

**Lamar Consolidated Independent School District  
Quarterly Report of Investment Activity  
for the quarter ending November 30, 2022**

**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 September 1, 2022 through November 30, 2022.

**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 NOVEMBER 30, 2022**

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 three 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 November 30, 2022. Pertinent details at November 30, 2022 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	\$24,633,746,788	\$24,620,633,703	1.1106%

The dollar weighted average maturity of the pool's portfolio for November 2022 was 20 days.

Lone Star, Government Overnight Fund	1.00	\$ 4,491,200,967	\$ 4,491,158,235	2.9847%
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The dollar weighted average maturity of the portfolio for the Government Overnight Fund for November 2022 was 5 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>
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MBIA, Texas CLASS	1.00	\$16,222,197,806	\$16,216,520,404	0.1818%
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The dollar weighted average maturity of the portfolio for Texas CLASS Fund for November 2022 was 32 days.

Texas Range	1.00	\$3,161,753,627	\$3,161,151,781	5.1494%
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The dollar weighted average maturity of the portfolio for TEXAS RANGE/DAILY Fund for November 2022 was 21 days.

TexStar	1.00	\$8,393,118,851	\$8,390,786,907	2.0278%
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The dollar weighted average maturity of the portfolio for TEXSTAR Fund for November 2022 was 5 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 November 30, 2022. 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:

  
 Jill Ludwig,  
 Chief Financial Officer

Date: 1/11/2023

  
 Yvonne Dawson  
 Director of Budget & Treasury

Date: 1/11/2023

  
 Michele Reynolds  
 Director of Finance

Date: 1/11/2023



LAMAR CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

QUARTERLY CASH BALANCE AND INVESTMENT REPORT FOR THE PERIOD ENDING NOVEMBER 30, 2022

<u>DEMAND DEPOSIT ACCOUNT BALANCES<sup>1</sup></u>	<u>9/30/2022</u>	<u>10/31/2022</u>	<u>11/30/2022</u>
General Fund	1,303,910	1,052,968	5,681,806
Special Revenue Funds (Combined)	1,308,109	1,242,030	2,931,161
Debt Service Fund	1,859,223	1,858,723	1,858,723
Capital Projects Fund	774,337	711,826	627,789
Workmen's Compensation and Health Insurance Trust Funds	1,268,076	1,899,634	1,218,651
Trust and Agency Funds, excluding Student Activity Funds	34,620	34,620	34,620
Student Activity Funds	3,392,688	3,519,903	3,542,504
<b>Total Demand Deposits/Cash on Hand</b>	<b><u>9,940,963</u></b>	<b><u>10,319,704</u></b>	<b><u>15,895,254</u></b>

<sup>1</sup> 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 NOVEMBER 30, 2022

	9/30/2022	10/31/2022	11/30/2022
<b>INVESTMENT POOLS*</b>			
General Fund			
Texpool	84,424,911	77,760,981	56,646,957
Lone Star	2,977,745	2,985,516	2,994,694
Texas CLASS	16,630,458	16,676,121	16,729,032
Food Service Fund			
Texpool	9,005,855	9,028,293	9,055,088
Lone Star	46,143	46,263	46,405
Debt Service Fund			
Texpool	20,145,727	20,362,229	20,500,425
Lone Star	725	727	729
Texas CLASS	840	842	845
Texas Range	1,431,789	1,435,487	1,439,793
TexSTAR	512,839	514,081	515,584
Capital Projects Fund			
Texpool	189,312,893	184,574,402	180,213,522
Lone Star	130,113,725	130,453,260	130,854,295
Texas CLASS	13,923,746	13,713,752	12,758,713
Texas Range	162,481,775	162,901,449	161,372,760
TexSTAR	179,571,472	175,545,799	169,676,606
Workmen's Compensation and Health Insurance Trust Funds			
Texpool	545,138	5,877,080	7,085,342
Lone Star	235,958	151,393	151,858
Special Revenue Funds			
Texpool	56,807	56,949	57,118
Student Activity Funds			
Texpool	35,327	35,415	35,520
<b>Total Investment in Pools</b>		<b>802,120,039</b>	<b>770,135,286</b>
<b>Summary of Interest Earned by Month</b>	<b>811,453,873</b>		
Texpool	586,456	734,151	836,249
Lone Star	271,840	347,863	410,823
Texas CLASS	64,724	80,745	91,624
TexSTAR	342,252	428,819	502,905
Texas Range	326,876	423,372	488,622
<b>Total Interest Earned from Investment Pools</b>	<b>1,592,148</b>	<b>2,014,950</b>	<b>2,330,223</b>
<b>Average Yield by Month</b>			
Texpool	2.41	2.93	3.61
Lone Star	2.48	3.07	3.74
Texas CLASS	2.68	3.23	3.85
TexSTAR	2.29	2.85	3.56
Texas Range	2.86	3.12	3.65

