

Quarterly Investment Report
January thru March 2011

11,942

JENNIFER
COUNTY
11 APR 25 11:10:48
BY: *[Signature]*
HUNTSVILLE
COUNTY

| FUND | BEG. BALANCE | DEPOSITS | WITHDRAWALS | INTEREST | ENDING INVESTMENT BALANCE | Plus or Minus Cash in Bank | Total Available Funds |
|----------------------------|-----------------------|------------------------|-------------------------|-------------------|---------------------------|----------------------------|------------------------|
| TEX POOL ACCOUNTS | | | | | | | |
| General Operating | \$243,404.96 | \$2,000,000.00 | \$0.00 | \$513.66 | \$2,243,918.62 | \$2,405,833.43 | \$4,649,752.05 |
| R & B 1 | \$1,701.08 | \$710,000.00 | (\$50,000.00) | \$169.33 | \$661,870.41 | \$10,380.05 | \$672,250.46 |
| R & B 2 | \$245,340.30 | \$510,000.00 | (\$2,000.00) | \$219.73 | \$753,560.03 | \$112,348.66 | \$865,908.69 |
| R & B 3 | \$247,488.07 | \$780,000.00 | (\$46,000.00) | \$277.75 | \$981,765.82 | \$9,639.03 | \$991,404.85 |
| R & B 4 | \$65,226.30 | \$835,000.00 | \$0.00 | \$220.23 | \$900,446.53 | \$31,195.85 | \$931,642.38 |
| DEBT SERVICE | \$331,470.77 | \$2,000,000.00 | (\$2,000,000.00) | \$148.78 | \$331,619.55 | \$203,404.53 | \$535,024.08 |
| R.O.W | \$63,555.21 | \$0.00 | \$0.00 | \$23.63 | \$63,578.84 | \$214.05 | \$63,792.89 |
| REC. MGT-CC | \$175,126.24 | \$0.00 | (\$50,000.00) | \$58.68 | \$125,184.92 | \$7,656.37 | \$132,841.29 |
| Juvenile Probation | \$17,733.12 | \$0.00 | \$0.00 | \$6.64 | \$17,739.76 | \$5,622.27 | \$23,362.03 |
| Jail Lawsuite Settlement F | \$579,680.86 | \$0.00 | \$0.00 | \$215.50 | \$579,896.36 | \$0.00 | \$579,896.36 |
| TOTAL TEXPOOL | \$1,970,726.91 | \$6,835,000.00 | (\$2,148,000.00) | \$1,853.93 | \$6,659,580.84 | \$2,786,294.24 | \$9,445,875.08 |
| TexStar-G.O. | \$1,014,936.41 | \$0.00 | \$0.00 | \$377.41 | \$1,015,313.82 | | \$1,015,313.82 |
| CHASE GENERL INV | \$2,556,608.15 | \$4,000,000.00 | \$0.00 | \$2,580.13 | \$6,559,188.28 | | \$6,559,188.28 |
| Inwood C.D.-G.O. | \$531,804.93 | \$0.00 | \$0.00 | \$2,166.58 | \$533,971.51 | | \$533,971.51 |
| TOTAL INVESTMENT | \$6,074,076.40 | \$10,835,000.00 | (\$2,148,000.00) | \$6,978.05 | \$14,768,054.45 | | \$14,768,054.45 |

Prepared by: *Delores Shelton*
Delores Shelton
Hunt County Treasurer
Prepared: 03/15/2011

Quarterly Investment Report

January thru March 2011

| Investment All Funds | Quarter Balance |
|---------------------------|------------------------|
| TexPool Investment | \$6,659,580.84 |
| TexStar Investment | \$1,015,313.82 |
| Chase Money Market Fund | \$6,559,188.28 |
| Inwood National Bank C.D. | \$533,971.51 |
| Total Investments: | \$14,768,054.45 |

