



# **Brazos River Authority**

## **INVESTMENT PORTFOLIO SUMMARY**

**For the Quarter Ended**

**February 28, 2011**

**Prepared by**

**Valley View Consulting, L.L.C.**

The investment portfolio of the Brazos River Authority is in compliance with the Public Funds Investment Act, generally accepted accounting principles, and the Authority's Investment Policy and Investment Strategy Statements.

---

Chief Financial Officer

---

Cash and Investment Manager

---

Accounting Manager

These reports were compiled using information provided by the Brazos River Authority. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields and do not account for investment advisor fees.

**Strategy Summary:**

The Federal Open Market Committee (FOMC) continued the Fed Funds target range between 0.00% and 0.25%. It also continues to purchase up to \$600 billion in additional government security purchases in an attempt to stimulate the economy. Recent data has encouraged the stock market to extend its higher trend. The Middle East and Japanese earthquake situations have pushed Treasury and agency yields lower in a flight to quality. Utilizing cash flow projections to ladder funds, when appropriate, will provide the best earnings opportunity. Select bank CDs and other deposit options may also provide value.

**Quarter End Results by Investment Category:**

<u>Asset Type</u>	<u>November 30, 2010</u>		<u>February 28, 2011</u>		<u>Ave. Yield</u>
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>	
Demand/Pools/MMMF	\$ 29,410,869.15	\$ 29,410,869.15	\$ 21,074,662.70	\$ 21,074,662.70	0.33%
Securities/CDs	125,660,223.61	125,660,987.80	127,086,837.69	127,086,861.92	1.21%
<b>Totals</b>	<b>\$ 155,071,092.76</b>	<b>\$ 155,071,856.95</b>	<b>\$ 148,161,500.39</b>	<b>\$ 148,161,524.62</b>	

<b>Average Yield for Current Quarter (1)</b>	
Total Portfolio	1.09%
Average Yield 1 year Treasury Note	0.31%

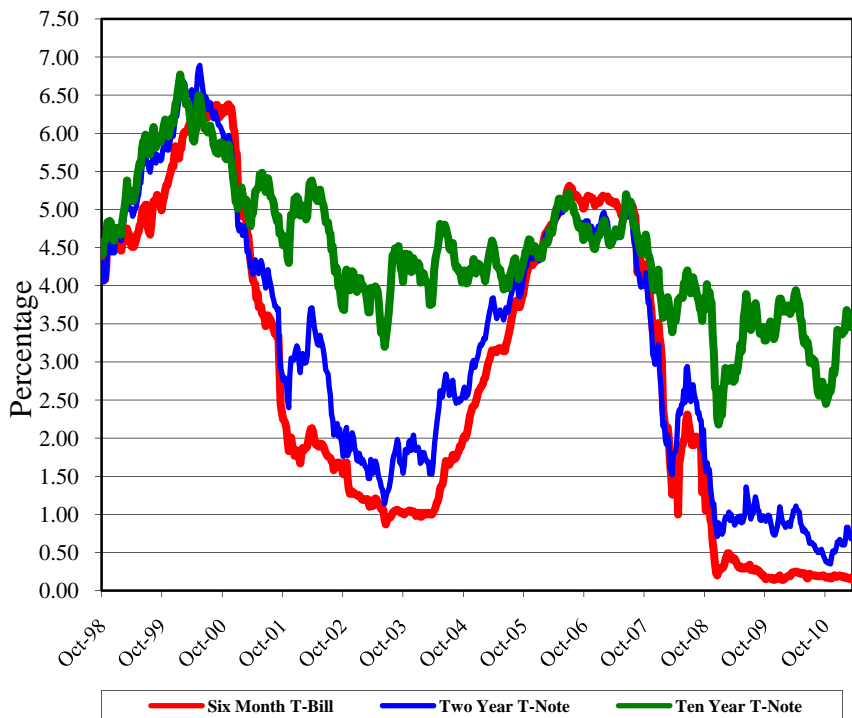
<b>Fiscal Year-to-Date Average Yield (2)</b>	
Total Portfolio	1.09%
Average Yield 1 year Treasury Note	0.32%

<b>Interest Income</b>	
Quarter	\$ 408,203.17
Fiscal Year to Date	\$ 746,986.78

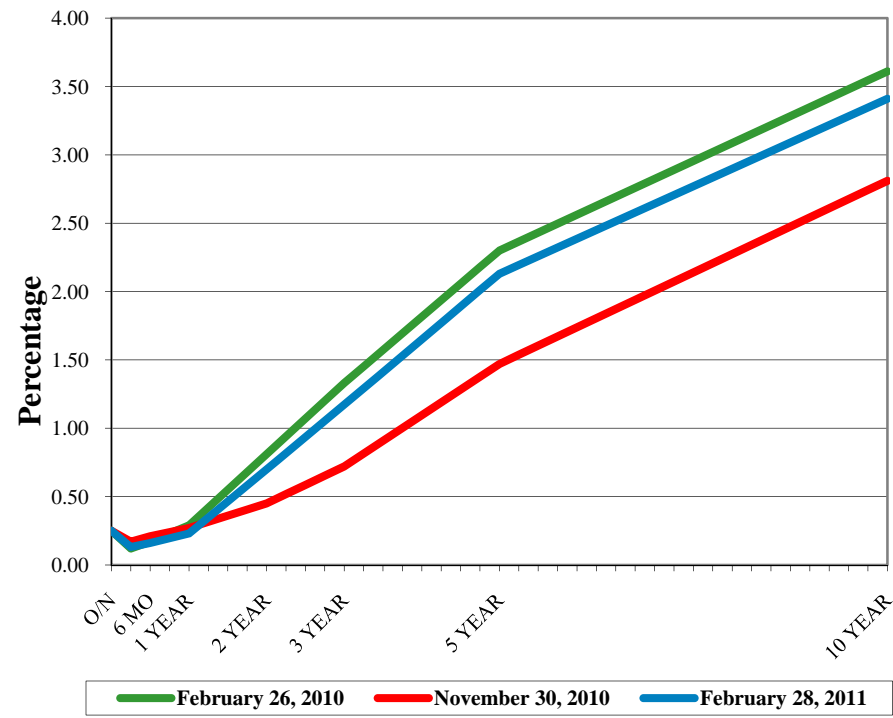
(1) Average Yield for Current Quarter is calculated using quarter end report yield and adjusted book values and does not reflect a total return analysis or account for advisory fees.

(2) Fiscal Year-to-Date Average Yields calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