\* See supplemental report attached for balances at November 30, 2022 and details of transactions.

LAMAR CONSOLIDATED INDEPENDENT SCHOOL DISTRICT  
 DETAILS OF TRANSACTIONS FOR INVESTMENT POOLS

INVESTMENT POOLS	8/31/2022	DEPOSITS	WITHDRAWALS	9/30/2022	DEPOSITS	WITHDRAWALS	10/31/2022	DEPOSITS	WITHDRAWALS	11/30/2022
General Fund										
		42,578,978	(30,803,150)	84,424,911	30,568,108	(37,222,038)	77,760,981	360,622	(21,474,646)	56,646,957
Texpool	72,649,083	6,068	-	2,977,745	7,771	-	2,985,516	9,178	-	2,994,694
Lone Star	2,971,677	36,577	-	16,630,458	45,663	-	16,676,121	52,911	-	16,729,032
Texas CLASS	16,593,881									
Food Service Fund										
		19,511	(900,000)	9,005,855	22,438	-	9,028,293	26,795	-	9,055,088
Texpool	9,886,344	94	-	46,143	120	-	46,263	142	-	46,405
Lone Star	46,049									
Debt Service Fund										
		505,205	(319,576)	20,145,727	216,502	-	20,362,229	138,196	-	20,500,425
Texpool	19,960,098	1	-	725	2	-	727	2	-	729
Lone Star	724	838	-	840	2	-	842	3	-	845
Texas CLASS	838	1,431,672	-	1,431,789	3,698	-	1,435,487	4,306	-	1,439,793
Texas Range	117	1,222	(4,500,000)	512,839	1,242	-	514,081	1,503	-	515,584
TexSTAR	5,011,617									
Capital Projects Fund										
		385,830	(8,780,503)	189,312,893	465,192	(5,203,683)	184,574,402	536,684	(4,897,564)	180,213,522
Texpool	197,707,566	285,132	(63,504)	130,113,725	339,535	-	130,453,260	401,035	-	130,854,295
Lone Star	129,912,097	28,146	(452,063)	13,923,746	35,080	(245,074)	13,713,752	38,710	(993,749)	12,768,713
Texas CLASS	14,347,663	324,106	(1,428,902)	162,481,775	419,674	-	162,901,449	484,316	(2,013,005)	161,372,760
Texas Range	163,586,571	4,841,030	(3,191,567)	179,571,472	427,577	(4,453,250)	175,545,799	501,402	(6,370,595)	169,676,606
TexSTAR	177,922,009									
Workmen's Compensation and Health Insurance Trust Funds										
		503,050	(2,215,000)	545,138	6,001,942	(670,000)	5,877,080	2,898,262	(1,690,000)	7,085,342
Texpool	2,257,088	545	(65,000)	235,958	435	(85,000)	151,393	465	-	151,858
Lone Star	300,413									
Special Revenue Funds										
		112	-	56,807	142	-	56,949	169	-	57,118
Texpool	56,695									
Student Activity Funds										
		70	-	35,327	88	-	35,415	105	-	35,520
Texpool	35,257									
<b>Total Investment in Pools</b>	<b>813,245,787</b>	<b>50,927,351</b>	<b>(52,719,265)</b>	<b>811,453,873</b>	<b>38,545,211</b>	<b>(47,879,045)</b>	<b>802,120,039</b>	<b>5,454,806</b>	<b>(37,439,559)</b>	<b>770,135,286</b>