



County of Victoria

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Sean Kennedy, CIO
County Treasurer

January 25, 2010

Honorable Judge Donald R. Pozzi
Victoria County Commissioners' Court

Chapter 2256.023, Local Government Code (The Public Funds Investment Act), requires the investment officer of each local government to submit to its governing body a quarterly report of investment transactions.

The attached report details investments for Victoria County, Citizens Medical Center, and Victoria County Navigation District for the quarter ending December 31, 2009.

The combined portfolios total \$117,641,150.64 and have been managed with an emphasis on safety, liquidity and yield. The portfolio for the quarter is diversified with 51% in cash, 49% in collateralized CD's and a minimal amount in L.O.G.I.C. Pool, with a combined average interest rate of .7859%.

The Federal Reserve Bank has not changed the Fed Fund Interest rate this quarter. The outlook is for the Fed Fund interest rate to remain stable. CD rates continue to decline as does the interest rate received from investments in L.O.G.I.C. Pool. Interest bearing checking accounts at First Victoria earn .45% and investment cash accounts earn .50%

Pledged collateral of bank deposits held by First Victoria Bank is closely monitored, and was above the limits required by our depository contract.

Respectfully submitted,

A handwritten signature in blue ink that reads "Sean Kennedy".

Sean Kennedy, CIO
Victoria County Treasurer

FUND	PURCH DATE	ORIGINAL FACE	CURRENT FACE	DESCRIPTION	MAT DATE	Call Date	NET YIELD	PURCH PRICE	BEGINNING BOOK VALUE	BEGINNING MARKET VALUE	ENDING BOOK VALUE	ENDING MARKET VALUE	ACTION
VICTORIA COUNTY													
100	6/30/2009	5,000,000	0	Certificate of Deposit	12/30/2009		0.900%	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00	0.00	0.00
			0	Certificate of Deposit				0.00	0.00	0.00	0.00	0.00	0.00
				Gov't Agencies, Disc Notes				0.00	0.00	0.00	0.00	0.00	0.00
		5,000,000	0	TOTAL INVESTMENTS				5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00	0.00	0.00
COUNTY FUNDS INVESTED													
				CASH ON HAND			0.500%		5,000,000.00	5,000,000.00	0.00	0.00	0.00
				TOTAL					7,651,340.85	10,775,430.82	12,651,340.85	10,775,430.82	
CITIZENS MEDICAL CENTER													
820	7/22/2009	0	0	L.O.G.I.C. POOL			0.270%	0.00	731.33	731.33	731.83	731.83	
820	7/22/2009	17,500,000	17,500,000	Certificate of Deposit	4/19/2010		1.050%	0.00	0.00	0.00	0.00	0.00	
820	7/22/2009	17,500,000	17,500,000	Certificate of Deposit	1/19/2010		0.900%	17,500,000.00	17,500,000.00	17,500,000.00	17,500,000.00	17,500,000.00	
820	11/25/2009	0	20,000,000	Certificate of Deposit	2/23/2010		0.600%	20,000,000.00	0.00	0.00	20,000,000.00	20,000,000.00	
820	8/25/2009	20,000,000	0	Certificate of Deposit	11/23/2009		0.650%	20,000,000.00	20,000,000.00	20,000,000.00	20,000,000.00	20,000,000.00	
		55,000,000	55,000,000	TOTAL INVESTMENTS				55,000,731.33	55,000,731.33	55,000,731.83	55,000,731.83	55,000,731.83	
HOSPITAL FUNDS INVESTED													
				CASH ON HAND			0.500%		55,000,731.33	55,000,731.33	55,000,731.83	55,000,731.83	
				TOTAL					41,117,574.10	43,845,989.04	96,118,305.43	98,846,720.87	
NAVIGATION DISTRICT													
				L.O.G.I.C. POOL - BOND FUND			0.270%		873.22	873.22	873.81	873.81	
				L.O.G.I.C. POOL - OPERATING FUND			0.270%		916.28	916.28	916.91	916.91	
		0	0	Certificates of Deposit			0.000%	0.00	0.00	0.00	0.00	0.00	
		0	0	Certificates of Deposit			0.000%	0.00	0.00	0.00	0.00	0.00	
		0	3,000,000	Certificates of Deposit	8/19/2010		1.150%	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	
		0	3,000,000	TOTAL INVESTMENTS				3,001,789.50	3,001,789.50	3,001,790.72	3,001,790.72	3,001,790.72	
NAVIGATION DISTRICT INVESTMENTS													
				CASH ON HAND			0.500%		3,001,789.50	3,001,789.50	3,001,790.72	3,001,790.72	
				TOTAL					6,350,679.01	5,017,208.23	9,352,468.51	8,018,998.95	
BANK BALANCE - NOT BOOK BALANCE													
				TOTAL					9,352,468.51	8,018,998.95			

