

**Lamar Consolidated Independent School District
Report of Investment Activity
for the period ending January 31, 2026**

Preface

House Bill 2459 amended the section of the Education Code that dealt with the investment of school district funds. Code Section 2256.023 as amended requires that the Investment Officer of the District prepare and submit to the Board of Trustees a report of investment activity and position on a quarterly basis. The attached report complies, to the best of our knowledge and ability, with the requirements, and covers the period December 1, 2025 through January 31, 2026.

Investment Strategy by Fund

GENERAL FUND STRATEGY:

Investments purchased will be limited to those authorized by the District's investment policy, Board Policy CDA (Legal) and CDA (Local), and be diversified by security type and institution. To the extent possible, the District will attempt to match its investments with anticipated cash flow requirements. Investments may be made in short term securities to maintain appropriate liquidity levels, avoid market risk, and generate superior returns during periods of rising interest rates. The District will limit its maximum stated maturities to one year, unless specific authority to exceed is given by the Board of Trustees (prior to purchase). The District will determine what the appropriate average weighted maturity of the portfolio should be based on the surrounding economic climate. This determination will be made on a periodic basis, by analysis of economic data, at least annually. Investments should be purchased with the intent of holding until maturity.

Reserve funds may be invested in securities exceeding one year if the maturity of such investments is made to coincide with the expected use of the funds. The ability to invest these types of funds should be disclosed to the Board of Trustees, including appropriate time restrictions, if any exist.

DEBT SERVICE FUND STRATEGY:

The investment strategy for the Debt Service Fund is the same as that for the General Fund above, with the following exceptions. The weighted average maturity of investments for the fund may be slightly greater due to the timing of disbursements. The greatest outflow of funds occurs in February and August of each year, when bond interest and/or principal is due. Based on published debt service schedules, investments purchased will mature prior to these obligations and need for funds. Other cash requirements will be considered prior to investment.

The District does not anticipate the existence of significant reserve funds for the Debt Service Fund.

CAPITAL PROJECTS FUND STRATEGY:

Generally, the investment strategy for the Capital Projects Fund is the same as that of the General Fund. The remaining bond proceeds are currently invested in Texpool, Lone Star, MBIA Texas CLASS, TexStar and Texas Range Investment Pools. The yield on the funds varies with the rates for the pools as a whole. As required by law, the District will monitor the investment earnings on the bond proceeds and comply with federal arbitrage regulations.

FOOD SERVICE, WORKMEN'S COMPENSATION, HEALTH INSURANCE TRUST, AND TRUST AND AGENCY FUNDS STRATEGY:

The investment strategy for each of these funds is the same as that of the General Fund.

INVESTMENT POSITION AT JANUARY 31, 2026

Securities are purchased to maximize the investment earnings of the District's portfolio and to minimize idle cash balances in demand deposit accounts at the depository bank, while maintaining the liquidity required to meet currently maturing obligations such as payroll and scheduled payments for accounts payable and bonded indebtedness.

The attached report provides details of ending cash and investment balances for each of the past two months and interest earned.

COST TO FAIR MARKET VALUE COMPARISON

The cost to fair market value comparison follows in a separate section. All investable funds were deposited with authorized investment pools as of January 31, 2026. Pertinent details at January 31, 2026 of each pool in which the District had funds invested follows:

<u>POOL NAME</u>	<u>NET ASSET VALUE %</u>	<u>BOOK VALUE OF POOL</u>	<u>MARKET VALUE OF POOL</u>	<u>LCISD % OF POOL</u>
Texpool	1.00	\$39,119,653,697	\$39,123,417,683	1.7528%

The dollar weighted average maturity of the pool's portfolio for January 2026 was 41 days.

Lone Star,
Government
Overnight
Fund

1.00	\$8,044,943,801	\$8,045,410,154	1.8761%
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The dollar weighted average maturity of the portfolio for the Government Overnight Fund for January 2026 was 26 days.

<u>POOL NAME</u>	<u>NET ASSET VALUE %</u>	<u>BOOK VALUE OF POOL</u>	<u>MARKET VALUE OF POOL</u>	<u>LCISD % OF POOL</u>
MBIA, Texas CLASS	1.00	\$ 28,166,042,907	\$ 28,171,026,820	0.3669%

The dollar weighted average maturity of the portfolio for Texas CLASS Fund for January 2026 was 48 days.

Texas Range	1.00	\$3,110,598,745	\$3,110,789,093	2.2604%
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The dollar weighted average maturity of the portfolio for TEXAS RANGE/DAILY Fund for January 2026 was 47 days.

TexStar	1.00	\$14,134,489,688	\$14,136,948,435	2.6583%
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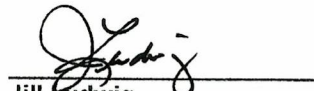
The dollar weighted average maturity of the portfolio for TEXSTAR Fund for January 2026 was 34 days.

This report includes all information required by law to be presented to the Board of Trustees on a quarterly basis. We will be pleased to present additional information in this report in the future, if requested. The District's portfolio and investment management strategy is simple and conservative, which facilitates presentation of the required information.

We hereby certify that this report is a true and accurate description of the investment portfolio of the Lamar Consolidated Independent School District for the period ending January 31, 2026. This report fully discloses all material aspects of the District's cash and investment position for the quarter then ended. All investments are in compliance with the Public Funds Investment Act (HB 2459) and local investment policy.