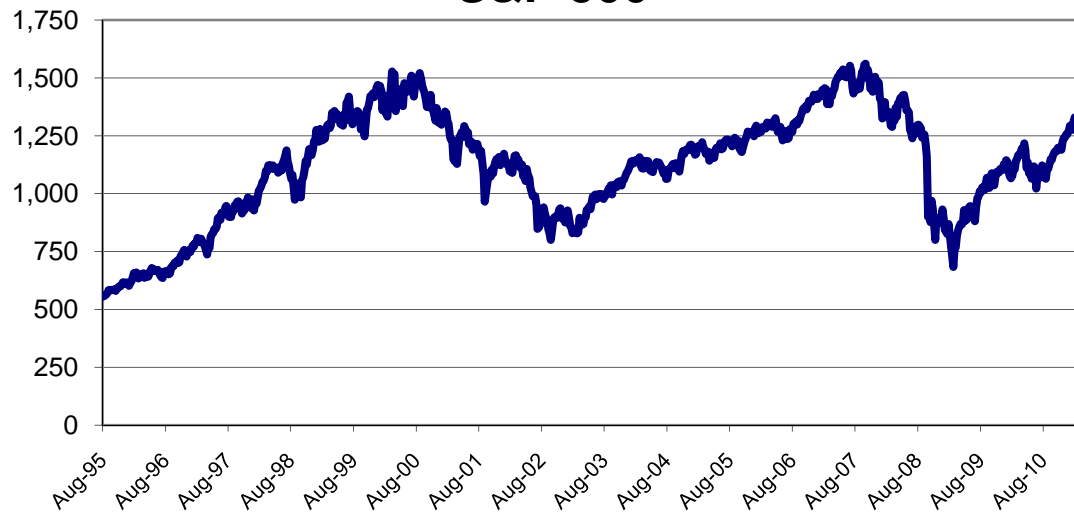
### US Treasury Historical Yields



### Treasury Yield Curves



### S&P 500



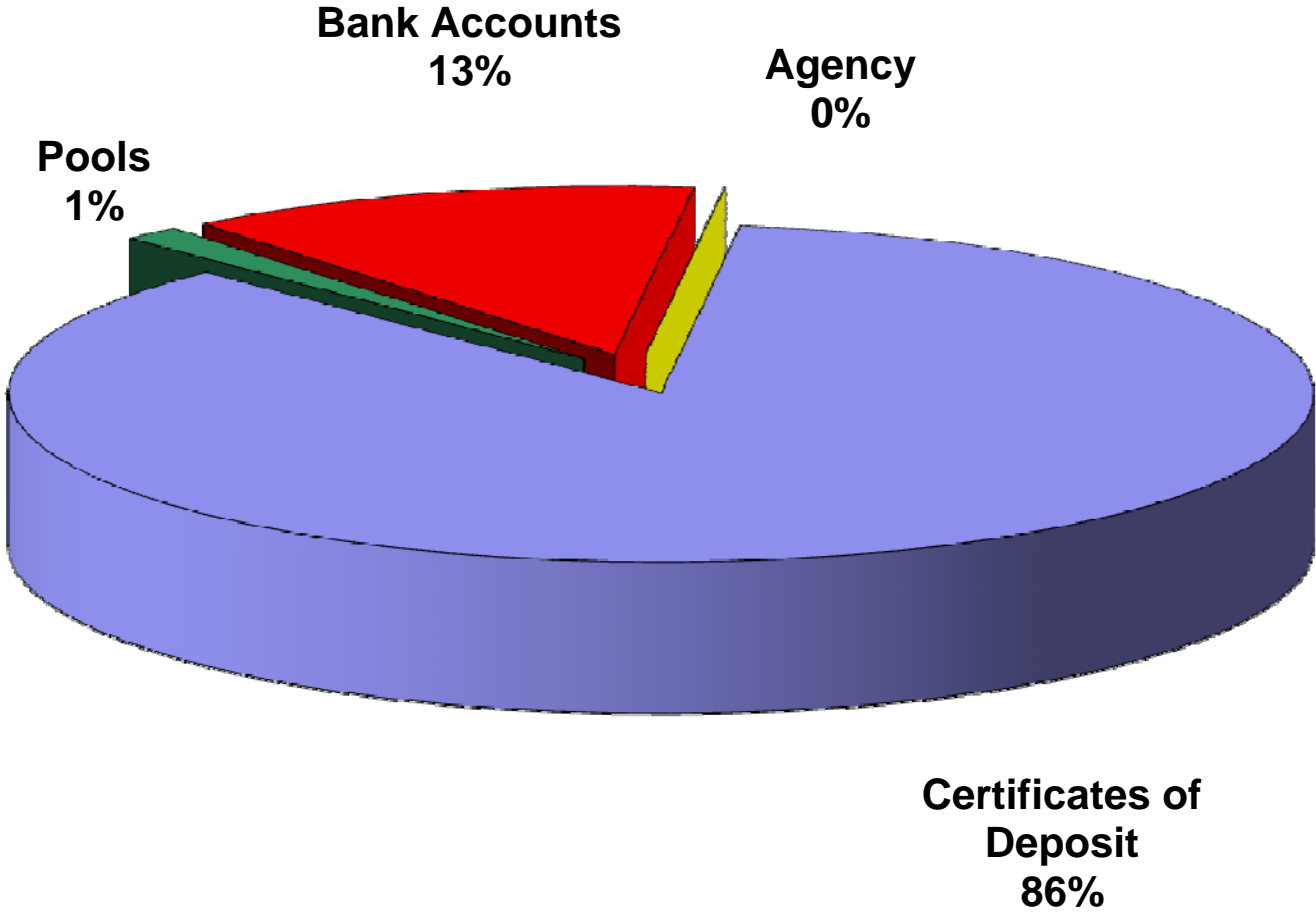
## Detail of Investment Holdings February 28, 2011

