

**BOARD OF TRUSTEES  
AGENDA**

<input type="checkbox"/> Workshop	<input checked="" type="checkbox"/> Regular	<input type="checkbox"/> Special
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- (A)  Report Only  Recognition

**Presenter(s): ISMAEL MIJARES, ASST. SUPERINTENDENT FOR BUSINESS & FINANCE**

**Briefly describe the subject of the report or recognition presentation.**

REVIEW INVESTMENT OFFICER'S QUARTERLY REPORT OF INVESTMENT TRANSACTIONS FOR ALL FUNDS FOR THE QUARTER ENDED MAY 31, 2013.

- (B)  Action Item

**Presenter(s):**

**Briefly describe the action required.**

- (C) **Funding source: Identify the source of funds if any are required.**

- (D) **Clarification: Explain any question or issues that might be raised regarding this item.**

THE QUARTERLY INVESTMENT REPORT IS BEING PREPARED IN ACCORDANCE WITH BOARD POLICY CDA (LOCAL).



# EAGLE PASS INDEPENDENT SCHOOL DISTRICT

**TO:** Gilberto Gonzalez, Superintendent  
**FROM:** Ismael Mijares  
Asst. Superintendent for Business & Finance-Investment Officer   
**SUBJECT:** *QUARTERLY INVESTMENT REPORT*  
**DATE:** June 12, 2013

Attached is the District's Quarterly Investment Report in accordance with Board Policy CDA (Local). The Report includes statements for the period ending May 31, 2013. The following is a summary of the amounts invested in various accounts.

## **LONESTAR INVESTMENT POOL - CORPORATE OVERNIGHT PLUS FUND**

ELEMENTARY FUND	311,575.43
GENERAL FUND	23,877,394.21
INTEREST & SINKING FUND	5,546,979.03
<b>TOTAL:</b>	<b>\$29,735,948.67</b>

The grand total of the District's investments on May 31, 2013 was \$29,735,948.67. The market value of these investments as of May 31, 2013 was \$29,737,253.35.

# Eagle Pass Independent School District

## Schedule of Investments and Market Values

May 31, 2013

### LONESTAR INVESTMENT POOL - **CORPORATE OVERNIGHT PLUS FUND**:

Account	Investments 5/31/2012	3 mth. Avg. Qtr. Yield	Market Values 5/31/2012	Investments 5/31/2013	3 mth. Avg. Qtr. Yield	Market Values 5/31/2013
Elementary Fund	310,922.14	0.26%	310,973.97	311,575.43	0.18%	311,589.10
General Fund	23,529,192.51	0.26%	23,533,115.12	23,877,394.21	0.18%	23,878,441.84
Interest & Sinking Fund	5,026,035.69	0.26%	5,026,873.59	5,546,979.03	0.18%	5,547,222.41
<b>TOTAL OF INVESTMENTS</b>	<b>\$28,866,150.34</b>	0.26%	<b>\$28,870,962.68</b>	<b>\$29,735,948.67</b>	0.18%	<b>\$29,737,253.35</b>

OTHER 3-MONTH YIELD AVERAGES:	5/31/2012*	8/31/2012**	11/30/2012*	2/28/2013*	5/31/2013 *
Lonestar Investment Pool-Liquidity Corporate Fund	0.26%	0.25%	0.23%	0.19%	0.18%
Wall Street Journal 91-Day US Treasury Bill	0.09%	0.06%	0.10%	0.08%	0.07%
Wall Street Journal 6-Month US Treasury Bill	0.14%	0.10%	0.14%	0.11%	0.10%
Cash in bank accounts	0.19%	0.16%	0.20%	0.18%	0.16%

\* 3-Month Average

\*\* 12-Month Average

**NOTE:** Cash in bank accounts as of 5/31/13--\$6,994,638.95: Food Service Fund \$13,802.27; General Fund \$6,850,190.06; AND I & S Fund \$130,646.62.  
Market Value of Securities Pledged: \$10,250,000.00

