

BRACKETT INDEPENDENT SCHOOL DISTRICT
AUGUST 12, 2013

Earned interest report at the close of business on June 30, 2013.

Total amount of cash on hand locally in the general fund - \$ 792,844.12.

Total amount of investments - \$ 4,269,552.51

Interest earned during the 4th quarter of the 2012/2013 school year.

| | | | |
|--------------------------------------|-------------|--------------|------|
| Del Rio Bank & Trust | \$ 998.97 | Average Rate | .45% |
| Lone Star Investment | | | |
| Liquidity Plus | \$ 679.21 | Average Rate | .08% |
| TexPool | \$ 171.24 | Average Rate | .08% |
| | | | |
| Total Interest Earned- 4th Quarter | \$ 1,849.42 | | |
| | | | |
| Total Interest Earned – Year to Date | \$ 9,985.87 | | |

Certified Correct:


Taylor Stephenson, Superintendent


Marla Madrid, Business Manager

Fund Performance Update

June 30, 2013

Comments by Standish, Investment Manager

June proved to be a volatile month for both the bond and stock markets. The Treasury bond market traded lower as yields rose six to 38 basis points across the curve. The yield curve became steeper during the month as the spread between the two-year note and 30-year bond increased by 16 basis points to 3.14%. The equity markets finished the month with losses as the Dow, NASDAQ and S&P 500 were lower by 1.4%, 1.5% and 1.5%, respectively.

The statement and press conference following the FOMC meeting on June 19th sparked volatility in the markets. The key change in the statement was that the FOMC now sees "the downside risks to the outlook for the economy and the labor market as having diminished since the fall." During the press conference following the meeting, Chairman Bernanke noted that if the Federal Reserve's forecasts are realized, the Fed would begin reducing its bond purchase program later this year and end it in mid-2014. Chairman Bernanke reiterated that reducing the bond purchase program is not increasing the target Fed Funds rate and that rate hikes are far into the future. Immediately after the release of the FOMC statement and the days that followed, Treasury yields rose sharply.

The unemployment data announced in June continued to indicate slow and steady improvement in the labor market. In May, 175,000 jobs were added to the US economy as participation in the labor force rose. Through May of this year, the economy had added an average of 189,000 jobs per month.

Total Participants

| | |
|----------------------|------------|
| Schools and Colleges | 735 |
| Other Governmental | 165 |
| Total | 900 |

Lone Star Investment Pool is distributed by First Public.

Government Overnight Fund

Return Information

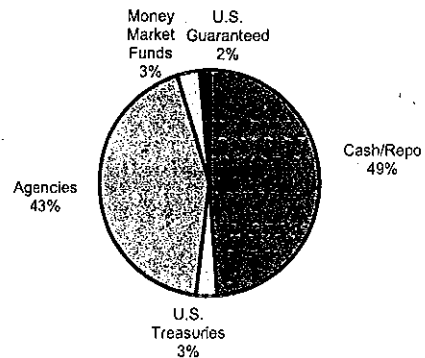
June 30, 2013

| | |
|------------------------------------|---------|
| Average Monthly Return (a) | 0.06% |
| SEC 7-Day Fund Yield (b) | 0.09% |
| Weighted Average Maturity One (c) | 57 Days |
| Weighted Average Maturity Two (c) | 86 Days |
| Portfolio Maturing beyond One Year | 3% |
| Net Asset Value | \$1.00 |
| Annualized Expense Ratio | 0.06% |
| Standard & Poor's Rating | AAAm |

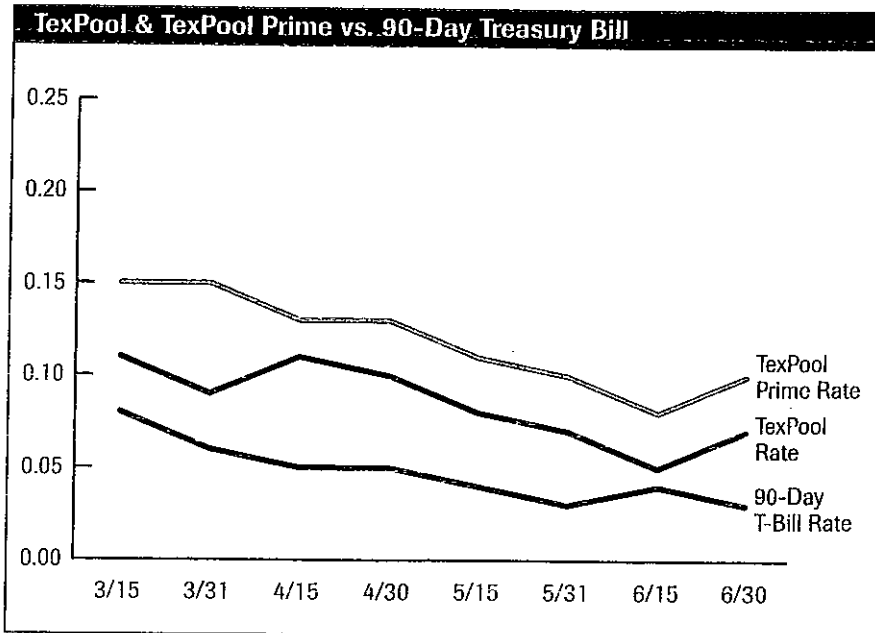
Inventory Position

| | Book Value | Market Value |
|--------------------------|----------------------|----------------------|
| Cash/Repo | 1,577,137,510 | 1,577,137,510 |
| US Treasuries | 100,018,868 | 100,035,270 |
| Agencies | 1,398,595,033 | 1,399,016,314 |
| FDIC Guaranteed | - | - |
| US Dept of Ed Guaranteed | 49,999,778 | 49,999,500 |
| Money Market Funds | 105,982,011 | 105,982,011 |
| Total Assets | 3,231,733,200 | 3,232,170,605 |

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.



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 90-Day Treasury Bill is a weighted average rate of the weekly auctions of 90-Day Treasury Bills.

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PERFORMANCE AS OF JUNE 30, 2013

| | TexPool | TexPool Prime |
|------------------------------------|---------------------|------------------|
| Current Invested Balance | \$15,433,155,551.05 | \$998,192,422.65 |
| Weighted Average Maturity (1)* | 52 Days | 43 Days |
| Weighted Average Maturity (2)* | 77 Days | 53 Days |
| Net Asset Value | 1.00003 | 1.00006 |
| Total Number of Participants | 2,288 | 161 |
| Management Fee on Invested Balance | 0.0473% | 0.0638% |
| Interest Distributed | \$738,408.03 | \$71,919.49 |
| Management Fee Collected | \$607,509.08 | \$52,376.46 |
| Standard & Poor's Current Rating | AAAm | AAAm |

Month Averages

| | TexPool | TexPool Prime |
|---|---------------------|------------------|
| Average Invested Balance | \$15,594,799,438.49 | \$996,943,060.85 |
| Average Monthly Yield, on a simple basis (3)* | 0.06% | 0.09% |
| Average Weighted Average Maturity (1)* | 52 Days | 41 Days |
| Average Weighted Average Maturity (2)* | 78 Days | 52 Days |

*Definitions for Average Monthly Yield and Weighted Average Maturity can be found on page 2.