



RESOLUTION NO. 20140128-01

APPROVAL OF 1st QUARTER INVESTMENT REPORT FOR FISCAL YEAR 2014

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 1st Quarter 2014 Report on the Investment Program and Investment Activity of TexAmericas Center.

PASSED AND APPROVED THIS 28th day of January, 2014.



Denis Washington, Chairman of the Board

ATTEST:



Mike Carter, Secretary-Treasurer

Attached: FY14-1st Quarter Investment Report



INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

December 31, 2013

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 blue ink signature of Will Work, written in a cursive style.

Executive Director/CEO

A blue ink signature of David Berry, written in a cursive style.

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.

Strategy Summary:

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range between 0.00% and 0.25% (actual Fed Funds traded <10 bps). The FOMC continued Quantitative Easing (QE3), but announced the first tapering phase after their December meeting (\$75 billion per month down from \$85 billion). The fixed income market anticipated the change resulting in only modest yield curve adjustments. Domestic employment data remains erratic, with lingering concern over the U-6 and participation rates. Revised third quarter GDP surged to 4.1% - a very positive sign. The US stock markets held strong. 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>Ave. Yield</u>	<u>December 31, 2013</u>		<u>September 30, 2013</u>	
		<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>
DDA/MMA/NOW	0.45%	\$ 9,913,334	\$ 9,913,334	\$ 10,106,874	\$ 10,106,874
CD/Security		-	-	-	-
Totals		\$ 9,913,334	\$ 9,913,334	\$ 10,106,874	\$ 10,106,874

Quarterly Portfolio Performance

Average Quarterly Yield	0.45%
Rolling Three Mo. Treas. Yield	0.06%
Rolling Six Mo. Treas. Yield	0.08%

