



Monthly Newsletter: May 2022

ANNOUNCEMENTS

We welcome the following entities who joined TexPool in April 2022:

TexPool

Harris County WCID 109
McKinney MUD 1 of Collin County
Williamson County Mud 23
Harris County MUD 415
Collin County WCID 3
Kaufman County FWSD 6
Oak Point WCID 4
Altessa MUD

TexPool Prime

No New Participants

Upcoming Events

June 15, 2022 - June 17, 2022
Texas Association of Community College Business Officers (TACCBO) Annual Meeting and Conference
Waco Convention Center, Waco, TX

June 23, 2022 - June 25, 2022
Association of Water Board Directors Annual Conference
Fort Worth Convention Center, Fort Worth, TX

June 26, 2022 - June 28, 2022
Texas Association of State Senior College and University Business Officers (TASSCUBO) Summer Conference
Hyatt Regency - Lost Pines Resort, Bastrop, TX

TexPool Advisory Board Members

Patrick Krishock	Jerry Dale
Belinda Weaver	David Landeros
Deborah Lauder milk	Sharon Matthews
Valarie Van Vlack	David Garcia

Overseen by the State of Texas Comptroller of Public Accounts Glenn Hegar

Operated under the supervision of the Texas Treasury Safekeeping Trust Company

TexPool Participant Services is Now Paperless!

As of January 3, 2022, participants are no longer required to send original documentation for requests that have been submitted via email or fax. For questions, contact 1-866-839-7665.

Economic and Market Commentary: The table is set

May 1, 2022

For the second time in a row, Federal Reserve Chair Jerome Powell has telegraphed rate action in the run-up to a Federal Open Market Committee meeting. While his declaration that 50 basis points was “on the table for the May meeting” certainly was quieter than St. Louis Fed President James Bullard’s clamoring for aggressive moves, it removes one variable. That allows the markets to concentrate on the path of hikes and details of balance-sheet reduction. Once again, Powell’s press conference holds more intrigue than the shift in interest rates.

The potential terminal rate will be crucial to deciphering how worried the Fed is about its ability to subdue inflation. But don’t get caught up in the exact number. It’s not just that it’s probabilistic and fluctuates, but that policymakers think in terms of ranges, not points. It’s been some time since they targeted a specific figure for the fed funds rate. We anticipate a terminal plateau, not a peak. In order to make the hoped-for soft landing, the Fed needs a longer airstrip.

We fully expect overnight rates to move in lockstep with the jump of the fed funds target range, placing the Reverse Repo Facility and Interest on Excess Reserves at 80 and 90 basis points, respectively.

(continued page 6)

Performance as of April 30, 2022

	TexPool	TexPool Prime
Current Invested Balance	\$26,686,291,200	\$11,093,562,421
Weighted Average Maturity**	24 Days	19 Days
Weighted Average Life**	99 Days	56 Days
Net Asset Value	0.99971	0.99970
Total Number of Participants	2,706	458
Management Fee on Invested Balance	0.0450%	0.0550%
Interest Distributed	\$6,789,531.91	\$4,109,298.77
Management Fee Collected	\$787,233.30	\$457,154.44
Standard & Poor’s Current Rating	AAAm	AAAm

Month Averages

Average Invested Balance	\$27,188,952,643	\$11,256,596,301
Average Monthly Rate*	0.30%	0.44%
Average Weighted Average Maturity**	26	21
Average Weighted Average Life**	99	60

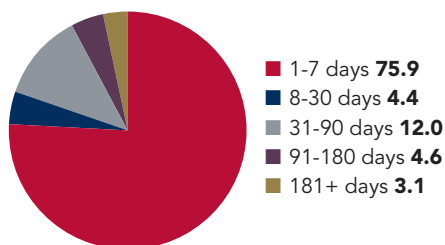
*This average monthly rate for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.

**See page 2 for definitions.

Past performance is no guarantee of future results.