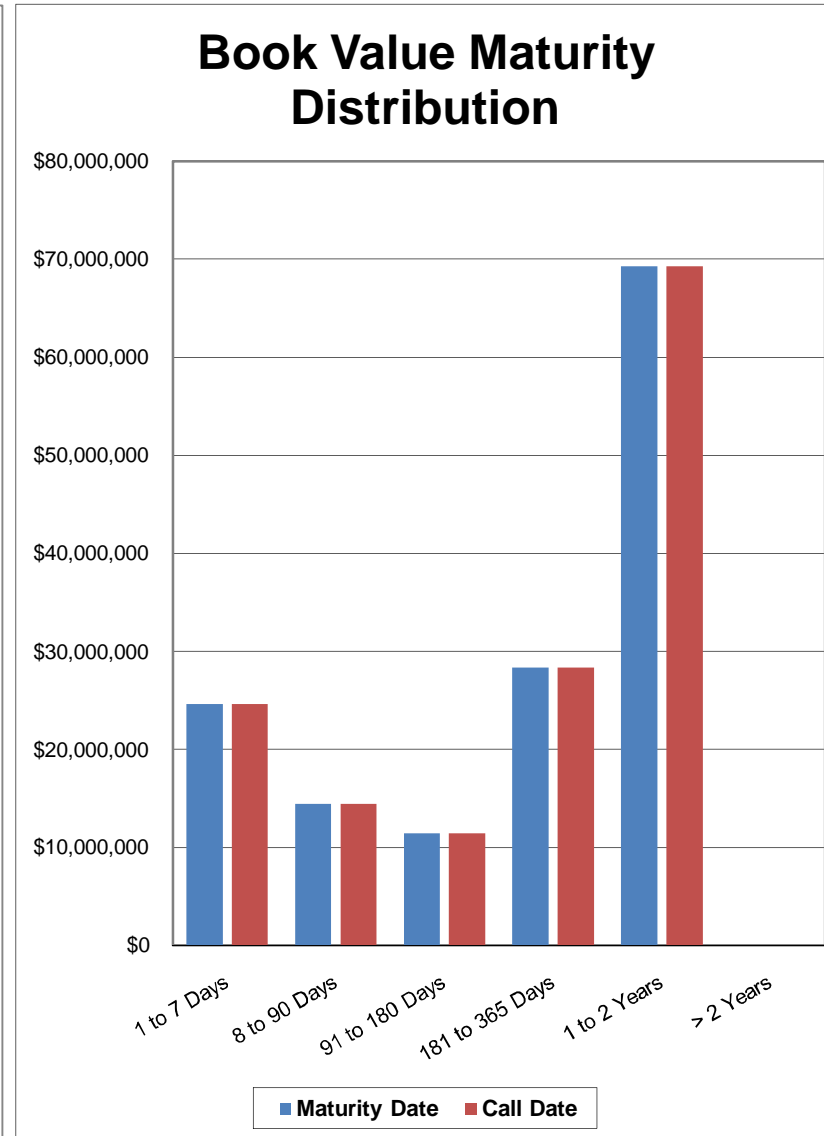
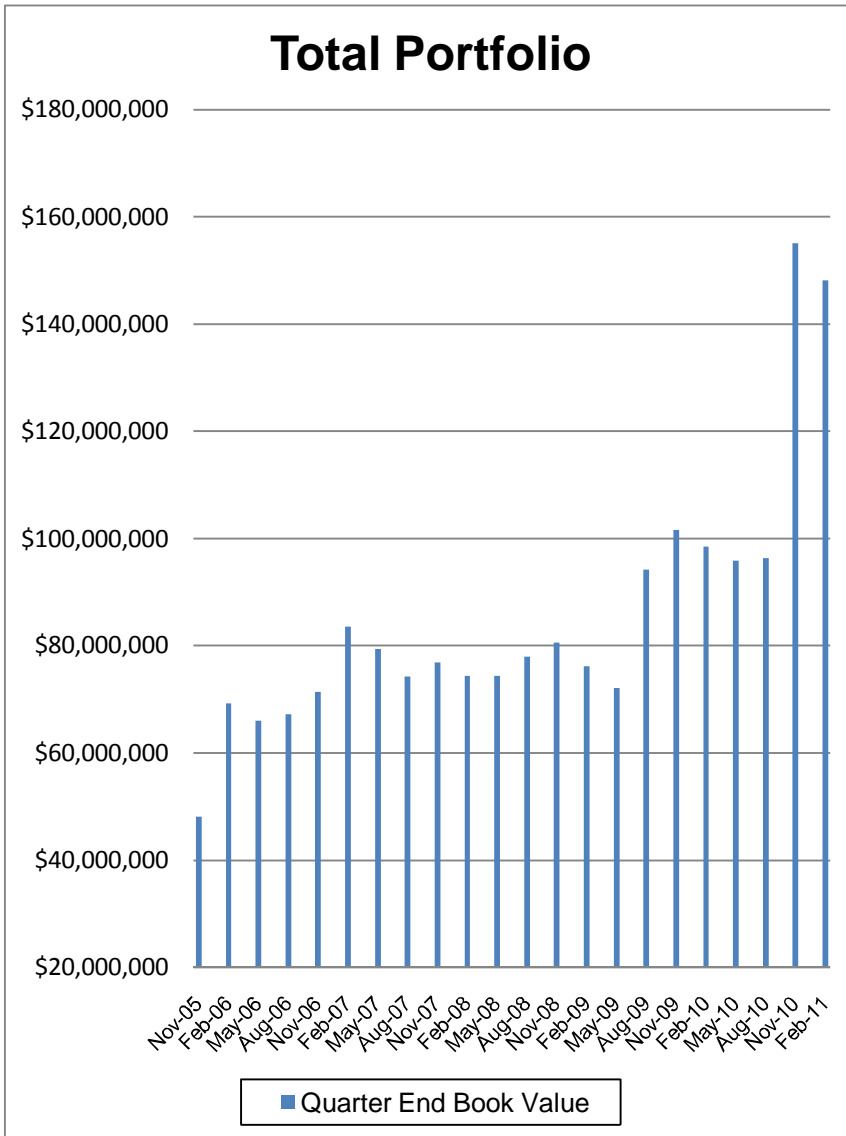
Description	Ratings	Coupon/ YTM	Maturity Date	Settlement Date	Call Date	Original Face/ Par Value	Purchased Value	Book Value	Market Price	Market Value	Life (days)	Yield
Demand		0.00%	03/01/2011	02/28/2011		\$ 498,066.70	\$ 498,066.70	\$ 498,066.70	1.000	\$ 498,066.70	1	0.00%
Demand		0.05%	03/01/2011	02/28/2011		(2,453.48)	(2,453.48)	(2,453.48)	1.000	(2,453.48)	1	0.05%
SSB NOW		0.40%	03/01/2011	02/28/2011		4,521,555.07	4,521,555.07	4,521,555.07	1.000	4,521,555.07	1	0.40%
Wells Fargo MMMF		0.01%	03/01/2011	02/28/2011		388,994.01	388,994.01	388,994.01	1.000	388,994.01	1	0.01%
Wells Fargo Checking		0.36%	03/01/2011	02/28/2011		12,744,825.54	12,744,825.54	12,744,825.54	1.000	12,744,825.54	1	0.36%
Wells Fargo MMA		0.36%	03/01/2011	02/28/2011		817,225.22	817,225.22	817,225.22	1.000	817,225.22	1	0.36%
TexPool	AAAm	0.15%	03/01/2011	02/28/2011		1,601,464.01	1,601,464.01	1,601,464.01	1.000	1,601,464.01	1	0.15%
TexasDaily	AAAm	0.17%	03/01/2011	02/28/2011		504,985.63	504,985.63	504,985.63	1.000	504,985.63	1	0.17%
Comerica Bank CD		1.59%	03/02/2011	09/02/2009		3,579,821.46	3,579,821.46	3,579,821.46	100.000	3,579,821.46	2	1.59%
Fidelity Bank CD		2.50%	03/09/2011	03/09/2009		1,044,667.79	1,044,667.79	1,044,667.79	100.000	1,044,667.79	9	2.50%
Comerica Bank CD		1.65%	03/24/2011	09/24/2009		4,094,705.00	4,094,705.00	4,094,705.00	100.000	4,094,705.00	24	1.65%
Wells Fargo CD		2.10%	04/29/2011	04/29/2009		3,117,898.19	3,117,898.19	3,117,898.19	100.000	3,117,898.19	60	2.10%
Comerica Bank CD		2.13%	05/16/2011	05/14/2009		2,076,160.31	2,076,160.31	2,076,160.31	100.000	2,076,160.31	77	2.13%
Texas Capital Bank		0.90%	05/17/2011	08/20/2010		2,590,000.00	2,590,000.00	2,590,000.00	100.000	2,590,000.00	78	0.90%
Comerica Bank CD		0.77%	05/23/2011	05/21/2010		1,508,756.33	1,508,756.33	1,508,756.33	100.000	1,508,756.33	84	0.77%
FNMA MBS		7.00%	06/01/2011	01/24/1997	Monthly	1,284.45	1,284.45	1,284.45	101.886	1,308.68	93	7.00%
Comerica Bank CD		1.83%	06/02/2011	09/02/2009		3,489,388.69	3,489,388.69	3,489,388.69	100.000	3,489,388.69	94	1.83%
Southside Bank CD		0.55%	06/27/2011	09/27/2010		2,002,742.47	2,002,742.47	2,002,742.47	100.000	2,002,742.47	119	0.55%
Wells Fargo CD		0.88%	07/25/2011	05/25/2010		2,013,352.70	2,013,352.70	2,013,352.70	100.000	2,013,352.70	147	0.88%
BBVA Compass CD		0.75%	08/05/2011	02/05/2010		1,007,527.90	1,007,527.90	1,007,527.90	100.000	1,007,527.90	158	0.75%
Texas Capital Bank CD		1.00%	08/17/2011	08/20/2010		2,402,613.30	2,402,613.30	2,402,613.30	100.000	2,402,613.30	170	1.00%
Comerica Bank CD		0.70%	08/22/2011	08/20/2010		501,766.97	501,766.97	501,766.97	100.000	501,766.97	175	0.70%
Comerica Bank CD		2.07%	09/02/2011	09/02/2009		4,531,061.13	4,531,061.13	4,531,061.13	100.000	4,531,061.13	186	2.07%
Comerica Bank CD		1.88%	09/23/2011	09/24/2009		3,081,054.49	3,081,054.49	3,081,054.49	100.000	3,081,054.49	207	1.88%
Wells Fargo CD		1.11%	10/24/2011	05/24/2010		2,016,704.73	2,016,704.73	2,016,704.73	100.000	2,016,704.73	238	1.11%
Comerica Bank CD		1.69%	11/21/2011	11/19/2009		4,596,164.73	4,596,164.73	4,596,164.73	100.000	4,596,164.73	266	1.69%
Comerica Bank CD		1.85%	12/28/2011	12/28/2009		2,043,722.54	2,043,722.54	2,043,722.54	100.000	2,043,722.54	303	1.85%
Comerica Bank CD		0.70%	01/23/2012	10/22/2010		4,009,443.96	4,009,443.96	4,009,443.96	100.000	4,009,443.96	329	0.70%
Southside Bank CD		1.00%	02/06/2012	08/06/2010		3,015,142.35	3,015,142.35	3,015,142.35	100.000	3,015,142.35	343	1.00%
Southside Bank CD		0.60%	02/17/2012	02/17/2011		2,000,000.00	2,000,000.00	2,000,000.00	100.000	2,000,000.00	354	0.60%
Comerica Bank CD		0.54%	02/28/2012	02/28/2011		3,073,756.35	3,073,756.35	3,073,756.35	100.000	3,073,756.35	365	0.54%
Comerica Bank CD		0.81%	03/27/2012	09/27/2010		3,010,199.86	3,010,199.86	3,010,199.86	100.000	3,010,199.86	393	0.81%
Comerica Bank CD		1.71%	04/05/2012	04/05/2010		1,014,428.72	1,014,428.72	1,014,428.72	100.000	1,014,428.72	402	1.71%
Comerica Bank CD		0.88%	04/23/2012	10/22/2010		8,023,750.22	8,023,750.22	8,023,750.22	100.000	8,023,750.22	420	0.88%
Comerica Bank CD		0.65%	05/08/2012	02/08/2011		4,000,000.00	4,000,000.00	4,000,000.00	100.000	4,000,000.00	435	0.65%
Southside Bank CD		0.85%	05/14/2012	11/19/2010		3,006,427.40	3,006,427.40	3,006,427.40	100.000	3,006,427.40	441	0.85%
Comerica Bank CD		1.06%	07/23/2012	10/22/2010		12,042,922.10	12,042,922.10	12,042,922.10	100.000	12,042,922.10	511	1.06%
Comerica Bank CD		0.82%	08/08/2012	02/08/2011		2,000,000.00	2,000,000.00	2,000,000.00	100.000	2,000,000.00	527	0.82%
Southside Bank CD		0.91%	08/17/2012	02/17/2011		2,000,000.00	2,000,000.00	2,000,000.00	100.000	2,000,000.00	536	0.91%
Comerica Bank CD		1.01%	08/20/2012	11/19/2010		2,005,095.82	2,005,095.82	2,005,095.82	100.000	2,005,095.82	539	1.01%
Southside Bank CD		0.91%	08/28/2012	02/28/2011		3,000,000.00	3,000,000.00	3,000,000.00	100.000	3,000,000.00	547	0.91%
Comerica Bank CD		1.07%	09/04/2012	12/02/2010		2,003,636.72	2,003,636.72	2,003,636.72	100.000	2,003,636.72	554	1.07%
Alliance Bank CD		1.50%	10/08/2012	10/06/2010		3,011,342.47	3,011,342.47	3,011,342.47	100.000	3,011,342.47	588	1.50%
Comerica Bank CD		1.24%	10/22/2012	10/22/2010		16,066,962.91	16,066,962.91	16,066,962.91	100.000	16,066,962.91	602	1.24%
Comerica Bank CD		1.27%	11/20/2012	08/20/2010		2,012,838.58	2,012,838.58	2,012,838.58	100.000	2,012,838.58	631	1.27%
Comerica Bank CD		1.24%	12/03/2012	12/02/2010		3,091,497.05	3,091,497.05	3,091,497.05	100.000	3,091,497.05	644	1.24%
Comerica Bank CD		1.25%	02/18/2013	02/17/2011		3,000,000.00	3,000,000.00	3,000,000.00	100.000	3,000,000.00	721	1.25%
						<b>\$ 148,161,500.39</b>	<b>\$ 148,161,500.39</b>	<b>\$ 148,161,500.39</b>		<b>\$ 148,161,524.62</b>	<b>319</b>	<b>1.09%</b>

