Nueces County Hospital District
Quarterly Investment Report
October 1, 2017 - December 31, 2017

Summary Holdings Statistics:

Portfolio as of October 1, 2017		Portfolio as of December 31, 2017	
Beginning Book Value	$76,939,159	Ending Book Value	$94,140,851
Beginning Market Value	$76,791,766	Ending Market Value	$93,905,515
Unrealized Gain/Loss	($147,393)	Unrealized Gain/Loss	($235,336)
Beginning WAM	172 Days	Ending WAM	144 Days
Change in Market Value	$17,113,748		
Investment Income for Period	$235,318		
Quarter Average Yield - NCHD	1.144%		
Quarter Average Yield - 6 Mth T-Bill	1.370%		

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

Nueces County Hospital District
Inventory Report - Holdings by Fund
As of: 12/31/2017

Settle Date	Maturity Date	Fund Name	Location	Security	CUSIP	Avg Yield/ Coupon	Purchase Price	PAR	Beginning Book Value 09/30/2017	Beginning Market Value 09/30/2017	Ending Book Value 12/31/2017	Ending Market 12/31/2017	Gain/Loss	Accrued Interest	Yield	D-T-M
Indigent Care Fund																
12/31/2017	01/01/2018	Indigent Care Fund	TexPool	Investment Pool	#0002	1.176%	7,120,320	7,120,320	10,036,904	10,036,904	7,120,320	7,120,320	0	0	1.176%	1
12/31/2017	01/01/2018	Indigent Care Fund	LOGIC	Investment Pool		1.378%	17,654	17,654	17,596	17,596	17,654	17,654	0	0	1.378%	1
12/31/2017	01/01/2018	Indigent Care Fund	TexSTAR	Investment Pool		1.176%	9,935,724	9,935,724	9,908,269	9,908,269	9,935,724	9,935,724	0	0	1.176%	1
10/29/2015	10/29/2018	Indigent Care Fund	Safekeeping	FNMA - Qtrly Call	3136G2PF8	1.125%	3,000,000	3,000,000	3,000,000	2,986,836	3,000,000	2,983,953	(16,047)	5,719	1.125%	302
03/22/2016	03/22/2019	Indigent Care Fund	Safekeeping	FNMA - Qtrly Call	3136G3BR5	1.300%	4,000,000	4,000,000	4,000,000	3,977,380	4,000,000	3,960,016	(39,984)	14,156	1.300%	446
05/23/2016	05/23/2019	Indigent Care Fund	Safekeeping	FNMA - Qtrly Call	3136G3NA9	1.200%	4,000,000	4,000,000	4,000,000	3,979,216	4,000,000	3,958,924	(41,076)	4,933	1.200%	508
06/28/2016	06/28/2019	Indigent Care Fund	Safekeeping	FNMA - Qtrly Call	3135G0K93	1.250%	3,000,000	3,000,000	3,000,000	2,984,667	3,000,000	2,969,370	(30,630)	208	1.250%	544
07/26/2016	07/26/2019	Indigent Care Fund	Safekeeping	FHLMC - Qtrly Call	3134G9Q75	1.250%	4,000,000	4,000,000	4,000,000	3,976,984	4,000,000	3,959,880	(40,120)	21,389	1.250%	572
09/13/2016	09/13/2019	Indigent Care Fund	Safekeeping	FNMA - Yearly Call	3136G34X0	1.150%	4,000,000	4,000,000	4,000,000	3,947,524	4,000,000	3,948,052	(51,948)	13,672	1.150%	621
10/19/2017	10/31/2018	Indigent Care Fund	Safekeeping	US T Note	912828WD8	1.250%	998,125	1,000,000	0	0	998,488	995,781	(2,707)	2,083	1.433%	304
10/30/2017	11/05/2020	Indigent Care Fund	Safekeeping	FNMA - Qrtrly Call	3130ACLP7	1.950%	2,000,000	2,000,000	0	0	2,000,000	1,987,176	(12,824)	6,608	1.949%	1,040
				Subtotal			42,071,823	42,073,698	41,962,769	41,815,376	42,072,186	41,836,850	(235,336)	68,769	1.239%	322
Tobacco Settlement Fund																
12/31/2017	01/01/2018	Tobacco Settlement	TexPool	Investment Pool	#00007	1.176%	885	885	882	882	885	885	0	0	1.176%	1
				Subtotal			885	885	882	882	885	885	0	0	1.176%	1
Employee Health Benefits Trust Fund																
12/31/2017	01/01/2018	Emp Health Benefits Trust	Frost Trust	Short Term Treasury	AIM	1.070%	205,953	205,953	205,733	205,733	205,953	205,953	0	190	1.070%	1
				Subtotal			205,953	205,953	205,733	205,733	205,953	205,953	0	190	1.070%	1
General Fund																
12/31/2017	01/01/2018	General Fund	TexPool	Investment Pool	#00004	1.176%	13,475,088	13,475,088	17,239,588	17,239,588	13,475,088	13,475,088	0	0	1.176%	1
12/31/2017	01/01/2018	GF - Membership Revenue	TexPool	Investment Pool	#00009	1.176%	37,792,186	37,792,186	17,109,535	17,109,535	37,792,186	37,792,186	0	0	1.176%	1
12/31/2017	01/01/2018	GF - Operating	Frost Bank	Commercial Checking	664025679	0.880%	593,479	593,479	419,598	419,598	593,479	593,479	0	0	0.880%	1
12/31/2017	01/01/2018	GF - Payroll	Frost Bank	Commercial Checking	664027221	0.880%	1,075	1,075	1,055	1,055	1,075	1,075	0	0	0.880%	1
				Subtotal			51,861,827	51,861,827	34,769,776	34,769,776	51,861,827	51,861,827	0	0	1.173%	1
				TOTAL PORTFOLIO			**94,140,488**	**94,142,363**	**76,939,159**	**76,791,766**	**94,140,851**	**93,905,515**	**(235,336)**	**68,958**	**1.202%** WAY	**144** WAM

