

**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, 2014.

- (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, 2014

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, 2014. The following is a summary of the amounts invested in various accounts.

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

ELEMENTARY FUND	312,050.14
GENERAL FUND	24,887,580.00
INTEREST & SINKING FUND	5,702,984.02
<b>TOTAL:</b>	<b>\$30,902,614.16</b>

The grand total of the District's investments on May 31, 2014 was \$30,902,614.16. The market value of these investments as of May 31, 2014 was \$30,905,915.50.

# Eagle Pass Independent School District

## Schedule of Investments and Market Values

May 31, 2014

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

Account	Investments 5/31/2013	3 mth. Avg. Qtr. Yield	Market Values 5/31/2013	Investments 5/31/2014	3 mth. Avg. Qtr. Yield	Market Values 5/31/2014
Elementary Fund	311,575.43	0.18%	311,589.10	312,050.14	0.14%	312,083.48
General Fund	23,877,394.21	0.18%	23,878,441.84	24,887,580.00	0.14%	24,890,238.75
Interest & Sinking Fund	5,546,979.03	0.18%	5,547,222.41	5,702,984.02	0.14%	5,703,593.27
<b>TOTAL OF INVESTMENTS</b>	<b>\$29,735,948.67</b>	0.18%	<b>\$29,737,253.35</b>	<b>\$30,902,614.16</b>	0.14%	<b>\$30,905,915.50</b>

OTHER 3-MONTH YIELD AVERAGES:	5/31/2013*	8/31/2013**	11/30/2013*	2/28/2014*	5/31/2014 *
Lonestar Investment Pool-Liquidity Corporate Fund	0.18%	0.19%	0.15%	0.14%	0.14%
Wall Street Journal 91-Day US Treasury Bill	0.07%	0.07%	0.05%	0.06%	0.04%
Wall Street Journal 6-Month US Treasury Bill	0.10%	0.11%	0.07%	0.08%	0.06%
Cash in bank accounts	0.16%	0.17%	0.15%	0.16%	0.14%

\* 3-Month Average

\*\* 12-Month Average

**NOTE:** Cash in bank accounts as of 5/31/14--\$14,194,969.55: Food Service Fund \$275,515.67; General Fund \$13,643,379.89; AND I & S Fund \$276,073.99.  
Market Value of Pledged Amount: \$19,500,000.00

**EAGLE PASS INDEPENDENT SCHOOL DISTRICT**

**Quarter Ending: 05-31-2014**

**Cash in Bank Accounts**

**Food Service Fund** 275,515.67  
**General Fund**

Tax Collections-Escrow Account	252,069.58	
Designated Purpose Fund	98,810.09	
Tax Collections-Credit Card/ACH Payments	51,593.39	
Payroll Fund	3,329,175.13	
Disbursement Fund	2,864,227.71	
Elementary Fund	170,661.80	
EPISD Non-Interest Bearing Account	1,000,000.00	
Health Insurance Fund	231,194.73	
General Operating	5,645,647.46	13,643,379.89

**I & S Fund-Bond Series** 276,073.99

**Total** 14,194,969.55

\* **Federal Deposit Insurance Corporation** 500,000.00

\*\* **Pledged Amount (LOC)** 19,000,000.00

**TOTAL** 19,500,000.00

**Amount Over/(Under) Pledged** **5,305,030.45**

\* *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-2014*</b>	<b>Apr-2014**</b>	<b>May-2014***</b>	<b>Average</b>
0.15%	0.14%	0.13%	0.14%

\* 91-Day Treasury Bill Rate: 0.05% + Bank Basis Points: .10% = 0.15%

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

\*\*\* 91-Day Treasury Bill Rate: 0.03% + Bank Basis Points: .10% = 0.13%

**CD Interest Rates\***

<b>3-Month</b>	<b>6-Month</b>	<b>9-Month</b>
0.01%	0.03%	0.04%

**BBVA Compass will evaluate each CD rate solicitation upon request; based on market conditions.**

\* rates as of June 18, 2014

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

**PLEGDED AMOUNT:**

FDIC	\$	500,000.00
SECURITIES: Book Value		-
Market Value		-
Letter of credit (LOC)	\$	19,000,000.00

