0.91%	79.35%	0.02%	14.10%	5.62%	100.00%
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NOTE: THE ABOVE INVESTMENTS INCLUDE ALL TRUST FUNDS.

NUECES COUNTY HOSPITAL DISTRICT INVESTMENT BY LOCATION SEPTEMBER 30, 2013

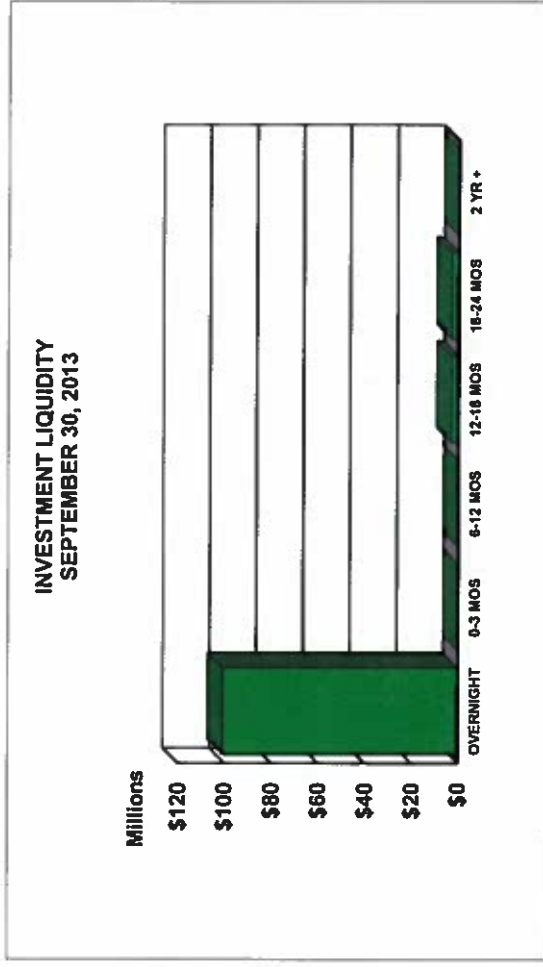


NUECES COUNTY HOSPITAL DISTRICT INVESTMENTS BY TYPE SEPTEMBER 30, 2013

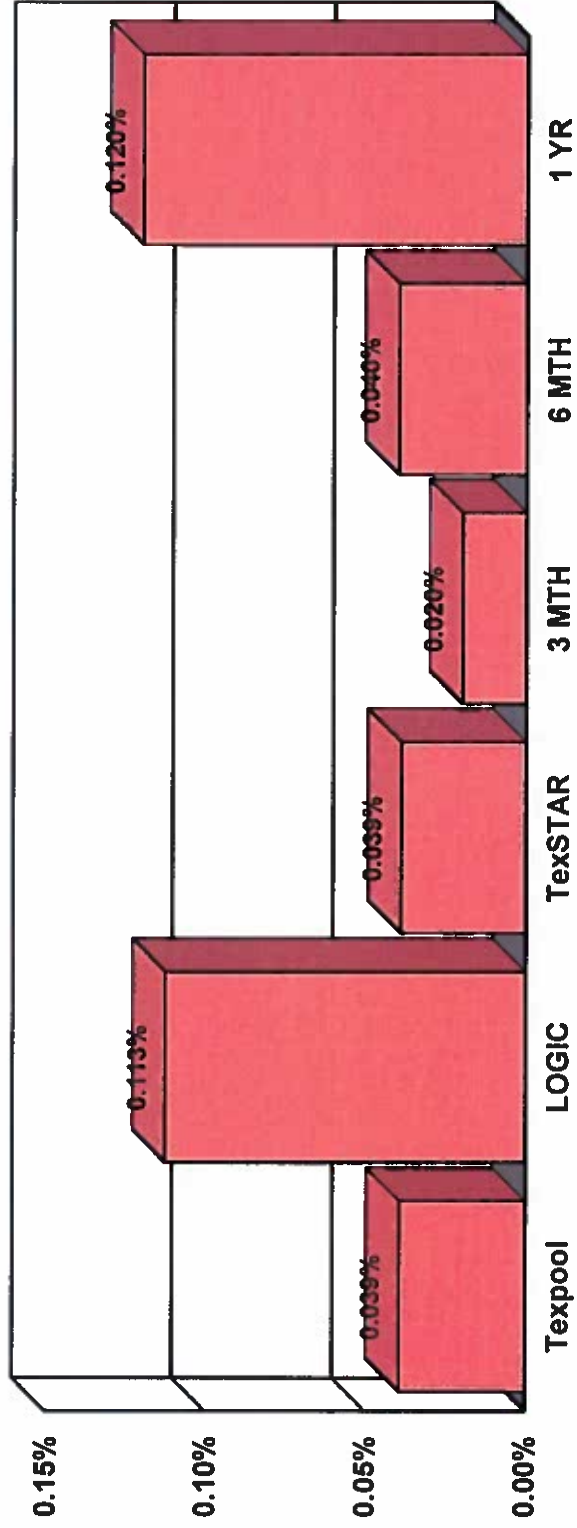


**NUECES COUNTY HOSPITAL DISTRICT
 INVESTMENT SUMMARY BY LIQUIDITY
 FY 2013 4TH QUARTER (JUNE 1 - SEPTEMBER 30, 2013)**

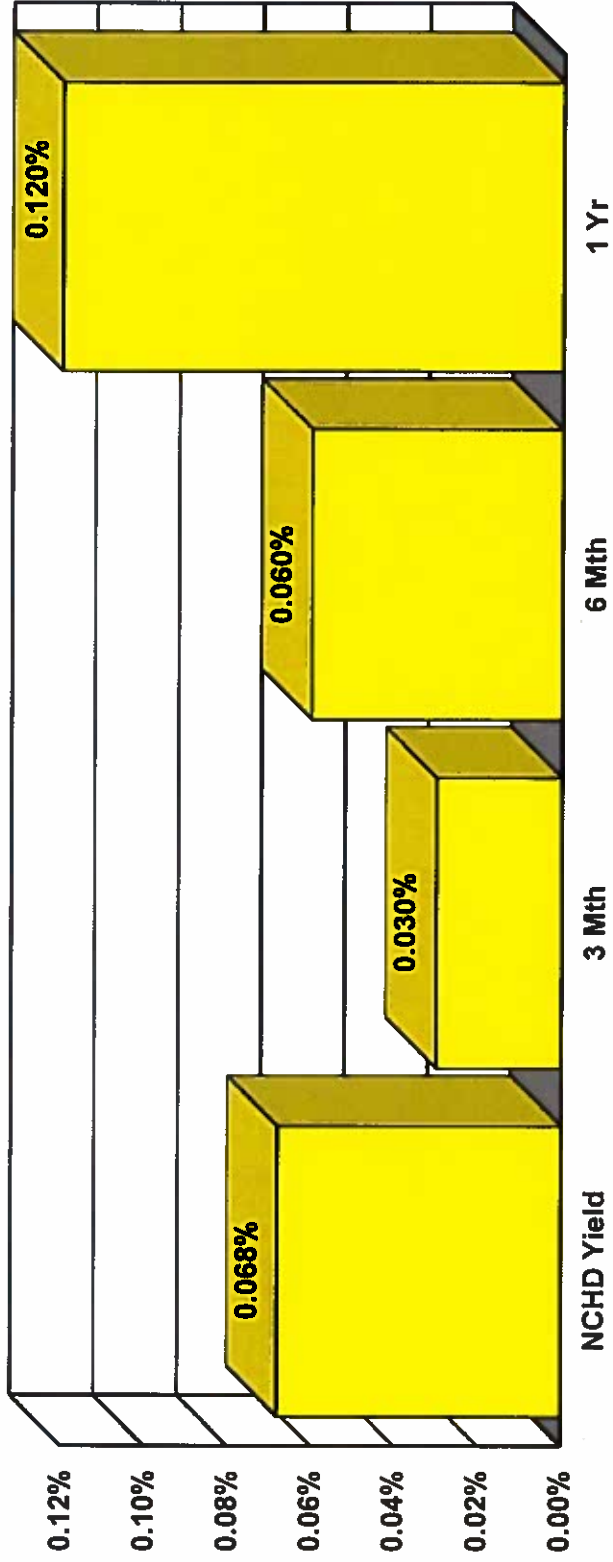
<u>INVESTMENT-YRS TO MATURITY</u>	<u>AMOUNT</u>	
CASH & CASH EQUIVALENTS	\$100,722,684	94.4%
MATURES IN 0-3 MONTHS	\$0	0.0%
MATURES IN 6-12 MONTHS	\$0	0.0%
MATURES IN 12-18 MONTHS	\$3,000,000	2.8%
MATURES IN 18-24 MONTHS	\$3,000,000	2.8%
MATURES IN OVER 2 YEARS	\$327	0.0%
TOTAL	\$106,723,011	100.0%



**NUECES COUNTY HOSPITAL DISTRICT
POOL RATES V. TREASURIES
SEPTEMBER 30, 2013**



NUECES COUNTY HOSPITAL DISTRICT QUARTERLY BENCHMARK COMPARISON SEPTEMBER 30, 2013



**Nueces County Hospital District
Investment Policy Compliance
For the Quarter Ended September 30, 2013**

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? | <u> X </u> | <u> </u> |
| 2.) Are all investments maturing less than 3 years from the date of purchase? | <u> </u> | <u> X </u> |
| 3.) Are at least 10% of the investments short-term maturing within 60-90 days? | <u> X </u> | <u> </u> |
| 4.) Is the weighted average maturity of the District's portfolio 18 months or less? | <u> X </u> | <u> </u> |
| 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. | <u> X </u> | <u> </u> |
| 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? | | |

Quarter Avg Rate	<u> 0.068% </u>	District	U.S. Treasury 6 Mo.	<u> 0.060% </u>
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Responses:

#2 - The Frost Trust Investments were set up in prior years when the District operated Memorial Hospital. Investments were purchased with maturity dates as long as the year 2016. However, the interest rates are as high as 9.00%.