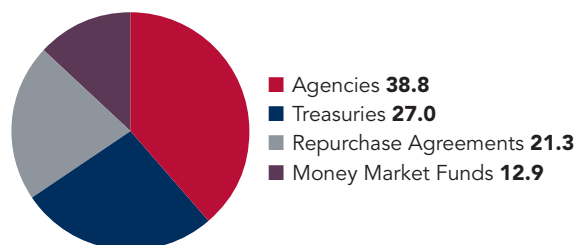
Portfolio by Maturity (%)

As of April 30, 2022



Portfolio by Type of Investment (%)

As of April 30, 2022



Portfolio Asset Summary as of April 30, 2022

	Book Value	Market Value
Uninvested Balance	\$880.71	\$880.71
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	10,423,799.94	10,423,799.94
Interest and Management Fees Payable	-6,789,557.59	-6,789,557.59
Payable for Investments Purchased	0.00	0.00
Accrued Expenses & Taxes	-51,706.18	-51,706.18
Repurchase Agreements	5,675,877,162.00	5,675,877,162.00
Mutual Fund Investments	3,438,074,000.00	3,438,085,200.00
Government Securities	9,366,274,059.07	9,365,687,882.23
US Treasury Bills	4,420,126,464.91	4,416,221,261.39
US Treasury Notes	3,782,356,097.10	3,779,200,596.70
Total	\$26,686,291,199.96	\$26,678,655,519.20

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investment Counseling and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool. The only source of payment to the Participants is the assets of TexPool. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

Participant Summary

	Number of Participants	Balance
School District	600	\$8,285,794,460.26
Higher Education	60	\$1,140,517,788.99
County	196	\$3,242,771,274.71
Healthcare	90	\$1,698,308,669.17
Utility District	883	\$4,367,366,870.39
City	484	\$6,646,742,544.90
Emergency Districts	98	\$338,469,920.79
Economic Development Districts	84	\$167,460,188.58
Other	211	\$796,852,409.25

**Definition of Weighted Average Maturity and Weighted Average Life

WAM is the mean average of the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid, (b) would be repaid upon a demand by TexPool, or (c) are scheduled to have their interest rate readjusted to reflect current market rates. Securities with adjustable rates payable upon demand are treated as maturing on the earlier of the two dates set forth in (b) and (c) if their scheduled maturity is 397 days or less; and the later of the two dates set forth in (b) and (c) if their scheduled maturity is more than 397 days. The mean is weighted based on the percentage of the amortized cost of the portfolio invested in each period.

WAL is calculated in the same manner as WAM, but is based solely on the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid or (b) would be repaid upon a demand by TexPool, without reference to when interest rates of securities within TexPool are scheduled to be readjusted.



Daily Summary

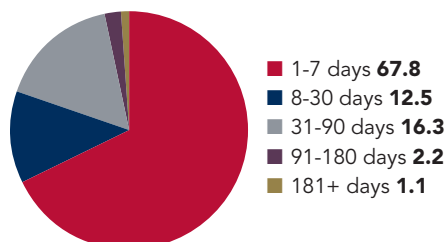
Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Invested Balance	NAV	WAM Days	WAL Days
4/1	0.2702%	0.000007402	\$27,332,320,330.53	0.99976	29	97
4/2	0.2702%	0.000007402	\$27,332,320,330.53	0.99976	29	97
4/3	0.2702%	0.000007402	\$27,332,320,330.53	0.99976	29	97
4/4	0.2762%	0.000007566	\$27,332,697,176.62	0.99973	27	95
4/5	0.2864%	0.000007847	\$27,394,577,259.45	0.99973	26	95
4/6	0.2838%	0.000007776	\$27,379,171,257.18	0.99973	28	97
4/7	0.2873%	0.000007872	\$27,386,738,107.84	0.99974	27	98
4/8	0.2906%	0.000007963	\$27,471,773,280.05	0.99974	29	99
4/9	0.2906%	0.000007963	\$27,471,773,280.05	0.99974	29	99
4/10	0.2906%	0.000007963	\$27,471,773,280.05	0.99974	29	99
4/11	0.2908%	0.000007967	\$27,481,649,264.48	0.99973	26	97
4/12	0.3070%	0.000008410	\$27,526,795,821.16	0.99976	26	99
4/13	0.3103%	0.000008502	\$27,459,274,963.72	0.99976	26	99
4/14	0.3151%	0.000008634	\$27,135,754,378.90	0.99974	27	100
4/15	0.3151%	0.000008634	\$27,135,754,378.90	0.99974	27	100
4/16	0.3151%	0.000008634	\$27,135,754,378.90	0.99974	27	100
4/17	0.3151%	0.000008634	\$27,135,754,378.90	0.99974	27	100
4/18	0.3124%	0.000008559	\$27,272,041,000.70	0.99972	24	96
4/19	0.3181%	0.000008716	\$27,181,267,821.47	0.99972	25	100
4/20	0.3171%	0.000008688	\$27,094,736,694.67	0.99973	24	100
4/21	0.3142%	0.000008609	\$27,119,805,851.52	0.99971	24	100
4/22	0.3112%	0.000008527	\$26,945,124,621.01	0.99969	26	102
4/23	0.3112%	0.000008527	\$26,945,124,621.01	0.99969	26	102
4/24	0.3112%	0.000008527	\$26,945,124,621.01	0.99969	26	102
4/25	0.3272%	0.000008965	\$27,067,891,185.38	0.99969	23	99
4/26	0.3294%	0.000009024	\$27,007,393,873.29	0.99971	23	99
4/27	0.3287%	0.000009005	\$26,935,514,899.38	0.99972	23	99
4/28	0.3202%	0.000008772	\$26,865,769,505.26	0.99973	23	98
4/29	0.3209%	0.000008791	\$26,686,291,199.96	0.99971	24	99
4/30	0.3209%	0.000008791	\$26,686,291,199.96	0.99971	24	99
Average:	0.3042%	0.000008336	\$27,188,952,643.08	0.99973	26	99