**EAGLE PASS INDEPENDENT SCHOOL DISTRICT**

**Quarter Ending: 05-31-2013**

**Cash in Bank Accounts**

<b>Food Service Fund</b>		13,802.27
<b>General Fund</b>		
Tax Collections-Escrow Account	170,316.78	
Designated Purpose Fund	27,691.37	
Tax Collections-Credit Card/ACH Payments	145,012.17	
Payroll Fund	3,141,966.65	
Disbursement Fund	2,045,338.95	
Elementary Fund	171,999.08	
EPISD Non-Interest Bearing Account	1,000,000.00	
Health Insurance Fund	69,899.44	
General Operating	77,965.62	6,850,190.06
<b>I &amp; S Fund-Bond Series</b>		130,646.62
	<b>Total</b>	<u><u>6,994,638.95</u></u>
<b>* Federal Deposit Insurance Corporation</b>		250,000.00
<b>** Pledged Amount (LOC)</b>		10,000,000.00
<b>TOTAL</b>		<u><u>\$10,250,000.00</u></u>
<b>Amount Over/(Under) Pledged</b>		<b>3,255,361.05</b>

- \* Federal Deposit Insurance Corporation (FDIC) amount provided by the U.S. government as collateral to insure deposits.
- \*\* Irrevocable Letter of Credit (ILOC) amount provided by Compass Bank as collateral to protect deposits as required by the Public Funds Investment Act. The ILOC issued by Compass Bank is held independently by the Federal Home Loan Bank of Atlanta and the school district is the only entity that is entitled to draw funds against it should the bank fail.

<b>Checking Account Interest Rates</b>			<b>3-Month</b>
<b>Mar-2013*</b>	<b>Apr-2013**</b>	<b>May-2013***</b>	<b>Average</b>
0.19%	0.16%	0.14%	0.16%

- \* 91-Day Treasury Bill Rate: 0.09% + Bank Basis Points: .10% = 0.19%
- \*\* 91-Day Treasury Bill Rate: 0.06% + Bank Basis Points: .10% = 0.16%
- \*\*\* 91-Day Treasury Bill Rate: 0.04% + Bank Basis Points: .10% = 0.14%

<b>CD Interest Rates 3-Month Average</b>		
<b>1-Month</b>	<b>3-Month</b>	<b>6-Month</b>
0.20%	0.28%	0.44%

CD Rates Are Based On Fair Market Value based on market conditions at the time a certificate of deposit is requested.

**BBVA COMPASS  
EAGLE PASS INDEPENDENT SCHOOL DISTRICT  
DEPOSITORY CONTRACT  
LIMITS**

**PLEGDED AMOUNT:**

FDIC	\$	<b>250,000.00</b>
SECURITIES: Book Value		-
Market Value		-
Letter of credit (LOC)	\$	<b>10,000,000.00</b>

Total Collateral	\$	<b>10,250,000.00</b>
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**BANK ACCOUNT BALANCES AS OF: May 31, 2013**

Eagle Pass ISD	3003202299	1,000,000.00
Designated Purpose Fund	3001202264	27,691.37
Disbursement Fund	3003202248	2,045,338.95
Elementary Fund	3003202272	171,999.08
Tax Collections-Escrow Account	0110400402	170,316.78
Food Service Fund	3001202280	13,802.27
General Operating Fund	3003603125	77,965.62
Health Insurance Fund	2517032800	69,899.44
I&S Fund	3003202307	130,646.62
Payroll Fund	3003202221	3,141,966.65
Tax Collections-Credit Card/ACH	3003018664	145,012.17

Certificates of Deposit	\$	-
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Total Checking Account Balances	\$	<b>6,994,638.95</b>
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Amount Over/(Under) Pledged	\$	<b>3,255,361.05</b>
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**BBVA COMPASS  
EAGLE PASS INDEPENDENT SCHOOL DISTRICT  
DEPOSITORY CONTRACT  
LIMITS**

**PLEGDED AMOUNT:**

FDIC	\$	1,250,000.00
SECURITIES: Book Value		13,576,755.59
Market Value		14,272,859.07

Total		\$	15,522,859.07
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**BANK ACCOUNT BALANCES AS OF: May 31, 2012**

Eagle Pass ISD	3003202299	1,000,000.00
Construction Fund-Bond Proceeds	2103210771	-
Designated Purpose Fund	3001202264	1,051.97
Disbursement Fund	3003202248	2,672,462.74
Elementary Fund	3003202272	226,783.18
Tax Collections-Escrow Account	0110400402	214,846.67
Food Service Fund	3001202280	408,860.79
General Operating Fund	3003603125	134,979.32
Health Insurance Fund	2517032800	444,606.10
I&S Fund	3003202307	84,763.36
Payroll Fund	3003202221	2,985,687.63
Tax Collections-Credit Card/ACH	3003018664	43,707.58