Submitted by:


Gregory Buchanan,
Chief Financial Officer


Jill Ludwig,
Assist. Superintendent of
Financial Services


Diana Merino,
Director of Finance

Date: April 10, 2026

Date: 4/10/2026

Date: 4/10/26

LAMAR CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

QUARTERLY CASH BALANCE AND INVESTMENT REPORT FOR THE PERIOD ENDING JANUARY 31, 2026

	<u>12/31/2025</u>	<u>1/31/2026</u>
<u>DEMAND DEPOSIT ACCOUNT BALANCES</u>¹		
General Fund	3,937,107	2,873,422
Special Revenue Funds (Combined)	5,661,421	5,980,206
Debt Service Fund	1,138,274	1,137,524
Capital Projects Fund	6,026,112	6,237,067
Workmen's Compensation and Health Insurance Trust Funds	468,469	1,622,339
Trust and Agency Funds, excluding Student Activity Funds	34,620	34,620
Student Activity Funds	5,428,356	5,299,782
Total Demand Deposits/Cash on Hand	<u>22,694,359</u>	<u>23,184,960</u>

¹ Balances presented are reconciled balances per book and will differ slightly from actual cash balances reported in the monthly bank statements. Also, totals above include insignificant amounts of cash on hand.

LAMAR CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

QUARTERLY CASH BALANCE AND INVESTMENT REPORT FOR THE PERIOD ENDING JANUARY 31, 2026

	<u>12/31/2025</u>	<u>1/31/2026</u>
<u>INVESTMENT POOLS*</u>		
General Fund		
Texpool	81,416,718	160,907,752
Lone Star	2,845,960	2,854,894
Texas CLASS	19,484,326	19,548,209
Food Service Fund		
Texpool	6,112,484	6,131,743
Lone Star	53,766	53,935
Debt Service Fund		
Texpool	112,233,064	193,682,214
Lone Star	1	1
Texas Range	1,668,813	1,674,079
TexSTAR	1,128	1,131
Capital Projects Fund		
Texpool	335,008,367	313,719,207
Lone Star	156,365,456	147,946,688
Texas CLASS	92,990,715	83,806,343
Texas Range	70,026,855	68,638,400
TexSTAR	374,563,564	375,742,974
Workmen's Compensation and Health Insurance Trust Funds		
Texpool	12,037,779	11,148,848
Lone Star	77,428	77,671
Special Revenue Funds		
Texpool	66,179	66,388
Student Activity Funds		
Texpool	23,756	23,831
Total Investment in Pools	1,264,976,359	1,386,024,308
<u>Sum of Interest Earned by Month</u>		
Texpool	1,703,006	2,063,361
Lone Star	513,701	484,493
Texas CLASS	408,389	351,841
TexSTAR	1,212,766	1,179,413
Texas Range	233,196	224,821
Total Interest Earned from Investment Pools	4,071,058	4,303,929
<u>Average Yield by Month</u>		
Texpool	3.85	3.71
Lone Star	3.81	3.70
Texas CLASS	3.97	3.85
TexSTAR	3.82	3.71
Texas Range	3.82	3.72

* See supplemental report attached for balances at 01/31/2026 and details of transactions.

LAMAR CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 DETAILS OF TRANSACTIONS FOR INVESTMENT POOLS

INVESTMENT POOLS	11/30/2025	DEPOSITS	WITHDRAWALS	12/31/2025	DEPOSITS	WITHDRAWALS	1/31/2026
General Fund							
Texpool	66,056,270	90,317,362	(74,956,914)	81,416,718	112,888,228	(33,397,194)	160,907,752
Lone Star	2,836,789	9,171	-	2,845,960	8,934	-	2,854,894
Texas CLASS	19,418,764	65,562	-	19,484,326	63,883	-	19,548,209
Food Service Fund							
Texpool	6,092,681	19,803	-	6,112,484	19,259	-	6,131,743
Lone Star	53,593	173	-	53,766	169	-	53,935
Debt Service Fund							
Texpool	59,408,118	52,824,946	-	112,233,064	81,449,150	-	193,682,214
Lone Star	1	0	-	1	0	-	1
Texas Range	1,663,415	5,398	-	1,668,813	5,266	-	1,674,079
TexSTAR	1,124	4	-	1,128	3	-	1,131
Capital Projects Fund							
Texpool	348,877,761	1,113,029	(14,982,423)	335,008,367	1,041,157	(22,330,317)	313,719,207
Lone Star	156,404,618	504,107	(543,269)	156,365,456	475,147	(8,893,915)	147,946,688
Texas CLASS	121,771,046	342,827	(29,123,158)	92,990,715	287,958	(9,472,330)	83,806,343
Texas Range	70,862,647	227,798	(1,063,590)	70,026,855	219,555	(1,608,010)	68,638,400
TexSTAR	373,350,802	1,212,762	-	374,563,564	1,179,410	-	375,742,974
Workmen's Compensation and Health Insurance Trust Funds							
Texpool	14,686,042	2,541,737	(5,190,000)	12,037,779	2,536,069	(3,425,000)	11,148,848
Lone Star	77,178	250	-	77,428	243	-	77,671
Special Revenue Funds							
Texpool	65,965	214	-	66,179	209	-	66,388
Student Activity Funds							
Texpool	23,679	77	-	23,756	75	-	23,831
Total Investment in Pools	1,241,650,493	149,185,220	(125,859,354)	1,264,976,359	200,174,715	(79,126,766)	1,386,024,308