

BRACKETT INDEPENDENT SCHOOL DISTRICT  
August 8, 2011

Earned interest report at the close of business on June 30, 2011.

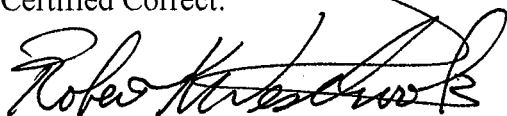
Total amount of cash on hand locally in the general fund - \$ 227,743.97.

Total amount of investments - \$ 4,278,659.69.

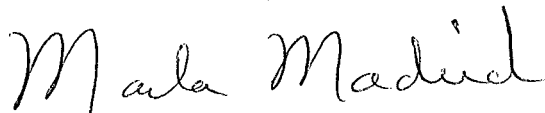
Interest earned during the 4th quarter of the 2010/2011 school year.

Del Rio Bank & Trust	\$ 1,628.97	Average Rate	.8000%
Lone Star Investment			
Liquidity Plus	\$ 837.96	Average Rate	.1100%
TexPool	\$ 203.34	Average Rate	.0900%
Total Interest Earned-4th Quarter	\$ 2,670.27		
Total Interest Earned – Year to Date	\$ 15,846.01		

Certified Correct:



Robert Westbrook, Superintendent



Marla Madrid, Business Manager

**PERFORMANCE As of June 30, 2011**

	<b>TexPool</b>	<b>TexPool Prime</b>
Current Invested Balance	\$15,689,237,819.63	\$1,555,380,370.84
Weighted Average Maturity (1)*	45 Days	39 Days
Weighted Average Maturity (2)*	86 Days	47 Days
Net Asset Value	1.00005	1.00005
Total Number of Participants	2,248	129
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	\$1,052,581.91	\$167,283.97
Management Fee Collected	\$629,476.49	\$83,957.23
Standard & Poor's Current Rating	AAAm	AAAm

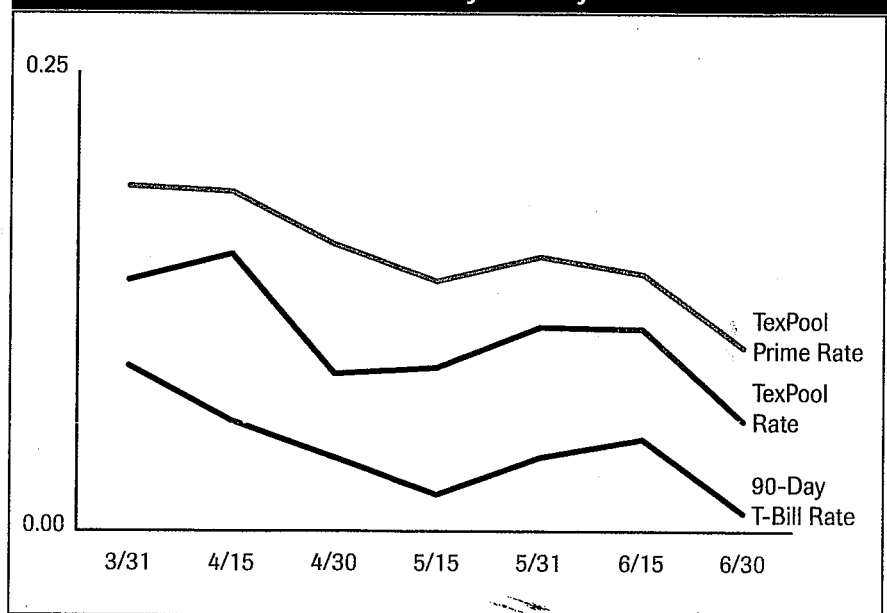
**June Averages**

Average Invested Balance	\$16,151,784,319.17	\$1,596,742,926.74
Average Monthly Yield, on a simple basis (3)*	0.08%	0.13%
Average Weighted Average Maturity (1)*	43 Days	41 Days
Average Weighted Average Maturity (2)*	84 Days	45 Days

\*Definitions for Average Weighted Maturity can be found on Page 2.