Certificates of Deposit		\$	-
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Total Checking Account Balances		\$	8,217,749.34
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Amount Over/(Under) Pledged		\$	7,305,109.73
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Participant #: 159901

**Lone Star** 2013 3rd Quarter  
 Investment Pool Quarterly Statement

Statement Period: 03/01/2013 to 05/31/2013

Ismael Mijares  
 Eagle Pass ISD  
 1420 Eidson Rd  
 Eagle Pass, Texas 78852-5410



**Summary of Portfolio Holdings**

Account	Fund	Number of Shares	Price Per Share	Account Book Value (USD)	Account Market Value (USD)	% Port.
<i>Elementary Fund</i>	Corporate Overnight Plus Fund	623,150.86	0.50	311,575.43	311,589.10	1.05%
<b>Totals:</b>				<b>311,575.43</b>	<b>311,589.10</b>	

Account	Fund	Number of Shares	Price Per Share	Account Book Value (USD)	Account Market Value (USD)	% Port.
<i>General Fund</i>	Corporate Overnight Plus Fund	47,754,788.42	0.50	23,877,394.21	23,878,441.84	80.30%
<b>Totals:</b>				<b>23,877,394.21</b>	<b>23,878,441.84</b>	

Account	Fund	Number of Shares	Price Per Share	Account Book Value (USD)	Account Market Value (USD)	% Port.
<i>Interest &amp; Sinking Fund</i>	Corporate Overnight Plus Fund	11,093,958.06	0.50	5,546,979.03	5,547,222.41	18.65%
<b>Totals:</b>				<b>5,546,979.03</b>	<b>5,547,222.41</b>	

**Totals**

Fund	Number of Shares	Price Per Share	Fund Balance (USD)	% Port.
Corporate Overnight Fund	0.00	1.00	0.00	0.00 %
Government Overnight Fund	0.00	1.00	0.00	0.00 %
Corporate Overnight Plus Fund	59,471,897.34	.50	29,735,948.67	100.00 %
<b>Total Value:</b>			<b>29,735,948.67</b>	<b>100.00 %</b>

**Portfolio Transactions**

*Elementary Fund - Corporate Overnight Plus Fund*

Settle Date	Trade Type	Share Balance	Number of Shares	Price/Share	Amount (USD)
03/01/2013	Starting Balance	622,864.60			311,432.30
03/28/2013	Interest	622,961.82	97.22	0.50	48.61
04/30/2013	Interest	623,057.02	95.20	0.50	47.60
05/31/2013	Interest	623,150.86	93.84	0.50	46.92
05/31/2013	Ending Balance	623,150.86			311,575.43

