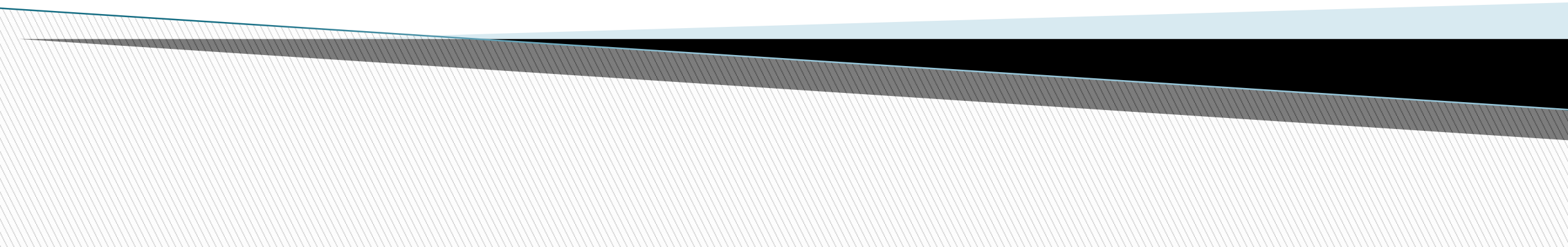


# Annual Investment Report

Graham ISD  
November 2015



# GISD Policy

252901

OTHER REVENUES  
INVESTMENTS

CDA  
(LOCAL)

PORTFOLIO REPORT

In addition to the quarterly report required by law and signed by the District's investment officer, a comprehensive report on the investment program and investment activity shall be presented annually to the Board. This report shall include a performance evaluation that may include, but not be limited to, comparisons to 91-day U.S. Treasury Bills, six-month U.S. Treasury Bills, the Fed Fund rate, the Lehman bond index, and rates from investment pools. The annual report shall include a review of the activities and total yield for the preceding 12 months, suggest policies, strategies, and improvements that might enhance the investment program, and propose an investment plan for the ensuing year.

# Investment Plan

- ▶ Preservation and safety of principal;
- ▶ Liquidity;
- ▶ Diversification of the investment portfolio; and
- ▶ Yield.

*Government Code 2256.005(d)*



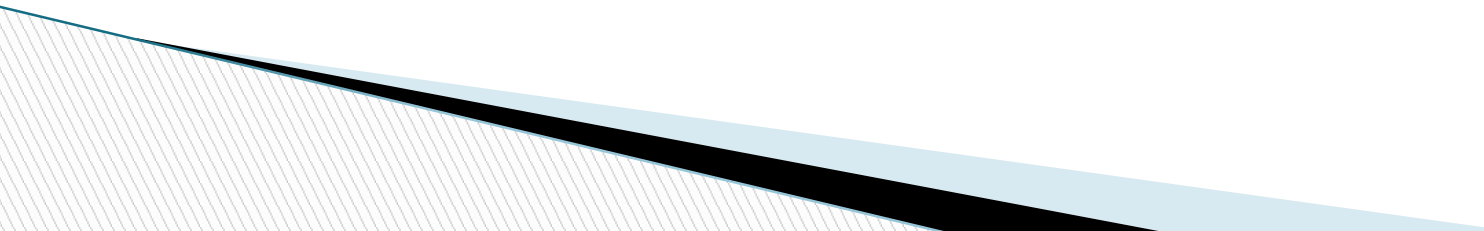
# Graham ISD Investments

## ▶ Government Investment Pools

- **Texas Association of School Boards Financial Services Lone Star Investment POOL**
  - 2004 – TASB Financial Services became First Public
  - Registered broker/dealer with the Securities and Exchange Commission, the Financial Industry Regulatory Authority, and the Municipal Securities Rulemaking Board.
  - 7 Billion in assets
  - 714 Schools and Colleges are participating
  - Investment vehicles – Money Market, Cash/Repo, Agencies, and Commercial Paper.
  - Standard and Poor's Rating – AAA/S1+