Total Collateral	\$	19,500,000.00
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**BANK ACCOUNT BALANCES AS OF: May 30, 2014**

Eagle Pass ISD	3003202299	1,000,000.00
Designated Purpose Fund	3001202264	98,810.09
Disbursement Fund	3003202248	2,864,227.71
Elementary Fund	3003202272	170,661.80
Tax Collections-Escrow Account	0110400402	252,069.58
Food Service Fund	3001202280	275,515.67
General Operating Fund	3003603125	5,645,647.46
Health Insurance Fund	2517032800	231,194.73
I&S Fund	3003202307	276,073.99
Payroll Fund	3003202221	3,329,175.13
Tax Collections-Credit Card/ACH	3003018664	51,593.39

Certificates of Deposit	\$	-
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Total Checking Account Balances	\$	14,194,969.55
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Amount Over/(Under) Pledged	\$	5,305,030.45
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**BBVA COMPASS  
EAGLE PASS INDEPENDENT SCHOOL DISTRICT  
DEPOSITORY CONTRACT  
LIMITS**

**PLEGGED AMOUNT:**

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

Total Collateral	\$	10,250,000.00
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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	\$	6,994,638.95
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Amount Over/(Under) Pledged	\$	3,255,361.05
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Participant #: 159901

**Lone Star** 2014 3rd Quarter  
Investment Pool Quarterly Statement

Statement Period: 03/01/2014 to 05/31/2014

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.
Elementary Fund	Corporate Overnight Plus Fund	624,100.28	0.50	312,050.14	312,083.48	1.01%
<b>Totals:</b>				<b>312,050.14</b>	<b>312,083.48</b>	

Account	Fund	Number of Shares	Price Per Share	Account Book Value (USD)	Account Market Value (USD)	% Port.
General Fund	Corporate Overnight Plus Fund	49,775,160.00	0.50	24,887,580.00	24,890,238.75	80.54%
<b>Totals:</b>				<b>24,887,580.00</b>	<b>24,890,238.75</b>	

Account	Fund	Number of Shares	Price Per Share	Account Book Value (USD)	Account Market Value (USD)	% Port.
Interest & Sinking Fund	Corporate Overnight Plus Fund	11,405,968.04	0.50	5,702,984.02	5,703,593.27	18.45%
<b>Totals:</b>				<b>5,702,984.02</b>	<b>5,703,593.27</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	61,805,228.32	.50	30,902,614.16	100.00 %
<b>Total Value:</b>			<b>30,902,614.16</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)
03/01/2014	Starting Balance	623,882.20			311,941.10
03/31/2014	Interest	623,951.90	69.70	0.50	34.85
04/30/2014	Interest	624,024.06	72.16	0.50	36.08
05/30/2014	Interest	624,100.28	76.22	0.50	38.11
05/31/2014	Ending Balance	624,100.28			312,050.14

