



To: Board of Trustees
From: Diana Sircar
Subject: Annual Review of Investment Performance
Date: September 23, 2019

Cc: Mr. Brad Hunt, Sid Grant, Kathy Vint & Tilisa Stubbs

Review of Current Performance on Investments

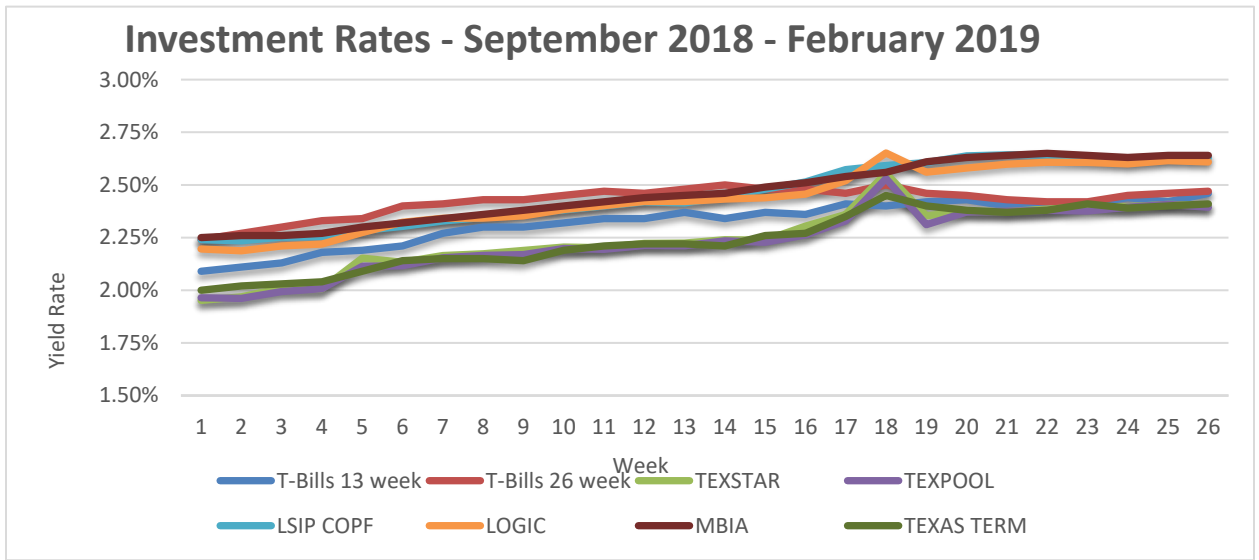
The attached graphs and data compare the rates paid on the investment pools utilized with the rates for the 13 and 26 week T-Bill auctions. A distinct advantage of the investment pools is that investor funds are very liquid. Money can be transferred overnight either into or out of pools. Multiple governmental investment pools are utilized to diversify the investments. Additionally, the District has invested in Certificate of Deposits (CD) through a program offered by TexasTerm to gain additional interest income. The interest rates received on the CDs consistently exceeded both the 13 and 26 week T-Bill rates when purchased. The CD interest rates ranged from a high of 3.1 to the current low of 2.3 and were fully collateralized by FDIC Insurance.

Over the last fiscal year interest rates increased by 1% over prior year through the first 6 months. The increase in rates dipped slightly in the last half of the fiscal year. Most of the investment pools were providing interest rates above the T-Bill rate. Additionally, the District's interest earnings for Operating and Debt Service Funds far exceeded the original budgetary amount due to the continued increase in interest rates and investing in CDs. As of August 31st, interest earnings in Operating Fund were \$2,571,370 compared to \$1,678,089 in 2017-2018, and in Debt Service \$655,078 compared to \$435,114 in 2017-2018.

