

INVESTMENT REPORT

As of July 31, 2011

Funds are invested as follows:

| FUND | CERTIFICATES OF DEPOSIT | | | POOLED CASH | | CASH | | TNOTES | TOTAL |
|-------------------------------|-------------------------|---------------------|---------------------|-----------------------|-------------------|---------------------|--------------------|------------------------|------------------------|
| | CSB ¹ | NBA ² | PLAINS ³ | TEXPOOL | TEXSTAR | CSB | PLAINS | | |
| General Fund | \$203,854.18 | \$241,999.78 | \$30,073.75 | \$4,146,868.66 | \$6,020.25 | \$80,834.40 | \$10,428.01 | \$1,471,497.59 | \$6,191,576.62 |
| General Fund C. Imp. | \$203,854.18 | | 73,095.00 | 4,324.78 | | 84,294.03 | - | 793,309.82 | \$1,158,877.81 |
| General Fund C. Trust | | | 133,531.40 | 478,377.57 | | | 443.75 | 5,658,433.85 | \$6,270,786.57 |
| Utility Fund | \$203,854.18 | | 50,454.30 | 422,971.00 | | 198,287.93 | 115.95 | 569,937.57 | \$1,445,620.93 |
| Utility Fund C. Imp. | \$203,854.18 | | 225,000.00 | 407,071.30 | | 326,022.71 | | 1,976,629.87 | \$3,138,578.06 |
| Sanitation Fund | | | 80,674.60 | 996,513.85 | | 65,176.35 | - | 420,574.88 | \$1,562,939.68 |
| Sanitation Fund C. I. | \$203,854.18 | | | 510,391.70 | | 141,573.24 | 23.92 | 404,734.12 | \$1,260,577.16 |
| Ambulance | | | | 70,271.34 | | 7,699.39 | | | \$77,970.73 |
| Ambulance Grants | | | | 162.72 | | - | | | \$162.72 |
| Police Education Fund | | | | 4,509.23 | | 845.68 | | | \$5,354.91 |
| Police Forfeiture Fund | | | | | | 27,226.34 | | | \$27,226.34 |
| Building Use Fee-Tech Center | | | | 40,159.50 | | 2,221.06 | | | \$42,380.56 |
| Escrow | | | | 15,589.87 | | - | | | \$15,589.87 |
| Court Tech. Fund | | | | 9,473.45 | | 2,702.85 | | | \$12,176.30 |
| Green Exchange | | | | 107.81 | | 875.77 | | | \$983.58 |
| Payroll | | | | | | 3.96 | | | \$3.96 |
| Christmas Fund | | | | | | 36,049.90 | | | \$36,049.90 |
| Bus-Tech Adult Education | | | | | | 1,130.95 | | | \$1,130.95 |
| Child Safety Seat | | | | | | 108.39 | | | \$108.39 |
| Investigation | | | | | | 1,935.41 | | | \$1,935.41 |
| | <u>\$1,019,270.90</u> | <u>\$241,999.78</u> | <u>\$592,829.05</u> | <u>\$7,106,792.78</u> | <u>\$6,020.25</u> | <u>\$976,988.36</u> | <u>\$11,011.63</u> | <u>\$11,295,117.70</u> | <u>\$21,250,030.45</u> |
| Average Annual Yield % | 0.85% | 1.00% | 1.08% | 0.09% | 0.09% | 0.00% | 0.00% | 0.71% | 0.49% |
| Weighted Avg Days to Maturity | 196 | 32 | 444 | 43 | 48 | 1 | 1 | 368 | 218 |
| A. Eco. Dev. Corp | | | | <u>\$2,693,325.69</u> | | <u>\$10,079.74</u> | | | |

Andrews Community Endowment Fund Balance at 3-31-11 was \$580,078.41.

¹CD is one year yielding 0.85% annually that was purchased 2/12/11. ²CD is one year yielding 1.00% annually that was purchased 9/1/10. ³Multiple CD's purchased held at Plains Capital for safekeeping.

BENCHMARK YIELDS:

| TYPE OF INVESTMENT | DATE | INT. RATE | YIELD RATE | DATE | INT. RATE | YIELD RATE |
|--------------------|--------|-----------|------------|--------|-----------|------------|
| 91-day T-Bill | Aug 4 | 0.1150% | 0.1170% | Jul 14 | 0.0300% | 0.0310% |
| 182-day T-Bill | Aug 4 | 0.1500% | 0.1530% | Jul 14 | 0.0650% | 0.0660% |
| 5 -Year Note | Aug 1 | 1.5000% | 1.5800% | Jun 30 | 1.5000% | 1.6150% |
| 3 -Year Note | Jul 15 | 0.6250% | 0.6700% | Jun 15 | 0.7500% | 0.7650% |
| 2 -Year Note | Aug 1 | 0.3750% | 0.4170% | Jun 30 | 0.3750% | 0.3950% |
| 1 -Year Note | Jul 28 | 0.2000% | 0.2040% | Jun 30 | 0.2000% | 0.2040% |

**As defined by SEC Rule 2a-7