



RESOLUTION NO. 20121127-01

APPROVAL OF 4th QUARTER INVESTMENT REPORT FOR FISCAL YEAR 2012

WHEREAS, TexAmericas Center is a political subdivision of the State of Texas with the powers and authorities specified in Chapter 3503 of the Special District Local Laws Code of the State of Texas; and

WHEREAS, TexAmericas Center has adopted an Investment Policy as required by applicable law to manage the funds of TexAmericas Center; and

WHEREAS, the Investment Policy Paragraph III.D.2 requires the Executive Director/CEO or his designee to provide quarterly reports on the Investment Program and Investment Activity at the conclusion of each quarter to both the Investment Committee and the Board of Directors; and

WHEREAS, the Investment Committee has reviewed the report provided by the Executive Director/CEO and recommends acceptance by the Board of Directors;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of TexAmericas Center accepts and approves the attached 4th Quarter 2012 Report on the Investment Program and Investment Activity of TexAmericas Center.

PASSED AND APPROVED THIS 27th day of November, 2012.



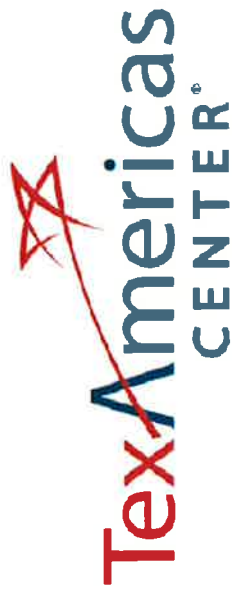
Denis Washington, Chairman of the Board

ATTEST:



Wayne Cranfill, Secretary-Treasurer

Attached: FY12-4th Quarter Investment Report



INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

September 30, 2012

Prepared by

Valley View Consulting, L.L.C.

The investment portfolio of the TexAmericas Center is in compliance with the Public Funds Investment Act and the Investment Policy.

A handwritten signature in blue ink that reads "Will Work".

Executive Director/CEO

A handwritten signature in blue ink that reads "Julie Puelger".

Controller

Disclaimer: This report was compiled using information provided by the TexAmericas Center. 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 adviser fees.

TexAmericas Center Annual Comparison of Portfolio Performance

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range between 0.00% and 0.25% (actual Fed Funds are trading +/-15bps). During the year, the FOMC completed the last phases of Quantitative Easing Two and initiated Operation twist. At the September 2012 meeting, they announced the third Quantitative Easing program (QE3) and extended the exceptionally low rate target through mid-2015. The European credit crisis persisted the entire year with continued flight to quality pressure on the US securities markets. Domestic employment growth remained slightly positive, but stayed below desired levels. The US stock market primarily performed well despite a late-spring correction. Financial institution deposits and laddering targeted cash flows provided the best interest earnings opportunity.

FYE Results by Investment Category:

	<u>September 30, 2012</u>			<u>September 30, 2011</u>		
<u>Asset Type</u>	<u>Ave. Yield</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Ave. Yield</u>	<u>Book Value</u>	<u>Market Value</u>
DDA/MMA/NOW	0.50%	\$ 12,180,289.18	\$ 12,180,289.18	0.05%	\$ 8,951,674.20	\$ 8,951,674.20
CD/Security	1.05%	1,014,268.49	1,014,268.49	0.90%	3,811,362.74	3,811,362.74
Totals		\$ 13,194,557.67	\$ 13,194,557.67		\$ 12,763,036.94	\$ 12,763,036.94
				<u>2012</u>	<u>2011</u>	<u>Change</u>
			Total Portfolio	0.39%	0.45%	-0.06%
			Rolling Three Mo. Treas. Yield	0.07%	0.08%	-0.01%
			Rolling Six Mo. Treas. Yield	0.11%	0.15%	-0.04%
			Quarterly TexPool Yield	0.12%	0.12%	0.00%

(1) Average Yield calculated using quarter end report yields 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.

Strategy Summary:

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range between 0.00% and 0.25% (actual Fed Funds are trading +/-15bps). At the September meeting, they announced the third Quantitative Easing program (QE3) and extended the exceptionally low rate target through mid-2015. The European credit crisis lingers with key component resolution potentially converging later this fall. Chinese growth trends are lower and worrisome. Domestic employment growth is modest and inconsistent. Overall economic activity continues below expectation. The US stock market remains a bright spot. Financial institution deposits and laddering targeted cash flows still provide the best interest earnings opportunity.

