

BRACKETT INDEPENDENT SCHOOL DISTRICT
November 08, 2010

Earned interest report at the close of business on September 30, 2010.

Total amount of cash on hand locally in the general fund - \$ 561,510.74.

Total amount of investments - \$ 4,281,421.25.

Interest earned during the 1st quarter of the 2010/2011 school year.

Del Rio Bank & Trust	\$ 2,274.23	Average Rate 1.28%
Lone Star Investment		
Liquidity Plus	\$ 1,782.07	Average Rate .23%
TexPool	\$ 500.39	Average Rate .2234%
Total Interest Earned-1st Quarter	\$ 4,556.69	
Total Interest Earned – Year to Date	\$ 4,556.69	

Certified Correct:



Robert Westbrook, Superintendent



Marla Madrid, Business Manager

Fund Performance Update

September 30, 2010

Comments by Bank of New York Mellon Cash Investment Strategies, Investment Manager

The Treasury yield curve became steeper during the month of September as yields on the front end of the curve fell, and yields on longer maturing bonds increased. The spread between the two-year note and 30-year bond increased to 326 basis points from 304 basis points at the end of August. The equity markets traded higher during the month as the DOW, NASDAQ and S&P 500 indexes returned 7.7%, 12.0% and 8.8%, respectively.

Although the payroll data released in September was modestly better than expectations, the labor market remains a major concern with the unemployment level at 9.6%. The housing market also remains weak; however, pending home sales surprised the markets on the positive side with a 5.2% increase versus expectations of a decline. This may show that the fall in housing has found a bottom.

As expected, the Fed did not make any changes at the September FOMC meeting, but opened the door to resume purchasing Treasury securities if the economic data does not meet their standards. The next FOMC meeting is scheduled for November 3.

Total Participants

Schools and Colleges	726
Other Governmental	160
Total	886

Lone Star Investment Pool is distributed by First Public.

Government Overnight Fund

Return Information

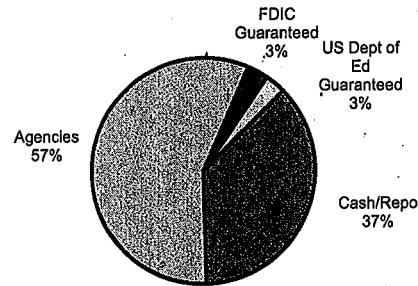
September 30, 2010

Average Monthly Return (a)	0.22%
SEC 7-Day Fund Yield (a)	0.22%
Weighted Average Maturity One (b)	52 Days
Weighted Average Maturity Two (b)	89 Days
Portfolio Maturing beyond One Year	4%
Net Asset Value	\$1.00
Annualized Expense Ratio	0.06%
Standard & Poor's Rating	AAAm

Inventory Position

	Book Value	Market Value
Cash/Repo	884,232,940	884,232,940
US Treasuries	-	-
Agencies	1,369,426,715	1,369,473,972
FDIC Guaranteed	75,265,996	75,275,400
US Dept of Ed Guaranteed	67,980,110	67,983,000
Money Market Funds	-	-
Total Assets	2,396,905,761	2,396,967,312

Investment Distribution



(a) The return information represents the average annualized rate of return on investments for the time period referenced. Return rates reflect a partial waiver of the Lone Star Investment Pool operating expense. Past performance is no guarantee of future results. The 7-day yield is calculated using standard SEC formulas.

TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

October 2010

PERFORMANCE

As of September 30, 2010

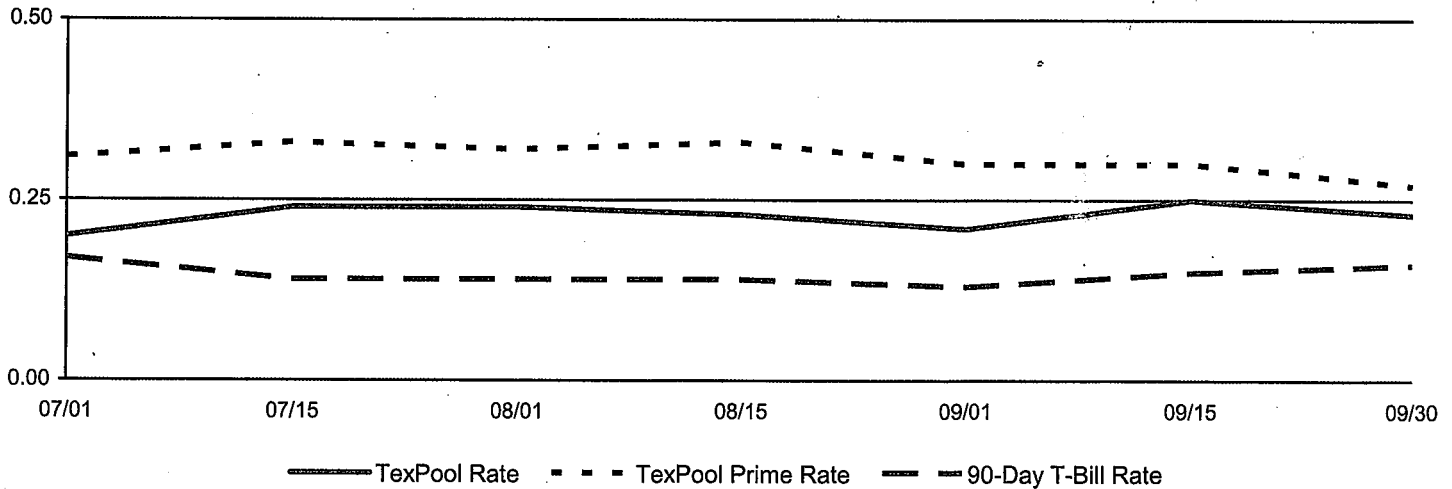
	TexPool	TexPool Prime
Current Invested Balance	\$14,853,323,066.38	\$1,311,295,666.94
Weighted Average Maturity (1)*	34 Days	30 Days
Weighted Average Maturity (2)*	77 Days	40 Days
Net Asset Value	1.00003	1.00006
Total Number of Participants	2,240	122
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	\$2,549,305.73	\$277,676.56
Management Fee Collected	\$558,106.90	\$64,373.06
Standard & Poor's Current Rating	AAAm	AAAm
September Averages		
Average Invested Balance	\$14,332,617,107.38	\$1,231,835,486.97
Average Monthly Yield, on a simple basis (3)*	0.2165%	0.2745%
Average Weighted Average Maturity (1)*	30 Days	32 Days
Average Weighted Average Maturity (2)*	77 Days	42 Days

*Definitions for Average Weighted Maturity can be found on Page 2.

Economic and Market Commentary – September 30, 2010

The Federal Reserve's rate-setting committee made headlines in September by virtually promising to resume purchases of Treasury securities, a strategy known as

TEXPOOL & TEXPOOL PRIME VS. 90-DAY TREASURY BILL



TexPool Advisory Board Members

R.C. Allen
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Additional information regarding TexPool is available upon request:

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