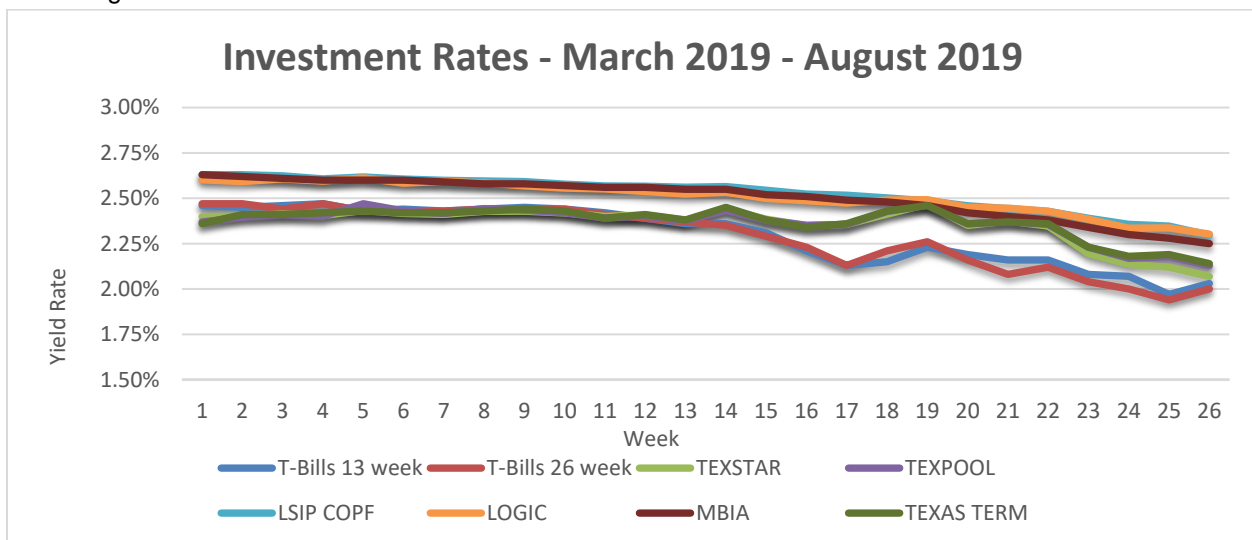
On average, the investment pools that hold the majority of the District's funds received greater earnings from its portfolio than it would have from investing in 13 and 26 week T-Bills. It is anticipated that Fed will cut interest rates once or twice during the next fiscal year. The amount of interest budgeted for 2019-2020 reflects the anticipated reduction in interest rates.

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

Date:	T-Bills 13 week	T-Bills 26 week	TexStar	Texpool	TEXAS CLASS	LOGIC	TEXAS TERM	LONE STAR COPF
2018-19	week	week						
03-Sep	2.09%	2.24%	1.95%	1.96%	2.25%	2.20%	2.00%	2.24%
10-Sep	2.11%	2.27%	1.97%	1.96%	2.26%	2.19%	2.02%	2.23%
17-Sep	2.13%	2.30%	2.01%	1.99%	2.26%	2.21%	2.03%	2.25%
24-Sep	2.18%	2.33%	2.01%	2.01%	2.27%	2.22%	2.04%	2.26%
01-Oct	2.19%	2.34%	2.15%	2.11%	2.30%	2.27%	2.09%	2.28%
08-Oct	2.21%	2.40%	2.13%	2.12%	2.32%	2.32%	2.14%	2.30%
15-Oct	2.27%	2.41%	2.17%	2.15%	2.34%	2.34%	2.15%	2.33%
22-Oct	2.30%	2.43%	2.17%	2.17%	2.36%	2.34%	2.15%	2.35%
29-Oct	2.30%	2.43%	2.19%	2.17%	2.38%	2.35%	2.14%	2.37%
05-Nov	2.32%	2.45%	2.20%	2.20%	2.40%	2.38%	2.19%	2.38%
12-Nov	2.34%	2.47%	2.20%	2.19%	2.42%	2.40%	2.21%	2.40%
19-Nov	2.34%	2.46%	2.22%	2.21%	2.44%	2.42%	2.22%	2.42%
26-Nov	2.37%	2.48%	2.22%	2.21%	2.45%	2.42%	2.22%	2.41%
03-Dec	2.34%	2.50%	2.24%	2.23%	2.46%	2.43%	2.21%	2.44%
10-Dec	2.37%	2.48%	2.24%	2.23%	2.49%	2.44%	2.26%	2.48%
17-Dec	2.36%	2.48%	2.30%	2.26%	2.51%	2.46%	2.27%	2.51%
24-Dec	2.41%	2.46%	2.36%	2.33%	2.54%	2.52%	2.35%	2.57%
31-Dec	2.40%	2.50%	2.55%	2.53%	2.56%	2.65%	2.45%	2.59%
07-Jan	2.42%	2.46%	2.35%	2.31%	2.61%	2.56%	2.40%	2.61%
14-Jan	2.43%	2.45%	2.37%	2.37%	2.63%	2.58%	2.38%	2.64%
21-Jan	2.40%	2.43%	2.37%	2.37%	2.64%	2.60%	2.37%	2.64%
28-Jan	2.41%	2.42%	2.38%	2.38%	2.65%	2.61%	2.38%	2.64%
04-Feb	2.41%	2.42%	2.40%	2.38%	2.64%	2.61%	2.41%	2.63%
11-Feb	2.44%	2.45%	2.40%	2.39%	2.63%	2.60%	2.39%	2.62%
18-Feb	2.42%	2.46%	2.41%	2.41%	2.64%	2.61%	2.40%	2.63%
25-Feb	2.46%	2.47%	2.40%	2.39%	2.64%	2.61%	2.41%	2.63%



