



BOARD OF SCHOOL TRUSTEES

KELLER INDEPENDENT SCHOOL DISTRICT

9C. **Action**

Date: June 16, 2008

SUBJECT: **APPROVAL OF PARTICIPATION IN LOGIC, TEXPOOL, AND TEXSTAR INVESTMENT POOLS**

BOARD GOAL: **All systems in the Keller Independent School District will be effective, efficient and accountable in support of the district's mission.**

FISCAL NOTE: **All funds are income from investment interest.**

Background Information:

- Each year the Board of Trustees approves the participation in the investment pools.
- The investment pool affords the district the ability to invest its funds in liquid accounts at competitive market rates.
- As of February the District is now taking advantage of the higher rates at LOGIC. The policy change made in February allows the District to invest in Pools with commercial paper.
- Keller ISD currently has funds on deposit with the following investment pools:
 - Local Government Investment Cooperative (LOGIC)
 - Texas Local Government Investment Pool (TexPool)
 - Texas Short Term Asset Reserve Program (TexSTAR)

Administrative Considerations:

- The monthly average yield comparison from July 2007 through June 9, 2008:

	<u>2006-2007</u>			<u>2007-2008</u>		
	<u>LOGIC</u>	<u>TexPool</u>	<u>TexSTAR</u>	<u>LOGIC</u>	<u>TexPool</u>	<u>TexSTAR</u>
July - 07	5.02%	4.98%	4.99%	5.10%	5.10%	5.11%
August	4.94%	4.90%	4.89%	5.17%	5.07%	5.08%
September	4.74%	4.74%	4.77%	5.39%	5.13%	5.12%
October	4.55%	4.57%	4.57%	5.00%	4.77%	4.74%
November	4.48%	4.48%	4.49%	4.94%	4.71%	4.70%
December	4.29%	4.27%	4.31%	4.88%	4.56%	4.54%
January	4.09%	4.17%	4.18%	4.50%	4.25%	4.20%
February	3.88%	3.99%	3.92%	3.63%	3.44%	3.42%
March	3.70%	3.78%	3.71%	3.19%	2.97%	2.98%
April	3.54%	3.60%	3.55%	2.75%	2.45%	2.44%
May	3.40%	3.45%	3.43%	2.55%	2.44%	2.37%
June *	3.26%	3.26%	3.24%	2.54%	2.27%	2.25%

* Incomplete Month

	<u>90 day</u> <u>T- Bill</u>	<u>6 Month</u> <u>T-Bill</u>
July - 07	4.96	4.99
August	4.01	4.21
September	3.82	4.09
October	3.94	4.09
November	3.15	3.37
December	3.36	3.49
January	1.96	2.07
February	1.85	1.83
March	1.38	1.51
April	1.43	1.64
May	1.89	2.01
June *	1.89	2.12

* Incomplete Month

- Current investments in the pools are:
 - TexPool \$14,446,927
 - TexSTAR \$9,424,848
 - LOGIC \$94,980,663

+++++

The administration recommends that the Board of School Trustees approve the continued District participation in LOGIC, TexPool and TexSTAR investment pools.

Respectfully submitted,

Kent V. Morrison III
Chief Financial Officer