TEXPOOL Prime

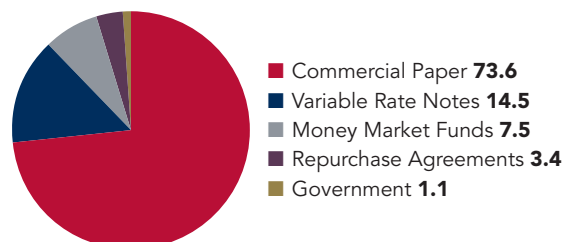
Portfolio by Maturity (%)

As of April 30, 2022



Portfolio by Type of Investment (%)

As of April 30, 2022



Portfolio Asset Summary as of April 30, 2022

	Book Value	Market Value
Uninvested Balance	\$356.60	\$356.60
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	1,415,162.89	1,415,162.89
Interest and Management Fees Payable	-4,109,286.45	-4,109,286.45
Payable for Investments Purchased	0.00	0.00
Accrued Expenses & Taxes	-30,297.84	-30,297.84
Repurchase Agreements	376,099,000.00	376,099,000.00
Commercial Paper	8,162,526,000.02	8,159,669,886.38
Mutual Fund Investments	830,153,483.22	829,943,055.05
Government Securities	117,509,398.07	117,642,630.90
Variable Rate Notes	1,609,998,604.98	1,609,455,500.00
Total	\$11,093,562,421.49	\$11,090,086,007.53

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investment Counseling and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool Prime. The assets of TexPool Prime are the only source of payments to the Participants. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services

Participant Summary

	Number of Participants	Balance
School District	132	\$3,940,558,214.16
Higher Education	19	\$647,704,520.73
County	49	\$713,727,107.79
Healthcare	18	\$418,569,225.44
Utility District	50	\$710,834,885.54
City	90	\$2,306,534,542.60
Emergency Districts	21	\$44,071,292.42
Economic Development Districts	15	\$24,301,838.38
Other	64	\$2,287,169,919.54



