

**Lamar Consolidated Independent School District
Report of Investment Activity
for the period ending March 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 February 1, 2026 through March 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 MARCH 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 March 31, 2026. Pertinent details at March 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	\$39,716,777,885	\$39,715,206,829	2.7484%

The dollar weighted average maturity of the pool's portfolio for March 2026 was 44 days.

Lone Star,
Government
Overnight
Fund

1.00	\$7,569,666,756	\$7,569,728,610	1.8757%
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The dollar weighted average maturity of the portfolio for the Government Overnight Fund for March 2026 was 30 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	\$ 28,867,751,978	\$ 28,863,589,183	0.3566%
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The dollar weighted average maturity of the portfolio for Texas CLASS Fund for March 2026 was 49 days.

Texas Range	1.00	\$2,801,098,782	\$2,800,871,166	2.3588%
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The dollar weighted average maturity of the portfolio for TEXAS RANGE/DAILY Fund for March 2026 was 51 days.

TexStar	1.00	\$13,997,013,149	\$13,996,705,855	2.7004%
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The dollar weighted average maturity of the portfolio for TEXSTAR Fund for March 2026 was 43 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 March 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
Gregory Buchanan,
Chief Financial Officer

Diana Merino
Diana Merino,
Executive Director of Finance

Date: May 4, 2026

Date: 5/4/2026

LAMAR CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

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

	<u>2/28/2026</u>	<u>3/31/2026</u>
<u>DEMAND DEPOSIT ACCOUNT BALANCES</u>¹		
General Fund	2,264,555	2,156,913
Special Revenue Funds (Combined)	6,623,052	3,672,914
Debt Service Fund	1,137,524	1,137,524
Capital Projects Fund	6,073,535	5,807,052
Workmen's Compensation and Health Insurance Trust Funds	1,567,324	1,751,127
Trust and Agency Funds, excluding Student Activity Funds	34,620	34,620
Student Activity Funds	5,150,650	5,112,160
Total Demand Deposits/Cash on Hand	<u>22,851,260</u>	<u>19,672,310</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 MARCH 31, 2026

	<u>2/28/2026</u>	<u>3/31/2026</u>
INVESTMENT POOLS*		
General Fund		
Texpool	163,870,877	126,194,002
Lone Star	2,862,940	2,871,828
Texas CLASS	19,605,290	19,668,263
Food Service Fund		
Texpool	6,149,056	6,168,235
Lone Star	54,087	54,255
Debt Service Fund		
Texpool	124,508,489	137,826,924
Lone Star	1	1
Texas Range	1,678,820	1,684,064
TexSTAR	1,134	1,137
Capital Projects Fund		
Texpool	292,341,432	812,693,420
Lone Star	142,296,016	138,983,436
Texas CLASS	83,016,798	83,282,575
Texas Range	64,382,032	64,388,324
TexSTAR	376,802,730	377,971,131
Workmen's Compensation and Health Insurance Trust Funds		
Texpool	10,057,638	8,602,079
Lone Star	77,890	78,132
Special Revenue Funds		
Texpool	66,575	66,783
Student Activity Funds		
Texpool	23,898	23,973
Total Investment in Pools	<u>1,287,795,703</u>	<u>1,780,558,561</u>
Sum of Interest Earned by Month		
Texpool	1,863,857	2,163,973
Lone Star	417,159	448,353
Texas CLASS	300,795	328,750
TexSTAR	1,059,759	1,168,404
Texas Range	198,200	206,096
Total Interest Earned from Investment Pools	<u>3,839,770</u>	<u>4,315,576</u>
Average Yield by Month		
Texpool	3.68	3.67
Lone Star	3.67	3.66
Texas CLASS	3.80	3.78
TexSTAR	3.68	3.65
Texas Range	3.69	3.68

* See supplemental report attached for balances at 03/31/2026 and details of transactions.

LAMAR CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 DETAILS OF TRANSACTIONS FOR INVESTMENT POOLS

INVESTMENT POOLS	1/31/2026	DEPOSITS	WITHDRAWALS	2/28/2026	DEPOSITS	WITHDRAWALS	3/31/2026
General Fund							
Texpool	160,907,752	183,331,966	(180,368,841)	163,870,877	3,620,319	(41,297,194)	126,194,002
Lone Star	2,854,894	8,046	-	2,862,940	8,888	-	2,871,828
Texas CLASS	19,548,209	57,081	-	19,605,290	62,973	-	19,668,263
Food Service Fund							
Texpool	6,131,743	17,313	-	6,149,056	19,179	-	6,168,235
Lone Star	53,935	152	-	54,087	168	-	54,255
Debt Service Fund							
Texpool	193,682,214	132,038,600	(201,212,325)	124,508,489	13,318,435	-	137,826,924
Lone Star	1	0	-	1	0	-	1
Texas Range	1,674,079	4,741	-	1,678,820	5,244	-	1,684,064
TexSTAR	1,131	3	-	1,134	3	-	1,137
Capital Projects Fund							
Texpool	313,719,207	864,346	(22,242,121)	292,341,432	546,266,943	(25,914,955)	812,693,420
Lone Star	147,946,688	408,743	(6,059,415)	142,296,016	439,055	(3,751,636)	138,983,435
Texas CLASS	83,806,343	243,714	(1,033,259)	83,016,798	265,777	-	83,282,575
Texas Range	68,638,400	193,459	(4,449,827)	64,382,032	200,852	(194,560)	64,388,324
TexSTAR	375,742,974	1,059,756	-	376,802,730	1,168,401	-	377,971,131
Workmen's Compensation and Health Insurance Trust Funds							
Texpool	11,148,848	2,529,573	(3,620,783)	10,057,638	2,526,128	(3,981,687)	8,602,079
Lone Star	77,671	219	-	77,890	242	-	78,132
Special Revenue Funds							
Texpool	66,388	187	-	66,575	208	-	66,783
Student Activity Funds							
Texpool	23,831	67	-	23,898	75	-	23,973
Total Investment in Pools	1,386,024,308	320,757,966	(418,986,571)	1,287,795,703	567,902,890	(75,140,032)	1,780,558,561