**General Fund - Corporate Overnight Plus Fund**

Settle Date	Trade Type	Share Balance	Number of Shares	Price/Share	Amount (USD)
03/01/2013	Starting Balance	62,165,723.18			31,082,861.59
03/01/2013	Vendor Payment Tristar Risk Management RFC-047119, Inv#91040	62,138,578.20	-27,144.98	0.50	-13,572.49
03/04/2013	Withdrawal	59,138,578.20	-3,000,000.00	0.50	-1,500,000.00
03/05/2013	Withdrawal	55,138,578.20	-4,000,000.00	0.50	-2,000,000.00
03/06/2013	Withdrawal	53,138,578.20	-2,000,000.00	0.50	-1,000,000.00
03/07/2013	Withdrawal	52,965,988.24	-172,589.96	0.50	-86,294.98
03/11/2013	Vendor Payment River City Coaches Inc. Inv#400,401,402,403,295,300,412,425,301,426	52,944,094.24	-21,894.00	0.50	-10,947.00
03/12/2013	Vendor Payment Texas State Natural Gas, Inc. RFC-65036, Monthly Billing	52,937,874.46	-6,219.78	0.50	-3,109.89
03/21/2013	Deposit	52,996,874.46	59,000.00	0.50	29,500.00
03/25/2013	Deposit	70,068,328.46	17,071,454.00	0.50	8,535,727.00
03/25/2013	Withdrawal	65,068,328.46	-5,000,000.00	0.50	-2,500,000.00
03/25/2013	Vendor Payment Tristar Risk Management RFC-047123, Inv#91098	65,061,141.68	-7,186.78	0.50	-3,593.39
03/25/2013	Vendor Payment HEB Grocery Company, LP Acct No. 10013731000, Monthly Billing	65,041,708.52	-19,433.16	0.50	-9,716.58
03/27/2013	Withdrawal	61,441,708.52	-3,600,000.00	0.50	-1,800,000.00
03/28/2013	Vendor Payment Tristar Risk Management RFC-047124, Inv#91226	61,405,353.38	-36,355.14	0.50	-18,177.57
03/28/2013	Interest	61,414,126.12	8,772.74	0.50	4,386.37
04/02/2013	Deposit	61,414,219.08	92.96	0.50	46.48
04/03/2013	Withdrawal	59,914,219.08	-1,500,000.00	0.50	-750,000.00
04/04/2013	Deposit	60,023,649.12	109,430.04	0.50	54,715.02
04/05/2013	Deposit	62,117,681.12	2,094,032.00	0.50	1,047,016.00
04/05/2013	Deposit	62,557,257.12	439,576.00	0.50	219,788.00
04/08/2013	Withdrawal	62,316,587.90	-240,669.22	0.50	-120,334.61
04/09/2013	Deposit	63,537,328.80	1,220,740.90	0.50	610,370.45
04/09/2013	Vendor Payment River City Coaches Inc. Inv#303,304,315,316,413,424,429,430,431,590	63,516,394.80	-20,934.00	0.50	-10,467.00
04/10/2013	Withdrawal	57,516,394.80	-6,000,000.00	0.50	-3,000,000.00
04/10/2013	Withdrawal	56,295,653.90	-1,220,740.90	0.50	-610,370.45
04/11/2013	Withdrawal	53,762,045.90	-2,533,608.00	0.50	-1,266,804.00
04/17/2013	Vendor Payment HEB Grocery Company, LP Acct No#10013731000, Monthly Billing	53,753,300.08	-8,745.82	0.50	-4,372.91
04/18/2013	Deposit	53,754,690.08	1,390.00	0.50	695.00
04/22/2013	Vendor Payment Texas State Natural Gas, Inc. RFC-64720, Monthly Billing	53,751,100.84	-3,589.24	0.50	-1,794.62
04/25/2013	Deposit	54,591,280.84	840,180.00	0.50	420,090.00
04/25/2013	Withdrawal	48,841,280.84	-5,750,000.00	0.50	-2,875,000.00
04/29/2013	Deposit	48,858,257.52	16,976.68	0.50	8,488.34
04/30/2013	Withdrawal	47,258,257.52	-1,600,000.00	0.50	-800,000.00
04/30/2013	Interest	47,266,703.94	8,446.42	0.50	4,223.21
05/01/2013	Deposit	48,693,859.94	1,427,156.00	0.50	713,578.00
05/01/2013	Deposit	49,024,093.94	330,234.00	0.50	165,117.00
05/01/2013	Vendor Payment Tristar Risk Management RFC-047126, Invoice#91289	49,003,651.40	-20,442.54	0.50	-10,221.27