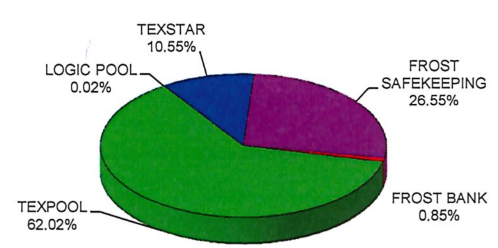
Nueces County Hospital District
Investment Transaction Activity
October 1, 2017 - December 31, 2017

Settle Date	Maturity	Call Date	Fund	Type	CUSIP	Coupon	Price	Par	Principal	Acc'd Interest	Total Settlement	Yield to Mat/Call	Broker
Purchases													
10/19/2017	10/31/2017	n/a	Indigent Care Fund	US T Note	912828WD8	1.250%	99.8125	1,000,000.00	998,125.00	5,842.39	1,003,967.39	1.433%	Piper Jaffrey
10/30/2017	11/05/2020	02/05/2018	Indigent Care Fund	FHLB - Qtrly Call	3130ACLP7	1.950%	100.0000	2,000,000.00	2,000,000.00	0.00	2,000,000.00	1.949%	Piper Jaffrey
							Total Purchases:	**3,000,000.00**	**2,998,125.00**	**5,842.39**	**3,003,967.39**		
Maturities/Calls													
							Total Maturities/Calls:	**0.00**	**0.00**	**0.00**	**0.00**		

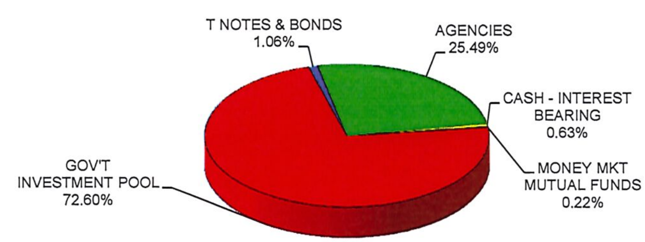
NUECES COUNTY HOSPITAL DISTRICT
INVESTMENTS SUMMARY BY TYPE & LOCATION
FY 2018 1ST QUARTER (OCTOBER 1 - DECEMBER 31, 2017)

	FROST BANK	TEXPOOL	LOGIC	TEXSTAR	FROST SAFEKEEPING	TOTAL	PERCENT BY TYPE OF INVESTMENT
CASH - INTEREST BEARING	$594,554	$0	$0	$0	$0	$594,554	0.63%
MONEY MKT MUTUAL FUNDS	$205,953	$0	$0	$0	$0	$205,953	0.22%
GOV'T INVESTMENT POOLS	$0	$58,388,478	$17,654	$9,935,724	$0	$68,341,856	72.60%
CERTIFICATES OF DEPOSIT	$0	$0	$0	$0	$0	$0	0.00%
TREASURY NOTES AND BONDS	$0	$0	$0	$0	$998,488	$998,488	1.06%
AGENCIES	$0	$0	$0	$0	$24,000,000	$24,000,000	25.49%
TOTAL INVESTMENTS	**$800,507**	**$58,388,478**	**$17,654**	**$9,935,724**	**$24,998,488**	**$94,140,851**	**100.00%**
PERCENT BY HOLDER OF INVESTMENTS	**0.85%**	**62.02%**	**0.02%**	**10.55%**	**26.55%**	**100.00%**	

