



**MONTHLY INVESTMENT REPORT
(unaudited)
December 31, 2013**



HARRIS COUNTY DEPARTMENT OF EDUCATION
(**HCDE**)
and
HCDE PUBLIC FACILITY CORPORATION (**PFC**)



Texas Comptroller
Leadership Circle
Gold Member

MONTHLY INVESTMENT REPORT (unaudited)

PURPOSE OF REPORT

- State compliance with state law, HCDE policy and investment strategy.
Texas Government Code, Section 2256, Public Funds Investment Act; and HCDE CDA (LEGAL) and CDA (LOCAL), Other Revenues: Investments
- Describe investment position at report date.
HCDE Portfolio by Investment Type
PFC Portfolio by Investment Type
- State account or fund for each investment asset.
HCDE Investment Earnings Reports
PFC Investment Earnings Reports
- State book and market value for each investment asset at beginning and end of the period [quarter].
HCDE Inventory Report
PFC Inventory Report
- Present a summary statement for each pooled fund group, including beginning market value; additions and changes to market value during the period [quarter]; and ending market value.
HCDE Inventory Report
PFC Inventory Report



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INVESTMENTS BY FUND BY TYPE AT December 31, 2013

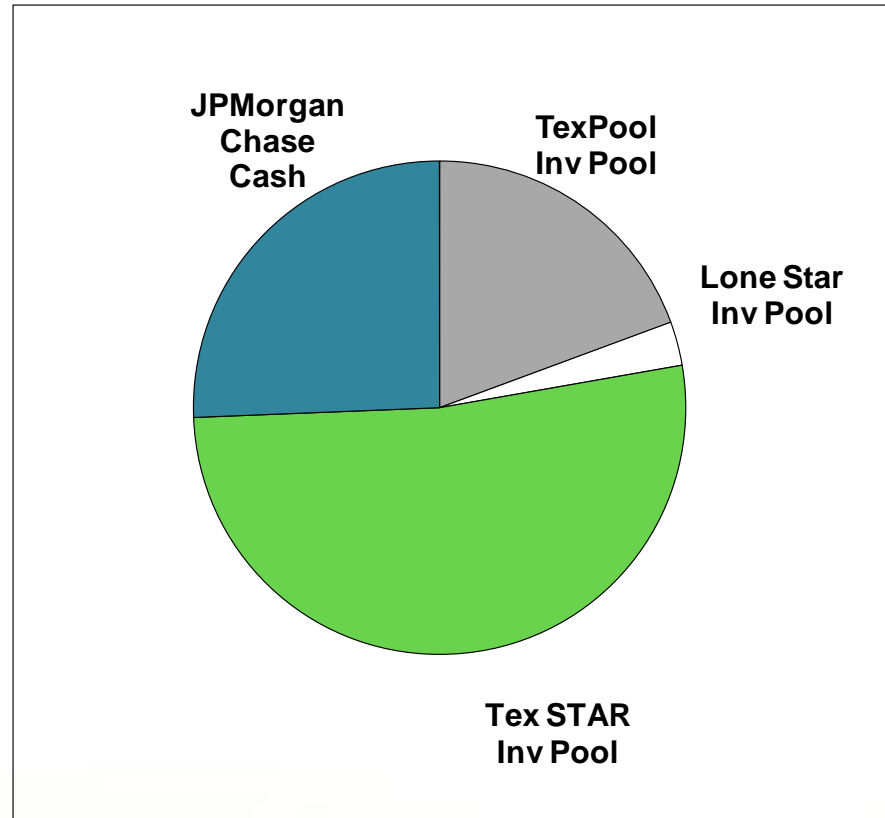


| INVESTMENT TYPE | (a) GENERAL FUND | (b) RETIREMENT LEAVE FUND | (c) AGENCY FUNDS | (d) TOTAL HCDE (a) + (b) + (c) | (e) PUBLIC FACILITY CORP | (f) TOTAL FUNDS (d) + (e) |
