
Board Action Required



No Action Required

To: Coppell ISD Board of Trustees
From: Diana Sircar
Date: September 30, 2024

cc: Brad Hunt, Erica Devould

Re: Annual Review of Investment Performance

The district invests its funds mainly in investment pools. Tax revenue is collected directly into the pools and re-balanced between the pools as needed. A distinct advantage of the investment pools is that the pools strive to provide safe, liquid, and competitive investments in compliance with the Public Funds Investment Act. Money can be transferred overnight either into or out of pools.

The district uses multiple governmental investment pools to diversify the investments. Additionally, the District has invested in Certificate of Deposits (CD) through a program offered by Texas Range to gain additional interest income. CD investments are backed by FDIC Insurance. The attached graphs and data compare the rates paid on the investment pools with the rates for the 13-week and 26-week T-Bill auctions. 13-week T-bill rates ranged from a high of 5.35% in Oct 2023 declining to 4.98% in August 2024. 26-week T bill rates ranged from a high of 5.34% in Oct 2023 declining to 4.69% in August 2024.

The district gained interest revenue on strong interest rates both on CDs and in investment pools during 2023-24. Pool rates ran between 5.38% - 5.65%. Overall interest revenue was \$6.3 million in the general operating fund, the child nutrition fund earned over \$87,000 in interest, the debt service fund earned more than \$1.8 million, and bond funds earned over \$5.2 million.

Interest earnings contributed positively to overall revenue for the year. Interest earnings are expected to decline due to action by the Federal Reserve on September 18th that reduced the target for the federal funds rate by 0.5% to 4.75 – 5.00%. The district must be cautious in relying on interest earnings to bolster the budget.

During the 2023-24 fiscal year the district capitalized on increased CD rates, building investment ladders to continue to invest available funds at increasingly higher rates. CD rates varied

between 5.1% and 5.78%. In addition, the district continued to invest the majority of liquid funds in the three pools that have provided the best rate; Texas Class, Logic and Lone Star. Rates on CDs purchased and the investment pools consistently exceeded T-bill rates.

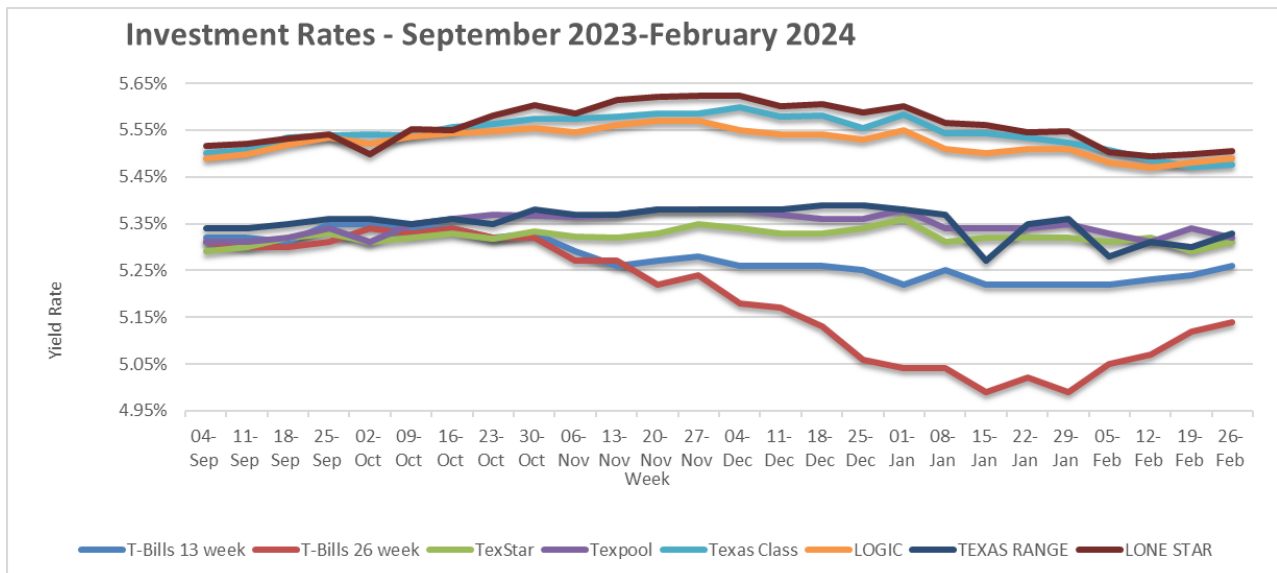
A comparison of annual interest earnings for the General Operating Fund, Food Service Fund, and Debt Service Fund is shown in the chart below.