(1) **Weighted average life** - For purposes of calculating weighted average life bank, pool, and money market investments are assumed to mature the next business day.

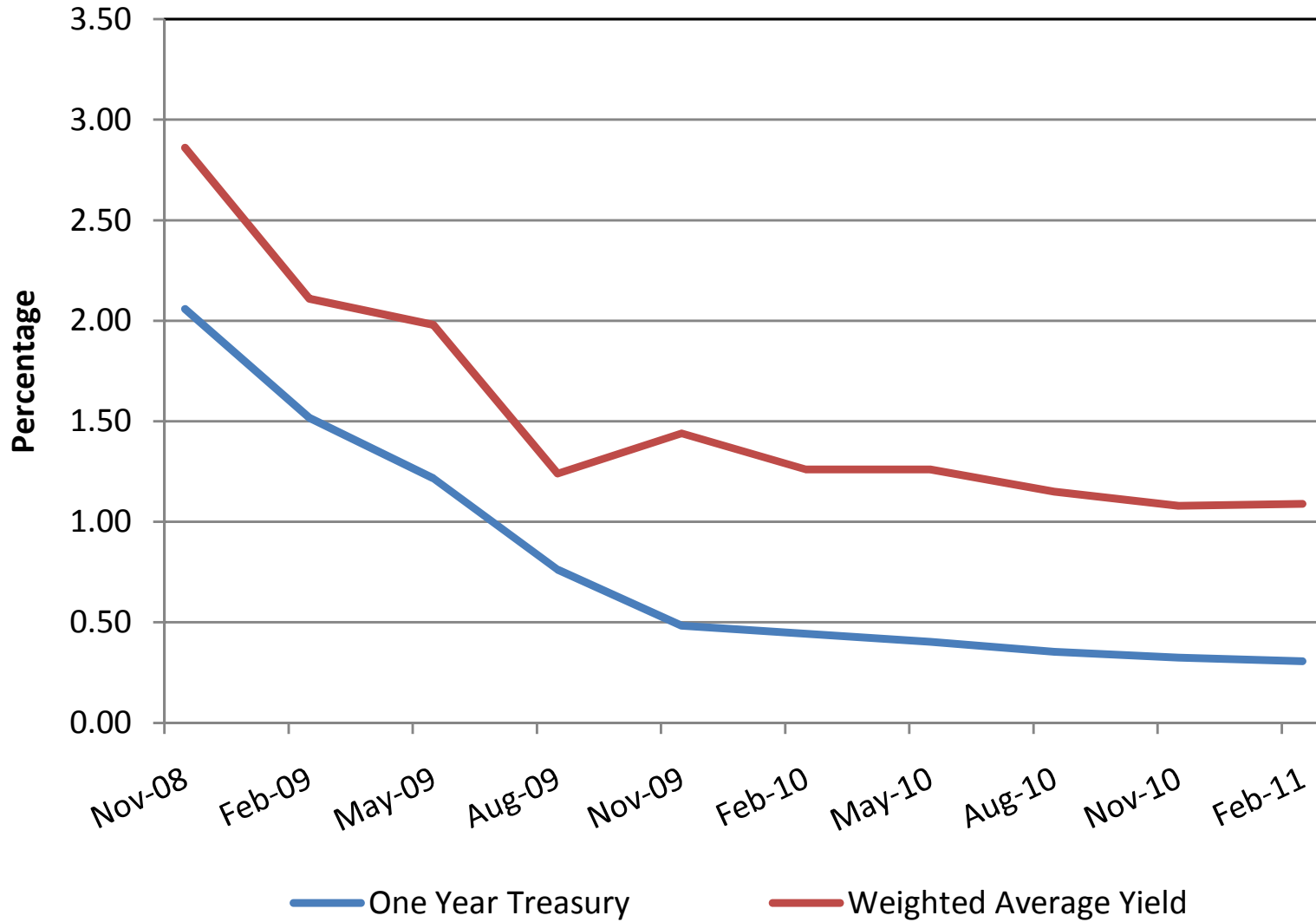
(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market investments.