|---------------------------|---------------------|------------------------------|---------------------|--------------------------------------|-----------------------------|---------------------------------|
| Lone Star Investment Pool | 502,036 | - | - | 502,036 | - | 502,036 |
| TexPool Investment Pool | 2,528,231 | 866,040 | - | 3,394,271 | - | 3,394,271 |
| TexSTAR Investment Pool | 13,206,286 | - | - | 13,206,286 | - | 13,206,286 |
| Bank-Cash | 3,411,283 | - | 29,835 | 3,441,118 | 1,021,733 | 4,462,851 |
| Totals: | 19,647,836 | 866,040 | 29,835 | 20,543,711 | 1,021,733 | 21,565,444 |

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HCDE Portfolio by Investment Type at December 31, 2013

\$20,543,711



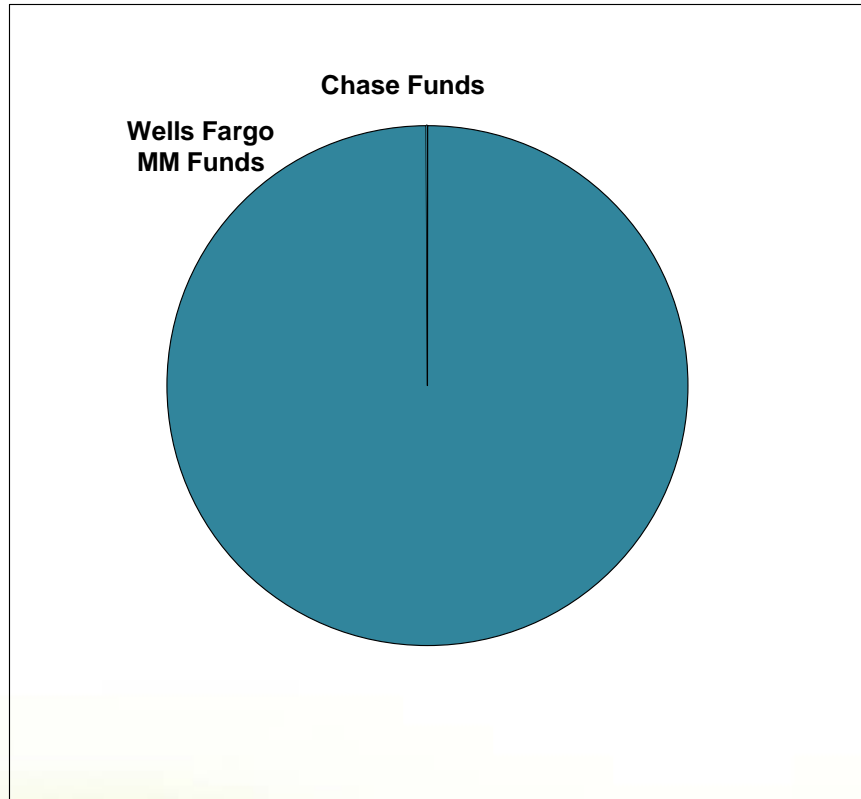
| HCDE | | |
|------------------------------|--------------|------------|
| INVESTMENT TYPE | AMT INVESTED | % OF TOTAL |
| Bank Money Market Fund Sweep | \$3,441,118 | 17% |
| Investment Pools | \$17,102,593 | 83% |



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HCDE Portfolio by Investment Type at December 31, 2013

\$1,021,733



| HCDE PFC | | |
|------------------------------|--------------|------------|
| INVESTMENT TYPE | AMT INVESTED | % OF TOTAL |
| Bank Money Market Fund Sweep | \$1,021,733 | 100% |



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Investment Portfolio Comparison