**General Fund - Corporate Overnight Plus Fund**

Settle Date	Trade Type	Share Balance	Number of Shares	Price/Share	Amount (USD)
03/01/2014	Starting Balance	56,736,831.08			28,368,415.54
03/03/2014	Withdrawal	56,572,849.90	-163,981.18	0.50	-81,990.59
03/05/2014	Withdrawal	49,572,849.90	-7,000,000.00	0.50	-3,500,000.00
03/10/2014	Deposit	49,691,843.90	118,994.00	0.50	59,497.00
03/10/2014	Deposit	52,403,345.90	2,711,502.00	0.50	1,355,751.00
03/10/2014	Deposit	52,979,799.90	576,454.00	0.50	288,227.00
03/10/2014	Deposit	53,794,555.90	814,756.00	0.50	407,378.00
03/10/2014	Deposit	53,942,019.90	147,464.00	0.50	73,732.00
03/10/2014	Deposit	53,960,721.90	18,702.00	0.50	9,351.00
03/10/2014	Vendor Payment Texas State Natural Gas, Inc. RFC-69094, Monthly Billing	53,953,222.30	-7,499.60	0.50	-3,749.80
03/11/2014	Deposit	55,704,123.86	1,750,901.56	0.50	875,450.78
03/12/2014	Deposit	55,850,645.86	146,522.00	0.50	73,261.00
03/17/2014	Withdrawal	55,628,818.16	-221,827.70	0.50	-110,913.85
03/18/2014	Deposit	55,758,818.16	130,000.00	0.50	65,000.00
03/18/2014	Deposit	55,850,645.86	91,827.70	0.50	45,913.85
03/18/2014	Withdrawal	51,316,251.86	-4,534,394.00	0.50	-2,267,197.00
03/24/2014	Deposit	51,429,669.28	113,417.42	0.50	56,708.71
03/25/2014	Deposit	69,397,335.28	17,967,666.00	0.50	8,983,833.00
03/26/2014	Vendor Payment HEB Grocery Company, LP Acct-10013731000, Monthly Billing	69,388,014.90	-9,320.38	0.50	-4,660.19
03/28/2014	Withdrawal	63,388,014.90	-6,000,000.00	0.50	-3,000,000.00
03/31/2014	Interest	63,394,295.04	6,280.14	0.50	3,140.07
04/07/2014	Vendor Payment Tristar Risk Management RFC-64511 Inv#93235	63,381,037.84	-13,257.20	0.50	-6,628.60
04/07/2014	Vendor Payment Tristar Risk Management RFC-64513, Inv#93407	63,355,520.54	-25,517.30	0.50	-12,758.65
04/08/2014	Withdrawal	63,093,967.16	-261,553.38	0.50	-130,776.69
04/08/2014	Withdrawal	57,093,967.16	-6,000,000.00	0.50	-3,000,000.00
04/11/2014	Deposit	58,459,736.24	1,365,769.08	0.50	682,884.54
04/11/2014	Withdrawal	50,459,736.24	-8,000,000.00	0.50	-4,000,000.00
04/14/2014	Vendor Payment Texas State Natural Gas, Inc. RFC-076224, Monthly Billing	50,454,584.96	-5,151.28	0.50	-2,575.64
04/15/2014	Vendor Payment HEB Grocery Company, LP Acct-10013731000, Monthly Billing	50,444,563.96	-10,021.00	0.50	-5,010.50
04/23/2014	Withdrawal	49,078,794.88	-1,365,769.08	0.50	-682,884.54
04/24/2014	Deposit	49,086,794.88	8,000.00	0.50	4,000.00
04/25/2014	Deposit	49,912,796.88	826,002.00	0.50	413,001.00
04/25/2014	Vendor Payment Tristar Risk Management RFC-64516, Invoice#93441	49,865,562.44	-47,234.44	0.50	-23,617.22
04/25/2014	Vendor Payment Tristar Risk Management RFC-64527, Invoice#93584	49,851,293.12	-14,269.32	0.50	-7,134.66
04/28/2014	Withdrawal	48,100,391.56	-1,750,901.56	0.50	-875,450.78
04/30/2014	Interest	48,106,597.62	6,206.06	0.50	3,103.03
05/01/2014	Deposit	48,127,297.62	20,700.00	0.50	10,350.00
05/02/2014	Withdrawal	43,127,297.62	-5,000,000.00	0.50	-2,500,000.00
05/05/2014	Deposit	43,129,964.28	2,666.66	0.50	1,333.33
05/06/2014	Withdrawal	42,851,672.44	-278,291.84	0.50	-139,145.92
05/07/2014	Deposit	43,162,668.44	310,996.00	0.50	155,498.00