Date:	T-Bills 13 week	T-Bills 26 week	TexStar	Texpool	Texas Class	LOGIC	TEXAS TERM	LONE STAR COPF
2019								
04-Mar	2.46%	2.47%	2.40%	2.37%	2.63%	2.60%	2.36%	2.63%
11-Mar	2.45%	2.47%	2.40%	2.40%	2.62%	2.59%	2.41%	2.63%
18-Mar	2.46%	2.44%	2.41%	2.41%	2.61%	2.61%	2.41%	2.62%
25-Mar	2.47%	2.47%	2.41%	2.40%	2.60%	2.60%	2.42%	2.61%
31-Mar	2.43%	2.43%	2.43%	2.47%	2.60%	2.61%	2.43%	2.62%
07-Apr	2.44%	2.43%	2.42%	2.43%	2.60%	2.58%	2.42%	2.61%
14-Apr	2.43%	2.43%	2.41%	2.42%	2.59%	2.59%	2.42%	2.60%
21-Apr	2.44%	2.44%	2.43%	2.44%	2.58%	2.58%	2.43%	2.60%
28-Apr	2.45%	2.44%	2.43%	2.43%	2.58%	2.57%	2.44%	2.59%
05-May	2.44%	2.44%	2.42%	2.42%	2.57%	2.56%	2.43%	2.58%
12-May	2.42%	2.41%	2.40%	2.39%	2.56%	2.55%	2.39%	2.57%
19-May	2.39%	2.39%	2.41%	2.40%	2.56%	2.54%	2.41%	2.57%
26-May	2.36%	2.37%	2.38%	2.38%	2.55%	2.52%	2.38%	2.56%
02-Jun	2.36%	2.35%	2.44%	2.43%	2.55%	2.53%	2.45%	2.56%
09-Jun	2.31%	2.29%	2.38%	2.38%	2.52%	2.50%	2.38%	2.54%
16-Jun	2.21%	2.23%	2.35%	2.35%	2.51%	2.49%	2.34%	2.52%
23-Jun	2.13%	2.13%	2.36%	2.36%	2.49%	2.47%	2.36%	2.52%
30-Jun	2.15%	2.21%	2.41%	2.43%	2.48%	2.49%	2.43%	2.50%
07-Jul	2.23%	2.26%	2.47%	2.46%	2.46%	2.49%	2.46%	2.49%
14-Jul	2.19%	2.16%	2.35%	2.36%	2.42%	2.45%	2.36%	2.46%
21-Jul	2.16%	2.08%	2.37%	2.37%	2.40%	2.45%	2.37%	2.44%
28-Jul	2.16%	2.12%	2.35%	2.36%	2.38%	2.43%	2.36%	2.43%
04-Aug	2.08%	2.04%	2.19%	2.23%	2.34%	2.38%	2.23%	2.39%
11-Aug	2.07%	2.00%	2.14%	2.17%	2.30%	2.34%	2.18%	2.36%
18-Aug	1.97%	1.94%	2.12%	2.18%	2.28%	2.34%	2.19%	2.35%
25-Aug	2.03%	2.00%	2.07%	2.13%	2.25%	2.30%	2.14%	2.30%
31-Aug	2.04%	1.99%	2.11%	2.16%	2.25%	2.30%	2.15%	2.30%