# Portfolio Composition





# Total Portfolio Performance



## Book Value Comparison

Description	Coupon/ Yield	Maturity Date	November 30, 2010				February 28, 2011		
			Original Face/ Par Value		Purchase/ Adjustment	Maturity/Call/ Adjustment	Original Face/ Par Value		Book Value
Demand	0.00%	03/01/2011	\$ (84,693.19)	\$ (84,693.19)	\$ 582,759.89	\$ -	\$ 498,066.70	\$ 498,066.70	
Demand	0.05%	03/01/2011	(4,125.54)	(4,125.54)	1,672.06	-	(2,453.48)	(2,453.48)	
SSB NOW	0.40%	03/01/2011	10,006,086.27	10,006,086.27	-	(5,484,531.20)	4,521,555.07	4,521,555.07	
Texas Capital NOW	0.15%	03/01/2011	4,525,927.47	4,525,927.47	-	(4,525,927.47)	-	-	
Wells Fargo MMMF	0.01%	03/01/2011	361,959.62	361,959.62	27,034.39	-	388,994.01	388,994.01	
Wells Fargo Checking	0.36%	03/01/2011	10,182,268.91	10,182,268.91	2,562,556.63	-	12,744,825.54	12,744,825.54	
Wells Fargo MMA	0.36%	03/01/2011	2,317,809.23	2,317,809.23	-	(1,500,584.01)	817,225.22	817,225.22	
TexPool	0.15%	03/01/2011	1,600,839.51	1,600,839.51	624.50	-	1,601,464.01	1,601,464.01	
TexasDaily	0.17%	03/01/2011	504,796.87	504,796.87	188.76	-	504,985.63	504,985.63	
Comerica Bank CD	1.35%	12/02/2010	5,079,359.70	5,079,359.70	-	(5,079,359.70)	-	-	
Texas Capital CD	0.70%	12/20/2010	310,000.00	310,000.00	-	(310,000.00)	-	-	
FHLB	0.40%	01/04/2011	3,000,000.00	2,999,953.51	-	(2,999,953.51)	-	-	
BBVA Compass CD	0.45%	01/14/2011	1,011,366.78	1,011,366.78	-	(1,011,366.78)	-	-	
Southside Bank CD	0.50%	02/08/2011	2,503,150.68	2,503,150.68	-	(2,503,150.68)	-	-	
Independent CDARS	2.27%	02/17/2011	3,123,978.31	3,123,978.31	-	(3,123,978.31)	-	-	
BBVA Compass CD	0.60%	02/25/2011	4,972,263.71	4,972,263.71	-	(4,972,263.71)	-	-	
Comerica Bank CD	1.61%	02/28/2011	3,061,046.43	3,061,046.43	-	(3,061,046.43)	-	-	
Comerica Bank CD	1.59%	03/02/2011	3,565,512.96	3,565,512.96	14,308.50	-	3,579,821.46	3,579,821.46	
Fidelity Bank CD	2.50%	03/09/2011	1,038,196.84	1,038,196.84	6,470.95	-	1,044,667.79	1,044,667.79	
Comerica Bank CD	1.65%	03/24/2011	4,077,722.62	4,077,722.62	16,982.38	-	4,094,705.00	4,094,705.00	
Wells Fargo CD	2.10%	04/29/2011	3,101,617.20	3,101,617.20	16,280.99	-	3,117,898.19	3,117,898.19	
Comerica Bank CD	2.13%	05/16/2011	2,065,053.67	2,065,053.67	11,106.64	-	2,076,160.31	2,076,160.31	
Texas Capital Bank	0.90%	05/17/2011	2,590,000.00	2,590,000.00	-	-	2,590,000.00	2,590,000.00	
Comerica Bank CD	0.77%	05/23/2011	1,505,831.89	1,505,831.89	2,924.44	-	1,508,756.33	1,508,756.33	
FNMA MBS	7.00%	06/01/2011	3,712.70	3,712.70	-	(2,428.25)	1,284.45	1,284.45	
Comerica Bank CD	1.83%	06/02/2011	3,473,342.90	3,473,342.90	16,045.79	-	3,489,388.69	3,489,388.69	
Southside Bank CD	0.55%	06/27/2011	2,000,000.00	2,000,000.00	2,742.47	-	2,002,742.47	2,002,742.47	
Wells Fargo CD	0.88%	07/25/2011	2,008,891.92	2,008,891.92	4,460.78	-	2,013,352.70	2,013,352.70	
BBVA Compass CD	0.75%	08/05/2011	1,005,625.08	1,005,625.08	1,902.82	-	1,007,527.90	1,007,527.90	
Texas Capital Bank CD	1.00%	08/17/2011	2,402,613.30	2,402,613.30	-	-	2,402,613.30	2,402,613.30	
Comerica Bank CD	0.70%	08/22/2011	500,882.71	500,882.71	884.26	-	501,766.97	501,766.97	
Comerica Bank CD	2.07%	09/02/2011	4,507,502.16	4,507,502.16	23,558.97	-	4,531,061.13	4,531,061.13	
Comerica Bank CD	1.88%	09/23/2011	3,066,500.52	3,066,500.52	14,553.97	-	3,081,054.49	3,081,054.49	
Wells Fargo CD	1.11%	10/24/2011	2,011,121.04	2,011,121.04	5,583.69	-	2,016,704.73	2,016,704.73	
Comerica Bank CD	1.69%	11/21/2011	4,576,641.80	4,576,641.80	19,522.93	-	4,596,164.73	4,596,164.73	
Comerica Bank CD	1.85%	12/28/2011	2,034,222.19	2,034,222.19	9,500.35	-	2,043,722.54	2,043,722.54	
Comerica Bank CD	0.70%	01/23/2012	4,002,378.08	4,002,378.08	7,065.88	-	4,009,443.96	4,009,443.96	
Southside Bank CD	1.00%	02/06/2012	3,007,561.64	3,007,561.64	7,580.71	-	3,015,142.35	3,015,142.35	
Southside Bank CD	0.60%	02/17/2012	-	-	2,000,000.00	-	2,000,000.00	2,000,000.00	
Comerica Bank CD	0.54%	02/28/2012	-	-	3,073,756.35	-	3,073,756.35	3,073,756.35	



## Book Value Comparison

Description	Coupon/ Yield	Maturity Date	November 30, 2010		Purchase/ Adjustment	Maturity/Call/ Adjustment	February 28, 2011	
			Original Face/ Par Value	Book Value			Original Face/ Par Value	Book Value
Comerica Bank CD	0.81%	03/27/2012	3,004,062.46	3,004,062.46	6,137.40	-	3,010,199.86	3,010,199.86
Comerica Bank CD	1.71%	04/05/2012	1,010,068.93	1,010,068.93	4,359.79	-	1,014,428.72	1,014,428.72
Comerica Bank CD	0.88%	04/23/2012	8,005,979.17	8,005,979.17	17,771.05	-	8,023,750.22	8,023,750.22
Comerica Bank CD	0.65%	05/08/2012	-	-	4,000,000.00	-	4,000,000.00	4,000,000.00
Southside Bank CD	0.85%	05/14/2012	3,000,000.00	3,000,000.00	6,427.40	-	3,006,427.40	3,006,427.40
Comerica Bank CD	1.06%	07/23/2012	12,010,803.28	12,010,803.28	32,118.82	-	12,042,922.10	12,042,922.10
Comerica Bank CD	0.82%	08/08/2012	2,000,000.00	2,000,000.00	-	-	2,000,000.00	2,000,000.00
Southside Bank CD	0.91%	08/17/2012	-	-	2,000,000.00	-	2,000,000.00	2,000,000.00
Comerica Bank CD	1.01%	08/20/2012	-	-	2,005,095.82	-	2,005,095.82	2,005,095.82
Southside Bank CD	0.91%	08/28/2012	-	-	3,000,000.00	-	3,000,000.00	3,000,000.00
Comerica Bank CD	1.07%	09/04/2012	-	-	2,003,636.72	-	2,003,636.72	2,003,636.72
Alliance Bank CD	1.50%	10/08/2012	3,000,000.00	3,000,000.00	11,342.47	-	3,011,342.47	3,011,342.47
Comerica Bank CD	1.24%	10/22/2012	16,016,850.41	16,016,850.41	50,112.50	-	16,066,962.91	16,066,962.91
Comerica Bank CD	1.27%	11/20/2012	2,006,409.02	2,006,409.02	6,429.56	-	2,012,838.58	2,012,838.58
Comerica Bank CD	1.24%	12/03/2012	-	-	3,091,497.05	-	3,091,497.05	3,091,497.05
Comerica Bank CD	1.25%	02/18/2013	-	-	3,000,000.00	-	3,000,000.00	3,000,000.00
			<b>\$ 155,071,139.25</b>	<b>\$ 155,071,092.76</b>	<b>\$ 27,664,997.68</b>	<b>\$ (34,574,590.05)</b>	<b>\$ 148,161,500.39</b>	<b>\$ 148,161,500.39</b>