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

Settle Date	Trade Type	Share Balance	Number of Shares	Price/Share	Amount (USD)
05/07/2014	Deposit	45,812,472.44	2,649,804.00	0.50	1,324,902.00
05/07/2014	Deposit	46,059,190.44	246,718.00	0.50	123,359.00
05/07/2014	Withdrawal	42,851,672.44	-3,207,518.00	0.50	-1,603,759.00
05/08/2014	Deposit	42,875,462.44	23,790.00	0.50	11,895.00
05/08/2014	Vendor Payment TASB Risk Management Fund RFC-38283, Unemployment, 1st Qtr 2014	42,863,458.36	-12,004.08	0.50	-6,002.04
05/09/2014	Deposit	44,679,590.30	1,816,131.94	0.50	908,065.97
05/09/2014	Vendor Payment Tristar Risk Management RFC-64530, Invoice#93643	44,599,448.98	-80,141.32	0.50	-40,070.66
05/12/2014	Deposit	45,286,154.98	686,706.00	0.50	343,353.00
05/12/2014	Deposit	45,797,752.98	511,598.00	0.50	255,799.00
05/12/2014	Deposit	45,807,200.98	9,448.00	0.50	4,724.00
05/12/2014	Deposit	45,814,068.04	6,867.06	0.50	3,433.53
05/12/2014	Adjustment Deduct Shares Correction, amount misposted 05/12/14	45,807,200.98	-6,867.06	0.50	-3,433.53
05/13/2014	Withdrawal	44,599,448.98	-1,207,752.00	0.50	-603,876.00
05/13/2014	Withdrawal	38,599,448.98	-6,000,000.00	0.50	-3,000,000.00
05/15/2014	Vendor Payment HEB Grocery Company, LP Acct-10013731000, Monthly Statement	38,586,740.02	-12,708.96	0.50	-6,354.48
05/16/2014	Vendor Payment Texas State Natural Gas, Inc. RFC-76238, Monthly Billing	38,582,867.16	-3,872.86	0.50	-1,936.43
05/23/2014	Deposit	57,010,361.16	18,427,494.00	0.50	9,213,747.00
05/23/2014	Deposit	57,025,738.98	15,377.82	0.50	7,688.91
05/23/2014	Deposit	57,153,314.98	127,576.00	0.50	63,788.00
05/29/2014	Transfer Out To Corporate Overnight Plus Fund - Interest & Sinking Fund	57,129,524.98	-23,790.00	0.50	-11,895.00
05/29/2014	Withdrawal	57,096,786.54	-32,738.44	0.50	-16,369.22
05/29/2014	Withdrawal	56,969,210.54	-127,576.00	0.50	-63,788.00
05/29/2014	Withdrawal	56,855,793.12	-113,417.42	0.50	-56,708.71
05/29/2014	Withdrawal	56,819,982.86	-35,810.26	0.50	-17,905.13
05/29/2014	Withdrawal	49,819,982.86	-7,000,000.00	0.50	-3,500,000.00
05/30/2014	Vendor Payment Tristar Risk Management RFC-64535, Inv#93765	49,769,623.26	-50,359.60	0.50	-25,179.80
05/30/2014	Interest	49,775,160.00	5,536.74	0.50	2,768.37
05/31/2014	Ending Balance	49,775,160.00			24,887,580.00

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

Settle Date	Trade Type	Share Balance	Number of Shares	Price/Share	Amount (USD)
03/01/2014	Starting Balance	9,379,320.46			4,689,660.23
03/18/2014	Deposit	11,379,320.46	2,000,000.00	0.50	1,000,000.00
03/25/2014	Withdrawal	11,378,320.46	-1,000.00	0.50	-500.00
03/31/2014	Interest	11,379,471.74	1,151.28	0.50	575.64
04/30/2014	Interest	11,380,787.70	1,315.96	0.50	657.98
05/29/2014	Transfer In From Corporate Overnight Plus Fund - General Fund	11,404,577.70	23,790.00	0.50	11,895.00
05/30/2014	Interest	11,405,968.04	1,390.34	0.50	695.17
05/31/2014	Ending Balance	11,405,968.04			5,702,984.02