Total General Operating Investments: \$10,352,392.23

(Does not include R&B, Debt Service, ROW, CCRM, Juv Prob, Jail)

| Interest Rate per Month for Accounts | Interest Rate per Month for Accounts | | |
|--------------------------------------|--------------------------------------|---------|--------------|
| | TexPool | TexStar | Chase Inwood |
| Jan. | .1587 | .1637 | .22 1.65 |
| Feb. | .1470 | .1476 | .21 1.65 |
| March | .1461 | .1408 | .20 1.65 |

**Inwood National Bank
Certificate of Deposit
General Fund**

Opened: 10/10/2008 with original deposit of \$500,000

Renewed Term 12 Months **Beginning Balance** \$520,630.12 **Rate** 1.65%

| Date | Monthly Interest | Value to Date |
|----------------------|-------------------------|----------------------|
| January '11 | \$745.26 | \$532,550.19 |
| February '11 | \$674.07 | \$533,224.26 |
| March '11 | \$747.25 | \$533,971.51 |
| Qtr Interest: | \$2,166.58 | |

11,943

JENNIFER WEIG
COUNTY CLERK
11 APR 25 AM 10:48
BY: [Signature]

CONTINUING DEPOSIT SECURITY AGREEMENT

THIS AGREEMENT is entered into as of this 25 day of April, 2011, by and between the HUNT COUNTY ("Customer"), and JPMorgan Chase Bank, NA ("the Bank").

RECITALS

- A. From time to time Customer, for investment and business purposes, make deposits of money with the Bank; and
- B. Although such deposits are generally eligible for FDIC insurance coverage, such coverage is limited for the funds of each public unit, as that term is defined by applicable law.
- C. In consideration of the deposits made by Customer with the Bank, Customer and the Bank desire to enter this Agreement granting Customer a security interest in certain Collateral hereinafter defined to afford Customer greater protection.

NOW, THEREFORE, in consideration of the Customer depositing its funds with the Bank and as security for the repayment of those deposits, the parties agree as follows:

1. OBLIGATIONS. The obligations subject to this Agreement, hereinafter referred to as "Obligations", are the accounts held in the following name:
HUNT COUNTY.
2. GRANT OF SECURITY INTEREST - COLLATERAL. To secure the Obligations described above, the Bank hereby grants to the Customer security interest in and assigns and pledges assets, hereinafter referred to as ("Collateral"). The Bank represents that its Board of Directors has passed a resolution authorizing and approving the execution and delivery of contracts with the United States, individual states, and any political subdivisions thereof ("Public Units") providing for the deposit of public funds with the Bank and the pledge of collateral by the Bank to the Public Unit and further authorizing and approving the execution and delivery of all related contracts between the Public Units and the Bank, including without limitation, assignments, pledge agreements and security agreements; that such resolution is reflected in the Minutes of the Bank's Board of Directors; and that a copy of this Continuing Deposit Security Agreement shall be maintained as an official record of the Bank.
3. LOCATION OF COLLATERAL. The Bank agrees to deliver and place the Collateral with the Federal Reserve Bank, hereinafter referred to as "Trustee", as a book entry item in the name of the Customer as the secured party. Evidence of such transaction will be forwarded to the Customer immediately

after the transaction occurs, in no event later than one (1) week from the execution of this Agreement.