## Market Value Comparison

Description	Coupon/ Discount	Maturity Date	November 30, 2010			February 28, 2011		
			Original Face/ Par Value		Qtr to Qtr Change	Original Face/ Par Value		
			Par Value	Market Value		Par Value	Market Value	
Demand	0.00%	03/01/2011	\$ (84,693.19)	\$ (84,693.19)	\$ 582,759.89	\$ 498,066.70	\$ 498,066.70	
Demand	0.05%	03/01/2011	(4,125.54)	(4,125.54)	1,672.06	(2,453.48)	(2,453.48)	
SSB NOW	0.40%	03/01/2011	10,006,086.27	10,006,086.27	(5,484,531.20)	4,521,555.07	4,521,555.07	
Texas Capital Bank NOW	0.15%	03/01/2011	4,525,927.47	4,525,927.47	(4,525,927.47)	-	-	
Wells Fargo MMMF	0.01%	03/01/2011	361,959.62	361,959.62	27,034.39	388,994.01	388,994.01	
Wells Fargo Checking	0.36%	03/01/2011	10,182,268.91	10,182,268.91	2,562,556.63	12,744,825.54	12,744,825.54	
Wells Fargo MMA	0.36%	03/01/2011	2,317,809.23	2,317,809.23	(1,500,584.01)	817,225.22	817,225.22	
TexPool	0.15%	03/01/2011	1,600,839.51	1,600,839.51	624.50	1,601,464.01	1,601,464.01	
TexasDaily	0.17%	03/01/2011	504,796.87	504,796.87	188.76	504,985.63	504,985.63	
Comerica Bank CD	1.35%	12/02/2010	5,079,359.70	5,079,359.70	(5,079,359.70)	-	-	
Texas Capital Bank CD	0.70%	12/20/2010	310,000.00	310,000.00	(310,000.00)	-	-	
FHLB	0.40%	01/04/2011	3,000,000.00	3,000,630.00	(3,000,630.00)	-	-	
BBVA Compass CD	0.45%	01/14/2011	1,011,366.78	1,011,366.78	(1,011,366.78)	-	-	
Southside Bank CD	0.50%	02/08/2011	2,503,150.68	2,503,150.68	(2,503,150.68)	-	-	
Independent CDARS	2.27%	02/17/2011	3,123,978.31	3,123,978.31	(3,123,978.31)	-	-	
BBVA Compass CD	0.60%	02/25/2011	4,972,263.71	4,972,263.71	(4,972,263.71)	-	-	
Comerica Bank CD	1.61%	02/28/2011	3,061,046.43	3,061,046.43	(3,061,046.43)	-	-	
Comerica Bank CD	1.59%	03/02/2011	3,565,512.96	3,565,512.96	14,308.50	3,579,821.46	3,579,821.46	
Fidelity Bank CD	2.50%	03/09/2011	1,038,196.84	1,038,196.84	6,470.95	1,044,667.79	1,044,667.79	
Comerica Bank CD	1.65%	03/24/2011	4,077,722.62	4,077,722.62	16,982.38	4,094,705.00	4,094,705.00	
Wells Fargo CD	2.10%	04/29/2011	3,101,617.20	3,101,617.20	16,280.99	3,117,898.19	3,117,898.19	
Comerica Bank CD	2.13%	05/16/2011	2,065,053.67	2,065,053.67	11,106.64	2,076,160.31	2,076,160.31	
Texas Capital Bank	0.90%	05/17/2011	2,590,000.00	2,590,000.00	-	2,590,000.00	2,590,000.00	
Comerica Bank CD	0.77%	05/23/2011	1,505,831.89	1,505,831.89	2,924.44	1,508,756.33	1,508,756.33	
FNMA MBS	7.00%	06/01/2011	3,712.70	3,800.40	(2,491.72)	1,284.45	1,308.68	
Comerica Bank CD	1.83%	06/02/2011	3,473,342.90	3,473,342.90	16,045.79	3,489,388.69	3,489,388.69	
Southside Bank CD	0.55%	06/27/2011	2,000,000.00	2,000,000.00	2,742.47	2,002,742.47	2,002,742.47	
Wells Fargo CD	0.88%	07/25/2011	2,008,891.92	2,008,891.92	4,460.78	2,013,352.70	2,013,352.70	
BBVA Compass CD	0.75%	08/05/2011	1,005,625.08	1,005,625.08	1,902.82	1,007,527.90	1,007,527.90	
Texas Capital Bank CD	1.00%	08/17/2011	2,402,613.30	2,402,613.30	-	2,402,613.30	2,402,613.30	
Comerica Bank CD	0.70%	08/22/2011	500,882.71	500,882.71	884.26	501,766.97	501,766.97	
Comerica Bank CD	2.07%	09/02/2011	4,507,502.16	4,507,502.16	23,558.97	4,531,061.13	4,531,061.13	
Comerica Bank CD	1.88%	09/23/2011	3,066,500.52	3,066,500.52	14,553.97	3,081,054.49	3,081,054.49	
Wells Fargo CD	1.11%	10/24/2011	2,011,121.04	2,011,121.04	5,583.69	2,016,704.73	2,016,704.73	
Comerica Bank CD	1.69%	11/21/2011	4,576,641.80	4,576,641.80	19,522.93	4,596,164.73	4,596,164.73	
Comerica Bank CD	1.85%	12/28/2011	2,034,222.19	2,034,222.19	9,500.35	2,043,722.54	2,043,722.54	
Comerica Bank CD	0.70%	01/23/2012	4,002,378.08	4,002,378.08	7,065.88	4,009,443.96	4,009,443.96	
Southside Bank CD	1.00%	02/06/2012	3,007,561.64	3,007,561.64	7,580.71	3,015,142.35	3,015,142.35	
Southside Bank CD	0.60%	02/17/2012	-	-	2,000,000.00	2,000,000.00	2,000,000.00	
Comerica Bank CD	0.54%	02/28/2012	-	-	3,073,756.35	3,073,756.35	3,073,756.35	

## Market Value Comparison

Description	Coupon/ Discount	Maturity Date	November 30, 2010		Qtr to Qtr Change	February 28, 2011	
			Original Face/ Par Value	Market Value		Original Face/ Par Value	Market Value
Comerica Bank CD	0.81%	03/27/2012	3,004,062.46	3,004,062.46	6,137.40	3,010,199.86	3,010,199.86
Comerica Bank CD	1.71%	04/05/2012	1,010,068.93	1,010,068.93	4,359.79	1,014,428.72	1,014,428.72
Comerica Bank CD	0.88%	04/23/2012	8,005,979.17	8,005,979.17	17,771.05	8,023,750.22	8,023,750.22
Comerica Bank CD	0.65%	05/08/2012	-	-	4,000,000.00	4,000,000.00	4,000,000.00
Southside Bank CD	0.85%	05/14/2012	3,000,000.00	3,000,000.00	6,427.40	3,006,427.40	3,006,427.40
Comerica Bank CD	1.06%	07/23/2012	12,010,803.28	12,010,803.28	32,118.82	12,042,922.10	12,042,922.10
Comerica Bank CD	0.82%	08/08/2012	2,000,000.00	2,000,000.00	-	2,000,000.00	2,000,000.00
Southside Bank CD	0.91%	08/17/2012	-	-	2,000,000.00	2,000,000.00	2,000,000.00
Comerica Bank CD	1.01%	08/20/2012	-	-	2,005,095.82	2,005,095.82	2,005,095.82
Southside Bank CD	0.91%	08/28/2012	-	-	3,000,000.00	3,000,000.00	3,000,000.00
Comerica Bank CD	1.07%	09/04/2012	-	-	2,003,636.72	2,003,636.72	2,003,636.72
Alliance Bank CD	1.50%	10/08/2012	3,000,000.00	3,000,000.00	11,342.47	3,011,342.47	3,011,342.47
Comerica Bank CD	1.24%	10/22/2012	16,016,850.41	16,016,850.41	50,112.50	16,066,962.91	16,066,962.91
Comerica Bank CD	1.27%	11/20/2012	2,006,409.02	2,006,409.02	6,429.56	2,012,838.58	2,012,838.58
Comerica Bank CD	1.24%	12/03/2012	-	-	3,091,497.05	3,091,497.05	3,091,497.05
Comerica Bank CD	1.25%	02/18/2013	-	-	3,000,000.00	3,000,000.00	3,000,000.00
			<b>\$155,071,139.25</b>	<b>\$ 155,071,856.95</b>	<b>\$ (6,910,332.33)</b>	<b>\$ 148,161,500.39</b>	<b>\$ 148,161,524.62</b>