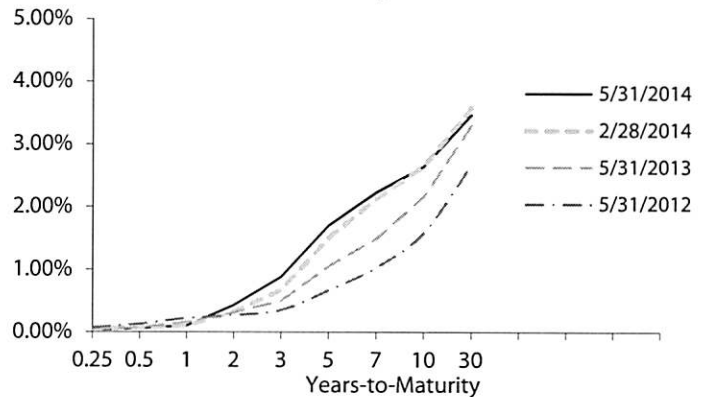
**Important Information about this statement**

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, 2014

The Treasury yield curve became flatter during the three-month period ending in May as yields on shorter maturing bonds rose and yields on longer bonds fell. The equity markets were mixed during the period as the Dow, NASDAQ and S&P 500 indexes returned +2.4%, -1.5% and +3.5%, respectively. Early in the quarter, yields rose significantly following the March FOMC meeting due to what was perceived as hawkish comments from the Federal Reserve. The Treasury bond market rallied later in the quarter, as the Fed took a more dovish tone and some economic data was weaker than expected. First quarter GDP was disappointing as the revised figure showed growth contracted by 1.0%. The weak number was largely due to a reduction of the pace of inventory accumulation, which indicates that there is potential for faster production in the second quarter as businesses are operating with less inventory surplus. Much of the underlying data has caused analysts to increase their estimates for second quarter growth to over 3%. The Federal Reserve maintained the current pace of reducing its monthly bond purchases by \$10 billion. The monthly purchases as of the end of May are \$45 billion per month. At this pace, the quantitative easing will end in the fourth quarter of this year.

U.S. Treasury Yield Curves

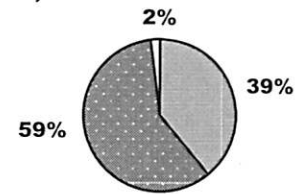


### Government Overnight Fund

Duration 0.16666

	Participant Assets	Market Value
Beginning-of-Quarter Balance	3,562,149,085.15	3,562,850,034.04
Deposits	1,126,388,061.32	
Withdrawals	(1,783,064,072.84)	
End-of-Quarter Balance	2,905,473,073.63	2,905,850,815.38

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

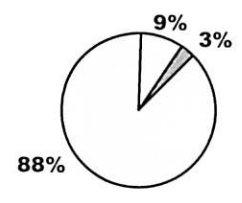


### Corporate Overnight Fund

Duration 0.15168

	Participant Assets	Market Value
Beginning-of-Quarter Balance	2,201,729,124.46	2,201,828,630.63
Deposits	361,460,269.40	
Withdrawals	(982,666,770.80)	
End-of-Quarter Balance	1,580,522,623.06	1,580,619,412.16

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

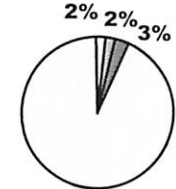


### Corporate Overnight Plus Fund

Duration 0.18894

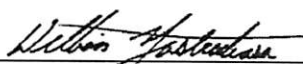
	Participant Assets	Market Value
Beginning-of-Quarter Balance	4,945,021,069.47	4,945,453,000.29
Deposits	1,638,491,286.18	
Withdrawals	(2,500,253,881.13)	
End-of-Quarter Balance	4,083,258,474.52	4,083,694,689.92

- Cash/Repo
- US Treasuries
- Agencies
- Commercial Paper
- FDIC 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	0.04%	0.04%	0.04%	0.04%	0.04%	0.04%
Corp Overnight Fund	0.11%	0.11%	0.12%	0.12%	0.12%	0.12%
Corp Overnight Plus Fund	0.13%	0.14%	0.14%	0.14%	0.14%	0.14%

  
William Mastrodicasa

Lone Star Investment Pool Investment Officers

  
Chris Szaniszo

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