Quarter End Results by Investment Category:

<u>Asset Type</u>	<u>September 30, 2012</u>		<u>June 30, 2012</u>	
	<u>Ave. Yield</u>	<u>Book Value</u>	<u>Book Value</u>	<u>Market Value</u>
DDA/MMA/NOW	0.50%	\$ 12,180,289.18	\$ 12,881,008.45	\$ 12,881,008.45
CD/Security	1.05%	1,014,268.49	1,011,621.92	1,011,621.92
Totals		\$ 13,194,557.67	\$ 13,892,630.37	\$ 13,892,630.37

Quarterly Portfolio Performance

Average Quarterly Yield	0.54%
Rolling Three Mo. Treas. Yield	0.10%
Rolling Six Mo. Treas. Yield	0.14%

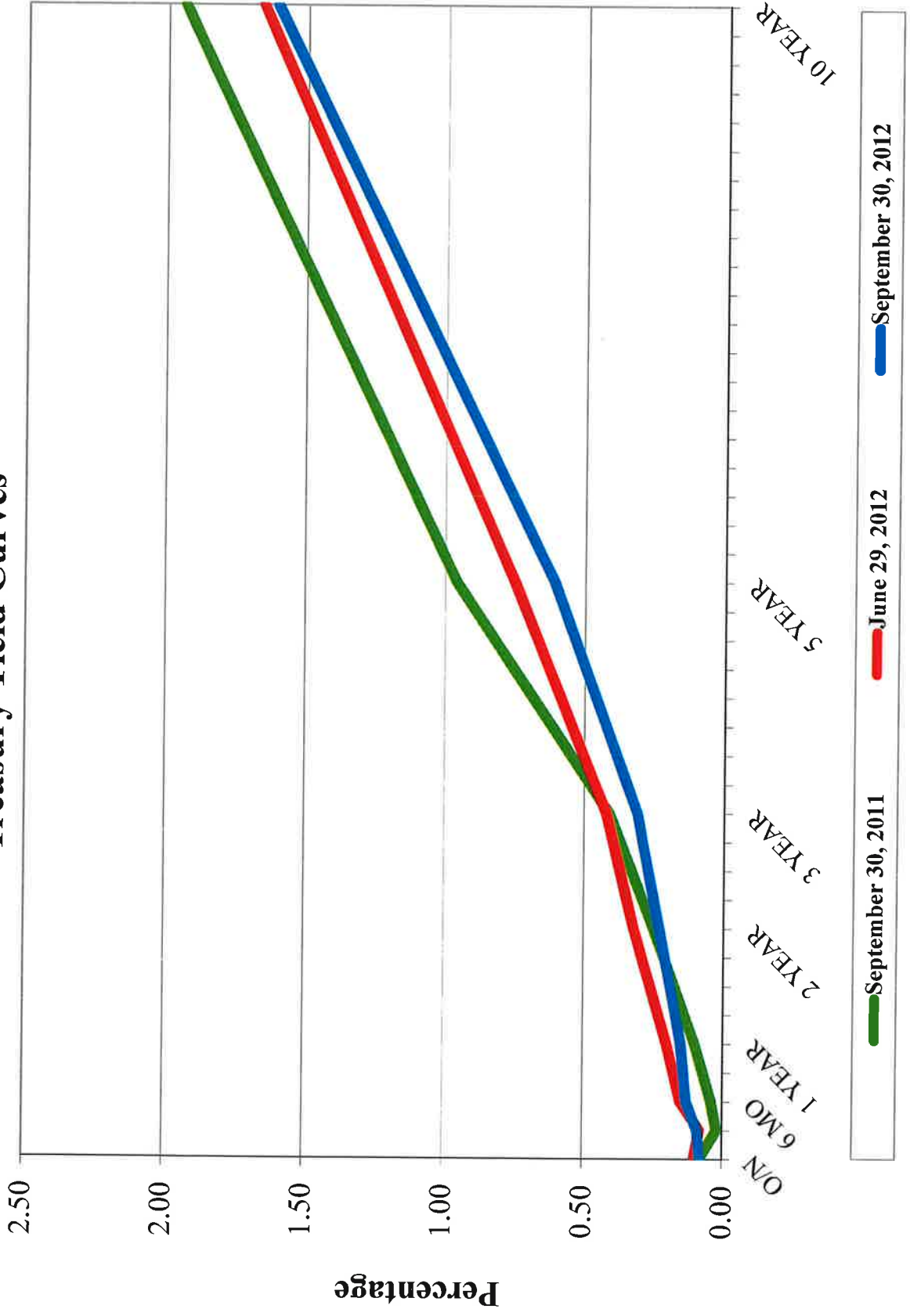
Yearly Portfolio Performance

Average Quarter End Yield	0.39%
Rolling Three Mo. Treas. Yield	0.07%
Rolling Six Mo. Treas. Yield	0.11%
Average Quarter End TexPool Yield	0.12%