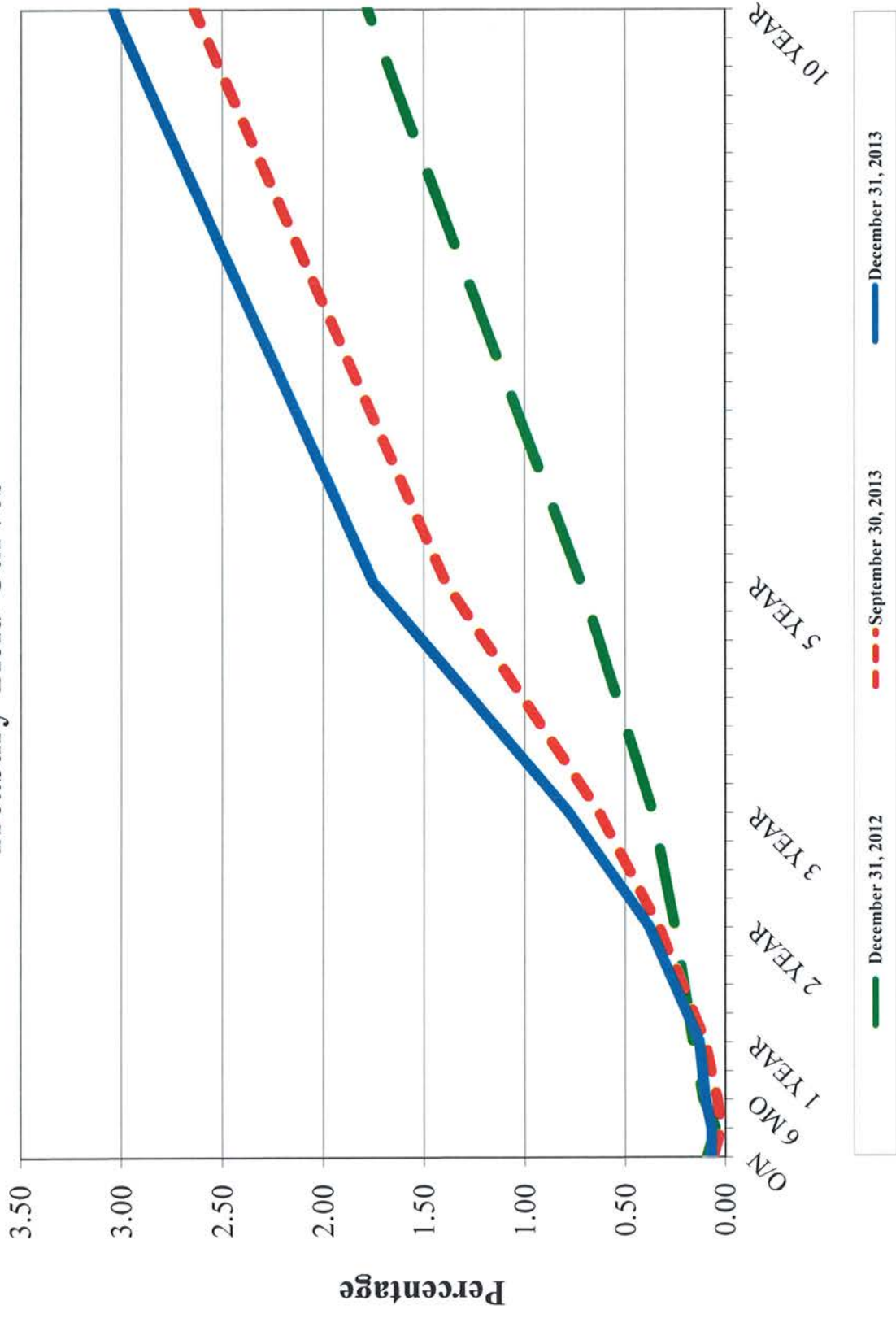
Yearly Portfolio Performance

Average Quarter End Yield	0.45%
Rolling Three Mo. Treas. Yield	0.06%