POOL BALANCES as of 8/31/2019:

General Ledger Balances by Pool/Fund as of 8/31/2019

	<u>199</u>	<u>240</u>	<u>599</u>	<u>600</u>	<u>TOTAL</u>
Texpool	48,240	-	1,428	-	49,668
Lone Star	33,288,815	-	2,705,142	45,884	36,039,841
Logic	5,534,282	1,146,814	2,329,175	71,007,612	80,017,883
TexStar	5,435	-	101,732	-	107,167
Texas CLASS	32,825,991	-	6,027,333	-	38,853,324
Texas Term	7,787,757	-	-	-	7,787,757
Balance:	<u>79,490,520</u>	<u>1,146,814</u>	<u>11,164,810</u>	<u>71,053,496</u>	<u>162,855,640</u>

CD INVESTMENTS as of 8/31/2019:

Investment Holdings

For the Month Ending **August 31, 2019**

COPPELL INDEPENDENT SCHOOL DISTRICT - GENERAL OPERATING - 1164-01

Trade Date	Settlement Date	Security Description	Maturity Date	Rate	Investment Amount	Accrued Interest	Est. Value at Maturity
Texas CD Program							
09/19/18	09/19/18	CD - Bank Leumi Usa, NY	09/19/19	2.70	243,000.00	6,237.44	249,561.00
10/09/18	10/09/18	CD - Preferred Bank, CA	10/09/19	2.75	243,000.00	5,986.79	249,682.50
11/05/18	11/05/18	CD - Sonabank, VA	11/05/19	2.95	242,000.00	5,867.67	249,139.00
01/14/19	01/14/19	CD - Landmark Community Bank, TN	11/12/19	2.95	244,000.00	4,535.73	249,955.61
12/13/18	12/13/18	CD - Northeast Community Bank, NY	12/13/19	3.10	242,000.00	5,385.00	249,502.00
01/04/19	01/04/19	CD - American National Bank Of Minnesota, MN	01/06/20	2.95	242,000.00	4,694.14	249,178.12
01/14/19	01/14/19	CD - Cfg Community Bank, MD	01/14/20	3.00	242,000.00	4,574.79	249,260.00
02/14/19	02/14/19	CD - Bank Ozk (Formerly Bank Of The Ozarks), AR	02/14/20	2.80	243,000.00	3,710.90	249,806.43
02/14/19	02/14/19	CD - Ericson State Bank, NE	02/14/20	2.90	242,000.00	3,826.25	249,018.00
04/11/19	04/11/19	CD - Pacific Western Bank (Acquired Security Pacific Bank, Los Angel	04/10/20	2.75	243,000.00	2,618.08	249,682.50
05/29/19	05/29/19	CD - Modern Bank, N.A., NY	05/28/20	2.61	243,000.00	1,650.74	249,342.30
07/12/19	07/12/19	CD - Mainstreet Bank, VA	07/10/20	2.40	244,000.00	818.24	249,839.96
08/02/19	08/02/19	CD - Farmers & Merchants Union Bank, WI	07/31/20	2.30	244,000.00	461.26	249,596.62
Total					\$3,157,000.00	\$50,367.03	\$3,243,564.04