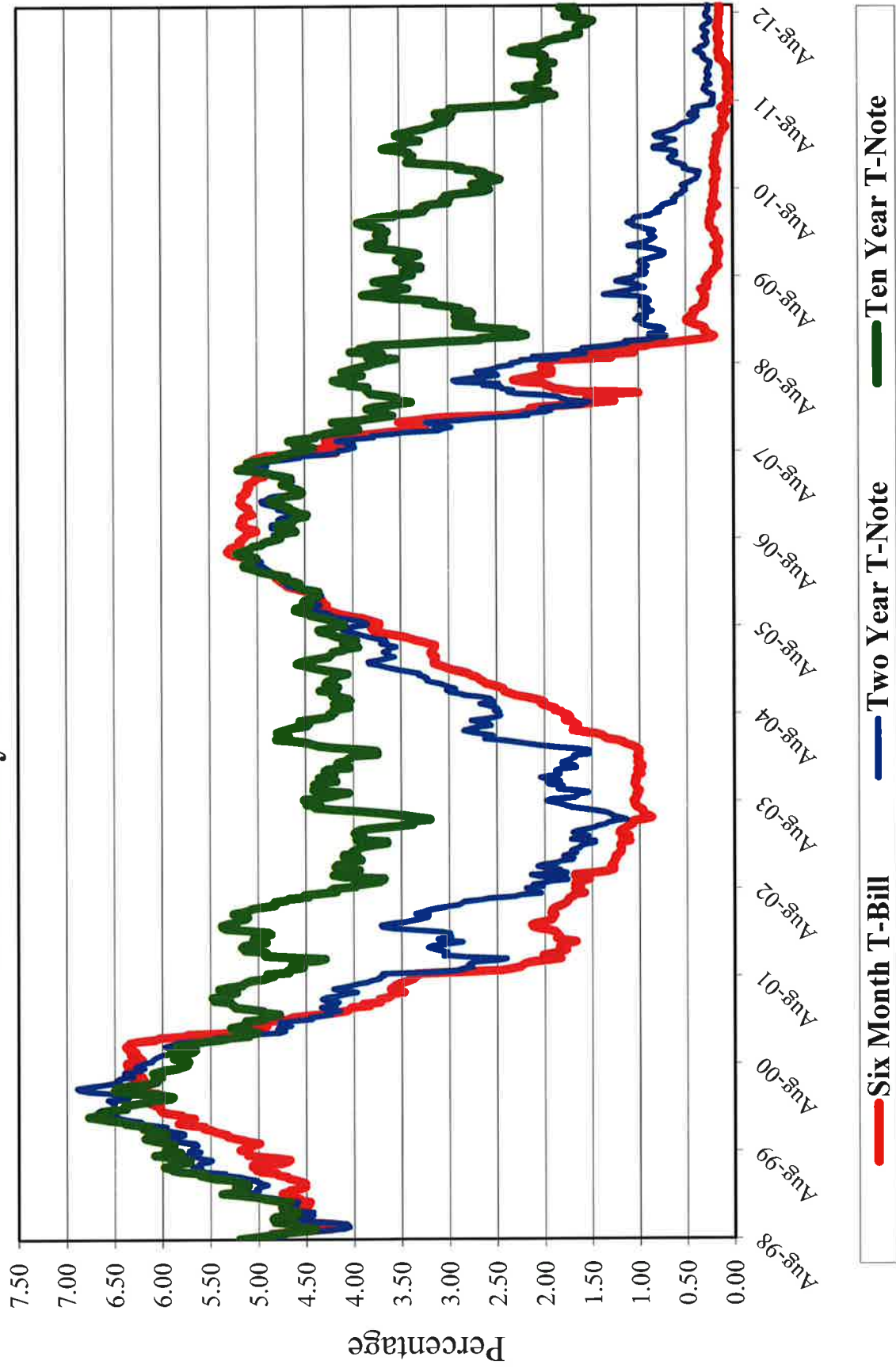
Quarterly Interest Earnings (Reported Separately)

Note: Average yields calculated using quarter end report average yield and adjusted book value, but do not include adviser fees and realized and unrealized gains or losses.