Rolling Six Mo. Treas. Yield	0.08%
Average Quarter End TexPool Yield	0.04%

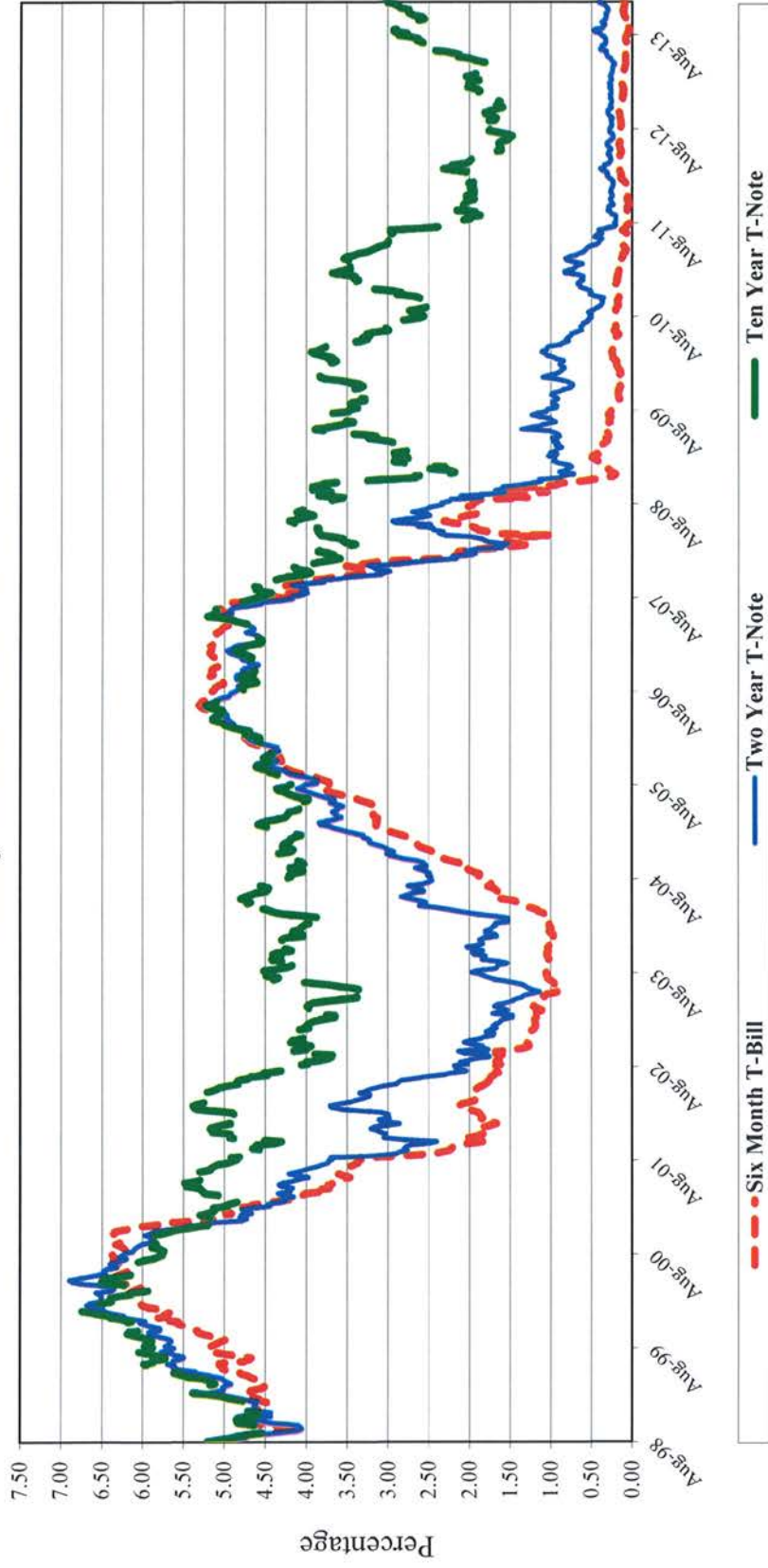
Quarterly Interest Earnings (Reported Separately)

