

BRACKETT INDEPENDENT SCHOOL DISTRICT  
November 12, 2012

Earned interest report at the close of business on September 30, 2012.

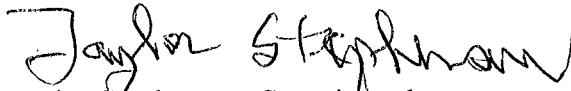
Total amount of cash on hand locally in the general fund - \$ 422,022.75.

Total amount of investments - \$ 4,944,340.96.

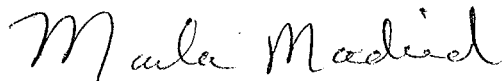
Interest earned during the 1st quarter of the 2012/2013 school year.

Del Rio Bank & Trust	\$ 1,134.00	Average Rate	.60%
Lone Star Investment			
Liquidity Plus	\$ 1,283.83	Average Rate	.14%
TexPool	\$ 313.89	Average Rate	.14%
Total Interest Earned-1st Quarter	\$ 2,731.72		
Total Interest Earned – Year to Date	\$ 2,731.72		

Certified Correct:



Taylor Stephenson, Superintendent



Marla Madrid, Business Manager

# TEXPOOL

## PERFORMANCE as of September 30, 2012

	TexPool	TexPool Prime
Current Invested Balance	\$13,933,151,648.92	\$936,136,294.30
Weighted Average Maturity (1)*	41 Days	32 Days
Weighted Average Maturity (2)*	80 Days	47 Days
Net Asset Value	1.00007	1.00006
Total Number of Participants	2,272	149
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	\$1,735,519.58	\$136,892.06
Management Fee Collected	\$522,327.34	\$48,423.88
Standard & Poor's Current Rating	AAAm	AAAm

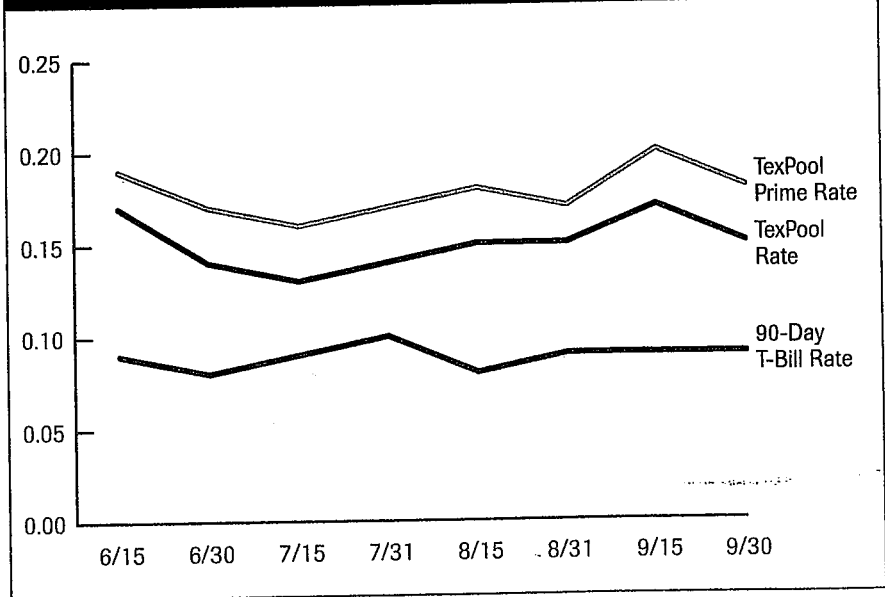
Month Averages		
Average Invested Balance	\$13,445,746,958.71	\$915,607,719.30
Average Monthly Yield, on a simple basis (3)*	0.16%	0.18%
Average Weighted Average Maturity (1)*	40 Days	36 Days
Average Weighted Average Maturity (2)*	81 Days	54 Days

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

(continued from page 1)

“core” European countries of Germany, France, Finland, the Netherlands and Austria, amounting to roughly 80 billion euro worth of bonds in the first seven months of 2012 alone. If true, that could be a contributing factor in the discrepancy between the low rates for those stronger core countries and the higher borrowing costs for less-stable European countries such as Spain and Italy. Switzerland's central bank denied the rating agency's charge, saying that S&P failed to take into account its sizable deposits outside of the core zone.

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

# Fund Performance Update

## September 30, 2012

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

The Treasury bond market traded slightly lower in the month of September as yields rose one-to-15 basis points across the curve. The curve became slightly steeper during the month as the spread between the two-year note and 30-year bond increased by 14 basis points to 2.59%. The equity markets continued to trend higher as the Dow, NASDAQ and S&P 500 indices gained 2.6%, 1.6% and 2.4%, respectively.

The payroll data for August continued to indicate that the labor market is struggling. The report showed that the economy added 96,000 jobs, fewer than expected. The prior month's figure was revised lower by 22,000 jobs. The unemployment rate fell to 8.1%, but that was largely due to people leaving the workforce.

The manufacturing sector is showing signs of weakness as well. Orders for durable goods fell by 13.2% in August – the largest monthly drop in over three years. A large part of the decline was due to decreased demand for commercial aircraft, which is often very volatile. The manufacturing sector received additional bad news from the Chicago Purchasing Manager Index as the barometer fell below 50, indicating a contraction for the first time since 2009.

At the September FOMC meeting, the committee announced a plan to purchase additional agency mortgage-backed securities at a pace of \$40 billion per month. It also said that it would continue Operation Twist through the end of the year.

### Total Participants

Schools and Colleges	737
Other Governmental	164
<b>Total</b>	<b>901</b>

Lone Star Investment Pool is distributed by First Public.

## Government Overnight Fund

### Return Information

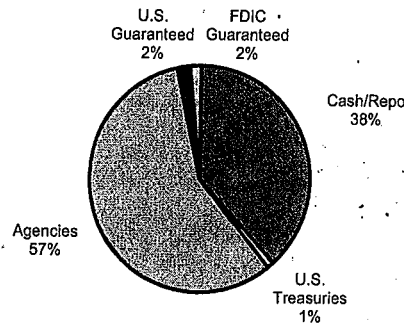
September 30, 2012

Average Monthly Return (a)	0.15%
SEC 7-Day Fund Yield (b)	0.15%
Weighted Average Maturity One (c)	45 Days
Weighted Average Maturity Two (c)	101 Days
Portfolio Maturity 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	99,526,818	99,526,818
US Treasuries	24,998,000	24,999,050
Agencies	492,268,807	492,648,927
FDIC Guaranteed	41,131,846	41,170,199
U.S. Dept of Ed. Guaranteed	49,980,500	49,982,000
Money Market Funds	-	-
<b>Total Assets</b>	<b>2,599,905,970</b>	<b>2,600,321,994</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.