

BRACKETT INDEPENDENT SCHOOL DISTRICT
May 13, 2013

Earned interest report at the close of business on March 31, 2013.

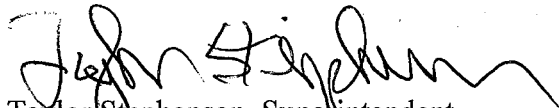
Total amount of cash on hand locally in the general fund - \$ 851,937.87.

Total amount of investments - \$ 4,555,623.13

Interest earned during the 3rd quarter of the 2012/2013 school year.

Del Rio Bank & Trust	\$ 891.32	Average Rate	.45%
Lone Star Investment			
Liquidity Plus	\$ 1,084.07	Average Rate	.10%
TexPool	\$ 217.81	Average Rate	.10%
Total Interest Earned- 3rd Quarter	\$ 2,193.20		
Total Interest Earned – Year to Date	\$ 8,136.45		

Certified Correct:



Taylor Stephenson, Superintendent



Marla Madrid, Business Manager

PERFORMANCE as of March 31, 2013

	TexPool	TexPool Prime
Current Invested Balance	\$17,798,208,045.57	\$1,138,532,741.94
Weighted Average Maturity (1)*	53 Days	55 Days
Weighted Average Maturity (2)*	76 Days	70 Days
Net Asset Value	1.00009	1.00008
Total Number of Participants	2,281	156
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	\$1,616,278.66	\$139,185.86
Management Fee Collected	\$732,197.01	\$66,078.96
Standard & Poor's Current Rating	AAAm	AAAm
Month Averages		
Average Invested Balance	\$18,171,565,200.46	\$1,210,144,125.20
Average Monthly Yield, on a simple basis (3)*	0.10%	0.14%
Average Weighted Average Maturity (1)*	51 Days	57 Days
Average Weighted Average Maturity (2)*	73 Days	71 Days

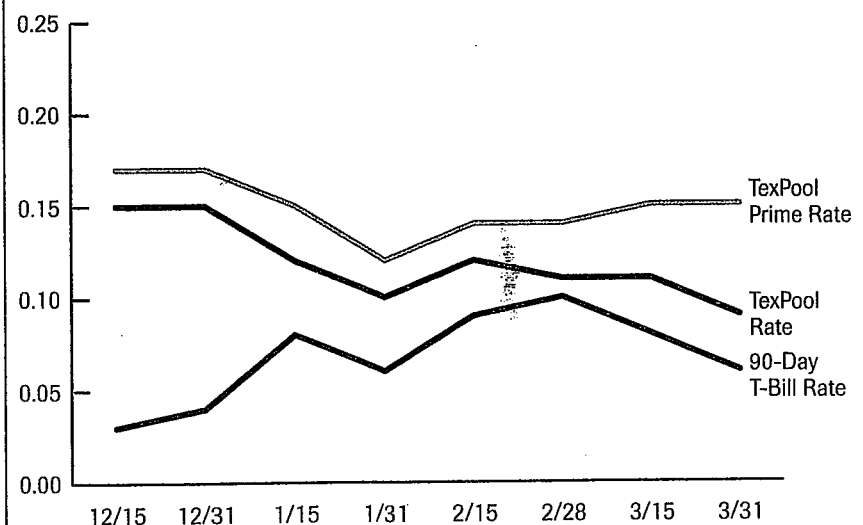
*Definitions for Average Monthly Yield and Weighted Average Maturity can be found on page 2.

(continued from page 1)

refund, and those who file on the due date are those who owe, so the federal government should start seeing more cash coming in soon. TexPool assets hit a peak and leveled off in March, a reflection of the cyclical nature of the state's tax collection system.

The confirmation hearings for Mary Jo White's nomination to head the Securities and Exchange Commission (SEC) went smoothly, and it's likely to be a good development for money market funds, as it may add a fresh perspective in the ongoing regulatory debate. It's too early to tell exactly what position White might take on money funds, but given her background as the U.S. Attorney for the Southern District of New York it looks as if she would approach the issue with a thorough analysis of the facts and consider reasonable regulatory measures.

TexPool & TexPool Prime vs. 90-Day Treasury Bill



90-Day Treasury Bill is a short-term debt instrument backed by the national government. These are used to collect immediate cash to meet outstanding obligations.

Any private investor can invest in a Treasury bill. The 90-Day Treasury Bill is a weighted average rate of the weekly auctions of 90-Day Treasury Bills.

Fund Performance Update

March 31, 2013

Comments by Standish, Investment Manager

The Treasury bond market ended the month of March with very little changed. Although yields moved within a range of 20 basis points during the month, yields closed the month within a few basis points of where it began. The equity markets continued to rally in March as the Dow, NASDAQ and S&P 500 indices gained three to four percent. Both the S&P 500 and the Dow reached all-time highs.

One of the primary focuses was the impact that the Cyprus bank bailout would have on the Eurozone. The first bailout plan, which called for the European Union and International Monetary Fund to provide €10 billion if the government would levy a one-time tax on Cyprus banks in the range of 6.7% to 9.9%, depending on the size of the deposit. This proposal was voted down. A second deal, lining up €10 billion included a large levy on deposits, but excluded deposits less than €100,000. This was adopted, but that exact amount of the levy is yet to be determined.

Following the FOMC meeting on March 20th, the Fed stated that it would continue its bond buying program. Fed officials said that they saw "a return to moderate economic growth." Fed officials also downgraded their forecast for economic growth slightly for 2013 and 2014. They did, however, predict that unemployment would fall at a faster pace than the pace that they forecasted in December. The next FOMC meeting is scheduled for May 1st.

Total Participants

Schools and Colleges	735
Other Governmental	165
Total	900

Lone Star Investment Pool is distributed by First Public.

Government Overnight Fund

Return Information

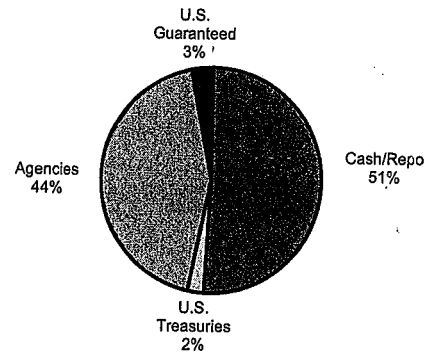
March 31, 2013

Average Monthly Return (a)	0.11%
SEC 7-Day Fund Yield (b)	0.11%
Weighted Average Maturity One (c)	58 Days
Weighted Average Maturity Two (c)	93 Days
Portfolio Maturity beyond One Year	3%
Net Asset Value	\$1.00
Annualized Expense Ratio	0.06%
Standard & Poor's Rating	AAAm

Inventory Position

	Book Value	Market Value
Cash/Repo	2,129,088,746	2,129,088,746
US Treasuries	100,130,863	100,175,430
Agencies	1,833,469,332	1,833,568,048
FDIC Guaranteed	-	-
US Dept of Ed Guaranteed	131,004,269	131,004,269
Money Market Funds	-	-
Total Assets	4,193,693,211	4,194,136,493

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.