ANNUAL INTEREST EARNINGS by Fiscal Year and Fund

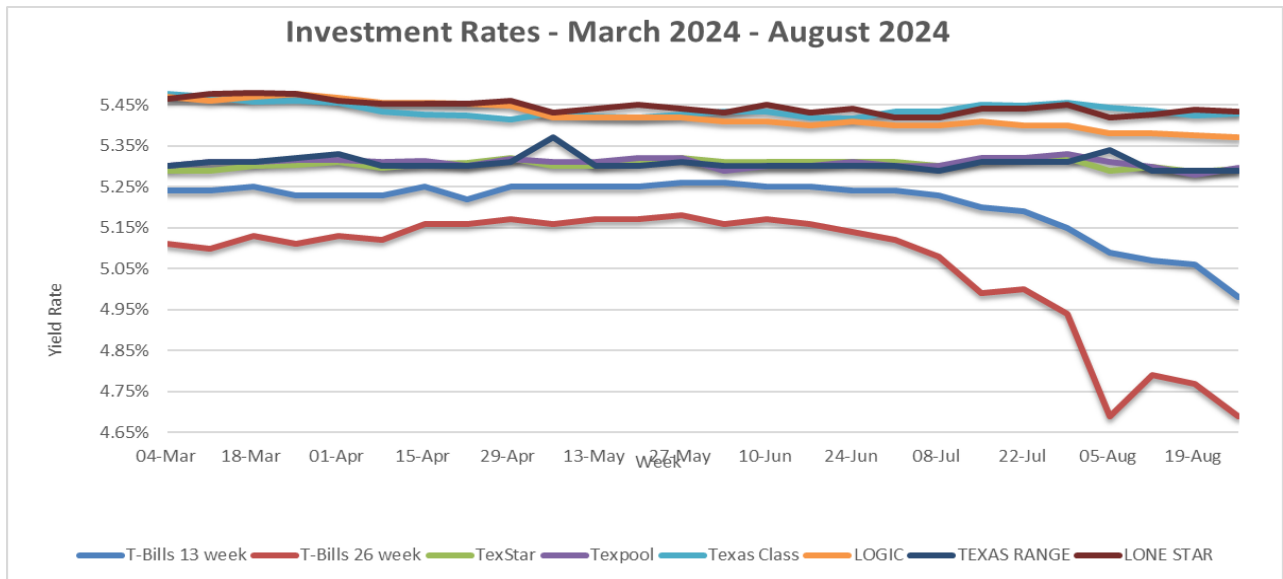
FUND	Fiscal Year 23-24 (unaudited)	Fiscal Year 22-23	Fiscal Year 21-22
General Operating (199)	\$ 6,301,311	\$6,347,856	\$ 827,465
Food Service (240)	\$ 87,304	\$ 54,557	\$ 2
Debt Service (599)	\$ 1,836,272	\$ 1,365,569	\$ 185,410

RECOMMENDATION: The Coppell ISD Board of Trustees accepts the annual review of the portfolio performance as presented.

Date:	T-Bills 2023- 2024	T-Bills 13 week	T-Bills 26 week	TexStar	Texpool	Texas Class	LOGIC	TEXAS RANGE	LONE STAR
04-Sep		5.32%	5.31%	5.29%	5.31%	5.50%	5.49%	5.34%	5.52%
11-Sep		5.32%	5.30%	5.30%	5.31%	5.51%	5.50%	5.34%	5.52%
18-Sep		5.31%	5.30%	5.32%	5.32%	5.54%	5.52%	5.35%	5.53%
25-Sep		5.35%	5.31%	5.33%	5.34%	5.54%	5.54%	5.36%	5.54%
02-Oct		5.35%	5.34%	5.31%	5.31%	5.54%	5.52%	5.36%	5.50%
09-Oct		5.34%	5.33%	5.32%	5.35%	5.54%	5.54%	5.35%	5.55%
16-Oct		5.34%	5.34%	5.33%	5.36%	5.56%	5.54%	5.36%	5.55%
23-Oct		5.32%	5.32%	5.32%	5.37%	5.56%	5.55%	5.35%	5.58%
30-Oct		5.33%	5.32%	5.33%	5.37%	5.57%	5.55%	5.38%	5.60%
06-Nov		5.29%	5.27%	5.32%	5.36%	5.57%	5.55%	5.37%	5.59%
13-Nov		5.26%	5.27%	5.32%	5.37%	5.58%	5.56%	5.37%	5.62%
20-Nov		5.27%	5.22%	5.33%	5.38%	5.59%	5.57%	5.38%	5.62%
27-Nov		5.28%	5.24%	5.35%	5.38%	5.58%	5.57%	5.38%	5.62%
04-Dec		5.26%	5.18%	5.34%	5.38%	5.60%	5.55%	5.38%	5.62%
11-Dec		5.26%	5.17%	5.33%	5.37%	5.58%	5.54%	5.38%	5.60%
18-Dec		5.26%	5.13%	5.33%	5.36%	5.58%	5.54%	5.39%	5.61%
25-Dec		5.25%	5.06%	5.34%	5.36%	5.56%	5.53%	5.39%	5.59%
01-Jan		5.22%	5.04%	5.36%	5.38%	5.58%	5.55%	5.38%	5.60%
08-Jan		5.25%	5.04%	5.31%	5.34%	5.54%	5.51%	5.37%	5.57%
15-Jan		5.22%	4.99%	5.32%	5.34%	5.54%	5.50%	5.27%	5.56%
22-Jan		5.22%	5.02%	5.32%	5.34%	5.53%	5.51%	5.35%	5.55%
29-Jan		5.22%	4.99%	5.32%	5.35%	5.52%	5.51%	5.36%	5.55%
05-Feb		5.22%	5.05%	5.31%	5.33%	5.51%	5.48%	5.28%	5.50%
12-Feb		5.23%	5.07%	5.32%	5.31%	5.49%	5.47%	5.31%	5.49%
19-Feb		5.24%	5.12%	5.29%	5.34%	5.47%	5.48%	5.30%	5.50%
26-Feb		5.26%	5.14%	5.31%	5.32%	5.48%	5.49%	5.33%	5.51%