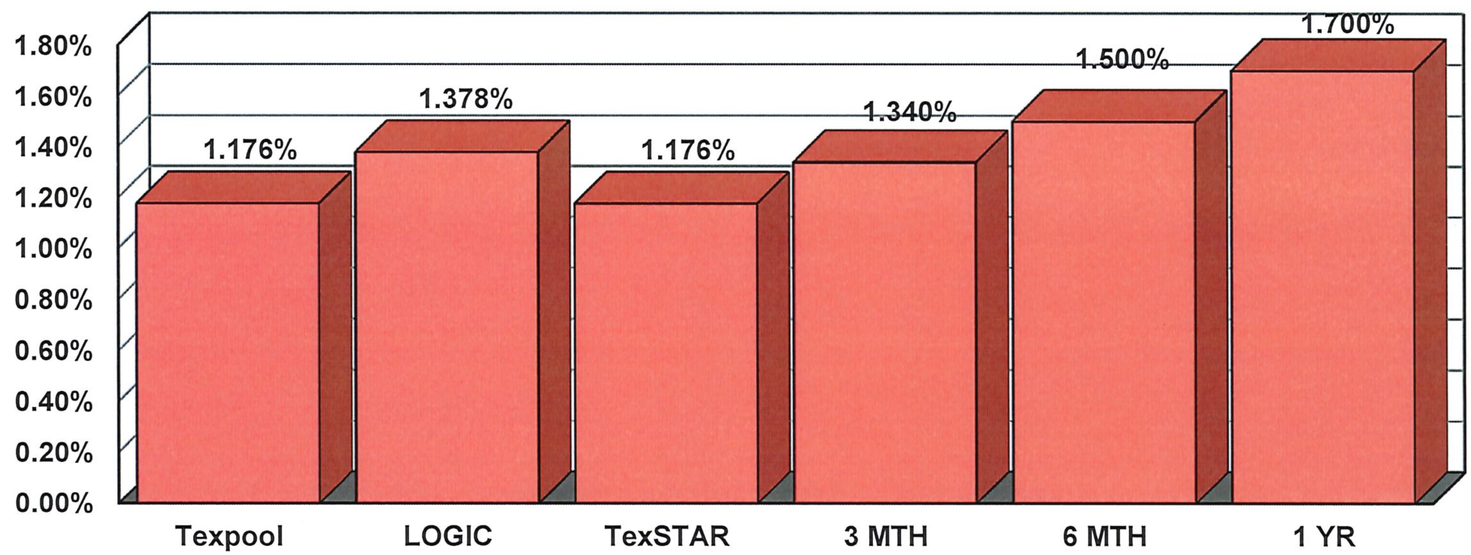
INVESTMENT BY LOCATION



INVESTMENTS BY TYPE

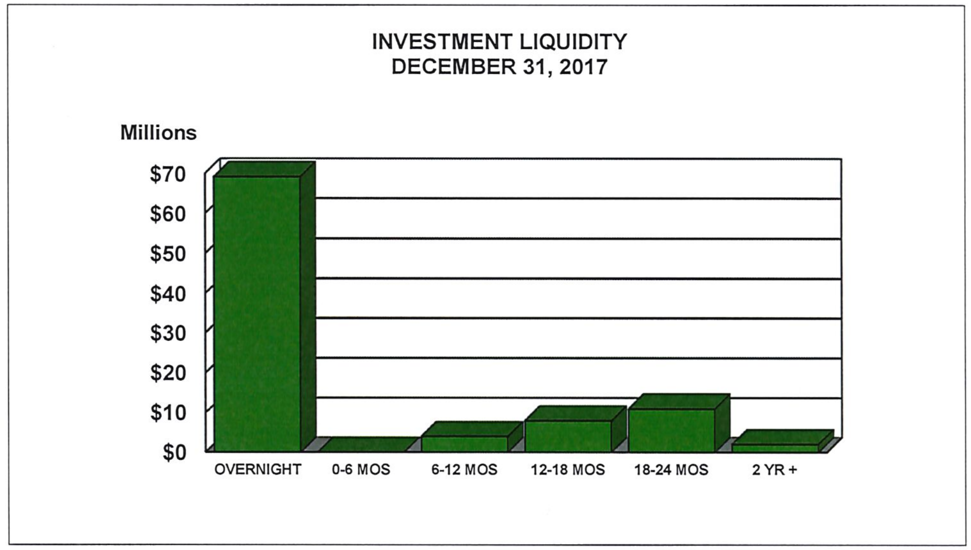


NUECES COUNTY HOSPITAL DISTRICT
POOL RATES V. TREASURIES
DECEMBER 31, 2017

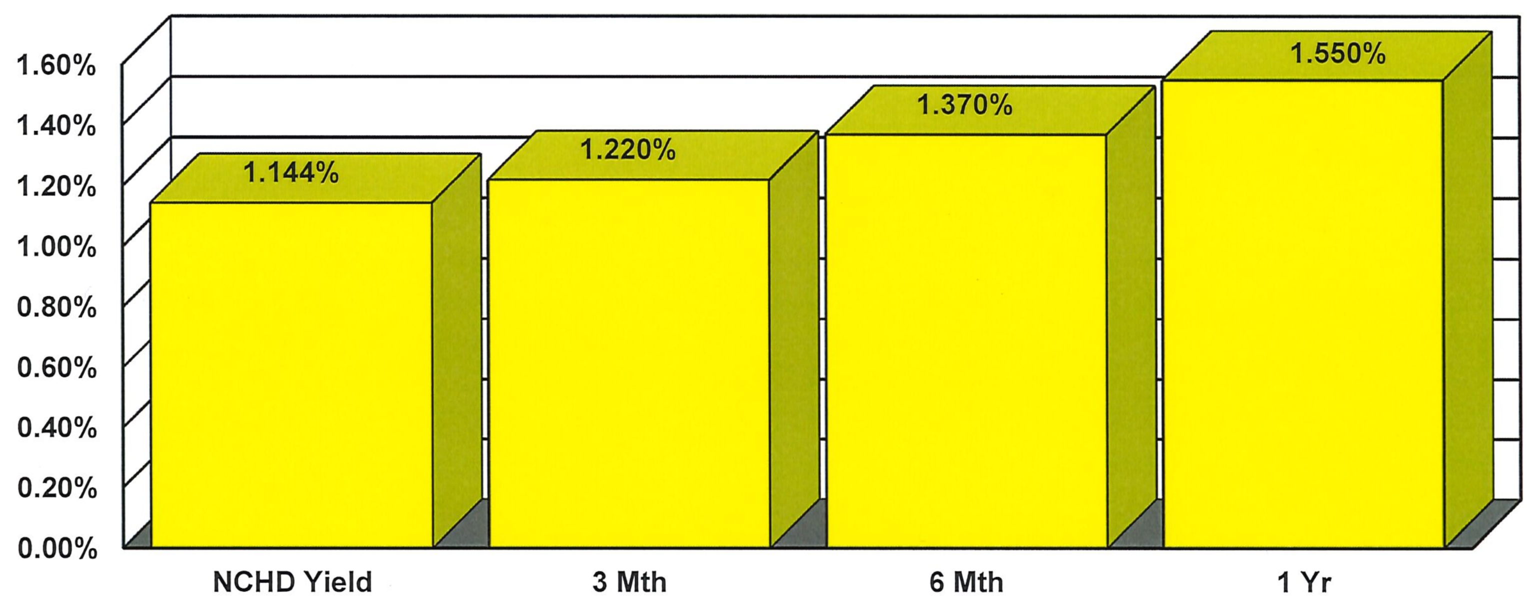


NUECES COUNTY HOSPITAL DISTRICT
INVESTMENT SUMMARY BY LIQUIDITY
FY 2018 1ST QUARTER (OCTOBER 1 - DECEMBER 31, 2017)

INVESTMENT-YRS TO MATURITY	AMOUNT	
CASH & CASH EQUIVALENTS	$69,142,363	**73.4%**
MATURES IN 0-6 MONTHS	$0	**0.0%**
MATURES IN 6-12 MONTHS	$3,998,488	**4.2%**
MATURES IN 12-18 MONTHS	$8,000,000	**8.5%**
MATURES IN 18-24 MONTHS	$11,000,000	**11.7%**
MATURES IN OVER 2 YEARS	$2,000,000	**2.1%**
TOTAL	**$94,140,851**	**100.0%**



NUECES COUNTY HOSPITAL DISTRICT
QUARTERLY BENCHMARK COMPARISON
DECEMBER 31, 2017



Nueces County Hospital District
Investment Policy Compliance
For the Quarter Ended December 31, 2017

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 12 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 6 month U.S. Treasury Bill benchmark?		

	District	U.S. Treasury	Yes	No
6 Month Treasury	**1.144%**	**1.370%**		X

Responses:
#6 – Forty percent of the District's portfolio is not available for investment and must be kept liquid to fund intergovernmental transfers for the Medicaid Payment Programs. With rising interest rates, the District's average yield will trail the market as subsequent reinvestments are made at the higher rates.