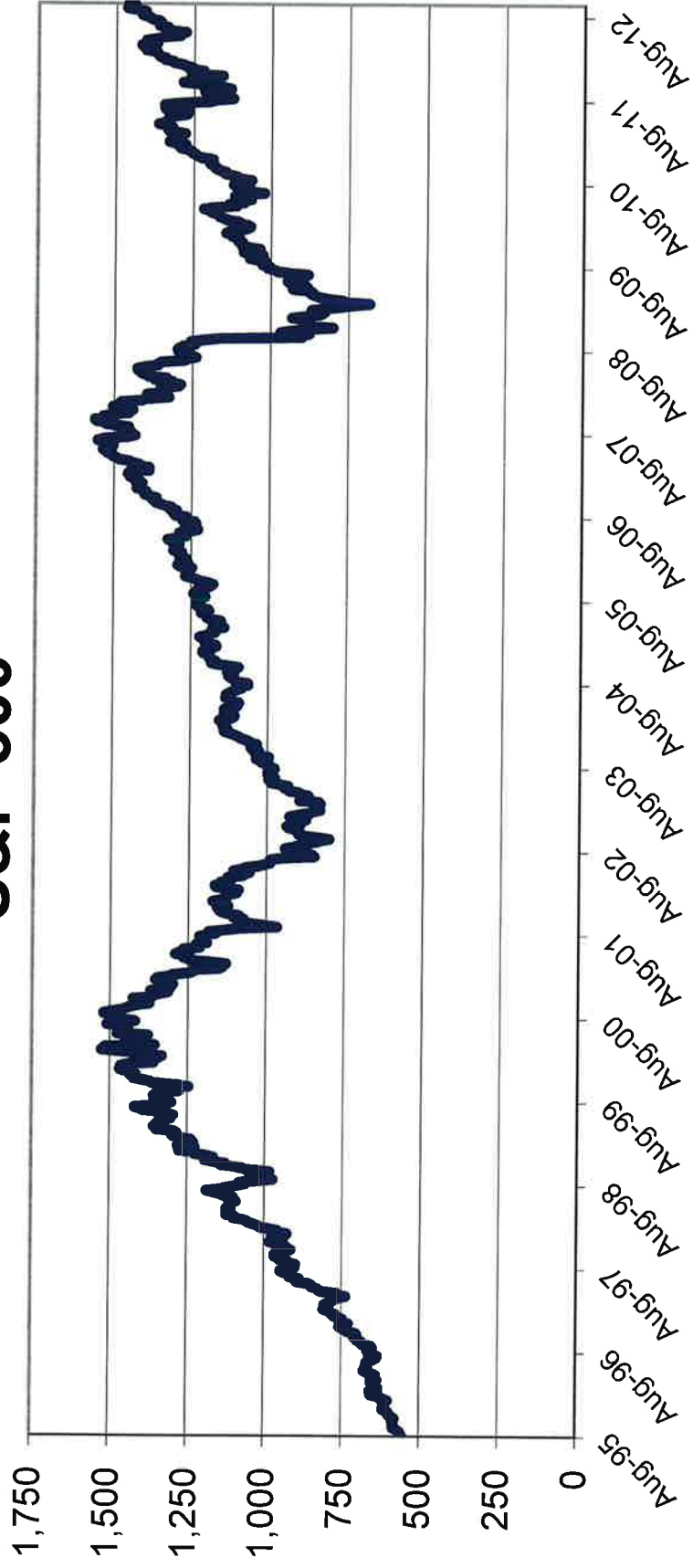
Treasury Yield Curves



US Treasury Historical Yields



S&P 500



Detail of Investment Holdings

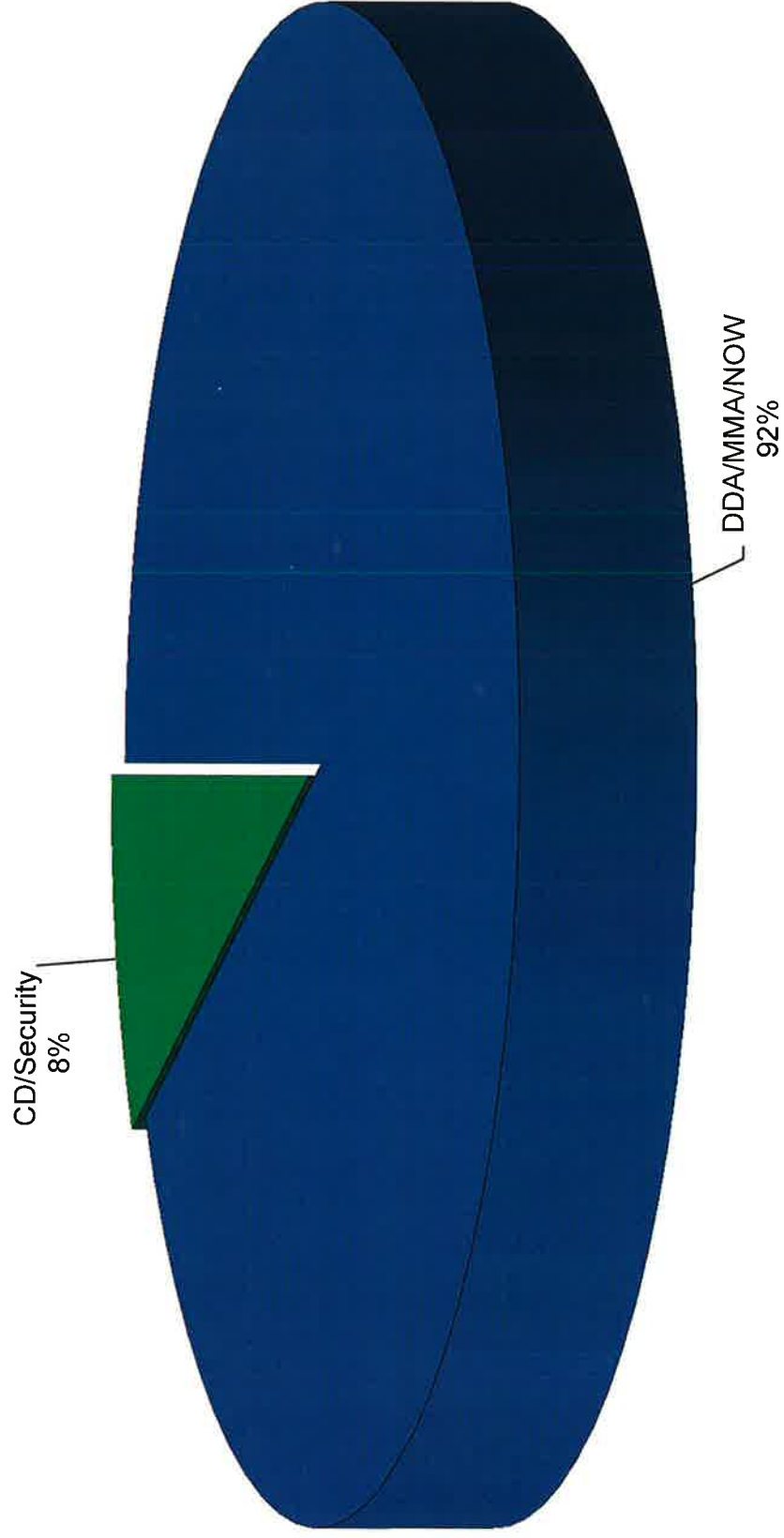
September 30, 2012

Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Original Face/ Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Regions Bank DDA		0.05%	10/01/12	09/30/12	49,021.67	49,021.67	1.00	49,021.67	1	0.05%
Capital One DDA		0.00%	10/01/12	09/30/12	13,430.37	13,430.37	1.00	13,430.37	1	0.00%
Guaranty Bond Checking		0.50%	10/01/12	09/30/12	3,184,490.16	3,184,490.16	1.00	3,184,490.16	1	0.50%
Guaranty Bond MMA		0.50%	10/01/12	09/30/12	8,933,346.98	8,933,346.98	1.00	8,933,346.98	1	0.50%
Guaranty Bond CD		1.05%	11/23/12	05/23/11	1,014,268.49	1,014,268.49	100.00	1,014,268.49	54	1.05%
					\$ 13,194,557.67	\$ 13,194,557.67		\$ 13,194,557.67	5	0.54%
									(1)	(2)