Given what we perceive to be a dearth of value across the cash curve, we chose to focus new purchases for TexPool and TexPool Prime in short-term securities, which carry less interest rate risk and also provide the liquidity necessary to lock in higher yields as they appear. Of course, we are carefully monitoring the events in Greece; TexPool Prime has modest positions in some of the European banks that hold at least some Greek government bonds on their balance sheets. Our analysis indicates that Federated's exposure of those large financial institutions is limited, manageable, and represents no meaningful threat to the banks themselves or to TexPool Prime. As always, we will remain vigilant to these and other issues which potentially might impact the pools, whose creditworthiness remains our highest priority.

**TexPool & TexPool Prime VS. 90-Day Treasury Bill**



90-Day Treasury Bill is a short term debt instrument backed by the national government. These are used to collect immediate cash to meet outstanding obligations.

Any private investor can invest in a treasury bill. The day Treasury bill is a weighted average rate of the weekly auctions of 90-day treasury bills.

# Fund Performance Update

June 30, 2011

Comments by Bank of New York Mellon Cash Investment Strategies, Investment Manager

Treasury notes maturing within five-years were little changed in June. Treasury securities with longer maturities, however, traded slightly lower during the month as yields rose as much as 15 basis points. The yield curve became slightly steeper as the spread between the two-year note and 30-year-bond widened by 15 basis points to 391. The equity markets traded modestly lower as the Dow, NASDAQ and S&P 500 indexes fell by 1.2%, 2.2% and 1.8%, respectively.

The final revision of first quarter GDP was little changed at 1.9% as high oil prices and weak job growth continued to weigh on the economy. The market was focused on Greece and the effect it would have across the European bank sector. Greece may receive as much as \$124 billion in a second bail out to prevent default and relieve the debt crisis in the euro-region.

As expected, there was no change in the target Fed funds rate at the June 22nd FOMC meeting. In the announcement following the meeting, the Fed reduced its' growth forecast to 2.8% this year, the growth forecast was also reduced at the last meeting on April 27th. The next FOMC meeting is scheduled for August 9th.

## Total Participants

Schools and Colleges	734
Other Governmental	161
<b>Total</b>	<b>895</b>

Lone Star Investment Pool is distributed by First Public.

## Government Overnight Fund

### Return Information

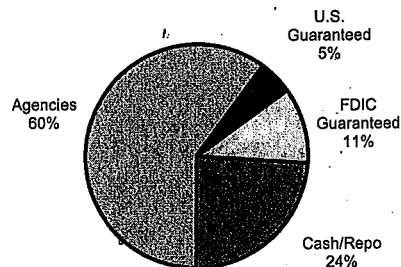
June 30, 2011

Average Monthly Return (a)	0.10%
SEC 7-Day Fund Yield (b)	0.09%
Weighted Average Maturity One (c)	40 Days
Weighted Average Maturity Two (c)	123 Days
Portfolio Maturing beyond One Year	3%
Net Asset Value	\$1.00
Annualized Expense Ratio	0.06%
Standard & Poor's Rating	AAAm

### Inventory Position

	Book Value	Market Value
Cash/Repo	616,890,679	616,890,679
US Treasuries	-	-
Agencies	361,443,792	361,443,792
FDIC Guaranteed	401,550,154	401,589,302
US Dependent Guaranteed	64,978,565	64,987,440
Money Market Funds	305,000,000	305,000,000
<b>Total Assets</b>	<b>3,349,365,160</b>	<b>3,349,799,641</b>

### Investment Distribution



(a) The return information represents the average annualized rate of return on investments for the time period referenced. Return rates reflect a partial waiver of the Lone Star Investment Pool operating expense. Past performance is no guarantee of future results.