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.

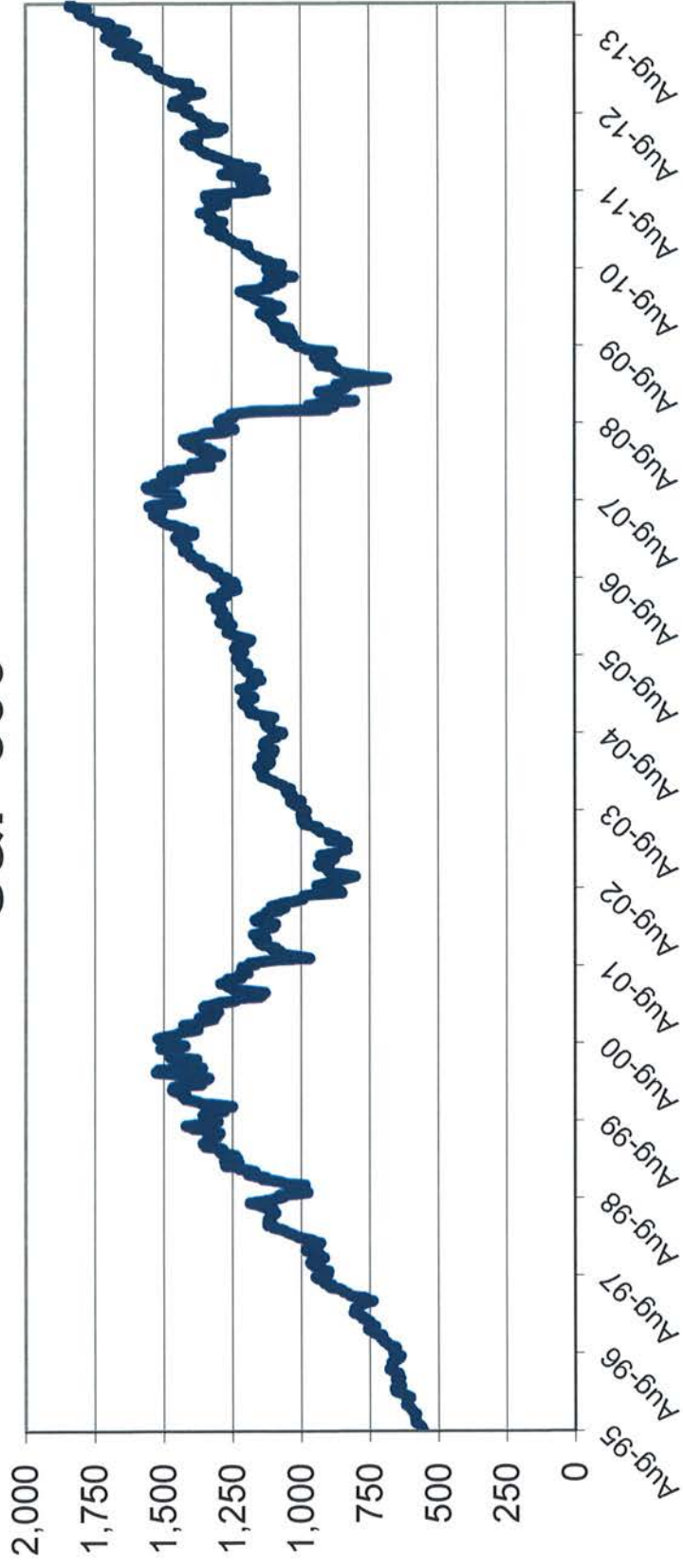
Treasury Yield Curves



US Treasury Historical Yields



S&P 500



Detail of Investment Holdings

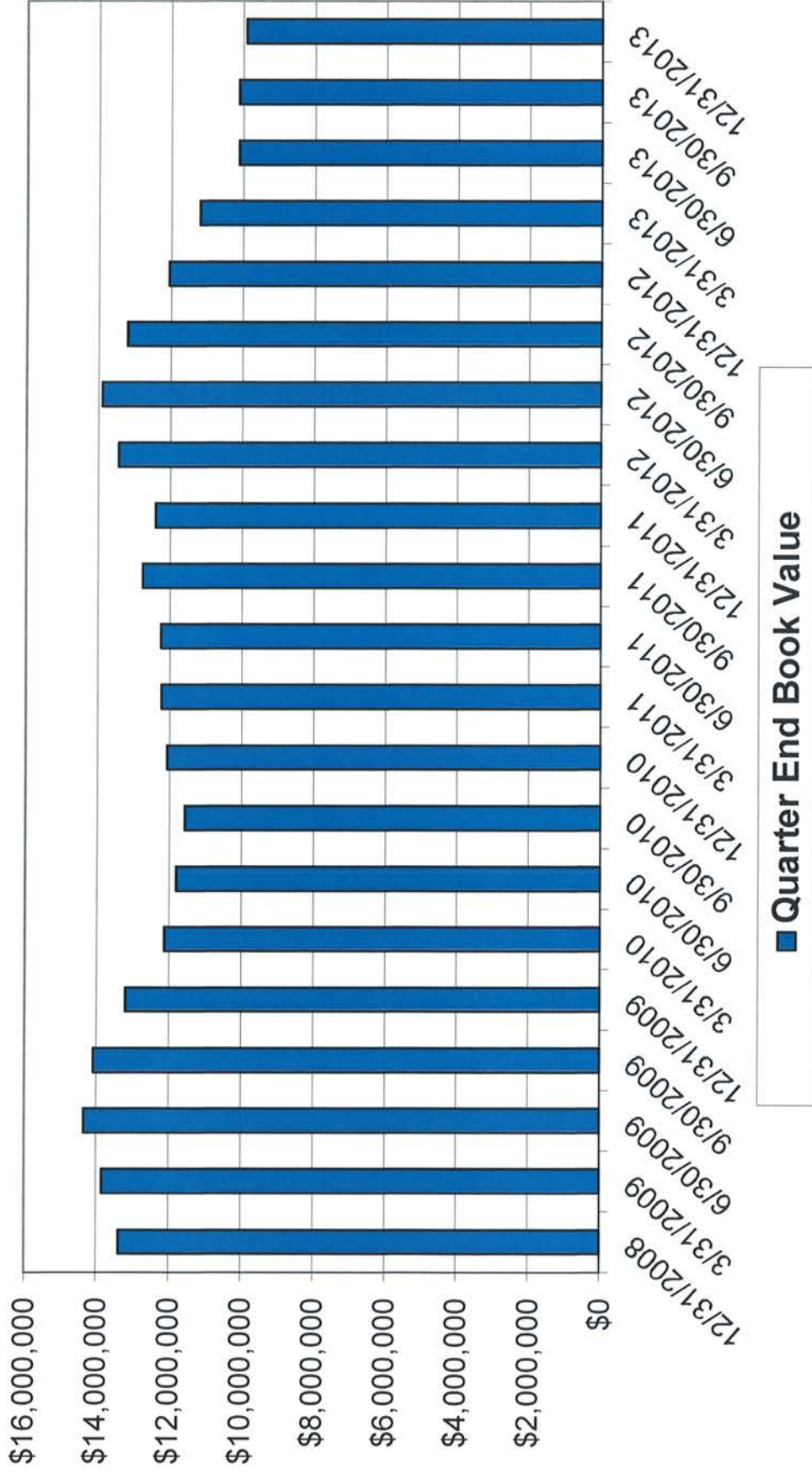
December 31, 2013

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%	01/01/14	12/31/13	\$ 49,144	\$ 49,144	1.00	\$ 49,144	1	0.05%
Guaranty Bond Checking		0.00%	01/01/14	12/31/13	971,192	971,192	1.00	971,192	1	0.00%
Guaranty Bond MMA		0.50%	01/01/14	12/31/13	8,892,998	8,892,998	1.00	8,892,998	1	0.50%
					<u>\$ 9,913,334</u>	<u>\$ 9,913,334</u>		<u>\$ 9,913,334</u>	<u>1</u>	<u>0.45%</u>
									(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.

Total Portfolio



Book Value Comparison

Description	Coupon/ Discount	Maturity Date	September 30, 2013			December 31, 2013		
			Par Value	Book Value	Purchases/ Adjustments	Sales/Adjust/ Maturities	Par Value	Book Value
Regions Bank DDA	0.05%	01/01/14	\$ 49,138	\$ 49,138	\$ 6	\$ -	\$ 49,144	\$ 49,144
Capital One DDA	0.00%	01/01/14	13,395	13,395	-	(13,395)	-	-
Guaranty Bond Checking	0.00%	01/01/14	3,494,872	3,494,872	-	(2,523,680)	971,192	971,192
Guaranty Bond MMA	0.50%	01/01/14	6,549,468	6,549,468	2,343,529	-	8,892,998	8,892,998
TOTAL			\$ 10,106,874	\$ 10,106,874	\$ 2,343,535	\$ (2,537,075)	\$ 9,913,334	\$ 9,913,334

Market Value Comparison