**General Fund - Corporate Overnight Plus Fund (Continued)**

Settle Date	Trade Type	Share Balance	Number of Shares	Price/Share	Amount (USD)
05/01/2013	Vendor Payment Tristar Risk Management RFC-047128, Invoice#91409	48,952,539.92	-51,111.48	0.50	-25,555.74
05/02/2013	Withdrawal	47,195,149.92	-1,757,390.00	0.50	-878,695.00
05/02/2013	Vendor Payment River City Coaches Inc. Inv#359,361,436,437,438,439,442,443,444,445	47,170,915.42	-24,234.50	0.50	-12,117.25
05/08/2013	Deposit	47,349,359.42	178,444.00	0.50	89,222.00
05/08/2013	Withdrawal	47,192,481.50	-156,877.92	0.50	-78,438.96
05/08/2013	Withdrawal	47,133,481.50	-59,000.00	0.50	-29,500.00
05/08/2013	Withdrawal	47,116,504.82	-16,976.68	0.50	-8,488.34
05/08/2013	Withdrawal	47,006,981.82	-109,523.00	0.50	-54,761.50
05/09/2013	Withdrawal	41,256,981.82	-5,750,000.00	0.50	-2,875,000.00
05/10/2013	Deposit	43,090,511.20	1,833,529.38	0.50	916,764.69
05/10/2013	Withdrawal	42,912,067.20	-178,444.00	0.50	-89,222.00
05/14/2013	Withdrawal	41,078,537.82	-1,833,529.38	0.50	-916,764.69
05/15/2013	Vendor Payment Texas State Natural Gas, Inc. RFC-64742, Monthly Billing	41,074,563.54	-3,974.28	0.50	-1,987.14
05/15/2013	Vendor Payment HEB Grocery Company, LP Acct No#10013731000, Monthly Billing	41,060,814.14	-13,749.40	0.50	-6,874.70
05/23/2013	Vendor Payment River City Coaches Inc. Inv#312,313,322,432,446,319,447,448,318,449	41,033,054.14	-27,760.00	0.50	-13,880.00
05/24/2013	Deposit	56,972,404.14	15,939,350.00	0.50	7,969,675.00
05/24/2013	Vendor Payment TASB UC (Treasury)	56,947,812.44	-24,591.70	0.50	-12,295.85
05/28/2013	Withdrawal	52,947,812.44	-4,000,000.00	0.50	-2,000,000.00
05/31/2013	Withdrawal	47,747,812.44	-5,200,000.00	0.50	-2,600,000.00
05/31/2013	Interest	47,754,788.42	6,975.98	0.50	3,487.99
05/31/2013	Ending Balance	47,754,788.42			23,877,394.21

**Interest & Sinking Fund - Corporate Overnight Plus Fund**

Settle Date	Trade Type	Share Balance	Number of Shares	Price/Share	Amount (USD)
03/01/2013	Starting Balance	10,209,883.50			5,104,941.75
03/06/2013	Deposit	11,089,883.50	880,000.00	0.50	440,000.00
03/28/2013	Interest	11,091,592.36	1,708.86	0.50	854.43
04/08/2013	Withdrawal	11,090,592.36	-1,000.00	0.50	-500.00
04/30/2013	Interest	11,092,287.34	1,694.98	0.50	847.49
05/31/2013	Interest	11,093,958.06	1,670.72	0.50	835.36
05/31/2013	Ending Balance	11,093,958.06			5,546,979.03

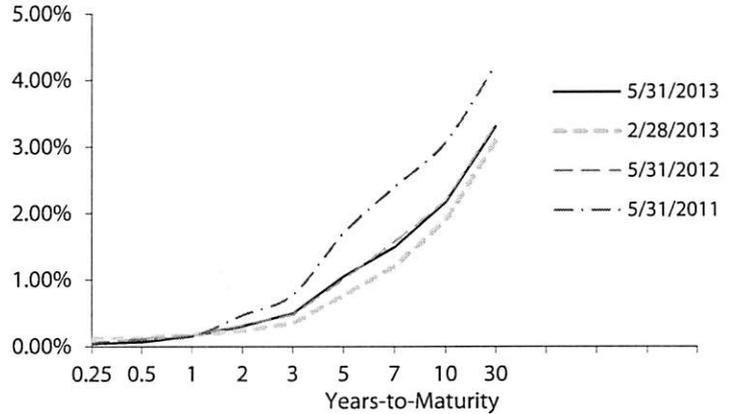
**Important Information about this statement**

Please review this statement carefully, it is the official record of your account with Lone Star Investment Pool and First Public, LLC. If you disagree with any transaction, or if there are any errors or omissions in this statement please notify us promptly in writing, but no later than 10 business days after receipt of this statement. Trades pending settlement will not appear on this statement. All such trades will appear in the next monthly statement. The yield for the period is an annualized rate that reflects the relationship between the average amount of income earned and the average daily balance for the account. Please notify First Public promptly and in writing of any changes of address or phone number. Times of transactions will be furnished upon written request. The Lone Star Investment Pool Information Statement should be read carefully before investing. Investors should consider the investment objectives, risks, charges and expenses associated with municipal fund securities before investing. All transactions are no load. No remuneration has, or will be, paid to any entity in connection with this transaction. An investor may obtain an Information Statement by contacting First Public at the address and phone number identified above. An investment in Lone Star investment Pool is not insured or guaranteed by the Federal Deposit Insurance Corporation ("FDIC") or any other government agency and although Lone Star Investment Pool seeks to preserve the value of the investment at a fixed share price, it is possible to lose money by investing in municipal fund securities.