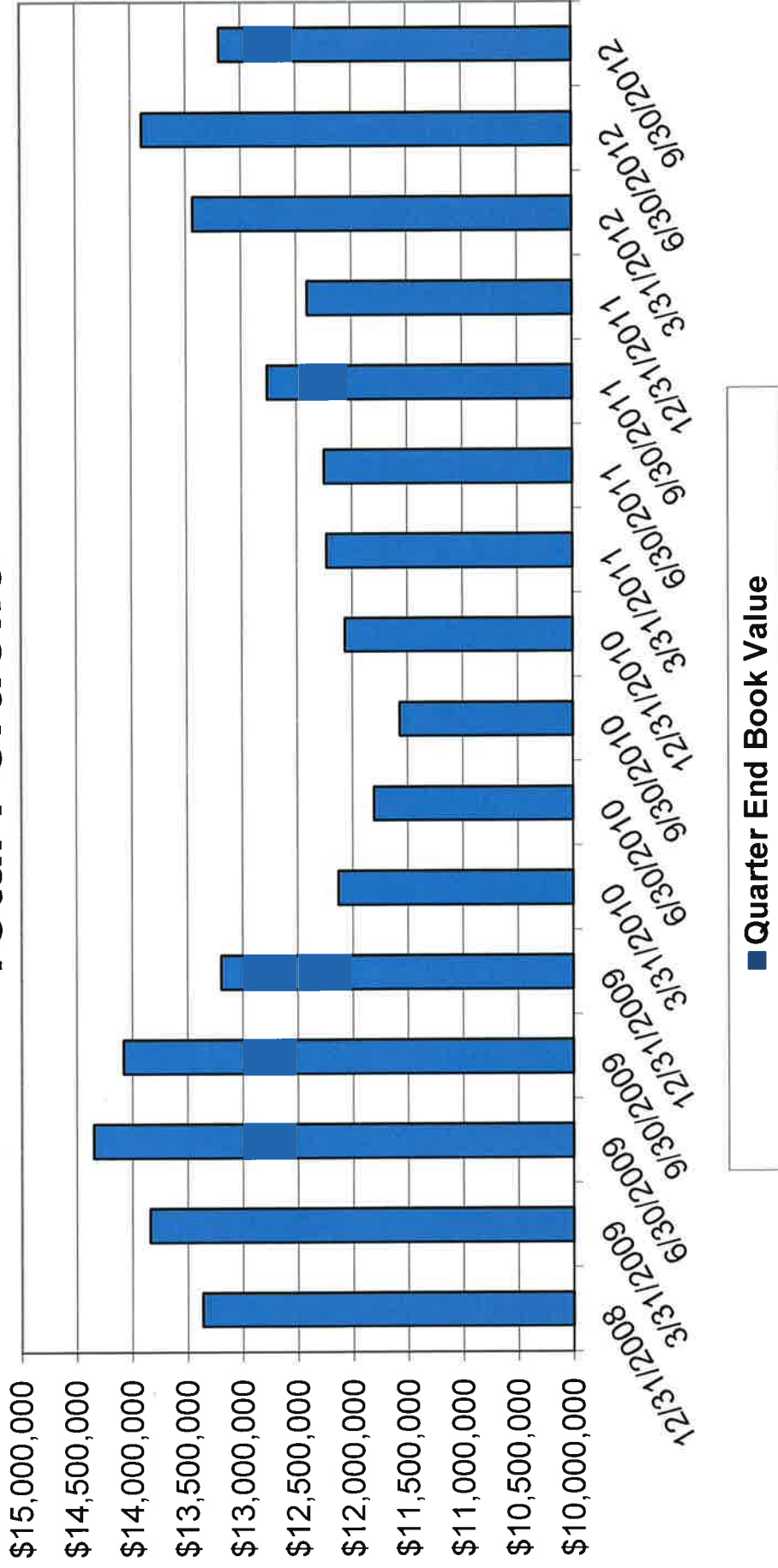
(1) Weighted average life - Pools, Money Market Funds, and Bank Deposits are assumed to have a one day maturity.

(2) Weighted average yield to maturity - The weighted average yield to maturity is based on Book Value, adviser fees and realized and unrealized gains/losses are not considered. The Bank Deposit, Pool, and Money Market Fund yields are the average for the last month of the quarter.