4. BANK REPRESENTATIONS, WARRANTIES AND PROMISES. The Bank further represents, warrants and agrees:

- a) The Bank has full power and authority to enter into this Agreement.
- b) The Bank is the owner of the Collateral, or if the Bank is not the owner, the owner has agreed to execute a Hypothecation Agreement granting a security interest in the Collateral in consideration of the Customer's deposits.
- c) The Bank agrees that the total aggregate market value of the Collateral pledged to the Customer, pursuant to this Agreement, shall be continually maintained at the amount equal to or greater than the Obligations of the Bank to the Customer which exceed the sum of the Federal Deposit Insurance Corporation's Insurance limitation. Customer shall notify Bank of significant changes in the amount of Customer's deposits, at which time Bank will pledge additional or release excess securities. (Bank will voluntarily monitor the market value of pledged securities on a daily basis.)
- d) If the Bank shall desire to sell or otherwise dispose of any one or more of the securities constituting part of the Collateral deposited with the Trustee, it may substitute for any one or more such securities other securities of the same current par and of the character authorized herein. Such right of substitution shall remain in full force and may be exercised by the Bank as often as it is desired; provided, however, that the aggregate market value of all Collateral pledged hereunder shall be at least equal to the amount of Collateral required hereunder.
- e) The Bank shall be entitled to income on securities held by the Trustee, and the Trustee may dispose of such income as directed by the Bank without approval of the Customer, provided a breach of contract does not exist.
- f) This Agreement will continuously, from the time of its execution, remain part of the official records of the Bank.

5. EVENTS OF BANK DEFAULT. The Bank shall be in default under this Agreement upon the occurrence of any one or more of the following events or conditions which continue to exist for a period of ten (10) days after Customer has served the Bank with a notice generally describing said defaults:

- a) Failure to comply with any of the requirements of Subparagraph 4 above or any other provisions of this Agreement:
- b) Non-payment of any of the Obligations when due or non-performance of any promises made by the Bank in this Agreement:
- c) Insolvency of the Bank
- d) The appointment of a receiver for any part of the Bank.

6. RIGHT OF CUSTOMER UPON BANK'S DEFAULT. In the event of a default by the Bank, in addition to all the rights and remedies provided in Article 9 of the Uniform Commercial code and any other applicable law, the Customer may (but is under no obligation to the Bank to do so) sell, assign and deliver the whole, or any part of the Collateral or any substitutes thereof or additions thereto, in a commercially reasonable manner and with right to purchase the Collateral at any public sale. Out of the proceeds of any such sale Customer may deduct its actual damages and reasonable costs and expenses of sale incurred as a result of Bank's default, accounting to Bank for the remainder, if any, of such proceeds or collateral remaining unsold.

7. CUSTOMER REPRESENTATIONS, WARRANTIES, AND PROMISES.
Customer further represents, warrants and agrees:

- a) Customer has full power and authority to enter into this Agreement.
- b) Customer will comply with the terms of any other agreements it may have with the Bank which govern the Obligations.

In the event that Customer fails to comply with any of its promises herein, or any of its representations is untrue or any of its warranties is breached, or if any of the Obligations are subjected to service of process, including but not exclusively, a writ of execution, then Bank may immediately terminate this Agreement.

8. LAW GOVERNING. This Agreement and the rights and obligations of the parties hereunder, shall be construed and interpreted in accordance with the laws of the State of _____ applicable to agreements made and to be wholly performed in such state.

9. TERMINATION OF THE AGREEMENT. Customer or the Bank may terminate this Agreement by giving written notice of termination to the other party which notice is effective when received by the other party. The rights and liabilities of the parties under this Agreement survive any termination of the Agreement until all Obligations have been satisfied in full.

10. NOTICES. All notices and other communications shall be sent to the

CUSTOMER:

Name: HUNT COUNTY
Address: 2507 Lee Street
PO Box 1097
City/State: Greenville, TX 75401

BANK:

Name: JPMorgan Chase Bank, NA
Address: _____
City/State: _____

11. ASSIGNS. This Agreement and all rights and liabilities hereunder and in and to any and all Collateral shall insure to the benefit of Customer and the Bank and their respective successors and assigns. No portion of this Agreement may be assigned without the expressed written consent of the other party, and any assignment must comply with all provisions of Paragraph 4c.

IN WITNESS WHEREOF the parties have signed this Agreement as of this day and year first above written.

CUSTOMER:


HUNT COUNTY

BY: John L. Horn:

Hunt County Judge

Title

List of Accounts:



BANK:

JPMorgan Chase Bank, NA

BY: _____

Title