## Lone Star Investment Pool Quarterly Position Report—May 31, 2013

The Treasury bond market traded lower in the three-month period ending May 31, as yields rose six to 26 basis points across the curve, with the yield curve becoming steeper. Equity markets continued to rally as they have for most of the year, with the Dow, NASDAQ and S&P 500 Indices gaining 7.5%, 9.4% and 7.7%, respectively. Speculation increased that the Fed may start to wind down its bond purchase program, but signals have been mixed. Some Fed officials want to begin winding down the program around mid-year; others want to begin winding down in the third quarter, while some want to continue the current pace through 2014. The labor market has shown signs of modest improvement. The U.S. economy has added an average of \$189,000 jobs per month so far this year. May payroll data showed the unemployment rate rose by 0.1% to 7.6% because the labor participation rate also increased.

U.S. Treasury Yield Curves

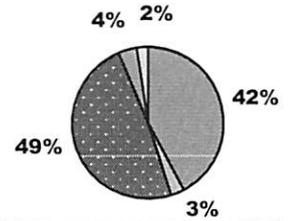


### Government Overnight Fund

Duration 0.167667

	Participant Assets	Market Value
Beginning-of-Quarter Balance	4,559,217,861.46	4,559,404,445.00
Deposits	968,019,932.89	
Withdrawals	(2,085,804,988.85)	
End-of-Quarter Balance	3,441,432,805.50	3,441,824,930.73

- Cash/Repo
- US Treasuries
- Agencies
- FDIC Guaranteed
- US Dept Ed Guaranteed
- Money Market Funds

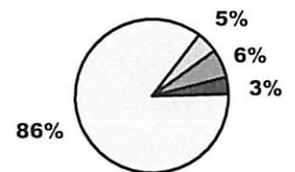


### Corporate Overnight Fund

Duration 0.137519

	Participant Assets	Market Value
Beginning-of-Quarter Balance	1,199,237,373.63	1,199,313,623.40
Deposits	524,640,254.84	
Withdrawals	(591,547,058.64)	
End-of-Quarter Balance	1,132,330,569.83	1,132,352,847.79

- Cash/Repo
- US Treasuries
- Agencies
- Commercial Paper
- FDIC Guaranteed
- US Dept of Ed Guaranteed
- Money Market Funds

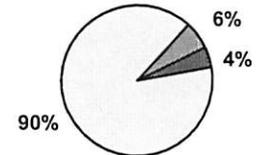


### Corporate Overnight Plus Fund

Duration 0.181732

	Participant Assets	Market Value
Beginning-of-Quarter Balance	3,780,741,481.87	3,781,041,184.28
Deposits	1,256,938,954.48	
Withdrawals	(1,724,169,642.37)	
End-of-Quarter Balance	3,313,510,793.98	3,313,656,175.39

- Cash/Repo
- US Treasuries
- Agencies
- Commercial Paper
- FDIC Guaranteed
- US Dept of Ed Guaranteed
- Money Market Funds



### Returns

	March		April		May	
	Average Rate	7-day SEC Yield	Average Rate	7-day SEC Yield	Average Rate	7-day SEC Yield
Govt Overnight Fund	0.11%	0.11%	0.10%	0.08%	0.07%	0.06%
Corp Overnight Fund	0.17%	0.17%	0.17%	0.17%	0.16%	0.16%
Corp Overnight Plus Fund	0.18%	0.18%	0.19%	0.18%	0.18%	0.17%

*William Mastrodicasa*  
William Mastrodicasa

Lone Star Investment Pool Investment Officers

*Chris Szanislo*  
Chris Szanislo

Distributed by First Public. The Lone Star Information Statement should be read carefully before investing. Investors should consider the investment objectives, risks, charges, and expenses associated with this or any security prior to investing. Investment in Lone Star Investment Pool is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency, and although Lone Star seeks to preserve the value of the investment at a fixed share price, it is possible to lose money by investing in Lone Star. For further information or for an Information Statement, contact First Public at 800-558-8875.