Date: 2024	T-Bills 13 week	T-Bills 26 week	TexStar	Texpool	Texas Class	LOGIC	TEXAS RANGE	LONE STAR
04-Mar	5.24%	5.11%	5.29%	5.30%	5.48%	5.47%	5.30%	5.47%
11-Mar	5.24%	5.10%	5.29%	5.31%	5.47%	5.46%	5.31%	5.48%
18-Mar	5.25%	5.13%	5.30%	5.31%	5.46%	5.47%	5.31%	5.48%
25-Mar	5.23%	5.11%	5.30%	5.32%	5.46%	5.48%	5.32%	5.48%
01-Apr	5.23%	5.13%	5.31%	5.32%	5.46%	5.47%	5.33%	5.46%
08-Apr	5.23%	5.12%	5.30%	5.31%	5.43%	5.46%	5.30%	5.45%
15-Apr	5.25%	5.16%	5.31%	5.31%	5.43%	5.45%	5.30%	5.45%
22-Apr	5.22%	5.16%	5.31%	5.30%	5.42%	5.45%	5.30%	5.45%
29-Apr	5.25%	5.17%	5.32%	5.32%	5.42%	5.45%	5.31%	5.46%
06-May	5.25%	5.16%	5.30%	5.31%	5.43%	5.42%	5.37%	5.43%
13-May	5.25%	5.17%	5.30%	5.31%	5.42%	5.42%	5.30%	5.44%
20-May	5.25%	5.17%	5.31%	5.32%	5.42%	5.42%	5.30%	5.45%
27-May	5.26%	5.18%	5.32%	5.32%	5.43%	5.42%	5.31%	5.44%
03-Jun	5.26%	5.16%	5.31%	5.29%	5.43%	5.41%	5.30%	5.43%
10-Jun	5.25%	5.17%	5.31%	5.30%	5.43%	5.41%	5.30%	5.45%
17-Jun	5.25%	5.16%	5.31%	5.30%	5.42%	5.40%	5.30%	5.43%
24-Jun	5.24%	5.14%	5.31%	5.31%	5.42%	5.41%	5.30%	5.44%
01-Jul	5.24%	5.12%	5.31%	5.30%	5.43%	5.40%	5.30%	5.42%
08-Jul	5.23%	5.08%	5.30%	5.30%	5.43%	5.40%	5.29%	5.42%
15-Jul	5.20%	4.99%	5.31%	5.32%	5.45%	5.41%	5.31%	5.44%
22-Jul	5.19%	5.00%	5.32%	5.32%	5.45%	5.40%	5.31%	5.44%
29-Jul	5.15%	4.94%	5.32%	5.33%	5.45%	5.40%	5.31%	5.45%
05-Aug	5.09%	4.69%	5.29%	5.31%	5.44%	5.38%	5.34%	5.42%
12-Aug	5.07%	4.79%	5.30%	5.30%	5.44%	5.38%	5.29%	5.43%
19-Aug	5.06%	4.77%	5.29%	5.28%	5.42%	5.38%	5.29%	5.44%
26-Aug	4.98%	4.69%	5.29%	5.30%	5.43%	5.37%	5.29%	5.43%



Pool Balances as of 8/31/2024

FUND:	199	240	599	600	TOTAL
Texpool	53,990	-	1,598	-	55,588
Lone Star	64,897,601	-	1,256,793	-	66,154,394
Logic	20,871	1,108,161	640,977	65,810,325	67,580,334
TexStar	6,075	-	113,718	-	119,793
Texas CLASS	7,551,052	-	8,581,129	-	16,132,181
Texas Range	8,561,605	-	-	-	8,561,605
Balance:	81,091,194	1,108,161	10,594,216	65,810,325	158,603,896