Description	Maturity Date	September 30, 2013			December 31, 2013		
		Par Value	Market Price	Market Value	Qtr to Qtr Change	Par Value	Market Price
Regions Bank DDA	01/01/14	\$ 49,138	1.00	\$ 49,138	\$ 6	1.00	\$ 49,144
Capital One DDA	01/01/14	13,395	1.00	13,395	(13,395)	1.00	-
Guaranty Bond Checking	01/01/14	3,494,872	1.00	3,494,872	(2,523,680)	1.00	971,192
Guaranty Bond MMA	01/01/14	6,549,468	1.00	6,549,468	2,343,529	1.00	8,892,998
TOTAL		\$ 10,106,874		\$ 10,106,874	\$ (193,540)		\$ 9,913,334

Allocation Book & Market Value **December 31, 2013**

	Total	General	Construction	Enterprise	I&S Reserve	Required Reserve	Replacement Reserve
Regions Bank DDA	\$ 49,144	\$ -	\$ 42,505	\$ -	\$ 52	\$ 5,320	\$ 1,268
Guaranty Bond Checking	971,192	414,308		556,884			
Guaranty Bond MMA	8,892,998	4,509,175	301,187	3,002,253	245,800	681,321	153,262
Totals	\$ 9,913,334	\$ 4,923,484	\$ 343,692	\$ 3,559,136	\$ 245,852	\$ 686,641	\$ 154,529

Allocation Book & Market Value **September 30, 2013**

	Total	General	Construction	Enterprise	I&S Reserve	Required Reserve	Replacement Reserve
Regions Bank DDA	\$ 49,138	\$ -	\$ 42,500	\$ -	\$ -	\$ 5,319	\$ 1,267
Capital One Checking	13,395	13,395					
Guaranty Bond Checking	3,494,872	286,536		3,208,336			
Guaranty Bond MMA	6,549,468	4,733,372	815,844		166,720	680,463	153,069
Totals	\$ 10,106,874	\$ 5,033,303	\$ 858,344	\$ 3,208,336	\$ 166,772	\$ 685,782	\$ 154,336