**Allocation - Book Value  
February 28, 2011**

Description	Portfolio Total	Current Operating	Operating Reserve	Bond Proceeds	Bond Reserve	Debt Service	Repair and Replacement
Demand	\$ 498,066.70	\$ 498,066.70	\$ -	\$ -	\$ -	\$ -	\$ -
Demand	(2,453.48)	(2,453.48)	-	-	-	-	-
SSB NOW	4,521,555.07	-	4,521,555.07	-	-	-	-
Texas Capital NOW	-	-	-	-	-	-	-
Wells Fargo MMMF	388,994.01	388,994.01	-	-	-	-	-
Wells Fargo Checking	12,744,825.54	3,894,878.20	-	2,270,733.99	2,605,940.91	3,608,617.96	364,654.48
Wells Fargo MMA	817,225.22	817,225.22	-	-	-	-	-
TexPool	1,601,464.01	571,974.01	-	1,018,866.22	-	10,623.78	-
TexasDaily	504,985.63	504,985.63	-	-	-	-	-
03/02/2011	3,579,821.46	-	-	3,579,821.46	-	-	-
03/09/2011	1,044,667.79	-	1,044,667.79	-	-	-	-
03/24/2011	4,094,705.00	2,047,352.50	2,047,352.50	-	-	-	-
04/29/2011	3,117,898.19	-	3,117,898.19	-	-	-	-
05/16/2011	2,076,160.31	-	2,076,160.31	-	-	-	-
05/17/2011	2,590,000.00	-	-	2,590,000.00	-	-	-
05/23/2011	1,508,756.33	804,670.03	-	704,086.30	-	-	-
06/01/2011	1,284.45	-	1,284.45	-	-	-	-
06/02/2011	3,489,388.69	-	-	3,489,388.69	-	-	-
06/27/2011	2,002,742.47	2,002,742.47	-	-	-	-	-
07/25/2011	2,013,352.70	-	2,013,352.70	-	-	-	-
08/05/2011	1,007,527.90	1,007,527.90	-	-	-	-	-
08/17/2011	2,402,613.30	1,710,613.30	-	-	242,000.00	450,000.00	-
08/22/2011	501,766.97	-	-	-	-	501,766.97	-
09/02/2011	4,531,061.13	-	-	3,089,359.83	1,441,701.30	-	-
09/23/2011	3,081,054.49	1,027,018.13	2,054,036.36	-	-	-	-
10/24/2011	2,016,704.73	-	2,016,704.73	-	-	-	-
11/21/2011	4,596,164.73	-	4,596,164.73	-	-	-	-
12/28/2011	2,043,722.54	-	2,043,722.54	-	-	-	-
01/23/2012	4,009,443.96	-	4,009,443.96	-	-	-	-
02/06/2012	3,015,142.35	-	3,015,142.35	-	-	-	-
02/17/2012	2,000,000.00	-	-	2,000,000.00	-	-	-
02/28/2012	3,073,756.35	875,256.35	-	-	205,000.00	883,000.00	1,110,500.00
03/27/2012	3,010,199.86	3,010,199.86	-	-	-	-	-
04/05/2012	1,014,428.72	-	1,014,428.72	-	-	-	-
04/23/2012	8,023,750.22	-	8,023,750.22	-	-	-	-
05/08/2012	4,000,000.00	-	2,000,000.00	2,000,000.00	-	-	-
05/14/2012	3,006,427.40	3,006,427.40	-	-	-	-	-
07/23/2012	12,042,922.10	-	12,042,922.10	-	-	-	-
08/08/2012	2,000,000.00	-	-	2,000,000.00	-	-	-
08/17/2012	2,000,000.00	2,000,000.00	-	-	-	-	-
08/20/2012	2,005,095.82	2,005,095.82	-	-	-	-	-
08/28/2012	3,000,000.00	-	3,000,000.00	-	-	-	-
09/04/2012	2,003,636.72	2,003,636.72	-	-	-	-	-
10/08/2012	3,011,342.47	-	3,011,342.47	-	-	-	-
10/22/2012	16,066,962.91	-	16,066,962.91	-	-	-	-
11/20/2012	2,012,838.58	-	2,012,838.58	-	-	-	-
12/03/2012	3,091,497.05	-	3,091,497.05	-	-	-	-
02/18/2013	3,000,000.00	-	3,000,000.00	-	-	-	-
<b>Totals</b>	<b>\$ 148,161,500.39</b>	<b>\$ 28,174,210.77</b>	<b>\$ 85,821,227.73</b>	<b>\$ 22,742,256.49</b>	<b>\$ 4,494,642.21</b>	<b>\$ 5,454,008.71</b>	<b>\$ 1,475,154.48</b>

**Allocation - Market Value  
February 28, 2011**

Description	Portfolio Total	Current Operating	Operating Reserve	Bond Proceeds	Bond Reserve	Debt Service	Repair and Replacement
Demand	\$ 498,066.70	\$ 498,066.70	\$ -	\$ -	\$ -	\$ -	\$ -
Demand	(2,453.48)	(2,453.48)	-	-	-	-	-
SSB NOW	4,521,555.07	-	4,521,555.07	-	-	-	-
Texas Capital NOW	-	-	-	-	-	-	-
Wells Fargo MMMF	388,994.01	388,994.01	-	-	-	-	-
Wells Fargo Checking	12,744,825.54	3,894,878.20	-	2,270,733.99	2,605,940.91	3,608,617.96	364,654.48
Wells Fargo MMA	817,225.22	817,225.22	-	-	-	-	-
TexPool	1,601,464.01	571,974.01	-	1,018,866.22	-	10,623.78	-
TexasDaily	504,985.63	504,985.63	-	-	-	-	-
03/02/2011	3,579,821.46	-	-	3,579,821.46	-	-	-
03/09/2011	1,044,667.79	-	1,044,667.79	-	-	-	-
03/24/2011	4,094,705.00	2,047,352.50	2,047,352.50	-	-	-	-
04/29/2011	3,117,898.19	-	3,117,898.19	-	-	-	-
05/16/2011	2,076,160.31	-	2,076,160.31	-	-	-	-
05/17/2011	2,590,000.00	-	-	2,590,000.00	-	-	-
05/23/2011	1,508,756.33	804,670.03	-	704,086.30	-	-	-
06/01/2011	1,308.68	-	1,308.68	-	-	-	-
06/02/2011	3,489,388.69	-	-	3,489,388.69	-	-	-
06/27/2011	2,002,742.47	2,002,742.47	-	-	-	-	-
07/25/2011	2,013,352.70	-	2,013,352.70	-	-	-	-
08/05/2011	1,007,527.90	1,007,527.90	-	-	-	-	-
08/17/2011	2,402,613.30	1,710,613.30	-	-	242,000.00	450,000.00	-
08/22/2011	501,766.97	-	-	-	-	501,766.97	-
09/02/2011	4,531,061.13	-	-	3,089,359.83	1,441,701.30	-	-
09/23/2011	3,081,054.49	1,027,018.13	2,054,036.36	-	-	-	-
10/24/2011	2,016,704.73	-	2,016,704.73	-	-	-	-
11/21/2011	4,596,164.73	-	4,596,164.73	-	-	-	-
12/28/2011	2,043,722.54	-	2,043,722.54	-	-	-	-
01/23/2012	4,009,443.96	-	4,009,443.96	-	-	-	-
02/06/2012	3,015,142.35	-	3,015,142.35	-	-	-	-
02/17/2012	2,000,000.00	-	-	2,000,000.00	-	-	-
02/28/2012	3,073,756.35	875,256.35	-	-	205,000.00	883,000.00	1,110,500.00
03/27/2012	3,010,199.86	3,010,199.86	-	-	-	-	-
04/05/2012	1,014,428.72	-	1,014,428.72	-	-	-	-
04/23/2012	8,023,750.22	-	8,023,750.22	-	-	-	-
05/08/2012	4,000,000.00	-	2,000,000.00	2,000,000.00	-	-	-
05/14/2012	3,006,427.40	3,006,427.40	-	-	-	-	-
07/23/2012	12,042,922.10	-	12,042,922.10	-	-	-	-
08/08/2012	2,000,000.00	-	-	2,000,000.00	-	-	-
08/17/2012	2,000,000.00	2,000,000.00	-	-	-	-	-
08/20/2012	2,005,095.82	2,005,095.82	-	-	-	-	-
08/28/2012	3,000,000.00	-	3,000,000.00	-	-	-	-
09/04/2012	2,003,636.72	2,003,636.72	-	-	-	-	-
10/08/2012	3,011,342.47	-	3,011,342.47	-	-	-	-
10/22/2012	16,066,962.91	-	16,066,962.91	-	-	-	-
11/20/2012	2,012,838.58	-	2,012,838.58	-	-	-	-
12/03/2012	3,091,497.05	-	3,091,497.05	-	-	-	-
02/18/2013	3,000,000.00	-	3,000,000.00	-	-	-	-
<b>Totals</b>	<b>\$ 148,161,524.62</b>	<b>\$ 28,174,210.77</b>	<b>\$ 85,821,251.96</b>	<b>\$ 22,742,256.49</b>	<b>\$ 4,494,642.21</b>	<b>\$ 5,454,008.71</b>	<b>\$ 1,475,154.48</b>