CD and Fixed Term Investment Inventory as of 8/31/2024

for period ending August 31st, 2024

HELD AT	DESCRIPTION	PURCHASE DATE	MATURITY DATE	DAYS TO MATURITY 8/31/2024	WEIGHTED AVERAGE MATURITY	INTEREST RATE	INVESTMENT AMOUNT	ACCRUED INTEREST	EST VALUE at MATURITY
Texas Range	Mission National Bank, CA	9/14/2023	9/13/2024	13	0.02	5.70	236,000.00	13,009.74	249,452.00
Texas Range	Financial Federal Savings Bank, TN	9/14/2023	9/13/2024	13	0.02	5.75	236,000.00	13,123.86	249,570.00
Texas Range	DMB Community Bank, WI	10/4/2023	10/3/2024	33	0.05	5.65	236,000.00	12,164.99	249,334.00
Texas Range	Bank of Montgomery, LA	10/4/2023	10/3/2024	33	0.05	5.75	236,000.00	12,380.30	249,570.00
Texas Range	Nexbank, SSB, TX	10/12/2023	10/11/2024	41	0.06	5.65	236,000.00	11,872.74	249,334.00
Texas Range	First Priority Bank, OK	10/26/2023	10/25/2024	55	0.08	5.65	236,000.00	11,361.30	249,334.00
Texas Range	Schertz Bank & Trust, TX	10/26/2023	10/25/2024	55	0.08	5.75	236,000.00	11,562.38	249,570.00
Texas Range	R Bank, TX	10/26/2023	10/25/2024	55	0.08	5.65	236,000.00	11,361.30	249,334.00
Texas Range	T Bank, TX	10/26/2023	10/25/2024	55	0.08	5.78	236,000.00	11,622.71	249,640.80
Texas Range	Gbank, NV	12/19/2023	12/18/2024	109	0.16	5.60	236,000.00	9,305.51	249,216.00
Texas Range	Crossfirst Bank, KS	07/10/24	01/06/25	128	0.20	5.45	243,000.00	1,923.03	249,531.04
Texas Range	Cornerstone Bank, Nebraska, NE	1/8/2024	1/7/2025	129	0.19	5.40	237,000.00	8,309.93	249,798.00
Texas Range	Maplemark Bank, Tx	1/18/2024	1/17/2025	139	0.21	5.10	237,000.00	7,517.12	249,087.00
Texas Range	Cendera Bank, TX	1/18/2024	1/17/2025	139	0.21	5.12	237,000.00	7,546.60	249,134.40
Texas Range	Global Bank, NY	1/18/2024	1/17/2025	139	0.21	5.25	237,000.00	7,738.21	249,442.50
Texas Range	Sonata Bank, KY	2/21/2024	2/20/2025	173	0.26	5.20	237,000.00	6,516.53	249,324.00
Texas Range	Bank of China, NY	2/21/2024	2/20/2025	173	0.26	5.60	236,000.00	6,988.19	249,216.00
Texas Range	First Internet Bank of Indiana, IN	3/22/2024	3/2/2025	183	0.27	5.31	237,000.00	5,620.02	249,550.22
Texas Range	Cibm Bank, WI	3/22/2024	3/21/2025	202	0.30	5.21	237,000.00	5,514.18	249,313.87
Texas Range	Solera National Bank, CO	4/3/2024	4/2/2025	214	0.32	5.25	237,000.00	5,147.45	249,442.50
Texas Range	First State Bank of Healy (The), KS	4/8/2024	4/7/2025	219	0.33	5.30	237,000.00	5,024.40	249,561.00
Texas Range	Fieldpoint Private Bank & Trust, CT	4/11/2024	4/10/2025	222	0.33	5.20	237,000.00	4,828.31	249,324.00
Texas Range	First State Bank of Dequeen, AR	4/23/2024	4/22/2025	234	0.35	5.25	237,000.00	4,465.66	249,442.50
Texas Range	Harmony Bank (Formerly Texas Brank Bank), TX	5/31/2024	5/30/2025	272	0.41	5.33	237,000.00	3,218.59	249,597.49
Texas Range	Encore Bank (Formerly Capital Bank), AR	7/10/2024	7/10/2025	313	0.47	5.35	237,000.00	1,841.13	249,679.50
Texas Range	Prospect Bank, IL	7/26/2024	7/25/2025	328	0.49	5.30	237,000.00	1,273.31	249,526.59
Texas Range	Northeast Community Bank, NY	7/26/2024	7/25/2025	328	0.49	5.44	237,000.00	1,306.94	249,857.48
Texas Range	West Pointe Bank, WI	8/16/2024	8/15/2025	349	5.00	5.00	238,000.00	521.64	249,867.40
CD Total							6,632,000.00	203,066.07	6,985,050.29
								Est earnings	