TexPool Prime

Daily Summary

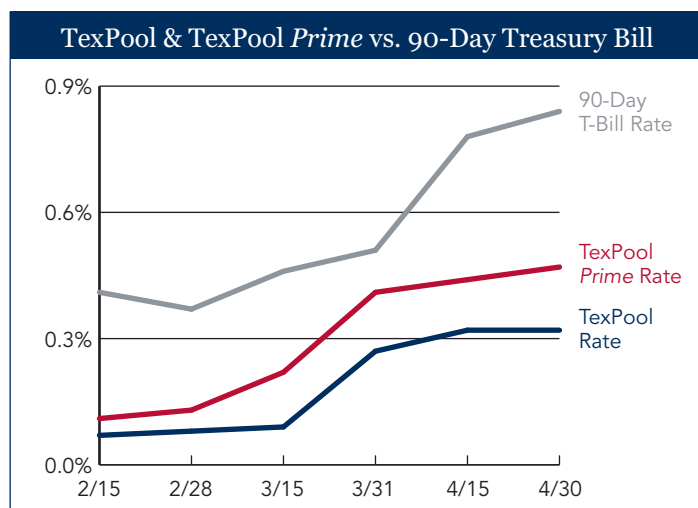
Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Prime Invested Balance	NAV	WAM Days	WAL Days
4/1	0.4180%	0.000011452	\$11,193,626,079.57	0.99967	23	61
4/2	0.4180%	0.000011452	\$11,193,626,079.57	0.99967	23	61
4/3	0.4180%	0.000011452	\$11,193,626,079.57	0.99967	23	61
4/4	0.4301%	0.000011784	\$11,382,379,024.59	0.99972	21	59
4/5	0.4320%	0.000011836	\$11,359,202,470.89	0.99973	22	59
4/6	0.4358%	0.000011940	\$11,421,884,893.08	0.99974	22	59
4/7	0.4356%	0.000011935	\$11,374,769,648.32	0.99974	22	62
4/8	0.4412%	0.000012088	\$11,399,779,183.36	0.99972	23	62
4/9	0.4412%	0.000012088	\$11,399,779,183.36	0.99972	23	62
4/10	0.4412%	0.000012088	\$11,399,779,183.36	0.99972	23	62
4/11	0.4417%	0.000012100	\$11,518,347,073.09	0.99975	22	61
4/12	0.4390%	0.000012028	\$11,477,295,212.05	0.99976	21	60
4/13	0.4407%	0.000012073	\$11,502,639,470.49	0.99976	21	60
4/14	0.4417%	0.000012101	\$11,257,087,434.29	0.99973	22	62
4/15	0.4417%	0.000012101	\$11,257,087,434.29	0.99973	22	62
4/16	0.4417%	0.000012101	\$11,257,087,434.29	0.99973	22	62
4/17	0.4417%	0.000012101	\$11,257,087,434.29	0.99973	22	62
4/18	0.4421%	0.000012113	\$11,302,121,468.81	0.99977	19	58
4/19	0.4406%	0.000012071	\$11,258,474,662.30	0.99977	20	58
4/20	0.4448%	0.000012185	\$11,213,568,468.38	0.99977	21	59
4/21	0.4535%	0.000012425	\$11,160,958,227.47	0.99976	21	60
4/22	0.4505%	0.000012342	\$11,090,040,856.31	0.99971	22	60
4/23	0.4505%	0.000012342	\$11,090,040,856.31	0.99971	22	60
4/24	0.4505%	0.000012342	\$11,090,040,856.31	0.99971	22	60
4/25	0.4539%	0.000012435	\$11,093,174,224.02	0.99973	19	56
4/26	0.4648%	0.000012735	\$11,117,010,145.17	0.99974	19	55
4/27	0.4683%	0.000012830	\$11,079,974,205.82	0.99974	19	56
4/28	0.4641%	0.000012714	\$11,170,276,900.11	0.99975	19	56
4/29	0.4725%	0.000012944	\$11,093,562,421.49	0.99970	19	56
4/30	0.4725%	0.000012944	\$11,093,562,421.49	0.99970	19	56
Average:	0.4443%	0.000012171	\$11,256,596,301.08	0.99973	21	60



Participant Services
1001 Texas Ave. Suite 1150
Houston, TX 77002

Unfortunately, the magnitude of the expected increase negatively impacted the responsiveness of money market products in April, a trend that might continue as they are slower to match the rising yields of Treasury and agency securities in the direct market. However, yields on money market products and collective investment pools probably will follow historical trends and rise faster than deposit products (which individual banks set). The big picture is that we are thrilled cash alternatives are offering the value they have for decades and expect inflows as the normalization process becomes more steady.

At the end of April, yields on 1-, 3-, 6- and 12-month U.S. Treasuries were 0.26%, 0.82%, 1.38% and 2.07%, respectively; the 1-, 3-, 6- and 12-month Bloomberg Short-Term Bank Yield Index rates (BSBY) were 0.68%, 1.18%, 1.76% and 2.44%, respectively; and the 1-, 3-, 6- and 12-month London interbank offered rates were 0.80%, 1.33%, 1.91% and 2.63%, respectively.



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.

Past performance is no guarantee of future results.