**Allocation - Book Value  
November 30, 2010**

Description	Portfolio Total	Current Operating	Operating Reserve	Bond Proceeds	Bond Reserve	Debt Service	Repair and Replacement
Demand	\$ (84,693.19)	\$ (84,693.19)					
Demand	(4,125.54)	(4,125.54)					
SSB NOW	10,006,086.27		10,006,086.27				
Texas Capital Bank NOW	4,525,927.47	4,525,927.47					
Wells Fargo MMMF	361,959.62	361,959.62					
Wells Fargo Checking	10,182,268.91	3,940,148.17		639,663.48	9,117.81	4,712,746.62	880,592.83
Wells Fargo MMA	2,317,809.23	2,317,809.23					
TexPool	1,600,839.51	296,942.76		1,293,277.14		10,619.61	
TexasDaily	504,796.87	504,796.87					
12/02/2010	5,079,359.70			5,079,359.70			
12/20/2010	310,000.00					135,000.00	175,000.00
01/04/2011	2,999,953.51	2,999,953.51					
01/14/2011	1,011,366.78			1,011,366.78			
02/08/2011	2,503,150.68			2,503,150.68			
02/17/2011	3,123,978.31		3,123,978.31				
02/25/2011	4,972,263.71	780,494.72			2,797,526.13	944,227.87	450,014.99
02/28/2011	3,061,046.43		3,061,046.43				
03/02/2011	3,565,512.96			3,565,512.96			
03/09/2011	1,038,196.84		1,038,196.84				
03/24/2011	4,077,722.62	2,038,861.31	2,038,861.31				
04/29/2011	3,101,617.20		3,101,617.20				
05/16/2011	2,065,053.67		2,065,053.67				
05/17/2011	2,590,000.00			2,590,000.00			
05/23/2011	1,505,831.89	803,110.34		702,721.55			
06/01/2011	3,712.70		3,712.70				
06/02/2011	3,473,342.90			3,473,342.90			
06/27/2011	2,000,000.00	2,000,000.00					
07/25/2011	2,008,891.92		2,008,891.92				
08/05/2011	1,005,625.08	1,005,625.08					
08/17/2011	2,402,613.30	1,710,613.30			242,000.00	450,000.00	
08/22/2011	500,882.71					500,882.71	
09/02/2011	4,507,502.16			3,073,296.91	1,434,205.25		
09/23/2011	3,066,500.52	1,022,166.82	2,044,333.70				
10/24/2011	2,011,121.04		2,011,121.04				
11/21/2011	4,576,641.80		4,576,641.80				
12/28/2011	2,034,222.19		2,034,222.19				
01/23/2012	4,002,378.08		4,002,378.08				
02/06/2012	3,007,561.64		3,007,561.64				
03/27/2012	3,004,062.46	3,004,062.46					
04/05/2012	1,010,068.93		1,010,068.93				
04/23/2012	8,005,979.17		8,005,979.17				
05/14/2012	3,000,000.00	3,000,000.00					
07/23/2012	12,010,803.28		12,010,803.28				
08/20/2012	2,000,000.00	2,000,000.00					
10/08/2012	3,000,000.00		3,000,000.00				
10/22/2012	16,016,850.41		16,016,850.41				
11/20/2012	2,006,409.02		2,006,409.02				
<b>Totals</b>	<b>\$ 155,071,092.76</b>	<b>\$ 32,223,652.93</b>	<b>\$ 86,173,813.91</b>	<b>\$ 23,931,692.10</b>	<b>\$ 4,482,849.19</b>	<b>\$ 6,753,476.81</b>	<b>\$ 1,505,607.82</b>

**Allocation - Market Value  
November 30, 2010**

Description	Portfolio Total	Current Operating	Operating Reserve	Bond Proceeds	Bond Reserve	Debt Service	Repair and Replacement
Demand	\$ (84,693.19)	\$ (84,693.19)					
Demand	(4,125.54)	(4,125.54)					
SSB NOW	10,006,086.27		10,006,086.27				
Texas Capital Bank NOW	4,525,927.47	4,525,927.47					
Wells Fargo MMMF	361,959.62	361,959.62					
Wells Fargo Checking	10,182,268.91	3,940,148.17		639,663.48	9,117.81	4,712,746.62	880,592.83
Wells Fargo MMA	2,317,809.23	2,317,809.23					
TexPool	1,600,839.51	296,942.76		1,293,277.14		10,619.61	
TexasDaily	504,796.87	504,796.87					
12/02/2010	5,079,359.70			5,079,359.70			
12/20/2010	310,000.00					135,000.00	175,000.00
01/04/2011	3,000,630.00	3,000,630.00					
01/14/2011	1,011,366.78			1,011,366.78			
02/08/2011	2,503,150.68			2,503,150.68			
02/17/2011	3,123,978.31		3,123,978.31				
02/25/2011	4,972,263.71	780,494.72			2,797,526.13	944,227.87	450,014.99
02/28/2011	3,061,046.43		3,061,046.43				
03/02/2011	3,565,512.96			3,565,512.96			
03/09/2011	1,038,196.84		1,038,196.84				
03/24/2011	4,077,722.62	2,038,861.31	2,038,861.31				
04/29/2011	3,101,617.20		3,101,617.20				
05/16/2011	2,065,053.67		2,065,053.67				
05/17/2011	2,590,000.00			2,590,000.00			
05/23/2011	1,505,831.89	803,110.34		702,721.55			
06/01/2011	3,800.40		3,800.40				
06/02/2011	3,473,342.90			3,473,342.90			
06/27/2011	2,000,000.00	2,000,000.00					
07/25/2011	2,008,891.92	-	2,008,891.92				
08/05/2011	1,005,625.08	1,005,625.08					
08/17/2011	2,402,613.30	1,710,613.30			242,000.00	450,000.00	
08/22/2011	500,882.71					500,882.71	
09/02/2011	4,507,502.16			3,073,296.91	1,434,205.25		
09/23/2011	3,066,500.52	1,022,166.82	2,044,333.70				
10/24/2011	2,011,121.04		2,011,121.04				
11/21/2011	4,576,641.80		4,576,641.80				
12/28/2011	2,034,222.19		2,034,222.19				
01/23/2012	4,002,378.08		4,002,378.08				
02/06/2012	3,007,561.64		3,007,561.64				
03/27/2012	3,004,062.46	3,004,062.46					
04/05/2012	1,010,068.93		1,010,068.93				
04/23/2012	8,005,979.17		8,005,979.17				
05/14/2012	3,000,000.00	3,000,000.00					
07/23/2012	12,010,803.28		12,010,803.28				
08/20/2012	2,000,000.00	2,000,000.00					
10/08/2012	3,000,000.00		3,000,000.00				
10/22/2012	16,016,850.41		16,016,850.41				
11/20/2012	2,006,409.02		2,006,409.02				
<b>Totals</b>	<b>\$ 155,071,856.95</b>	<b>\$ 32,224,329.42</b>	<b>\$ 86,173,901.61</b>	<b>\$ 23,931,692.10</b>	<b>\$ 4,482,849.19</b>	<b>\$ 6,753,476.81</b>	<b>\$ 1,505,607.82</b>

## Report Abbreviations

CD	Certificate of Deposit
CDARS	Certificate of Deposit Account Registry Service
Demand	Demand Deposit Bank Accounts
FFCB	Federal Farm Credit Bank
FHLB	Federal Home Loan Bank
FHLMC	Federal Home Loan Mortgage Corporation
FNMA	Federal National Mortgage Association
FRMAC	Farmer Agricultural Mortgage Corporation
FCDN	Federal Farm Credit Bank - Discount Note
FHDN	Federal Home Loan Bank - Discount Note
FMCDN	Federal Home Loan Mortgage Corporation - Discount Note
FNDN	Federal National Mortgage Association - Discount Note
FRMDN	Farmer Agricultural Mortgage Corporation - Discount Note
FNMA MBS	Federal National Mortgage Association - Mortgage Backed Security
MMMF	Money Market Mutual Fund