Portfolio Composition



Total Portfolio



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	June 30, 2012			September 30, 2012		
			Par Value	Book Value	Purchases/ Adjustments	Sales/Adjust/ Maturities	Par Value	Book Value
WF DDA - Enterprise			\$ 2,217,427.53	\$ 2,217,427.53	\$ -	\$ (2,217,427.53)	\$ -	\$ -
WF DDA - Operating			762,064.58	762,064.58		(762,064.58)		
Wells Fargo MMA			371,646.88	371,646.88		(371,646.88)		
Regions Bank DDA	0.05%	10/01/12	49,107.59	49,107.59		(85.92)	49,021.67	49,021.67
Capital One DDA	0.00%	10/01/12	13,430.37	13,430.37			13,430.37	13,430.37
Guaranty Bond Checking	0.50%	10/01/12	198,210.36	198,210.36	2,986,279.80		3,184,490.16	3,184,490.16
Guaranty Bond MMA	0.50%	10/01/12	9,269,121.14	9,269,121.14		(335,774.16)	8,933,346.98	8,933,346.98
Guaranty Bond CD	1.05%	11/23/12	1,011,621.92	1,011,621.92	2,646.57		1,014,268.49	1,014,268.49
TOTAL			\$ 13,892,630.37	\$ 13,892,630.37	\$ 2,988,926.37	\$ (3,686,999.07)	\$ 13,194,557.67	\$ 13,194,557.67

Market Value Comparison

Description	Maturity Date	June 30, 2012			September 30, 2012		
		Par Value	Market Price	Market Value	Qtr to Qtr Change	Par Value	Market Price
WF DDA - Enterprise		\$ 2,217,427.53	1.00	\$ 2,217,427.53	\$ (2,217,427.53)	\$ -	\$ -
WF DDA - Operating		762,064.58	1.00	762,064.58	(762,064.58)		
Wells Fargo MMA		371,646.88	1.00	371,646.88	(371,646.88)		
Regions Bank DDA	10/01/12	49,107.59	1.00	49,107.59	(85.92)	49,021.67	49,021.67
Capital One DDA	10/01/12	13,430.37	1.00	13,430.37	-	13,430.37	13,430.37
Guaranty Bond Checking	10/01/12	198,210.36	1.00	198,210.36	2,986,279.80	3,184,490.16	3,184,490.16
Guaranty Bond MMA	10/01/12	9,269,121.14	1.00	9,269,121.14	(335,774.16)	8,933,346.98	8,933,346.98
Guaranty Bond CD	11/23/12	1,011,621.92	100.00	1,011,621.92	2,646.57	1,014,268.49	1,014,268.49
TOTAL		\$ 13,892,630.37		\$ 13,892,630.37	\$ (698,072.70)	\$ 13,194,557.67	\$ 13,194,557.67

September 30, 2012

**Allocation
Book & Market Value**

	Total	General	Construction	Enterprise	I&S Reserve	Required Reserve	Replacement Reserve
Regions Bank DDA	49,021.67		42,455.23		29.32	5,293.38	1,243.74
Capital One Checking	13,430.37	13,430.37					
Guaranty Bond Checking	3,184,490.16	191,192.98		2,993,297.18			
Guaranty Bond MMA	8,933,346.98	4,056,476.39	3,996,396.01		51,099.13	677,069.82	152,305.63
11/23/12	1,014,268.49		1,014,268.49				
Totals	\$ 13,194,557.67	\$ 4,261,099.74	\$ 5,053,119.73	\$ 2,993,297.18	\$ 51,128.45	\$ 682,363.20	\$ 153,549.37

Allocation
Book & Market Value

June 30, 2012

	Total	General	Construction	Enterprise	I&S Reserve	Required Reserve	Replacement Reserve
WF DDA - Enterprise	\$ 2,217,427.53	\$ -	\$ -	\$ 2,217,427.53	\$ -	\$ -	\$ -
WF DDA - Operating	762,064.58	762,064.58					
Wells Fargo MMA	371,646.88	371,646.88					
Regions Bank DDA	49,107.59		42,472.95		52.32	5,315.73	1,266.59
Capital One Checking	13,430.37	13,430.37					
Guaranty Bond Checking	198,210.36	108,251.56		89,958.80			
Guaranty Bond MMA	9,269,121.14	3,351,841.50	4,612,218.65		476,729.90	676,217.25	152,113.84
11/23/12	1,011,621.92		1,011,621.92				
Totals	\$ 13,892,630.37	\$ 4,607,234.89	\$ 5,666,313.52	\$ 2,307,386.33	\$ 476,782.22	\$ 681,532.98	\$ 153,380.43