December 31, 2012 vs. December 31, 2013

| | 2012 | 2013 | \$ CHANGE FROM A YEAR AGO * | % CHANGE FROM A YEAR AGO |
|--|---------------|---------------|--------------------------------|-----------------------------|
| HCDE: | | | | |
| Lone Star Inv. Pool | 501,675 | 502,036 | \$361 | 0% |
| TexSTAR Inv. Pool | 11,802,704 | 13,206,286 | \$1,403,582 | 12% |
| TexPool Inv. Pool | 3,392,026 | 3,394,271 | \$2,245 | 0% |
| Bank – Sweep & Checking | 3,630,250 | 3,441,118 | (\$189,131) | -5% |
| Totals: | \$19,326,654 | \$20,543,711 | \$1,217,057 | 6% |
| HCDE PUBLIC FACILITY CORPORATION: | | | | |
| | 1,048,577 | 1,021,733 | (\$26,844) | -2% |
| Totals: | \$ 20,375,231 | \$ 21,565,444 | \$1,190,213 | 4% |

* Note: This column is the comparison of the portfolio from one year ago to this year. The change represents the net additions, deletions, or withdrawals for the period.



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HARRIS COUNTY DEPARTMENT OF EDUCATION

General Fund Portfolio by Maturity Dates
\$20,543,711 As of December 31, 2013



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Investment Portfolio at December 31, 2013

| | |
|--|----------------|
| HCDE: | |
| ■ Book Value | \$20,543,711 |
| ■ Market Value | \$20,543,711 |
| ■ Unrealized Gain/(Loss) * | (\$0) |
| ■ Fiscal Year-to-Date Earnings, HCDE Funds: | \$2,329 |
| HCDE PFC: | |
| ■ Book Value | \$1,021,733 |
| ■ Market Value | \$1,021,733 |
| ■ Unrealized Gain/(Loss) * | (\$0) |
| ■ Fiscal Year-to-Date Earnings, HCDE PFC Funds: | \$0 |

* *The loss will not be realized if HCDE holds investments until maturity.*



MONTHLY INVESTMENT REPORT (unaudited)

Summary Report at December 31, 2013

| | |
|--|--------------|
| Beginning Book Value | \$19,194,265 |
| Beginning Market Value | \$19,194,265 |
| Beginning Weighted Average to Maturity | 1 Day |
| | |
| Ending Book Value | \$20,543,711 |
| Ending Market Value | \$20,543,711 |
| Earnings for Period | \$495 |
| Change in Book Value | \$1,349,446 |
| Change in Market Value | \$1,349,446 |
| Ending Weighted Average to Maturity | 1 Day |
| | |
| Period Average Yield | 0.035% |
| Period Average Benchmark ** | 0.066% |



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Investment Interest Rates and Yields Earned

FY2012-13 Compared to FY2013-14

| | BANK % | | INV POOLS % | | U S AGENCIES % | | COMM PAPER % | |
|-----|--------|------|-------------|---------|----------------|------|--------------|------|
| | FY13 | FY14 | FY13 | FY14 | FY13 | FY14 | FY13 | FY14 |
| SEP | .01 | .10 | .09-.17 | .04-.06 | - | - | - | - |
| OCT | .01 | - | .10-.18 | .04-.07 | - | - | - | - |
| NOV | - | - | .09-.18 | .04-.06 | - | - | - | - |
| DEC | - | - | .10-.16 | .03-.04 | - | - | - | - |
| JAN | - | - | .08-.10 | - | - | - | - | - |
| FEB | - | - | .08-.10 | - | - | - | - | - |
| MAR | - | - | .10-.12 | - | - | - | - | - |
| APR | - | - | .10-.11 | - | - | - | - | - |
| MAY | - | - | .06-.10 | - | - | - | - | - |
| JUN | - | - | .06-.10 | - | - | - | - | - |
| JUL | - | - | .05-.10 | - | - | - | - | - |
| AUG | - | - | .04-.10 | - | - | - | - | - |



Q & A

I certify that the foregoing information is true and accurate to the best of my knowledge.

/s/ Jesus Amezcua, Assistant Superintendent

/s/ Rosa Maria Torres, Chief Accounting Officer

/s/ Teresa Coronado, Budget Analyst

/s/ John Weber, Accounting, Reporting and Compliance Officer

