Killeen Independent School District
Board Agenda Item Information Sheet

Date: November 10, 2026

Agenda Item Caption: Discussion Regarding an Investment Management Agreement with Meeder Public Funds, Inc.

Purpose of Agenda Item: Information Only

Administrative Recommendation: Place on December 8, 2026, consent agenda to approve the contract with Meeder Public Funds, Inc. for investment advisory services, as presented.

Background Information: Meeder Public Funds, Inc. is a registered investment advisor specializing in public entity portfolios managed in compliance with the Public Funds Investment Act (PFIA). Meeder will provide cash flow analysis, investment strategy development, competitive execution of authorized transactions, PFIA compliance monitoring, and quarterly and annual investment reporting. The goal is to improve yield while preserving safety of principal and liquidity.

The District's investment officers will retain oversight, and all investments will continue to comply with Board Policy CDA (Local). The agreement may be terminated with 30 days written notice.

Fiscal Analysis: The advisory fee is 0.06% annually on the first $100 million of assets under management, 0.05% on assets between $100 million and $250 million, and 0.04% on assets above $250 million. As an example, with $100 million invested, the estimated annual fee would be approximately $60,000. Based on current market conditions as of November 2nd, 2026, the proposed portfolio is expected to yield approximately 4.61%, compared with approximately 4.08% available through the District's investment pools. On $100 million, this 0.53% difference represents approximately $530,000 in additional gross annual investment income. After the advisory fee, the District could realize approximately $470,000 in additional net investment income annually, assuming these yield levels and investment balances remain consistent.

Regulatory Requirement: This contract is in compliance with Section 2256.003, *Texas Government Code*, which permits a contract with a registered investment management firm for up to two years, with any renewal or extension requiring Board approval. Procurement complies with Section 44.031, *Texas Education Code*, and Chapter 791, *Texas Government Code* (Interlocal Cooperation Act).

Contact Person for Additional Questions/Information:
Name: Kallen Vaden, Chief Financial Officer
Email address: kallen.vaden@killeenisd.org
Telephone Number: (254) 336-0157

Attachments: 1) Resolution Authorizing Participation in the Connect Investment Trust
2) Approved Broker/Dealer List
3) Policy CDA(LOCAL) redlined
4) Investment Management Agreement

Signature Requested: No