# Graham ISD Investments (Cont.)

- **Texas Term**

- Member of the Financial Industry Regulatory Authority, Securities and Exchange Commission.
  - 1 Billion in assets
  - Investment vehicles – U. S. Treasuries, Repurchase Agreements, Government Agencies (Fannie Mae, Freddie Mac)
  - Standard and Poor's Rating – AAAm / AAaf
  - Investment Adviser – PFM Asset Management LLC
- 

# Graham ISD Investments (cont.)

## ▶ Local Bank (Depository)

### ◦ Cierra Bank

- FDIC Insured
- Collateralized by 3.7 Million in Pledged Securities
- Accounts Held by GISD
  - Workman's Compensation Fund
  - General Operating Fund
  - Construction Fund
  - Interest and Sinking Fund
  - Payroll Account

# Interest Earned for FY 2014 – 2015

- ▶ General Funds – \$12,518
  - ▶ Interest and Sinking Funds (Debt Service) – \$1,400
- 

# Comparison Performance

- ▶ 91 Day U.S. Treasury Bills – .02%
  - ▶ 6 Month U.S Treasury Bills – .07%
  - ▶ Fed Fund Rate – .07%
- 

## ▶ Investments

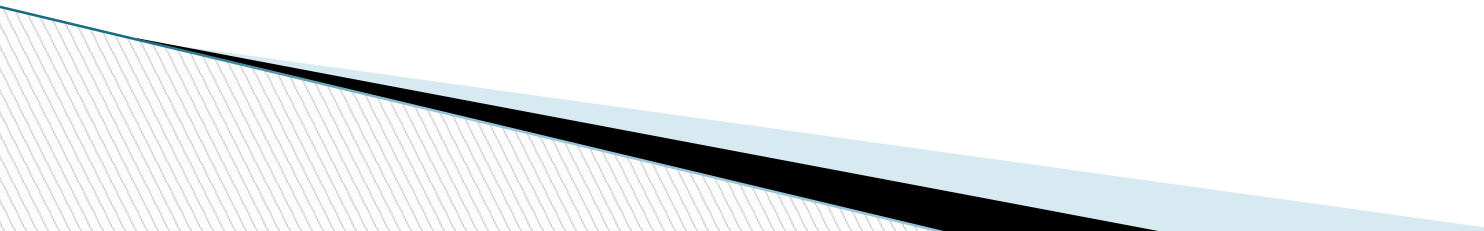
- Cierra Bank of Graham – .15%
- Texas Term (Daily) – .13%
- Lone Star Investment Pool
  - Corporate Overnight Fund– .19%
  - Corporate Overnight Plus Fund – .20%

## Current Balances

\$1,800,000  
\$ 209,000  
\$ 104,000  
\$9,546,000



# Looking Ahead ----

- Continue to follow the investment strategies of:
    - Safety of Principal
    - Liquidity
    - Diversification of the investment portfolio
    - Yield
  - Continue investing in Government Investment Pools and Local Depository
  - Consult with TASB on higher yield investment options
  - Exploring Certificate of Deposit Investments
- 

Investment Report  
September 2015

DEMAND DEPOSITS	LEDGER				August
	BANK	Account	BALANCE	Rate	Interest
General Operating	1st National	Tiered Checking	\$ 1,804,761.00	0.15%	\$ 1,380.00
Workers Comp	1st National	Tiered Checking	\$ 143,597.00	0.15%	\$ 134.00
Payroll	1st National	Tiered Checking	\$ 289,869.00	0.50%	\$ 71.00
General Operating	Texas Term	Texas Daily	\$ 209,347.00	0.08%	\$ 109.00
General Operating	Lone Star	Liquidity Corp	\$ 6,288,019.00	0.13%	\$ 7,912.00
General Operating	Lone Star	Liquidity Fund	\$ 104,889.00	0.13%	\$ 95.00
Workers Comp	Lone Star	Liquidity Corp.	\$ 1,179,720.00	0.13%	\$ 1,385.00
<b>Total General Operating</b>			\$ 10,080,188.00	Interest is reflected in Liabilities	\$ 10,999.00
Debt Service Fund	1st National	Tiered Savings	\$ 103,993.00	0.15%	\$ 284.00
Debt Service Fund	Lone Star	Liquidity Corp.	\$ 1,075,440.00	0.13%	\$ 1,209.00